



Half Yearly Report June 2016



Soneri Bank Limited

Roshan Har Qadam



Half Yearly Report
June 2016
(Un-audited)

Contents

04		Corporate Information
05		Directors' Review
09		Auditors' Review Report to Members
10		Statement of Financial Position
11		Profit and Loss Account
12		Statement of Comprehensive Income
13		Cash Flow Statement
14		Statement of Changes in Equity
15		Notes to the Financial Information
36		List of Branches

CHAIRMAN

MR. ALAUDDIN FEERASTA

CHIEF EXECUTIVE OFFICER

MR. MOHAMMAD AFTAB MANZOOR

DIRECTORS

MR. NOORUDDIN FEERASTA

MR. MUHAMMAD RASHID ZAHIR

MR. AMAR ZAFAR KHAN

SYED ALI ZAFAR

MR. MANZOOR AHMED (NIT NOMINEE)

MR. SHAHID ANWAR (NIT NOMINEE)

CHIEF FINANCIAL OFFICER

MS. ANJUM HAI

COMPANY SECRETARY

MR. MUHAMMAD ALTAF BUTT

AUDITORS

A.F. FERGUSON & CO.

CHARTERED ACCOUNTANTS

SHARI'AH BOARD

MUFTI EHSAN WAQUAR AHMAD (CHAIRMAN)

MUFTI MUHAMMAD ZAHID (RESIDENT MEMBER)

MUFTI BILAL QAZI (MEMBER)

LEGAL ADVISORS

MANAN ASSOCIATES, ADVOCATES

REGISTERED OFFICE

RUPALI HOUSE 241-242,
UPPER MALL SCHEME,
ANAND ROAD, LAHORE - 54000

CENTRAL OFFICE

10TH FLOOR, PNSC BUILDING,
M.T. KHAN ROAD, KARACHI

**REGISTRAR AND SHARE
TRANSFER AGENT**

THK ASSOCIATES (PRIVATE) LTD.,
GROUND FLOOR,
STATE LIFE BUILDING NO. 3,
DR. ZIAUDDIN AHMED ROAD
KARACHI - 75530
UAN: (021) 111-000-322
FAX: (021) 3565 5595

Directors' Review

On behalf of the Board of Directors, I am pleased to present the Directors' Review of Soneri Bank Limited ('the Bank') along with the un-audited condensed interim financial statements for the half year ended 30 June 2016.

Economy

The Country's economy maintained an upward trajectory during fiscal year (FY) 2016. This clearly stood out in form of improved economic indicators. The real GDP registered 4.7 percent growth. While it missed the target of 5.5 percent this is significantly better than growth of 4.0 percent clocked in FY 2015. Annual CPI inflation declined to 2.9 percent being an historic low.

Foreign exchange reserves recorded an increase backed by higher foreign direct investment (FDI), multilateral agency flows and workers remittances. Budget deficit remained on track with tax to GDP ratio going up to 10.5 percent from 9.4 percent in FY 2015. The current account though remains a concern primarily on account of lackluster export performance. In that context and despite favorable oil prices, the trade deficit grew to US\$2.8 billion, underscored by a 10 percent contraction in the export bill.

CPEC project pipeline continues to highlight the investor sentiment. Additionally, in early June 2016, re-inclusion of Pakistan Stock Market in the MSCI's emerging markets index reinforced improved global outlook on the country thus leading a rally in the index. Successful completion of IMF program (under the 3-year Extended Fund Facility) by end September 2016 will be another positive step on the front.

There is now general acceptance internally and by external agencies that the ongoing stabilization measures being taken by the government will provide the impetus needed for growth in the upcoming years. However in the backdrop of these positive developments, there still remains inherent risk which can be of concern going forward. Global oil price is one such major factor which can distort the trade balance and impact inflation. Managing the chronic energy crisis and volatile security situation will also be pivotal to the balance. Therefore while State Bank of Pakistan reduced the policy rate in its May monetary policy statement (MPS) by 25 bps, the rate was kept on hold in the recent MPS announcement citing such risks.

Banking spreads amidst low interest rates have been compressed. Second half of the year will witness even more pressure due to maturity of high yielding government bonds in July coupled with the re-pricing of advances portfolio.

Operating Results and Business Overview

The summarized operating results of the Bank for the half year ended 30 June 2016 along with key financial indicators are as follows:

Profit & Loss Account	30 June 2016	30 June 2015	Variance %
----- (Rs. in million) -----			
Net Interest Margin & Non Mark-up Income	5,330.64	5,374.72	(0.82)
Non Mark-up Expenses	3,216.89	3,041.32	5.77
Profit before Tax & Provisions	2,113.74	2,333.39	(9.41)
Profit before Tax	2,048.66	1,913.31	7.07
Profit after Tax	1,175.51	1,107.61	6.13
Earnings Per Share - Rupee	1.0663	1.0047	6.13

Statement of Financial Position	30 June 2016	31 December 2015	Variance %
----- (Rs. in million) -----			
Shareholders Equity (excluding surplus)	15,175.59	15,335.96	(1.05)
Deposits	202,221.72	185,222.38	9.18
Advances - net	115,884.68	112,001.75	3.47
Investments - net	151,368.23	108,846.11	39.07

Directors' Review

The Bank posted profit before tax (PBT) of Rs. 2,048.66 million and profit after tax of Rs. 1,175.51 million for the half year ended 30 June 2016. These amounts are higher than the corresponding period last year by 7.07 percent and 6.13 percent respectively. Earning per share of the bank thus stands at Rs 1.0663, which is 6.13 percent higher than corresponding period of 2015. This increase is the result of Bank's strategic actions, which are providing support to the profitability line, despite the challenging environment which encompasses the banking industry.

Revenue, comprising net mark-up income and non-mark-up income, has been maintained at almost last year's level (decrease of 0.82 percent). The key reasons for this are lower exchange earnings which are down by 30.07 percent as well as reduction in fee & commission income. Net markup income is slightly up by 1.91 percent mainly due to higher earning assets, positive impact of which was considerably neutralized by reduction in spread. This situation is reflection of the pressure on commissions/spreads being a market phenomenon on the back of prevailing low interest rates.

Non Markup expenses have increased by 5.77 percent as compared to corresponding period last year. This is mainly attributable to increase of 11 branches in branch network, full year impact of branches opened last year, annual repricing of contracts as well as salary increments. The Bank currently has 277 fully operational branches.

Provision against non-performing loans net of recoveries was Rs. 71.67 million being 82.94 percent lower compared to the corresponding period last year. Recoveries and non-performing loan management remain a key focus area for the Bank.

Your Bank's net assets (including surplus) amounted to Rs.18.07 billion as at 30 June 2016, being 0.65 percent lower than 2015 base of Rs.18.19 billion. This is due to appropriation of 2015 final cash dividend during the first quarter. Deposits grew by 9.18 percent during the period closing at Rs.202.22 billion (December 2015: Rs.185.22 billion). Net advances grew by 3.47 percent standing at Rs.115.88 billion (December 2015: Rs.112.00 billion).

It is with great satisfaction that I inform you that your Bank continues to operate with adequate liquidity and capital adequacy levels and enjoys respectable standing with the international financial institutions. I am confident that with an effective risk management, strong internal controls and compliance systems the Bank will remain satisfactorily compliant with all the regulatory requirements and will continue to maintain the present trend of growth in business and profitability.

Credit Rating

The Pakistan Credit Rating Agency (PACRA) maintained the long term credit rating of AA- (Double A Minus) and short term rating of A1+ (A One Plus) through its notification dated: 17 June 2016 [2015: long term AA- (Double A Minus): short term A1+ (A One Plus)]

PACRA has also maintained credit rating of unsecured, subordinated and listed Term Finance Certificates (TFC - 2) issue of worth PKR 3,000 million at A+ (Single A plus) vide its notification dated: 17 June 2016.

Acknowledgment

I would like to take this opportunity to thank the State Bank of Pakistan, the Securities and Exchange Commission of Pakistan and the Ministry of Finance for their continued support and guidance. I am also thankful to our valued customers for their continued patronage and confidence and want to extend my appreciation to the Bank employees as the driving force in the growth of the Bank over the years.

ALAUDDIN FEERASTA

Chairman

Karachi: 16 August 2016

ڈائریکٹرز جائزہ رپورٹ برائے 30 جون 2016

میں نہایت مسرت کے ساتھ بورڈ آف ڈائریکٹرز کی جانب سے سوئیری بینک لینڈ ("بینک") کی 30 جون 2016 کو ختم ہونے والی ششماہی کا جائزہ غیر پڑ پڑا شدہ عبوری مالیاتی اسٹیٹمنٹ کے ساتھ پیش کر رہا ہوں۔

معیشت

ملک کی معیشت نے مالی سال 2016 میں ترقی کی رفتار کو برقرار رکھا۔ یہ واضح طور پر بہتر اقتصادی ترقی کی نشاندہی ہے۔ جی ڈی پی گرتھ 4.7 فیصد رہی جبکہ 5.5 فیصد کا ہدف پورا نہیں ہو سکا ہے لیکن یہ سال 2015 کے مالی سال میں طے کیے گئے 4.0 فیصد اضافے کے ہدف سے کافی بہتر ہے۔ ملکی تاریخ میں پہلی بار سالانہ CPI افراط زر کم ہو کر 2.9 فیصد رہی۔

زرمبادلہ کے ذخائر میں براہ راست غیر ملکی سرمایہ کاری (FDI)، کثیرالجہتی ایجنسی بہاؤ اور بیرون ملک مقیم پاکستانیوں کی جانب سے بھیجے گئے تریسات زر کے سبب اضافہ ریکارڈ کیا گیا۔ بجٹ خسارہ ٹریک پر ہے اور اس کے ساتھ محصولات کی وصولی کا تناسب مجموعی ملکی پیداوار کے 9.4 فیصد جو کہ مالی سال 2015 میں تھی سے بڑھ کر 10.5 فیصد ہو چکی ہے۔ برآمدات کی مایوس کن کارکردگی کے باعث کرنٹ اکاؤنٹ کی صورتحال نشوونما نہیں ہے۔ تیل کی قیمتوں میں کمی کے باوجود تجارتی خسارہ بڑھ کر 2.8 بلین ڈالر رہا، جس سے برآمدی بل میں 10 فیصد کمی ہوئی۔

پاکستان چین اقتصادی راہداری کے لیے سرمایہ کاروں کے عزائم بلند رہے۔ مزید برآں جون 2016 کے اوائل میں MSCI کی ابھرتی ہوئی مارکیٹوں کے انڈیکس میں پاکستان اسٹاک مارکیٹ کی دوبارہ شمولیت نے ملک کا عالمی سطح پر تاثر بہتر کیا ہے، جس سے ملکی انڈیکس کی پوزیشن بھی مستحکم ہوئی ہے۔ ستمبر 2016 کے اختتام تک آئی ایم ایف پروگرام کی کامیاب تکمیل (تین سالہ توسیعی فنڈنگی سہولت کے تحت) آگے کی جانب بڑھنے کے لیے ایک اور مثبت قدم ہے۔

اندرونی اور بیرونی محرکات اس امر کو قبول کر چکے ہیں کہ حکومت کی جانب سے ملکی استحکام کے لیے اٹھائے جانے والے اقدامات آنے والے سالوں میں ترقی کا سبب ہوں گے۔ تاہم اس مثبت پیش رفت کے باوجود ابھی بھی کچھ ایسے محرکات ہیں جو آگے چل کر پریشانی کا سبب ہو سکتے ہیں۔ اسی طرح کا ایک اہم عنصر تیل کی عالمی قیمتیں ہیں جو تجارتی توازن کو خراب اور افراط زر کی شرح کو متاثر کر سکتی ہیں۔ ملکی کا دائمی بحران اور اس میں وائمن کی جگہ ترقی صورتحال کو کنٹرول کرنا سب سے اہم ہوگا۔ اسی لیے اسٹیٹ بینک آف پاکستان نے اپنی مٹی کی مائٹری پالیسی اسٹیٹمنٹ میں پالیسی ریٹ کو 25bps تک کم کر دیا تھا لیکن بیان کردہ خطرات کی روشنی میں اپنی حالیہ اعلان کردہ مائٹری پالیسی اسٹیٹمنٹ میں موجودہ ڈسکاؤنٹ ریٹ کو ہی برقرار رکھا گیا۔

کم شرح سود کے باعث بینکوں کی آمدن سکلنگی ہے۔ سال کی دوسری ششماہی میں یہ دباؤ اور بھی بڑھ جائے گا جب حکومتی بانڈز جولائی میں اپنی مدت پوری کریں گے اور ایڈوائس پورٹ فولیو کی قیمتوں کا دوبارہ تعین کرنا پڑے گا۔

نتائج اور کاروباری جائزہ

بینک کی 30 جون 2016 کو ختم ہونے والی ششماہی کے آپریٹنگ نتائج اور کلیدی مالیاتی اشارے مندرجہ ذیل ہیں۔

نفع اور نقصان اکاؤنٹ	30 جون 2016	30 جون 2015	روہدہل %
----- روپے بلین میں -----			
نیٹ انٹرسٹ مارجن اور نان مارک اپ آمدنی	5,330.64	5,374.72	(0.82)
نان مارک اپ اخراجات	3,216.89	3,041.32	5.77
کاروباری منافع قبل از ٹوین اور ٹیکس	2,113.74	2,333.39	(9.41)
قبل از ٹیکس منافع	2,048.66	1,913.31	7.07
بعد از ٹیکس منافع	1,175.51	1,107.61	6.13
آمدنی فی حصص - روپیہ	1.0663	1.0047	6.13

اسٹیٹمنٹ برائے مالیاتی صورتحال	30 جون 2016	31 ستمبر 2015	روہدہل %
----- روپے بلین میں -----			
حصص یافتگان کی ایکویٹی (سرپلس کے بغیر)	15,175.59	15,335.96	(1.05)
ڈپازٹس	202,221.72	185,222.38	9.18
ایڈوانسز - نیٹ	115,884.68	112,001.75	3.47
ایویٹمنٹس - نیٹ	151,368.23	108,846.11	39.07

30 جون 2016 کو ختم ہونے والی ششماہی میں بینک کا قبل از ٹیکس منافع 2,048.66 ملین روپے اور بعد از ٹیکس منافع 1,175.51 ملین روپے رہا۔ یہ منافع گزشتہ سال اسی مدت کے دوران کمائے گئے منافع کے مقابلے میں بالترتیب 7.07 فیصد اور 6.13 فیصد زیادہ ہے۔ آمدنی فی حصص 1.0663 روپے ہے جو کہ گزشتہ سال 2015 میں اسی مدت کے مقابلے میں 6.13 فیصد زیادہ ہے۔ یہ اضافہ بینک کی سکت عملی کے باعث ہے جس نے بینکنگ انڈسٹری کے نامساعد حالات کے باوجود آمدنی بڑھانے کو ممکن سپورٹ مہیا کی ہے۔

خالص مارک اپ انکم اور نان مارک اپ انکم پر مشتمل آمدنی تقریباً گزشتہ سال کی سطح پر برقرار رہی (0.82 فیصد کی)۔ اس کی بنیادی وجوہات آپکنج آمدنی میں 30.07 فیصد کمی ہوئی ہے اور اس کے ساتھ فیس اور کمیشن میں بھی کمی ہے۔ نیٹ مارک اپ انکم میں معمولی اضافہ ہوا جو کہ 1.91 فیصد ہے، اس کی وجہ آمدن والے اثاثہ جات میں اضافہ ہے جس کا مثبت اثر سپریڈز میں کمی کے باعث کافی حد تک بے اثر ہو گیا۔

نان مارک اپ اخراجات میں گزشتہ سال اسی مدت کے مقابلے میں 5.77 فیصد اضافہ ہوا ہے۔ اس کی اصل وجہ براؤنچ منٹ ورک میں 11 شاخوں کا اضافہ، گزشتہ سال کھولی گئیں برانچوں کے پورے سال کے اثرات، سالانہ معاہدوں کی قیمتوں کے دوبارہ تعین اور تنخواہوں میں اضافے سے منسوب ہے۔ اس وقت بینک کی 277 برانچیں خدمات انجام دے رہی ہیں۔

ڈوبے ہوئے قرضہ جات کی تخمینہ بعد از وصولیاتی 71.67 ملین روپے رہی جو کہ گزشتہ سال اسی مدت کی سدھائی کے مقابلے میں 82.94 فیصد کم ہے۔ وصولیاتیوں اور ڈوبے ہوئے قرضہ جات بینک کی انتظامیہ کے لیے توجہ طلب امور ہیں گے۔

آپ کے بینک کے خالص اثاثہ جات (شمول سرپلس) 30 جون 2016 تک 18.07 ملین روپے ہے جو کہ گزشتہ سال 2015 کے 18.19 ملین روپے کے مقابلے میں 0.65 فیصد کم ہے۔ اس کی وجہ سال کی پہلی سدھائی میں سال 2015 کے کیش ڈیپازٹوں کی ادائیگی ہے۔ اس مدت کے دوران ڈپازٹس 9.18 فیصد اضافے کے ساتھ 202.22 ملین روپے ریکارڈ ہوئے (دسمبر 2015: 185.22 ملین روپے)۔ نیٹ ایڈوانسز 3.47 فیصد اضافے کے ساتھ 115.88 ملین روپے پر موجود ہیں (دسمبر 2015: 112.00 ملین روپے)۔

میں آپ کو مکمل اطمینان کے ساتھ یہ بتایا جاتا ہے کہ آپ کا بینک مناسب سالمیت اور سرمائے کی کفایت کے ساتھ کام جاری رکھے ہوئے ہے اور عالمی مالیاتی اداروں کے ساتھ باعزت اور اچھے کاروباری تعلقات رکھے ہوئے ہے۔ مجھے یقین ہے کہ موثر مینجمنٹ، بہترین انٹرنل کنٹرول اور کمپلائنس کے نظام کے ساتھ ریگولیری کے تمام تر ضروریات تسلی بخش رہیں گی اور کاروبار منافع میں ترقی کے موجودہ رجحان کے ساتھ جاری و ساری رہے گا۔

کرڈیٹ ریٹنگ

پاکستان کرڈیٹ ریٹنگ ایجنسی (PACRA) نے اپنے نوٹیفکیشن جاری کردہ بتاریخ 17 جون 2016 میں بینک کی طویل المدت کرڈیٹ ریٹنگ -AA اور مختصر المدت کرڈیٹ ریٹنگ -A1 کو برقرار رکھا ہے (2015: طویل المدت -AA، مختصر المدت -A1)۔

PACRA نے اپنے نوٹیفکیشن جاری کردہ بتاریخ 17 جون 2016 میں 3,000 ملین روپے کی مالیت کے unsecured, subordinated اور لیڈ ٹرم فنانس سٹرکچر ٹیس (TFC-2) کی کرڈیٹ ریٹنگ -A+ کو بھی برقرار رکھا ہے۔

اظہار تشکر

میں تہدول سے سپورٹ اور رہنمائی کے لیے اسٹیٹ بینک آف پاکستان، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور منسٹری آف فنانس کا مشکور ہیں۔ میں اپنے معزز کسٹمرز کا بھی شکریہ ادا کرنا چاہوں گا جنہوں نے ہمیشہ اعتماد قائم رکھا۔ اس کے ساتھ ساتھ میں بینک کے تمام ملازمین کا بھی شکریہ ادا کرتا ہوں جنہوں نے سالوں میں بینک کی ترقی کے لیے اٹھک محنت کی اور اپنا کردار بخوبی نبھایا۔

علاؤالدین فراستہ

چیئرمین

کراچی: 16 اگست 2016

Auditors' Review Report to Members



A. F. FERGUSON & CO.

AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO THE MEMBERS

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Soneri Bank Limited as at June 30, 2016 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement, condensed interim statement of changes in equity and notes to the condensed interim financial information for the half year then ended (here-in-after referred to as the "condensed interim financial information"). Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarters ended June 30, 2016 and 2015 have not been reviewed, as we are required to review only the cumulative figures for the half year ended June 30, 2016.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as at and for the half year ended June 30, 2016 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Chartered Accountants
Engagement Partner: Salman Hussain
Karachi: August 22, 2016

A. F. FERGUSON & CO., Chartered Accountants, a member firm of the PwC network
State Life Building No. 1-C, I.I. Chundrigar Road, P.O. Box 4716, Karachi-74000, Pakistan
Tel: +92 (21) 32426682-6/32426711-5; Fax: +92(21) 32415007/32427938/32424740; <www.pwc.com/pk>

Condensed Interim Statement of Financial Position

As at 30 June 2016

	Note	(Un-audited) 30 June 2016	(Audited) 31 December 2015
----- (Rupees in '000) -----			
ASSETS			
Cash and balances with treasury banks	7	19,277,876	16,718,428
Balances with other banks	8	1,095,440	1,634,544
Lendings to financial and other institutions	9	5,486,441	3,093,938
Investments - net	10	151,368,229	108,846,113
Advances - net	11	115,884,682	112,001,752
Operating fixed assets	12	5,256,950	4,956,732
Deferred tax assets - net		-	-
Other assets - net	13	6,980,067	6,090,322
		305,349,685	253,341,829
LIABILITIES			
Bills payable		3,399,442	2,751,084
Borrowings	14	74,775,111	39,875,623
Deposits and other accounts	15	202,221,716	185,222,383
Sub-ordinated loans	16	2,998,800	3,000,000
Liabilities against assets subject to finance lease		-	-
Deferred tax liabilities - net		1,448,103	1,417,042
Other liabilities		2,432,302	2,883,755
		287,275,474	235,149,887
NET ASSETS		18,074,211	18,191,942
REPRESENTED BY			
Share capital		11,024,636	11,024,636
Reserves		1,283,161	1,049,465
Discount on issue of right shares		-	(1,001,361)
Unappropriated profit		2,867,788	4,263,217
		15,175,585	15,335,957
Surplus on revaluation of assets - net of tax		2,898,626	2,855,985
		18,074,211	18,191,942
CONTINGENCIES AND COMMITMENTS	17		

The annexed notes 1 to 28 form an integral part of this condensed interim financial information.

CHAIRMAN

PRESIDENT AND
CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

Condensed Interim Profit And Loss Account (Un-audited)

For the Half Year and Quarter Ended 30 June 2016

Note	For the half year ended		For the quarter ended	
	30 June 2016	30 June 2015	30 June 2016	30 June 2015
----- (Rupees in '000) -----				
Mark-up / return / interest earned	9,328,905	9,177,859	4,796,002	4,516,643
Mark-up / return / interest expensed	5,532,733	5,452,791	2,890,502	2,619,046
Net mark-up / return / interest income	3,796,172	3,725,068	1,905,500	1,897,597
Provision against non - performing loans and advances - net	71,674	420,084	12,866	237,439
Reversal of provision against diminution in the value of investments	(6,941)	-	(3,858)	-
Bad debts written off directly	355	-	-	-
	65,088	420,084	9,008	237,439
Net mark-up / return / interest income after provisions	3,731,084	3,304,984	1,896,492	1,660,158
Non mark-up / interest income				
Fee, commission and brokerage income	657,140	704,817	339,582	394,486
Dividend income	80,277	86,377	40,005	41,257
Income from dealing in foreign currencies	183,170	261,923	91,454	118,589
Unrealised (loss) / gain on revaluation of investments classified as held-for-trading / further contracts	(13,169)	(8,507)	(10,883)	7,913
Gain on sale of securities - net	608,947	582,838	495,981	321,622
Other income	18,099	22,199	8,959	7,830
Total non mark-up / interest income	1,534,464	1,649,647	965,098	891,697
	5,265,548	4,954,631	2,861,590	2,551,855
Non mark-up / interest expenses				
Administrative expenses	3,163,438	2,943,596	1,607,835	1,541,971
Provision against other assets - net	-	127	-	148
Other charges	53,455	97,601	27,405	46,154
Total non mark-up / interest expenses	3,216,893	3,041,324	1,635,240	1,588,273
	2,048,655	1,913,307	1,226,350	963,582
Extraordinary / unusual items	-	-	-	-
Profit before taxation	2,048,655	1,913,307	1,226,350	963,582
Taxation - Current	734,909	770,092	439,324	407,246
- Prior	163,556	116,286	163,556	116,286
- Deferred	(25,316)	(80,683)	(12,827)	(54,283)
	873,149	805,695	590,053	469,249
Profit after taxation	1,175,506	1,107,612	636,297	494,333
----- (Rupees) -----				
Earnings per share - basic and diluted	1.0663	1.0047	0.5772	0.4484

The annexed notes 1 to 28 form an integral part of this condensed interim financial information.

CHAIRMAN

PRESIDENT AND
CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

Condensed Interim Statement of Comprehensive Income (Un-audited)

For the Half Year and Quarter Ended 30 June 2016

Note	For the half year ended		For the quarter ended	
	30 June 2016	30 June 2015	30 June 2016	30 June 2015
----- (Rupees in '000) -----				
Profit after taxation for the period	1,175,506	1,107,612	636,297	494,333
Other comprehensive income				
Items that may not be reclassified to profit and loss account				
Remeasurement of defined benefit plan	(12,886)	7,274	(12,886)	7,274
Tax on remeasurement of defined benefit plan	4,510	(2,546)	4,510	(2,546)
	(8,376)	4,728	(8,376)	4,728
Comprehensive income transferred to statement of changes in equity	1,167,130	1,112,340	627,921	499,061
Components of comprehensive income not reflected in equity				
Surplus / (deficit) on revaluation of "available-for-sale" securities	173,966	1,187,517	(229,869)	87,025
Deferred tax on revaluation of "available-for-sale" securities	(60,888)	(415,631)	80,454	(30,459)
(i)	113,078	771,886	(149,415)	56,566
Surplus on revaluation of operating fixed assets	(ii) -	-	-	-
Total comprehensive income	1,280,208	1,884,226	478,506	555,627

(i) 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.

(ii) Surplus on revaluation of operating fixed assets-net of tax is presented under separate head below equity as "Surplus / (deficit) on revaluation of assets" in accordance with the requirements of section 235 of the Companies Ordinance, 1984.

The annexed notes 1 to 28 form an integral part of this condensed interim financial information.

CHAIRMAN

PRESIDENT AND
CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

Condensed Interim Cash Flow Statement (Un-audited)

For the Half Year and Quarter Ended 30 June 2016

	Note	30 June 2016	30 June 2015
(Rupees in '000)			
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		2,048,655	1,913,307
Less: Dividend income		(80,277)	(86,377)
		<u>1,968,378</u>	<u>1,826,930</u>
Adjustments for non-cash and other items:			
Depreciation on operating fixed assets		291,711	289,293
Depreciation on ijarah assets		53,498	42,965
Amortisation		36,138	17,775
Provision against non-performing loans and advances - net		71,674	420,084
Provision against other assets		-	127
Reversal of provision against diminution in the value of investments		(6,941)	-
Unrealised loss on revaluation of investments classified as held-for-trading / further contracts		13,169	8,507
Loss / (gain) on sale of fixed assets		3,682	(5,388)
		<u>462,931</u>	<u>773,363</u>
		<u>2,431,309</u>	<u>2,600,293</u>
(Increase) / decrease in operating assets			
Lendings to financial and other institutions		(2,392,503)	(3,741,068)
Advances		(4,008,102)	2,907,834
Others assets - (excluding advance taxation)		(726,267)	36,302
		<u>(7,126,872)</u>	<u>(796,932)</u>
Increase / (decrease) in operating liabilities			
Bills payable		648,358	574,635
Borrowings		34,737,565	1,597,896
Deposits and other accounts		16,999,333	16,088,512
Other liabilities		(464,339)	2,274,598
		<u>51,920,917</u>	<u>20,535,641</u>
		<u>47,225,354</u>	<u>22,339,002</u>
Income tax paid		(1,060,493)	(127,103)
Net cash flows generated from operating activities		<u>46,164,861</u>	<u>22,211,899</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Net investments in securities		(42,354,378)	(22,989,714)
Dividends received		78,827	77,817
Purchases of operating fixed assets (including intangible assets)		(660,622)	(357,431)
Sales proceeds on disposal of operating fixed assets		9,012	25,126
Net cash used in investing activities		<u>(42,927,161)</u>	<u>(23,244,202)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Sub-ordinated loans		(1,200)	-
Dividend paid		(1,378,079)	(1,102,463)
Net cash used in financing activities		<u>(1,379,279)</u>	<u>(1,102,463)</u>
Increase / (decrease) in cash and cash equivalents			
Cash and cash equivalents at the beginning of the period		1,858,421	(2,134,766)
Cash and cash equivalents at the end of the period		<u>18,346,786</u>	<u>16,350,702</u>
		<u>20,205,207</u>	<u>14,215,936</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD			
Cash and balances with treasury banks	7	19,277,876	13,250,699
Balances with other banks	8	1,095,440	965,645
Overdrawn nostro accounts	14	(168,109)	(408)
		<u>20,205,207</u>	<u>14,215,936</u>

The annexed notes 1 to 28 form an integral part of this condensed interim financial information.

CHAIRMAN

PRESIDENT AND
CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

Condensed Interim Statement of Changes In Equity (Un-audited)

For the Half Year and Quarter Ended 30 June 2016

	Share capital	Capital reserves		General reserve	Unappropriated profit (b)	Total	
		Discount on issue of shares	Share premium				Statutory reserve (a)
----- (Rupees in '000) -----							
Balance as at 1 January 2015	11,024,636	(1,001,361)	1,405	932,506	-	3,150,185	14,107,371
Changes in equity during the half year ended 30 June 2015							
Transfer from Statutory Reserves	-	-	-	(327,000)	-	327,000	-
Transactions with owners recognised directly in equity							
Final cash dividend for the year ended 31 December 2014 at Re. 1 per share	-	-	-	-	-	(1,102,464)	(1,102,464)
Total comprehensive income for the period							
Profit after tax for the half year ended 30 June 2015	-	-	-	-	-	1,107,612	1,107,612
Remeasurement gain on defined benefit plan - net of tax	-	-	-	-	-	4,728	4,728
Transfer from surplus on revaluation of fixed assets to unappropriated profit - net of tax	-	-	-	-	-	55,408	55,408
Transfer from unappropriated profit to statutory reserve	-	-	-	221,522	-	(221,522)	-
Balance as at 30 June 2015	11,024,636	(1,001,361)	1,405	827,028	-	3,320,947	14,172,655
Changes in equity during the half year ended 31 December 2015							
Total comprehensive income for the period							
Profit after tax for the half year ended 31 December 2015	-	-	-	-	-	1,105,156	1,105,156
Remeasurement loss on defined benefit plan - net of tax	-	-	-	-	-	(1,004)	(1,004)
Transfer from surplus on revaluation of fixed assets to unappropriated profit - net of tax	-	-	-	-	-	59,150	59,150
Transfer from unappropriated profit to statutory reserve	-	-	-	221,032	-	(221,032)	-
Balance as at 31 December 2015 (Audited)	11,024,636	(1,001,361)	1,405	1,048,060	-	4,263,217	15,335,957
Changes in equity during the half year ended 30 June 2016							
Discount on issue of shares adjusted against share premium / unappropriated profit	-	1,001,361	(1,405)	-	-	(999,956)	-
Transactions with owners recognised directly in equity							
Final cash dividend for the year ended 31 December 2015 at Rs. 1.25 per share	-	-	-	-	-	(1,378,079)	(1,378,079)
Total comprehensive income for the period							
Profit after tax for the half year ended 30 June 2016	-	-	-	-	-	1,175,506	1,175,506
Remeasurement loss on defined benefit plan - net of tax	-	-	-	-	-	(8,376)	(8,376)
Transfer from surplus on revaluation of fixed assets to unappropriated profit - net of tax	-	-	-	-	-	50,577	50,577
Transfer from unappropriated profit to statutory reserve	-	-	-	235,101	-	(235,101)	-
Balance as at 30 June 2016	11,024,636	-	-	1,283,161	-	2,867,788	15,175,585

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

(b) As more fully explained in note 11.3 of this condensed interim financial information, unappropriated profit includes an amount of Rs 691.690 million net of tax as at 30 June 2016 (31 December 2015: Rs 972.681 million) representing additional profit arising from availing forced sale value benefit for determining provisioning requirement which is not available for the purpose of distribution of dividend to shareholders.

The annexed notes 1 to 28 form an integral part of this condensed interim financial information.

CHAIRMAN

PRESIDENT AND
CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

Notes to and Forming Part of the Condensed Interim Financial Information (Un-audited)

For the Half Year and Quarter Ended 30 June 2016

1. STATUS AND NATURE OF BUSINESS

Sonari Bank Limited ("the Bank") was incorporated in Pakistan on 28 September 1991 as a public limited company under the Companies Ordinance, 1984. Its registered office is situated at Rupali House 241-242, Upper Mall Scheme, Anand Road, Lahore, Punjab and its shares are quoted on Pakistan Stock Exchange Limited. The Bank is engaged in banking services as described in the Banking Companies Ordinance, 1962 and operates with 277 branches including 16 Islamic banking branches (31 December 2015: 266 branches including 16 Islamic banking branches) in Pakistan.

Based on the financial statements of the Bank for the year ended 31 December 2015, the Pakistan Credit Rating Agency Limited (PACRA) has maintained the Bank's long term rating as AA- and short term rating as A1+.

2. BASIS OF PRESENTATION

In accordance with the directives of the Federal Government regarding the shifting of the banking system to Islamic modes, the State Bank of Pakistan has issued various circulars from time to time. Permissible forms of trade related modes of financing include purchase of goods by the Bank from its customers and immediate resale to them at appropriate mark-up in price on deferred payment basis. The purchase and sales arising under these arrangements are reflected in this condensed interim financial information to the extent that these represent the amount of facility actually utilised and the appropriate portion of mark-up thereon.

The results of the Islamic banking branches have been consolidated in this condensed interim financial information for reporting purposes after eliminating material inter branch transactions and balances. In accordance with the directives issued by the SBP, the un-audited condensed interim statement of financial position of Islamic banking branches is disclosed in note 26 of this condensed interim financial information.

3. STATEMENT OF COMPLIANCE

- 3.1** This condensed interim financial information has been prepared in accordance with the approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board and Islamic Financial Accounting Standards (IFASs) issued by the Institute of Chartered Accountants of Pakistan, as are notified under the Companies Ordinance, 1984, provisions of and the 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). Wherever the requirements of the Companies Ordinance, 1984, the Banking Companies Ordinance, 1962, IFASs notified under the Companies Ordinance, 1984, or the directives issued by the SECP and SBP differ with the requirements of IFRSs, the provisions of and the directives issued under the Companies Ordinance, 1984, the Banking Companies Ordinance, 1962, IFASs notified under the Companies Ordinance, 1984 and the directives issued by the SECP and the SBP prevail.
- 3.2** The SBP has deferred the applicability of International Accounting Standard (IAS) 39, 'Financial Instruments: Recognition and Measurement' and International Accounting Standard (IAS) 40, 'Investment Property' for Banking Companies through BSD Circular Letter No. 10 dated 26 August 2002 till further instructions. Further, the SECP has also deferred the applicability of International Financial Reporting Standard (IFRS) 7, 'Financial Instruments: Disclosures' through its notification SRO 411(I) / 2008 dated 28 April 2008. Accordingly, the requirements of these standards have not been considered in the preparation of this condensed interim financial information. However, investments have been classified and valued in accordance with the requirements prescribed by the SBP through various circulars.
- 3.3** The SBP vide its BSD Circular No. 07 dated 20 April 2010 has clarified that for the purpose of preparation of financial statements in accordance with International Accounting Standard - 1 (Revised), 'Presentation of Financial Statements', two statement approach shall be adopted i.e. separate 'Profit and Loss Account' and 'Statement of Comprehensive Income' shall be presented, and Balance Sheet shall be renamed as 'Statement of Financial Position'. Furthermore, the surplus / deficit on revaluation of available for sale (AFS) securities shall be included in the 'Statement of Comprehensive Income' in accordance with the requirements of Prudential Regulations for Corporate / Commercial Banking. However, it should continue to be shown separately in the statement of financial position below equity. Accordingly, the above requirements have been adopted in the preparation of this condensed interim financial information.
- 3.4** The disclosures made in this condensed interim financial information have been limited based on the format prescribed by the State Bank of Pakistan through BSD Circular Letter No. 2 dated 12 May 2004 and the requirements of the International Accounting Standard 34, "Interim Financial Reporting". This does not include all of the information required for the full set of annual financial statements and should be read in conjunction with the financial statements of the Bank for the year ended 31 December 2015.

4. BASIS OF MEASUREMENT

4.1 Accounting convention

This condensed interim financial information has been prepared under the historical cost convention, except that certain fixed assets are carried at revalued amounts, certain investments and commitments in respect of certain forward exchange contracts been marked to market and are carried at fair value. In addition, obligation in respect of staff retirement benefits is carried at present value.

4.2 Functional and presentation currency

Items included in this condensed interim financial information are measured using the currency of the primary economic environment in which the Bank operates. This condensed interim financial information is presented in Pakistani Rupees, which is the Bank's functional and presentation currency.

4.3 Critical accounting estimates and assumptions

The basis and the methods used for critical accounting estimates and judgements adopted in this condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Bank for the year ended 31 December 2015.

5. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation used in the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Bank for the year ended 31 December 2015 except for the following:

- Non Banking assets acquired in satisfaction of claims

Effective 1 January 2016, the Bank has changed its accounting policy for recording of non-banking assets acquired in satisfaction of claims to comply with the requirements of the 'Regulations for Debt Property Swap' (the regulations) issued by SBP vide its BPRD Circular No. 1 of 2016, dated: 1 January 2016. In line with the guidance provided in the Regulations, the non banking assets acquired in satisfaction of claims are required to be carried at revalued amounts less accumulated depreciation. These assets are to be revalued by professionally qualified valuers with sufficient regularity to ensure their net carrying value does not differ materially from their fair value. Surplus arising on revaluation of property is required to be credited to the 'surplus on revaluation of assets' account appearing on the Statement of Financial Position below equity and any deficit arising on revaluation is taken to the profit and loss account directly. Legal fees, transfer cost and direct cost of acquiring title to property is charged to the profit and loss account. Previously, non-banking assets acquired in satisfaction of claims were carried at cost less impairment, if any.

The above change in accounting policy does not have any impact on this condensed interim financial information.

6. FINANCIAL RISK MANAGEMENT

The Bank's Financial Risk Management objectives and policies are consistent with those disclosed in the annual financial statements of the Bank for the year ended 31 December 2015.

	Un-audited 30 June 2016 (Rupees in '000)	Audited 31 December 2015
7. CASH AND BALANCES WITH TREASURY BANKS		
In hand		
Local currency	5,483,322	3,599,650
Foreign currencies	993,995	1,048,364
In transit		
Local currency	-	-
Foreign currency	239,013	91,544
With State Bank of Pakistan in		
Local currency current account	8,631,444	8,529,943
Foreign currency current account	709,940	534,809
Foreign currency deposit account against foreign currency deposits mobilised	2,069,000	1,530,053
With National Bank of Pakistan in		
Local currency current account	<u>1,151,162</u>	<u>1,384,065</u>
	<u>19,277,876</u>	<u>16,718,428</u>

	Un-audited 30 June 2016 (Rupees in '000)	Audited 31 December 2015
8. BALANCES WITH OTHER BANKS		
In Pakistan		
In current accounts	57,908	31,474
In deposit accounts	308,769	182,555
Outside Pakistan		
In current accounts	<u>728,763</u>	<u>1,420,515</u>
	<u>1,095,440</u>	<u>1,634,544</u>

9. LENDINGS TO FINANCIAL AND OTHER INSTITUTIONS

Call money lending	-	1,800,000
Margin Trading System	-	69,557
Letters of placement	3,251,191	700,000
Bai Muajjal with State Bank of Pakistan	866,560	-
Bai Muajjal with other financial institutions	<u>1,368,690</u>	<u>524,381</u>
	<u>5,486,441</u>	<u>3,093,938</u>

10. INVESTMENTS

10.1 Investments by types

Note	Un-audited 30 June 2016			Audited 31 December 2015			
	Held by Bank	Given as collateral	Total	Held by Bank	Given as collateral	Total	
----- (Rupees in '000) -----							
Held-for-trading securities	10.2	2,589,118	2,004,458	4,593,576	790,865	-	790,865
Available-for-sale securities	10.3	73,918,474	68,267,169	142,185,643	78,758,415	23,524,036	102,282,451
Held-to-maturity securities	10.4	1,861,031	-	1,861,031	3,217,231	-	3,217,231
Investments at cost		<u>78,368,623</u>	<u>70,271,627</u>	<u>148,640,250</u>	<u>82,766,511</u>	<u>23,524,036</u>	<u>106,290,547</u>
Provision for diminution in the value of investments	10.9	(114,284)	-	(114,284)	(125,900)	-	(125,900)
(Deficit) / surplus on revaluation of held-for-trading securities		(6,934)	248	(6,686)	6,483	-	6,483
Surplus on revaluation of available-for-sale securities		2,727,178	121,771	2,848,949	1,998,687	676,296	2,674,983
Investments - net of provisions		<u>80,974,583</u>	<u>70,393,646</u>	<u>151,368,229</u>	<u>84,645,781</u>	<u>24,200,332</u>	<u>108,846,113</u>

10.2 Held-for-trading securities

Fully paid-up ordinary shares	193,450	-	193,450	55,106	-	55,106
Market Treasury Bills	1,917,592	-	1,917,592	-	-	-
Pakistan Investment Bonds	125,278	2,004,458	2,129,736	310,721	-	310,721
Government of Pakistan - Ijarah Sukuks	352,798	-	352,798	400,000	-	400,000
Term Finance Certificates	-	-	-	25,038	-	25,038
	<u>2,589,118</u>	<u>2,004,458</u>	<u>4,593,576</u>	<u>790,865</u>	<u>-</u>	<u>790,865</u>

10.3 Available-for-sale securities

Market Treasury Bills	32,411,459	15,188,629	47,600,088	37,466,249	609,762	38,076,011
Pakistan Investment Bonds	34,464,665	53,078,540	87,543,205	35,983,103	22,914,274	58,897,377
Government of Pakistan - Ijarah Sukuks	2,100,000	-	2,100,000	1,600,000	-	1,600,000
Bai Muajjal with Government of Pakistan	212,306	-	212,306	212,306	-	212,306
Sukuk certificates	1,008,928	-	1,008,928	704,001	-	704,001
Term Finance Certificates	605,050	-	605,050	-	-	-
Fully paid-up ordinary shares	2,803,535	-	2,803,535	2,471,373	-	2,471,373
Units of mutual funds	312,531	-	312,531	321,383	-	321,383
	<u>73,918,474</u>	<u>68,267,169</u>	<u>142,185,643</u>	<u>78,758,415</u>	<u>23,524,036</u>	<u>102,282,451</u>

	Un-audited 30 June 2016			Audited 31 December 2015		
	Held by Bank	Given as collateral	Total	Held by Bank	Given as collateral	Total
------(Rupees in '000)-----						
10.4 Held-to-maturity securities						
Pakistan Investment Bonds	260,602	-	260,602	261,521	-	261,521
Term Finance Certificates, Bonds and Sukuks	1,600,429	-	1,600,429	1,655,710	-	1,655,710
Government of Pakistan - Ijarah Sukuks	-	-	-	1,300,000	-	1,300,000
	<u>1,861,031</u>	<u>-</u>	<u>1,861,031</u>	<u>3,217,231</u>	<u>-</u>	<u>3,217,231</u>
				Un-audited 30 June 2016	Audited 31 December 2015	
			Note	(Rupees in '000)		

10.5 Investments by segment

Federal Government Securities

- Market Treasury Bills			49,517,680	38,076,011
- Pakistan Investment Bonds	10.6		89,933,543	59,469,619
- Government of Pakistan Ijara Sukuks			2,452,798	3,300,000
- Bai Muajjal with Government of Pakistan			212,306	212,306
			<u>142,116,327</u>	101,057,936

Fully paid-up ordinary shares

- Listed companies			2,980,185	2,509,679
- Unlisted companies	10.7		16,800	16,800
			<u>2,996,985</u>	2,526,479

Units of mutual funds

- Open ended			200,000	200,223
- Closed-end			112,531	121,160
			<u>312,531</u>	321,383

Term Finance and Sukuk Certificates

- Listed Term Finance Certificates			266,319	16,269
- Unlisted Term Finance Certificates			679,197	367,958
- Sukuk certificates			2,268,891	2,000,522
			<u>3,214,407</u>	2,384,749

Investments at cost

Provision for diminution in the value of investments	10.9		148,640,250	106,290,547
(Deficit) / surplus on revaluation of held-for-trading securities			(114,284)	(125,900)
Surplus on revaluation of available-for-sale securities			(6,686)	6,483
			<u>2,848,949</u>	2,674,983

Investments (net of provisions)

			<u>151,368,229</u>	<u>108,846,113</u>
--	--	--	--------------------	--------------------

10.6 This includes securities having book value of Rs 30.700 million (31 December 2015: Rs 30.700 million) pledged with the State Bank of Pakistan and National Bank of Pakistan to facilitate T. T. discounting facility for the branches of the Bank.

10.7 This includes shares of ISE Towers REIT Management Company Limited, (formerly Islamabad Stock Exchange Limited), acquired in pursuance of corporatization and demutualization of Islamabad Stock Exchange Limited as a public company limited by shares.

10.8 During the period Bank transferred Rs.1,300 million Government of Pakistan Ijarah Sukuks from held to maturity to available for sale category after obtaining required Board and State Bank of Pakistan approvals. Subsequently out of total transferred amount of Rs.1,300 million, sukuk amounting to Rs. 800 million matured during the period.

	Note	Un-audited 30 June 2016 (Rupees in '000)	Audited 31 December 2015
10.9 Particulars of provision for diminution in the value of investments			
Opening balance		125,900	135,177
Charge for the period / year		3,773	1,438
Reversal for the period / year		(10,714)	(10,715)
		(6,941)	(9,277)
Provision reversed on disposal		(4,675)	-
Closing balance		114,284	125,900

11. ADVANCES

Loans, cash credits, running finances, etc.			
In Pakistan		113,818,947	109,703,729
Outside Pakistan		-	-
Islamic financings and related assets			
In Pakistan	26.1.2	3,927,119	3,713,406
Outside Pakistan		-	-
		117,746,066	113,417,135
Bills discounted and purchased (excluding government treasury bills)			
Payable in Pakistan		2,781,413	3,761,206
Payable outside Pakistan		3,841,923	3,438,619
		6,623,336	7,199,825
Advances - gross		124,369,402	120,616,960
Provision against consumer loans & small enterprises - general	11.2, 11.2.1 & 11.2.2	(54,340)	(46,224)
Provision for non-performing advances - specific	11.1, 11.2 & 11.3	(8,430,380)	(8,568,984)
Advances - net of provision		115,884,682	112,001,752

11.1 Advances include Rs 10,897.929 million (31 December 2015: Rs 11,584.107 million) which have been placed under non-performing status as detailed below:

Category of classification	30 June 2016 (Un-audited)								
	Classified Advances			Provision Required			Provision Held		
	Domestic	Overseas	Total	Domestic	Overseas	Total	Domestic	Overseas	Total
	(Rupees in '000)								
Other Assets Especially Mentioned *	91,935	-	91,935	455	-	455	455	-	455
Substandard	928,020	-	928,020	150,572	-	150,572	150,572	-	150,572
Doubtful	1,140,380	-	1,140,380	427,776	-	427,776	427,776	-	427,776
Loss	8,737,594	-	8,737,594	7,851,577	-	7,851,577	7,851,577	-	7,851,577
	10,897,929	-	10,897,929	8,430,380	-	8,430,380	8,430,380	-	8,430,380

Category of classification	31 December 2015 (Audited)								
	Classified Advances			Provision Required			Provision Held		
	Domestic	Overseas	Total	Domestic	Overseas	Total	Domestic	Overseas	Total
	(Rupees in '000)								
Other Assets Especially Mentioned *	48,738	-	48,738	1,545	-	1,545	1,545	-	1,545
Substandard	1,368,932	-	1,368,932	223,235	-	223,235	223,235	-	223,235
Doubtful	796,814	-	796,814	368,966	-	368,966	368,966	-	368,966
Loss	9,369,623	-	9,369,623	7,975,238	-	7,975,238	7,975,238	-	7,975,238
	<u>11,584,107</u>	<u>-</u>	<u>11,584,107</u>	<u>8,568,984</u>	<u>-</u>	<u>8,568,984</u>	<u>8,568,984</u>	<u>-</u>	<u>8,568,984</u>

* The 'Other Assets Especially Mentioned' category pertains to agriculture finance, consumer and small enterprise finances amounting to Rs 86.537 million (31 December 2015: Rs 33.191 million), Rs 0.065 million (31 December 2015: Rs 0.087 million) and Rs 5.333 million (31 December 2015: Rs 15.460 million) respectively.

11.2 Particulars of provision against non-performing loans and advances

	Un-audited				Audited			
	30 June 2016				31 December 2015			
	Specific	General		Total	Specific	General		Total
Consumer		Small Enterprises	Consumer			Small Enterprises		
	(Rupees in '000)							
Opening balance	8,568,984	27,224	19,000	8,615,208	7,610,972	15,558	19,000	7,645,530
Charge for the period / year	712,108	8,116	-	720,224	1,814,735	11,666	-	1,826,401
Reversals made during the period/year	(648,550)	-	-	(648,550)	(791,799)	-	-	(791,799)
	63,558	8,116	-	71,674	1,022,936	11,666	-	1,034,602
Transfer	252	-	-	252	-	-	-	-
Amounts written off	(202,414)	-	-	(202,414)	(64,924)	-	-	(64,924)
Closing balance	<u>8,430,380</u>	<u>35,340</u>	<u>19,000</u>	<u>8,484,720</u>	<u>8,568,984</u>	<u>27,224</u>	<u>19,000</u>	<u>8,615,208</u>

11.2.1 Provision against consumer financing represents provision maintained at an amount equal to 1.5% of the fully secured performing portfolio of consumer loan and 5% of the unsecured performing portfolio excluding housing finance portfolio where general provision is maintained @0.50% of the performing portfolio as required under the Prudential Regulations issued by the State Bank of Pakistan.

11.2.2 Provision against small enterprises represents general provision maintained at an amount equal to 1% of the fully secured performing portfolio of small enterprises and 2% of the unsecured performing portfolio as required under the Prudential Regulations issued by the State Bank of Pakistan.

11.3 The Bank has availed the benefit of forced sale value of pledged stocks and mortgaged residential and commercial properties held as collateral against non-performing advances and investments as allowed under the regulation issued by the State Bank of Pakistan. Had the benefit not been taken by the Bank, the specific provision against non-performing advances would have been higher by Rs 1,064.139 million (31 December 2015: Rs 1,496.433 million). The additional profit arising from availing this benefit - net of tax amounts to Rs 691.690 million (31 December 2015: Rs 972.681 million). This profit is not available for distribution either as cash or stock dividend.

11.4 The SBP has granted relaxation in provisioning requirements in respect of exposures in Dewan Mushtaq Group (DMG). Had this relaxation not been available, provision against loans and advances would have been higher by Rs 44.930 million (31 December 2015: Rs 44.930 million).

11.5 Although the Bank has made provision against its non-performing portfolio as per the category of the loans forming part thereof, the Bank still holds enforceable collateral realisable through litigation. These securities comprise of charge against various tangible assets of the borrower including land, building and machinery, stock in trade, etc.

	Un-audited 30 June 2016	Audited 31 December 2015
	(Rupees in '000)	
12. OPERATING FIXED ASSETS		
Capital work-in-progress	258,365	80,382
Property and equipments		
Land		
- Freehold	923,215	923,215
- Leasehold	186,967	186,967
Building on		
- Freehold land	104,971	109,504
- Leasehold land	1,774,316	1,896,689
Leasehold improvements	906,357	838,805
Furniture, fixtures, equipments and computers	775,600	760,040
Vehicles	96,987	88,479
Intangible assets	230,172	72,651
	<u>5,256,950</u>	<u>4,956,732</u>
	Un-audited 30 June 2016	Un-audited 30 June 2015
	(Rupees in '000)	

12.1 The cost of additions made during the period was as follows:

Freehold land	-	1,000
Building on		
- Freehold land	1,611	1,677
- Leasehold land	4,474	3,819
Leasehold improvements	99,030	28,118
Furniture, fixtures, equipment and computers	155,896	215,197
Vehicles	27,968	23,848
Intangibles	193,659	21,511
	<u>482,638</u>	<u>295,170</u>

12.2 The written down values of fixed assets disposed of / written off during the period were as follows:

Freehold land	-	5,356
Building on		
- Freehold land	-	1,842
- Leasehold land	25,374	3,915
Leasehold improvements	4,717	6,385
Furniture, fixtures, equipment and computers	2,464	1,580
Vehicles		660
	<u>32,555</u>	<u>19,738</u>

13. OTHER ASSETS

13.1 During the period the sale process of a non-banking asset acquired in satisfaction of claims amounting to Rs 17.4 million (31 December 2015: 17.4 million) classified as held for sale was completed and the property was finally disposed of at a total sale consideration of Rs. 18 million.

Un-audited 30 June 2016	Audited 31 December 2015
-------------------------------	--------------------------------

(Rupees in '000)

14. BORROWINGS

Secured

Borrowings from the State Bank of Pakistan		
Export refinance scheme	8,650,683	8,582,028
Long-term financing facility (LTFF) for plant and machinery	933,817	985,892
Long-term financing - export oriented projects	-	602
Modernisation of SME - rice husking	20,000	22,800
Financing facility for storage of agriculture produce	19,361	27,472
Repurchase agreement borrowings	58,180,344	23,591,859
Repurchase agreement borrowings - other banks	6,383,459	610,025
Borrowings from other financial institutions	419,338	2,548,759
	<u>74,607,002</u>	<u>36,369,437</u>

Unsecured

Call borrowings	-	3,500,000
Overdrawn nostro accounts	168,109	6,186
	<u>74,775,111</u>	<u>39,875,623</u>

15. DEPOSITS AND OTHER ACCOUNTS

Customers

Remunerative		
Fixed deposits	51,805,224	52,761,956
Savings deposits	81,895,795	74,784,165

Non-remunerative

Current accounts	50,140,567	41,505,296
Call deposits	1,284,938	471,170
Margin deposits	1,827,609	1,648,294
	<u>186,954,133</u>	<u>171,170,881</u>

Financial institutions

Remunerative - savings deposits	10,082,984	8,131,679
Remunerative - fixed deposits	5,087,302	5,662,265
Non-remunerative current deposits	97,297	257,558
	<u>15,267,583</u>	<u>14,051,502</u>

	<u>202,221,716</u>	<u>185,222,383</u>
--	--------------------	--------------------

15.1 Particulars of deposits and other accounts

In local currency	188,737,475	175,093,333
In foreign currencies	13,484,241	10,129,050
	<u>202,221,716</u>	<u>185,222,383</u>

16. SUB-ORDINATED LOANS

Unsecured (Non-Participatory) -Listed Term Finance Certificates	<u>2,998,800</u>	<u>3,000,000</u>
---	------------------	------------------

This denotes rated, listed and unsecured Term Finance Certificates (TFCs) issued as instrument of redeemable capital with a tenor of 8 years. The Pakistan Credit Rating Agency Limited (PACRA) has maintained a credit rating of A+ to the instrument. The instrument is sub-ordinated as to the payment of principal and profit to all other indebtedness of the Bank (including deposits) and is not redeemable before maturity without prior approval of the State Bank of Pakistan. Principal is redeemable semi-annually in such a way that 0.30% of the principal will be redeemed in the first 90 months and the remaining principal of 99.70% at maturity at the end of the 96th month in July 2023.

Mark-up is payable semi-annually in arrears calculated on a 365 days period on the outstanding principal amount and is chargeable at a floating rate of six months KIBOR (prevailing immediately preceding the date before the start of each six month period) plus 1.35% per annum (subject to no floor and cap).

The TFCs contains a lock-in clause which stipulates that neither interest nor principal may be paid (even at maturity) if such payments will result in shortfall in the Bank's Minimum Capital Requirements (MCR) or Capital Adequacy Ratio (CAR) or increase any existing shortfall in MCR and CAR.

The instrument will be subject to loss absorbency and / or any other requirements under SBP's Basel III Capital Rules. Upon the occurrence of a Point of Non-Viability event as defined by SBP's Basel III Capital Rules, SBP may at its option, fully and permanently convert the TFCs into common shares of the Bank and / or have them immediately written off (either partially or in full). Number of shares to be issued to TFC Holders at the time of conversion will be equal to the 'Outstanding Face Value of the TFC' divided by market value per share of the Bank's common equity on the date of trigger of the non-viability event as declared by the SBP, subject to the cap of 225,000,000 shares.

	Un-audited 30 June 2016	Audited 31 December 2015
	(Rupees in '000)	
17. CONTINGENCIES AND COMMITMENTS		
17.1 Direct credit substitutes		
Financial guarantees issued favouring:		
- Government	2,179,604	1,869,017
- Others	1,570,112	348,968
	3,749,716	2,217,985
17.2 Transaction-related contingent liabilities		
Guarantees issued favouring:		
- Government	5,128,213	4,444,972
- Financial institutions	80,881	89,254
- Others	3,853,664	2,060,428
	9,062,758	6,594,654
17.3 Trade-related contingent liabilities		
Letters of credit	15,630,020	17,219,009
Acceptances	3,060,422	2,312,668
17.4 Commitments in respect of purchase of fixed assets	279,809	22,337
17.5 Commitments in respect of forward lending		
Commitments to extend credits	5,514,834	5,212,790

The Bank has certain other commitments to extend credit that represent revocable commitments which do not attract any significant penalty or expense in case the facility is withdrawn unilaterally.

	Un-audited 30 June 2016	Audited 31 December 2015
	(Rupees in '000)	
17.6 Commitments in respect of forward exchange contracts		
Purchase		
- From other banks	21,656,778	41,950,008
- From customers	2,054,372	2,013,518
Sale		
- To other banks	21,716,149	39,355,948
- To customers	12,066	393,506

The maturities of the above contracts are spread over a period of one year (31 December 2015: one year).

	Un-audited 30 June 2016 (Rupees in '000)	Audited 31 December 2015
17.7 Commitments in respect of lendings to financial and other institutions		
- Margin trading system	-	7,775

17.8 Other contingencies

17.8.1 Taxation

- a) The Income tax returns of the Bank have been filed upto tax year 2015 (accounting year ended 31 December 2014). The Income tax authorities have issued amended assessment orders for tax years 2011, 2014 and 2015 and created an additional tax demands of Rs 846.668 million which have been fully paid as required under the law. The Bank has filed appeals before the various appellate forums against these amendments. Assessments from Tax Year 2001-2002 upto Tax Year 2010 have been decided at the level of Appellate Tribunal Inland Revenue. The department has filed tax references in respect of certain matters with the Honourable Lahore High Court which are currently pending. In case of any adverse decision an additional tax liability of Rs.617.120 million (which include impact of certain timing differences as well) may arise. Further, assessments for tax years 2012 and 2013 have been decided at the level of Commissioner Inland Revenue (Appeals). The department has filed appeals with Appellate Tribunal Inland Revenue which are currently pending. In case of any adverse decision an additional tax liability of Rs. 866.384 million (which include impact of certain timing differences as well) may arise. However, the management is confident that these matters will be ultimately decided in favor of the Bank and the Bank will not be exposed to any additional tax liability on these account.
- b) Tax Authorities have passed orders for tax years 2008 to 2012 levying Federal Excise Duty on certain items. The Bank has filed appeals against these assessments which are pending before various Appellate forums. The aggregate net amount involved is Rs 71.376 million. The management of the Bank is confident that the appeals will be decided in favor of the Bank.
- c) Tax Authorities have passed order for tax years 2014 and 2015 under section 161/205 of the Income Tax Ordinance 2001, creating a demand of Rs. 106.685 million and Rs. 67.672 million respectively for non-deduction of tax at source. In respect of Tax Year 2014 the Bank has already filed an appeal before the Commissioner Inland Revenue (Appeals) and in respect of Tax Year 2015 the Bank is in the process of filing an appeal before the Commission Inland Revenue (Appeals).

17.8.2 Claims against the Bank not acknowledged as debts amounted to Rs 2.4 million (2015: Rs 2.4 million).

17.8.3 During the current period the Assistant Commissioner Inland Revenue vide order under Section 182 / 140 of the Income Tax Ordinance, 2001 has levied a penalty against one of the staff of the Bank, amounting to Rs. 30 million. The action taken by the Bank in this case was backed by legal opinion of the customer's lawyer. An appeal has been filed by the staff before the Commissioner Inland Revenue (Appeals), which is currently pending. In case of any adverse decision in appeal Bank reserves right of recourse on the customer for re-imburement.

17.8.4 A penalty of Rs 50 million has been imposed by Competition Commission of Pakistan ("the Commission") on the Bank on account of uncompetitive behaviour and imposing uniform cost on cash withdrawal from ATM transaction. The Bank along with other Banks had filed a constitutional petition before the Competition Appellate Tribunal which has set aside the order of the Commission. Against the said order of the Competition Appellate Tribunal, the Commission has filed an appeal before the Supreme Court of Pakistan, the hearing of which is pending.

17.8.5 Through the Finance Act, 2008 an amendment was made in the Employees Old Age Benefits Act, 1976 whereby the exemption available to banks and their employees was withdrawn by omission of clause (e) of Section 47 of the said Act and banks and their employees were made liable for contribution to Employee Old Age Benefit Institution (EOBI). The Lahore High Court subsequently nullified the amendments made through the Finance Act, 2008.

Subsequently, several other banks also filed the Constitutional Petition before the Sindh High Court which decided the matter in favor of the banks. As a result of the decision of the Lahore and Sindh High Courts, the Bank stopped EOBI contribution w.e.f. February 2012. An appeal was filed by the EOBI in the Supreme Court of Pakistan which is currently pending.

In case of any adverse decision by the Supreme Court of Pakistan, a contribution of Rs.74.795 million (upto 31 December 2015: Rs. 58.479 million) will become payable by the Bank to EOBI. The said amount of Rs.74.795 million has not been provided in this condensed interim financial information as the Bank is fully confident that the case will be decided in Bank's favor.

	Note	Un-audited 30 June 2016 (Rupees in '000)	Un-audited 30 June 2015
18. DIVIDEND INCOME			
Bank Alfalah Limited		5,700	8,000
Bank AL Habib Limited		11,043	-
Cherat Cement Company Limited		500	-
Engro Corporation Limited		15,575	11,360
Engro Fertilizer Limited		3,900	1,343
Fauji Fertilizer Company Limited		-	11,498
Fauji Cement Company Limited		-	97
Fauji Fertilizer Bin Qasim Limited		907	3,825
Faysal Bank Limited		1,470	-
Habib Bank Limited		-	8,175
Habib Metropolitan Bank Limited		3,186	-
MCB Bank Limited		6,400	1,600
MCB-Arif Habib Savings and Investment Limited		102	803
National Bank of Pakistan		-	2,811
National Investment Unit Trust		-	1,900
NIT Income Fund		7,001	11,153
NIT Islamic Equity Fund		4,215	-
Oil and Gas Development Company Limited		1,591	1,088
Pakistan Petroleum Limited		788	5,400
Pakistan Oilfields Limited		-	10,500
Pakistan State Oil Company Limited		4,500	1,800
Pakistan Telecommunication Company Limited		3,000	-
United Bank Limited		10,399	5,024
		<u>80,277</u>	<u>86,377</u>

19. INCOME FROM DEALING IN FOREIGN CURRENCIES

Gain / (loss) realised from dealing in:

Foreign currencies		183,170	261,923
Derivative financial instruments		-	-
	19.1	<u>183,170</u>	<u>261,923</u>

19.1 This includes conversion cost of foreign currency transactions into / from local currency funds (i.e. swap cost on foreign currency transactions) which amount to Rs 60.957 million (30 June 2015: Rs 42.594 million).

	Un-audited 30 June 2016 (Rupees in '000)	Un-audited 30 June 2015
20. OTHER INCOME		
Gain on sale of operating fixed assets - net	7,165	9,906
Recovery from staff	7,949	4,346
Insurance claim recovered	1,453	4,784
Miscellaneous income	1,532	3,163
	<u>18,099</u>	<u>22,199</u>

21. TAXATION

The Finance Act, 2016 re-imposed one time levy of super tax for rehabilitation of temporarily displaced person at the rate of 4% of the taxable income for Tax Year 2016. Accordingly an amount of Rs 163.556 million has been recognised in this condensed interim financial information as prior year taxation charge.

22. BASIC AND DILUTED EARNINGS PER SHARE

	----- Un-audited -----			
	For the half year ended		For the quarter ended	
	30 June	30 June	30 June	30 June
	2016	2015	2016	2015
	----- (Rupees in '000) -----			
Profit after taxation for the period	<u>1,175,506</u>	<u>1,107,612</u>	<u>636,297</u>	<u>494,333</u>
	----- (Number of shares in thousands) -----			
Weighted average number of ordinary shares	<u>1,102,463</u>	<u>1,102,463</u>	<u>1,102,463</u>	<u>1,102,463</u>
	----- (Rupees) -----			
Earnings per share - basic	<u>1.0663</u>	<u>1.0047</u>	<u>0.5772</u>	<u>0.4484</u>

23. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

23.1 The table below analyses the financial and non-financial assets carried at fair values, by valuation methods. For financial assets, the Bank essentially carries its investments in debt and equity securities at fair values. Valuation of investments is carried out as per guidelines specified by the SBP. In case of non-financial assets, the Bank has adopted revaluation model (as per IAS 16) in respect of land and building.

The different levels have been defined as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2); and
- Inputs for the assets or liabilities that are not based on observable market data (i.e. unobservable inputs e.g. estimated future cash flows) (level 3).

On-balance sheet financial instruments

As at 30 June 2016 (Un-audited)			
Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----			

INVESTMENTS - NET

RECURRING FAIR VALUE MEASUREMENT

Held-for-Trading Securities

Fully paid-up ordinary shares - Listed	185,833	-	-	185,833
Pakistan Investment Bonds	-	2,130,000	-	2,130,000
Market Treasury Bills	-	1,918,293	-	1,918,293
Government of Pakistan - Ijarah Sukuks	-	352,765	-	352,765

Available-for-Sale Securities

Market Treasury Bills	-	47,638,174	-	47,638,174
Pakistan Investment Bonds	-	90,277,259	-	90,277,259
Government of Pakistan - Ijarah Sukuks	-	2,107,440	-	2,107,440
Sukuk certificates	-	1,014,751	-	1,014,751
Term Finance Certificates	-	594,889	-	594,889
Fully paid-up ordinary shares - Listed	2,813,265	-	-	2,813,265
Units of mutual funds	337,217	-	-	337,217

Financial Assets - off balance sheet

Forward purchase of foreign exchange	-	23,536,875	-	23,536,875
Forward sale of foreign exchange	-	21,601,110	-	21,601,110

Non - Financial Assets

Operating fixed assets(land and buildings)	-	2,989,469	-	2,989,469
--	---	-----------	---	-----------

Total	<u>3,336,315</u>	<u>194,161,025</u>	<u>-</u>	<u>197,497,340</u>
--------------	------------------	--------------------	----------	--------------------

As at 31 December 2015 (Audited)

	Level 1	Level 2	Level 3	Total
(Rupees in '000)				
INVESTMENTS - NET				
RECURRING FAIR VALUE MEASUREMENT				
Held-for-Trading Securities				
Fully paid-up ordinary shares - Listed	54,001	-	-	54,001
Pakistan Investment Bonds	-	313,892	-	313,892
Market Treasury Bills	-	-	-	-
Government of Pakistan - Ijarah Sukuks	-	404,520	-	404,520
Term Finance Certificates	-	24,935	-	24,935
Available-for-Sale Securities				
Market Treasury Bills	-	38,144,282	-	38,144,282
Pakistan Investment Bonds	-	61,550,414	-	61,550,414
Government of Pakistan - Ijarah Sukuks	-	1,618,080	-	1,618,080
Sukuk certificates	-	720,537	-	720,537
Fully paid-up ordinary shares - Listed	2,304,633	-	-	2,304,633
Units of mutual funds	366,990	-	-	366,990
Financial Assets - off balance sheet				
Forward purchase of foreign exchange	-	43,794,450	-	43,794,450
Forward sale of foreign exchange	-	39,608,299	-	39,608,299
Non - Financial Assets				
Operating fixed assets(land and buildings)	-	3,116,375	-	3,116,375
Total	2,725,624	189,295,784	-	192,021,408

The Bank's policy is to recognise transfers into and out of the different fair value hierarchy levels at the date the event or change in circumstances that caused the transfer occurred. There were no transfers between levels 1 and 2 during the period.

Valuation techniques and inputs used in determination of fair values within level 2

Item	Valuation techniques and input used
Pakistan Investment Bonds / Market Treasury Bills	Fair values of Pakistan Investment Bonds and Treasury Bills are derived using the PKRV rates (Reuters page).
Government of Pakistan - Ijarah Sukuks	Fair values of GoP Ijarah Sukuks are derived using the PKISRV rates announced by the Financial Market Association (FMA) through Reuters. These rates denote an average of quotes received from eight different pre-defined / approved dealers / brokers.
Term Finance, Bonds and Sukuk certificates	Investments in debt securities (comprising term finance certificates, bonds, sukuk certificates and any other security issued by a company or a body corporate for the purpose of raising funds in the form of redeemable capital) are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan (MUFAP) in accordance with the methodology prescribed by the Securities and Exchange Commission of Pakistan. In the determination of the rates, the MUFAP takes into account the holding pattern of these securities and categorises these as traded, thinly traded and non-traded securities.
Forward foreign exchange	The valuation has been determined by interpolating the mid rates announced by the State Bank of Pakistan.
Operating fixed assets (land and building)	Land and buildings are revalued every three years using professional valuers borne on the panel of Pakistan Banker's Association. The valuation is based on their assessment of market value of the properties.

24. RELATED PARTY TRANSACTIONS

The related parties of the Bank comprise related group companies, major shareholders, associated undertakings, directors and their close family members (including their associates), staff retirement funds and key management personnel.

Usual transactions with related parties include deposits, advances, acceptances and provision of other banking services which are carried out in accordance with agreed terms. Transactions with executives are undertaken at terms in accordance with employment agreements and services rules and includes provision of advances on terms softer than those offered to the customers of the Bank. Contribution to and accruals in respect of staff retirement benefit plan are made in accordance with the actuarial valuation / terms of the benefit plan. Details of transactions with related parties and balances with them as at the period end are as follows:

	(Un-Audited) 30 June 2016	(Audited) 31 December 2015	(Un-Audited) 30 June 2016	(Audited) 31 December 2015	(Un-Audited) 30 June 2016	(Audited) 31 December 2015	(Un-Audited) 30 June 2016	(Audited) 31 December 2015	(Un-Audited) 30 June 2016	(Audited) 31 December 2015
	Bank's Chief Executive / Executives		Directors and their close family members		Related group companies		Major shareholders		Staff retirement funds	
	(Rupees in '000)									
Deposits										
Balance at the beginning of the period / year	30,147	11,734	915,951	1,008,476	614,334	492,286	930,734	784,404	307,666	216,346
Placements during the period / year	199,949	387,148	1,796,752	1,995,026	25,274,604	49,429,044	5,463,245	10,341,929	1,355,989	1,031,283
Transfer in *	72	70	-	-	-	-	-	-	-	-
Withdrawals during the period / year	(206,791)	(365,927)	(1,726,643)	(2,087,551)	(24,713,665)	(49,306,996)	(5,098,581)	(10,195,599)	(881,642)	(939,963)
Transfer out **	(40)	(2,878)	-	-	-	-	-	-	-	-
Balance at end of the period / year	<u>23,337</u>	<u>30,147</u>	<u>986,060</u>	<u>915,951</u>	<u>1,175,273</u>	<u>614,334</u>	<u>1,295,398</u>	<u>930,734</u>	<u>782,013</u>	<u>307,666</u>
Advances										
Balance at the beginning of the period / year	139,515	79,567	37,597	97,155	345,412	294,462	-	-	-	-
Disbursements during the period / year	32,698	85,862	3,000	20,544	58,430	197,264	-	-	-	-
Transfers in *	8,841	610	-	-	-	-	-	-	-	-
Repayments during the period	(11,648)	(17,296)	(13,463)	(80,102)	(59,208)	(146,314)	-	-	-	-
Transfer out **	(8,424)	(9,228)	-	-	-	-	-	-	-	-
Balances at end of the period	<u>160,982</u>	<u>139,515</u>	<u>27,134</u>	<u>37,597</u>	<u>344,634</u>	<u>345,412</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

* This represents balances pertaining to parties that became related during the period.

** This represents balances pertaining to parties that ceased to be related during any part of the period.

	Un-audited 30 June 2016	Audited 31 December 2015
	(Rupees in '000)	
Investments		
NIT - Income Fund	100,000	100,000
NIT - Islamic Equity Fund	100,000	100,223
	<u>200,000</u>	<u>200,223</u>
Transaction-related contingent liabilities		
- Related group companies	970	29,623
- Bank's Chief Executive / Executives *	-	900
* (against cash collateral)	<u>970</u>	<u>30,523</u>
Trade-related contingent liabilities		
- Related group companies	<u>70,767</u>	<u>65,509</u>

	(Transactions for the half year ended)	
	30 June 2016	30 June 2015
	(Un-audited) (Rupees in '000)	
Loans and advances repaid / adjusted during the period	<u>92,743</u>	<u>50,285</u>
Loans and advances granted during the period	<u>102,969</u>	<u>51,372</u>
Mark-up received / accrued on loans and advances to		
- Bank's Chief Executive / Executives	4,415	2,998
- Directors and their close family members	4,903	5,772
- Related group companies	9,172	12,869
	<u>18,490</u>	<u>21,639</u>
Profit paid / accrued on deposits from		
- Bank's Chief Executive / Executives	343	161
- Directors and their close family members	74,447	70,683
- Related group companies	28,280	21,237
- Major shareholders	63,006	33,786
- Staff retirement funds	14,361	9,593
	<u>180,437</u>	<u>135,460</u>
Commission / brokerage / bank charges recovered from		
- Bank's Chief Executive / Executives	13	4
- Directors and their close family members	36	25
- Related group companies	1,483	394
- Major shareholders	4	1
- Staff retirement funds	-	7
	<u>1,536</u>	<u>431</u>
Other administrative expenses		
- Directors and their close family members	4,885	5,951
- Related group companies	4,105	4,302
	<u>8,990</u>	<u>10,253</u>
Donations paid	<u>-</u>	<u>10,000</u>
Contributions to employees' benefit plans	<u>92,411</u>	<u>83,237</u>
Key management personnel compensation		
- Salaries and benefits	112,117	99,266
- Post retirement benefits	4,780	4,304
	<u>116,897</u>	<u>103,570</u>

24.1 Balances pertaining to parties that were related at the beginning of the period but ceased to be so related during any part of the current period are not reflected as part of the closing balances. The same are accounted for through the movement presented above.

25. CONCENTRATION OF CREDIT AND DEPOSITS

25.1 Credit risk and concentration of credit risk

Credit risk is a risk arising from an obligors' unwillingness to perform an obligation or its ability to perform being impaired resulting in financial loss to the Bank. The Bank regularly monitors credit risk at portfolio levels to ensure no undue concentration of risk is present. The Bank also attempts to control credit risk by continually assessing the credit worthiness of counter parties and obtaining security where appropriate.

Concentration of credit risk arises when a number of counter parties are engaged in similar business activities, or activities in the same geographical region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentration of credit risk indicates the relative sensitivity of the Bank's performance to developments, affecting a particular industry or geographical location. The Bank seeks to manage its credit risk exposure through diversification of lending activities to avoid undue concentration of risks with individuals or groups of customers in specific locations or businesses.

25.2 Segment by class of business

	30 June 2016 (Un-audited)					
	Gross advances		Deposits		*Contingencies and commitments	
	(Rupees in '000)	(Percent)	(Rupees in '000)	(Percent)	(Rupees in '000)	(Percent)
Textile and synthetic	25,723,763	20.68%	5,796,232	2.87%	2,673,932	8.49%
Food and allied	24,669,602	19.84%	3,127,183	1.55%	6,027,626	19.13%
Wholesale and Retail Trade	17,586,538	14.14%	3,103,250	1.53%	4,255,234	13.51%
Individuals	6,165,663	4.96%	99,812,021	49.36%	725,917	2.30%
Others	50,223,836	40.38%	90,383,030	44.69%	17,820,207	56.57%
	124,369,402	100.00%	202,221,716	100.00%	31,502,916	100.00%

	31 December 2015 (Audited)					
	Gross advances		Deposits		*Contingencies and commitments	
	(Rupees in '000)	(Percent)	(Rupees in '000)	(Percent)	(Rupees in '000)	(Percent)
Textile and synthetic	28,416,076	23.56%	4,015,305	2.17%	3,378,255	11.91%
Food and allied	36,652,402	30.39%	3,022,863	1.63%	5,112,160	18.04%
Wholesale and Retail Trade	3,482,537	2.89%	2,530,585	1.37%	3,134,219	11.06%
Individuals	4,896,896	4.06%	95,837,423	51.74%	531,764	1.88%
Others	47,169,049	39.10%	79,816,207	43.09%	16,187,918	57.11%
	120,616,960	100.00%	185,222,383	100.00%	28,344,316	100.00%

*Contingencies only include trade-related contingencies

25.2.1 Business classes where bank has greater than ten percent concentration are disclosed, including their outstanding balances across the categories.

25.3 Segment by sector

	30 June 2016 (Un-audited)					
	Gross advances		Deposits		Contingencies and commitments	
	(Rupees in '000)	(Percent)	(Rupees in '000)	(Percent)	(Rupees in '000)	(Percent)
Public / Government	25,083,267	20.17%	31,011,836	15.34%	507,007	1.61%
Private	99,286,135	79.83%	171,209,880	84.66%	30,995,909	98.39%
	124,369,402	100.00%	202,221,716	100.00%	31,502,916	100.00%

	31 December 2015 (Audited)					
	Gross advances		Deposits		Contingencies and commitments	
	(Rupees in '000)	(Percent)	(Rupees in '000)	(Percent)	(Rupees in '000)	(Percent)
Public / Government	21,405,443	17.75%	32,794,375	17.71%	1,690,695	5.96%
Private	99,211,517	82.25%	152,428,008	82.29%	26,653,621	94.04%
	120,616,960	100.00%	185,222,383	100.00%	28,344,316	100.00%

25.4 Segment details with respect to business activities

Primary segment information

The Bank is organised into following major business segments:

- Corporate
- Trading and Sales
- Retail Banking

All assets, liabilities, off - balance sheet items and items of income and expense are distributed in primary segments in accordance with the core functions performed by the business groups.

The segment analysis with respect to business activity is as follows:

	Half year ended 30 June 2016 (Un-audited)			
	Corporate Finance	Trading and sales	Retail Banking	Total
	----- (Rupees in '000) -----			
30 June 2016				
Total income	2,499,850	6,114,985	2,248,534	10,863,369
Total expenses	2,338,167	3,981,471	2,429,988	8,749,626
Profit before provisions and taxes	161,683	2,133,514	(181,454)	2,113,743
Provisions	58,661	-	6,427	65,088
Profit before taxation	103,022	2,133,514	(187,881)	2,048,655
Segment assets (gross)	77,954,399	161,934,090	74,216,247	314,104,736
Segment non performing advances	3,244,925	-	7,653,004	10,897,929
Segment provision required against assets *	1,969,910	44,360	6,740,781	8,755,051
Segment liabilities	14,077,000	67,313,495	205,884,979	287,275,474
Segment return on net assets (ROA) (% per annum)**	0.27%	2.65%	-0.56%	1.35%
Segment cost of funds (% per annum)***	4.81%	6.06%	4.14%	4.50%
	Half year ended 30 June 2015 (Un-audited)			
	Corporate Finance	Trading and sales	Retail Banking	Total
	----- Restated -----			
	----- (Rupees in '000) -----			
30 June 2015				
Total income	2,849,576	5,315,595	2,662,335	10,827,506
Total expenses	2,488,226	3,554,825	2,451,064	8,494,115
Profit before provisions and taxes	361,350	1,760,770	211,271	2,333,391
Provisions	80,444	-	339,640	420,084
Profit before taxation	280,906	1,760,770	(128,369)	1,913,307
Segment assets (gross)	70,695,927	108,491,637	63,921,864	243,109,428
Segment non performing advances	2,572,362	-	8,367,451	10,939,813
Segment provision required against assets *	1,478,013	44,834	6,671,147	8,193,994
Segment liabilities	18,203,522	18,404,620	180,486,302	217,094,444
Segment return on net assets (ROA) (% per annum)**	0.82%	3.27%	-0.45%	1.64%
Segment cost of funds (% per annum)***	6.31%	7.34%	5.36%	5.62%

* The provision against each segment represents provision held against advances, investments and other assets.

** Segment ROA = Profit before tax / (Segment Assets - Segment Provisions) computed on cut - off balances.

*** Segment cost of funds have been computed based on the average balances.

25.5 The above analysis includes allocation of items as per the approved mapping policy of the Bank. The responsibility domain of deposits between corporate and retail has been redefined in 2016. Prior year figures have been restated for comparison.

26. ISLAMIC BANKING BUSINESS

The Bank is operating 16 Islamic Banking branches (31 December 2015: 16). The condensed interim statement of financial position, condensed interim profit and loss account and condensed interim cash flow statement of these branches (including Islamic Banking Division) are as follows:

Un-audited 30 June 2016	Audited 31 December 2015
-------------------------------	--------------------------------

(Rupees in '000)

26.1 Condensed Interim Statement of Financial Position

As at 30 June 2016

ASSETS

Cash and balances with treasury banks		658,633	654,429
Balances with other banks		27	28
Due from financial institutions		2,775,250	736,687
Investments	26.1.1	4,462,456	4,650,933
Islamic financing and related assets - net	26.1.2	3,855,002	3,644,898
Operating fixed assets		155,678	144,602
Due from Head Office		174,125	149,201
Other assets		125,083	182,807
Total assets		12,206,254	10,163,585

LIABILITIES

Bills payable		50,321	49,985
Due to financial institutions		376,600	240,202
Deposits and other accounts			
- Current accounts		1,761,132	1,533,494
- Saving accounts		6,579,167	5,112,581
- Term deposits		2,189,953	2,307,565
- Others		185,075	44,675
Other liabilities		184,921	163,504
Total liabilities		11,327,169	9,452,006

NET ASSETS

879,085	711,579
----------------	----------------

REPRESENTED BY:

Islamic Banking Fund		850,000	600,000
Accumulated profit		7,478	72,012
		857,478	672,012
Surplus on revaluation of assets - net of tax		21,607	39,567
		879,085	711,579

26.1.1 In addition to this, the Bank has investments amounting to Rs 464.941 million (31 December 2015: Rs 660.951 million) which are permissible under shariah mode.

Un-audited 30 June 2016	Audited 31 December 2015
-------------------------------	--------------------------------

(Rupees in '000)

26.1.2 Islamic financings and related assets - net

Murabaha		825,028	662,268
Assets under Ijarah (IFAS - 2)	26.1.3	221,741	229,923
Diminishing Musharaka		1,030,442	1,150,137
Salam		171,388	404,166
Advances against Islamic financing:			
- Murabaha		283,992	89,108
- Car Ijarah		61,525	28,044
- Machine Ijarah		-	23,122
- Diminishing musharaka		1,072,295	791,322
- Salam		260,708	334,267
Others			1,049
Islamic financing and related assets - Gross		3,927,119	3,713,406
Provision against non-performing Islamic financings		(72,117)	(68,508)
Islamic financing and related assets - net of provision		3,855,002	3,644,898

Un-audited 30 June 2016	Audited 31 December 2015
-------------------------------	--------------------------------

(Rupees in '000)

26.1.3 Net investment in Ijarah - Ijarah accounted for under IFAS-2

Motor vehicles	143,095	148,903
Plant and machinery	78,646	81,020
	<u>221,741</u>	<u>229,923</u>

Note	Un-audited 30 June 2016	Un-audited 30 June 2015
------	-------------------------------	-------------------------------

(Rupees in '000)

26.2 Condensed Interim Profit and Loss Account (Un-audited) For the half year ended 30 June 2016

Profit / return earned on financing, investments and placements		308,292	304,732
Return on deposits and other dues expensed	26.2.1	<u>201,354</u>	<u>178,084</u>
Net income earned before provision		106,938	126,648

Provision / (reversal of provision) against non-performing financings		4,330	(2,320)
Net income earned after provision		<u>102,608</u>	<u>128,968</u>

Other income

Fee, commission and brokerage income		17,209	13,008
Loss on sale of securities-net	26.2.2	(795)	-
Other income		1,476	2,486
		<u>17,890</u>	<u>15,494</u>
		120,498	144,462

Other expenses

Administrative expenses		113,020	104,458
Reversal of provision against other assets		-	35

Profit before taxation		<u>7,478</u>	<u>39,969</u>
-------------------------------	--	--------------	---------------

26.2.1 These figures have been restated to exclude inter segment profitability charge of Rs 21,340 million @ 6.71% (30 June 2015: Rs 23,622 million @ 8.53%) in line with financial reporting requirement.

26.2.2 In addition to this, the Bank has earned capital gain amounting to Rs 7.65 million (30 June 2015: Rs 0.185 million) from investments permissible under shariah mode.

26.3 Condensed interim Cash Flow Statement (Un-audited)

	Un-audited 30 June 2016	Un-audited 30 June 2015
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the period before taxation	7,478	39,969
Less: Dividend income	-	-
	<u>7,478</u>	<u>39,969</u>
Adjustments for non cash and other items:		
Depreciation / amortisation	65,111	54,385
Provision / (reversal of provision) against non-performing advances - net	4,330	(2,320)
Loss / (gain) on sale of fixed assets	1,048	(391)
	<u>70,489</u>	<u>51,674</u>
	<u>77,967</u>	<u>91,643</u>
(Increase) / decrease in operating assets		
Due from financial institutions	(2,038,563)	(550,000)
Islamic Financing and Related Assets-net	(267,932)	334,529
Due from Head Office	(24,924)	239,423
Others assets - (excluding advance taxation)	57,724	(32,991)
	<u>(2,273,695)</u>	<u>(9,039)</u>
Increase / (decrease) in operating liabilities		
Bills payable	336	714
Due to financial institutions	136,398	(46,721)
Deposits and other accounts	1,717,012	339,057
Other liabilities	(50,595)	(16,939)
	<u>1,803,151</u>	<u>276,111</u>
	<u>(392,577)</u>	<u>358,715</u>
Income tax paid	-	-
Net cash (used in) / generated from operating activities	<u>(392,577)</u>	<u>358,715</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Net investments in securities	170,517	(388,820)
Investments in operating fixed assets (including intangible assets)	(24,374)	(3,679)
Proceeds from disposal of fixed assets	637	628
Net cash generated from / (used in) investing activities	<u>146,780</u>	<u>(391,871)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Funds received from Head Office	250,000	100,000
Net cash generated from financing activities	<u>250,000</u>	<u>100,000</u>
Increase in cash and cash equivalents	<u>4,203</u>	<u>66,844</u>
Cash and cash equivalents at the beginning of the period	<u>654,457</u>	<u>511,734</u>
Cash and cash equivalents at the end of the period	<u>658,660</u>	<u>578,578</u>
Cash and cash equivalents at the end of the period comprise:		
Cash and balances with treasury banks	658,633	578,552
Balances with other banks	27	26
	<u>658,660</u>	<u>578,578</u>
26.4 Remuneration to shariah advisors	<u>2,751</u>	<u>660</u>

Un-audited 30 June 2016 (Rupees in '000)	Audited 31 December 2015
---	--------------------------------

26.5 Charity fund

Opening balance	-	-
Addition during the period / year	864	61
Payments / utilisation during the period / year	-	(61)
Closing balance	<u>864</u>	<u>-</u>

27. GENERAL

27.1 Comparative

27.1.1 Until 30 June 2015 the Bank was classifying its exposure in Ijarah financing under "Operating fixed assets" while advances against Islamic financing was shown as part of "other assets" in the Statement of Financial Position. Upon the directions of the State Bank of Pakistan they were reclassified and shown as part of "Advances" in the financial statements of the Bank for the year ended 31 December 2015. Furthermore, depreciation on Ijarah assets and rentals thereon which were previously shown under "Administrative expenses" and "Other Income" respectively were reclassified and shown as part of "Mark-up / return / interest earned". Accordingly, Income on Ijarah assets of Rs. 57.109 million have been reclassified from "Other income" to "Mark-up/ return/ interest earned" and depreciation on those Ijarah assets of Rs. 42.965 million have also been reclassified from "Administrative expenses" to "Mark-up/ return/ interest earned" for the comparative period in this condensed interim financial information.

27.1.2 Further, State Bank of Pakistan through the BPRD Circular Letter No. 05 dated 29 February 2016, has advised all banks having Islamic Banking operations to report Bai Muajjal transactions with Government of Pakistan under Investment as "Other Federal Government Securities". Accordingly the Bai Muajjal Transaction with Government of Pakistan amounting to Rs.212.306 million has been reclassified from "Lendings to Financial and Other Institutions" to "Investments".

27.2 Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

28. DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on 16 August 2016 by the Board of Directors of the Bank.

CHAIRMAN

PRESIDENT AND
CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

List of Branches

As at 30 June 2016

REGISTERED OFFICE

Rupali House, 241-242
Upper Mall Scheme, Anand Road
Lahore-54000 - Pakistan
Tel. No: (+92-42) 35713101-4 & 35792180
Fax No: (+92-42) 35713095-6

CENTRAL OFFICE

10th Floor, PNSC Building, M. T. Khan Road
Karachi
Tel. No: (+92-21) 32444401-5
& 111-567-890
Fax: (+92-21) 35643314, 35643324 & 55
Swift: SONEPKKAXXX
E-mail: info@soneribank.com

CENTRAL REGION

Main Branch, Lahore

Tel: (042) 36368141-8 & 111-567-890

Defence Branch, Lahore

Tel. No: (042) 35897181-2 & 35691037-8

Gulberg Branch, Lahore

Tel. No: (042) 35713445-8, 35759273
& (042) 35772294-5

Circular Road Branch, Lahore

Tel. No: (042) 37670486 & 37670489

Model Town Branch, Lahore

Tel. No: (042) 35889311-2 & 35915666

Peco Road Branch, Lahore

Tel. No: (042) 35177800-2, 35222306-7

Cavalry Ground Branch, Lahore

Tel. No: (042) 36653728-9 & 36619697

Islamic Banking

Temple Road Branch, Lahore

Tel. No: (042) 36376341, 2 & 6

Allama Iqbal Town Branch, Lahore

Tel. No: (042) 37812394-5

Baghbanpura Branch, Lahore

Tel. No: (042) 36832811-3

Thokar Niaz Baig Branch, Lahore

Tel. No: (042) 35313651, 3 & 4

Ghazi Chowk Branch, Lahore

Tel. No: (042) 35188505-7

Islamic Banking

New Garden Town Branch, Lahore

Tel. No: (042) 35940611, 3 & 8

DHA Phase-III Branch, Lahore

Tel. No: (042) 35734083-5

Chungi Amer Sadhu Branch, Lahore

Tel. No: (042) 35922182-4

Johar Town Branch, Lahore

Tel. No: (042) 35204191-3

Wahdat Road Branch, Lahore

Tel. No: (042) 37424821-6 & 37420591

Gunpat Road Branch, Lahore

Tel. No: (042) 37361607-9

Airport Road Branch, Lahore

Tel. No: (042) 35700115-7

Ravi Road Branch, Lahore

Tel. No: (042) 37725356-7

Shahdara Chowk Branch, Lahore

Tel. No: (042) 37941741-3

Manga Mandi Branch, Lahore

Tel. No: (042) 35383517-8

Badian Road Branch, Lahore

Tel. No: (042) 37165390 & 3

Mughalpura Branch, Lahore

Tel. No: (042) 36880892-4

Upper Mall Branch, Lahore

Tel. No: (042) 35789346-9

Islampura Branch, Lahore

Tel. No: (042) 37214394-6

Garhi Shahu Branch, Lahore

Tel. No: (042) 36294201-2

Zarrar Shaheed Road Br., Lahore

Tel. No: (042) 36635167-8

Hamdard Chowk Kot Lakhpat Br., Lahore

Tel. No: (042) 35140261-5

Kana Kacha Branch, Lahore

Tel. No: (042) 36187413

Sabzazar Branch, Lahore

Tel. No: (042) 37830881-2

DHA Phase-IV Br., Lahore

Tel. No: (042) 35694156-7

Azam Cloth Market Branch, Lahore

Tel. No: (042) 37662203-4

Jail Road Branch, Lahore

Tel. No: (042) 35408935-7

Badami Bagh Branch, Lahore

Tel. No: (042) 37731601, 2 & 4

Montgomery Road Branch, Lahore

Tel. No: (042) 36291013-4

DHA Phase- VI Branch, Lahore

Tel. No: (042) 37180536-7

Bahria Town Branch, Lahore

Tel. No: 0316-8226346-9

Expo Centre Branch, Lahore

Tel. No: (042) 35314087-8

Wapda Town Branch, Lahore

Tel. No: (042) 35187611, 2 & 5

Shah Alam Market Branch, Lahore

Tel. No: (042) 37376212 & 5

DHA Phase-V Branch, Lahore

Tel. No: (042) 35695678 & 0316-8226322-3

Chauburji Branch, Lahore

Tel. No: (042) 37112228 & 0316-8226325-7

Muridke Branch

Tel. No: (042) 37166511-2

Main Branch, Gujranwala

Tel. No: (055) 3843560-2, 111-567-890

Gujranwala Cantt. Branch, Gujranwala

Tel. No: (055) 3861932-4

Wapda Town Branch, Gujranwala

Tel. No: (055) 4291136-7

Kamokee Branch, Distt. Gujranwala

Tel. No: (055) 6813501-6

Main Branch, Faisalabad

Tel. No: (041) 2639873, 7 & 8, 111-567-890

Peoples Colony Branch, Faisalabad

Tel. No: (041) 8555715-6

List of Branches

As at 30 June 2016

Ghulam Muhammadabad Branch, Faisalabad
Tel. No: (041) 2680113-4

Islamic Banking East Canal Road Branch, Faisalabad
Tel. No: (041) 2421381-2

Civil Lines Branch, Faisalabad
Tel. No: (041) 2648111

Jaranwala Branch, Distt. Faisalabad
Tel. No: (041) 4312201-2

Samundri Branch, Distt. Faisalabad
Tel. No: (041) 3423983-4

Painsera Branch, Distt. Faisalabad
Tel. No: (041) 2557100-500 & 2574300

Khurrianwala Branch
Tel. No: (041) 4360701, 2, 4 & 5

Chiniot Branch
Tel. No: (047) 6333840-2

Jhang Branch
Tel. No: (047) 7651601-2

Small Industrial Estate Branch, Sialkot
Tel. No: (052) 3242607-9

Pasrur Road Branch, Sialkot
Tel. No: (052) 3521655 & 3521755

Islamic Banking Sialkot Cantt Branch, Sialkot
Tel. No: (052) 4560023-4

Godhpur Branch, Sialkot
Tel. No: (052) 4563932-3

Daska Branch, Distt. Sialkot
Tel. No: (052) 6617847-8

Sheikhupura Branch
Tel. No: (056) 3613570 & 3813133

Nankana Sahib Branch
Tel. No: (056) 2876342-3

Wazirabad Branch
Tel. No: (055) 6603703-4 & 6608555

Ghakar Mandi Branch
Tel. No: (055) 3832611-2

Main Branch, Multan
Tel. No: (061) 4519927 & 4512884

Islamic Banking Shah Rukn-e-Alam Branch, Multan
Tel. No: (061) 6784052-3 & 6782081

Bosan Road Branch, Multan
Tel. No: (061) 6210690-3 & 6520693

Mumtazabad Branch, Multan
Tel. No: (061) 6760213-4

Chowk Shaheedan Branch, Multan
Tel. No: (061) 4581281-2

Azmat Road Br., Dera Ghazi Khan
Tel. No: (064) 2471630-7

Lodhran Branch
Tel. No: (0608) 364766-7

Rahim Yar Khan Branch
Tel. No: (068) 5886042-4

Liaquatpur Br., Distt. Rahim Yar Khan
Tel. No: (068) 5792041-2

Sadiqabad Branch
Tel. No: (068) 5702162 & 5800168

Bahawalpur Branch
Tel. No: (062) 2731703-1

Hasilpur Branch
Tel. No: (062) 2441481-3

Sargodha Branch
Tel. No: (048) 3726021-3

Bhawal Branch
Tel. No: (048) 6642224 & 0316-8226331-2

Khanewal Branch
Tel. No: (065) 2551560-2

Kabirwala Br., Distt. Khanewal
Tel. No: (065) 2400910-3

Abdul Hakeem Br., Distt. Khanewal
Tel. No: (065) 2441888

Mian Channu Branch
Tel. No: (065) 2662201-2

Burewala Branch
Tel. No: (067) 3773110 & 20

Depalpur Branch
Tel. No: (044) 4541341-2

Okara Branch
Tel. No: (044) 2553012-4

Haveli Lakha Branch
Tel. No: 044-4775412

Sahiwal Branch
Tel. No: (040) 4467742-3

Chichawatni Br., Distt. Sahiwal
Tel. No: (040) 5484852-3

Layyah Branch
Tel. No: (060) 6414207-8

Kharoor Pacca Branch
Tel. No: (0608) 341041-2

Muzafargarh Branch
Tel. No: (066) 2422901, 3 & 5

Fazal Garh Sanawan Branch, Distt. Muzafargarh
Tel. No: (066) 2250214-5

Sheikho Sugar Mills Branch Distt. Muzafargarh
Tel. No: (061) 6006257

Shahbaz Khan Road Branch, Kasur
Tel. No: (0492) 764891-2

Hafizabad Branch
Tel. No: (0547) 541641-2

Jalalpur Bhattian Branch, District Hafizabad
Tel. No: (0547) 500847-52

Pattoki Branch
Tel. No: (049) 4422435-6

Ellahabad Branch
Tel. No: (049) 4751130

Khudian Branch
Tel. No: (049) 2791595

Sambrial Branch
Tel. No: (052) 6523451-2

Vehari Branch
Tel. No: (067) 3360015, 21 & 22

Gagoo Mandi Branch, Distt. Vehari
Tel. No: (067) 3500311-2

Mailsi Branch, Distt. Vehari
Tel. No: (067) 3750140-5

List of Branches

As at 30 June 2016

Mandi Bahauddin Branch

Tel. No: (0546) 507601-2

Bahawalnagar Branch

Tel. No: (063) 2274795-6

Haronabad Br., Distt. Bahawalnagar

Tel. No: (063) 2251664-5

Toba Tek Singh Branch

Tel. No: (046) 2513203-4

Gojra Branch, Distt. Toba Tek Singh

Tel. No: (046) 3516388-9

Kamalia Branch, Distt. Toba Tek Singh

Tel. No: (046) 3411405-6

Pir Mahal Branch

Tel. No: (046) 3361690 & 5

Gujrat Branch

Tel. No: (053) 3520591, 2 & 4

Panjan Kasana Br., Distt. Gujrat

Tel. No: (053) 7533525 & 7534525

Kharian Branch

Tel. No: (053) 7602905-7

Lalamusa Branch

Tel. No: (053) 7511072-3

Pak Pattan Br., Distt. Pak Pattan

Tel.: (0457) 371781 & 2

Arif wala Br., Distt. Pak Pattan

Tel.: (0457) 834015 & 6

Chishtian Branch

Tel. No: (063) 2501141

Khanpur Branch

Tel. No: (068) 5577719-20 & 0316-8226307-9

Narowal Branch

Tel. No: (0542) 411405 & 0316-8226328-30

SOUTH REGION**Main Branch, Karachi**

Tel. No: (021) 32436990-4 & 32444401-5
& UAN: 111 567 890

Clifton Branch, Karachi

Tel. No: (021) 35877773-4, 35861286

Garden Branch, Karachi

Tel. No: (021) 32232877-8

F. B. Area Branch, Karachi

Tel. No: (021) 36373782-3 & 36811646

Korangi Industrial Area Br., Karachi

Tel. No: (021) 35113898-9, 35113900-1

AKUH Branch, Karachi

Tel. No: (021) 34852252-3

Haidery Branch, Karachi

Tel. No: (021) 36638617 & 36630409-410

Jodia Bazar Branch, Karachi

Tel. No: (021) 32413627, 32414920

Shahrah-e-Faisal Branch, Karachi

Tel. No: (021) 34535551-4

DHA Branch, Karachi

Tel. No: (021) 35852209 & 35845211

Gulshan-e-Iqbal Branch, Karachi

Tel. No: (021) 34811831-2

SITE Branch, Karachi

Tel. No: (021) 32568213 & 32550997

Zamzama Branch, Karachi

Tel. No: (021) 35375836-7

Gole Market Branch, Karachi

Tel. No: (021) 36618932 & 36681324

Gulistan-e-Jauhar Branch, Karachi

Tel. No: (021) 34020944-5

M. A. Jinnah Road Branch, Karachi

Tel. No: (021) 32213972 & 32213498

Gulbahar Branch, Karachi

Tel. No: (021) 36607744 & 36682701

North Karachi Branch, Karachi

Tel. No: (021) 36920140-1

Block-7 Gulshan-e-Iqbal Branch, Karachi

Tel. No: (021) 34815811-2

Islamic Banking**Cloth Market Branch, Karachi**

Tel. No: (021) 32442961 & 32442977

Paria Street Kharadar Branch, Karachi

Tel. No: (021) 32201059-60

Suparco Branch, Karachi

Tel. No: (021) 34970560 & 34158325-6

Chandni Chowk Branch, Karachi

Tel. No: (021) 34937933 & 34141296

Allama Iqbal Road Branch, Karachi

Tel. No: (021) 34387673-4

Nishtar Road Branch, Karachi

Tel. No: (021) 32239711 & 3

Islamic Banking**Waterpump Branch, Karachi**

Tel. No: (021) 36312113 & 36312108

Apwa Complex Branch, Karachi

Tel. No: (021) 32253143 & 32253216

Clifton Block-2 Branch, Karachi

Tel. No: (021) 35361115-6

Malir Branch, Karachi

Tel. No: (021) 34518730 & 34517983

Bahadurabad Branch, Karachi

Tel. No: (021) 34135842-3

New Challi Branch, Karachi

Tel. No: (021) 32625246 & 32625279

Shah Faisal Colony Branch, Karachi

Tel. No: (021) 34602446-7

Zaibunissa Street Saddar Branch, Karachi

Tel. No: (021) 35220026-7

Liaquatabad Branch, Karachi

Tel No: (021) 34860723-6 & 34860725

Lea Market Branch, Karachi

Tel. No: (021) 32526193-4

Korangi Township No: 2 Branch, Karachi

Tel. No: (021) 35071176, 80 & 81

North Karachi Ind. Area Branch, Karachi

Tel. No: (021) 36962851-3

F. B. Industrial Area Branch, Karachi

Tel. No: (021) 36829961-3

Napier Road Branch, Karachi

Tel. No: (021) 32713538-9

Gulshan-e-Hadeed Branch, Karachi

Tel. No: (021) 34710252 & 34710256

Metroville Branch, Karachi

Tel. No: (021) 36752206-7

List of Branches

As at 30 June 2016

Defence Phase-II Extension Br., Karachi
Tel. No: (021) 35386910 & 1

North Karachi Township Branch, Karachi
Tel. No: (021) 36968605-6

Karachi Stock Exchange Branch, Karachi
Tel. No: (021) 32414003-4

Gulshan-e-Jamal Branch, Karachi
Tel. No: (021) 34682682-3

Alyabad Branch, Karachi
Tel. No: (021) 36826727 & 36332517

Saudabad Branch, Malir, Karachi
Tel. No: (021) 34111904-5

Shireen Jinnah Colony Branch, Karachi
Tel. No: (021) 34166262-4

**Islamic Banking
Al-Tijarah Centre Branch, Karachi**
Tel. No: (021) 34169252-3

Barkat-e-Haidery Branch, Karachi
Tel. No: (021) 36645688-9

Shadman Town Branch, Karachi
Tel. No: (021) 36903038-9

New Town Branch, Karachi
Tel. No: (021) 32220702 & 4

**Enquiry Office Nazimabad
No: 2 Branch, Karachi**
Tel. No: (021) 36601504-5

Blk 13-D Gulshan-e-Iqbal Br., Karachi
Tel. No: (021) 34983883-4

Timber Market Branch, Karachi
Tel. No: (021) 32742491-2

Khayaban-e-Ittehad Branch, Karachi
Tel: (021) 35347414-5

**Sindhi Muslim Co-operative Housing
Society Branch, Karachi**
Tel. No: (021) 34527085-6

Bahria Complex-III Branch, Karachi
Tel. No: (021) 35640731 & 2 & 35640490-4

New M. A. Jinnah Road Branch, Karachi
Tel. No: (021) 34894941-2

DHA Phase-IV Branch, Karachi
Tel. No: (021) 35311491

Gulberg Branch, Karachi
Tel. No: (021) 36340553 & 0316-8226291-2

Main Branch, Hyderabad
Tel. No: (022) 2781528-9 &
UAN: 111-567-890

F. J. Road Branch, Hyderabad
Tel. No: (022) 2728131 & 2785997

Latifabad Branch, Hyderabad
Tel. No: (022) 3816309

Qasimabad Branch, Hyderabad
Tel. No: (022) 2651968

**Islamic Banking
Isra University Br., Distt. Hyderabad**
Tel. No: (022) 2032322 & 2030161-4

Prince Ali Road Branch, Hyderabad
Tel. No: (022) 2638515-6

S.I.T.E. Branch, Hyderabad
Tel. No: (022) 3886861-2

Faqir Jo Pir Branch, Hyderabad
Tel. No: (022) 2612685-6

Auto Bhan Road Branch, Hyderabad
Tel. No: (022) 2100062-3 & 0316-8226313-4

Matyari Branch, Distt. Matyari
Tel. No: (022) 2760125-6

Tando Allah Yar Branch
Tel. No: (022) 3890262-3

**Sultanabad Branch,
Distt. Tando Allah Yar**
Tel. No: (022) 3404101-2

Tando Muhammad Khan Branch
Tel. No: (022) 3340371 & 2

Sukkur Branch
Tel. No: (071) 5622382 & 5622925

Sanghar Branch, Distt. Sanghar
Tel. No: (0235) 543376-8

Tando Adam Branch, Distt. Sanghar
Tel. No: (0235) 571640-44

Golarchi Branch, Distt. Badin
Tel. No: (0297) 853193-4

Talhar Branch, Distt. Badin
Tel. No: (0297) 830389

Deh. Sonhar Branch, Distt. Badin
Tel. No: (0297) 870729 & 870783

Matli Branch
Tel. No: (0297) 840171-2

Tando Bago Branch, Distt. Badin
Tel. No: (0297) 854554-5

Buhara Branch, Distt. Thatta
Tel. No: (0298) 613169

Jati Branch, Distt. Thatta
Tel. No: (0298) 777120 & 129

Hub Branch, Distt. Lasbela
Tel. No: (0853) 310225-7

Shahdadpur Br., Distt. Sanghar
Tel. No: (0235) 841982 & 4

Umerkot Branch
Tel. No: (0238) 571350 & 571356

Nawabshah Branch
Tel. No: (0244) 363919

Mirpurkhas Branch
Tel. No: (0233) 876418-9

Larkana Branch
Tel. No: (074) 4058601-4

Panjhatti Branch
Tel. No: (0243) 552183-4

Ghotki Branch
Tel. No: (0723) 680305-6

Deharki Branch
Tel. No: (0723) 644157-8

Thull Branch
Tel. No: (0722) 610150, 1 & 3

Kandkhot Branch
Tel. No: (0722) 572883, 4 & 5

Jacobabad Branch
Tel. No: (0722) 654041 & 5

Shahdadkot Br., Distt. Qamber Shahdadkot
Tel. No: (074) 4012402 & 3

Dadu Branch
Tel. No: (025) 4711417

List of Branches

As at 30 June 2016

Shikarpur Branch

Tel. No: (0726) 540381-3 & 0316-8226319-21

Main Branch, Quetta

Tel. No: (081) 2821610 & 2821641

Islamic Banking

Shahrah-e-Iqbal Branch, Quetta

Tel. No: (081) 2820227-30 & 2820237

Chamman Branch

Tel. No: 0316-8226342-3, 0826-613685

NORTH REGION

Main Branch, Peshawar

Tel. No: (091) 5277914-6 & 5277394

Chowk Yadgar Branch, Peshawar

Tel. No: (091) 2573335-6

Islamic Banking

Khyber Bazar Branch, Peshawar

Tel. No: (091) 2566812-3

Hayatabad Branch, Peshawar

Tel. No: (091) 5893365-8

Main Branch, Rawalpindi

Tel. No: (051) 5123123, 5 & 8
& (051) 5123132, 4 & 6

Chandni Chowk Branch, Rawalpindi

Tel. No: (051) 4571186-7 &
& (051) 4571160, 3, 5, & 8

22 Number Chungi Branch, Rawalpindi

Tel. No: (051) 5563576, 7 & 8

Muslim Town Branch, Rawalpindi

Tel. No: (051) 5405514 & 4931112

Pindora Branch, Rawalpindi

Tel. No: (051) 4419019-22

Gulraiz Branch, Rawalpindi

Tel. No: (051) 5509690-2

Islamic Banking

Peshawar Road Br., Rawalpindi

Tel. No: (051) 5460115-6

Bahria Town Branch, Rawalpindi

Tel. No: (051) 5733772-3

Bewal Br., Distt. Rawalpindi

Tel. No: (051) 3360274-5

Main Branch, Islamabad

Tel. No: (051) 2348174 & 2348178
& UAN 111-567-890

G-9 Markaz Branch, Islamabad

Tel. No: (051) 2850171-3

Islamic Banking

I-10 Markaz Branch, Islamabad

Tel. No: (051) 4101733-5

I-9 Markaz Branch, Islamabad

Tel. No: (051) 4858101-3

E-11 Branch, Islamabad

Tel. No: (051) 2228756-9

DHA Phase-II Br., Islamabad

Tel. No: (051) 5161969 & 5161970

Islamic Banking

F-8 Markaz Branch, Islamabad

Tel. No: (051) 2818019-21

G-11 Markaz Branch, Islamabad

Tel. No: (051) 2830152-4

F-11 Markaz Branch, Islamabad

Tel. No: (051) 2101076 & 7

Lathrar Road Branch, Tarlai,

Distt. Islamabad

Tel. No: (051) 2241664-6

Soan Garden Br., Distt. Islamabad

Tel. No: (051) 5738942-4

Gujar Khan Branch

Tel. No: (051) 3516327, 29 & 30

Waisa Branch, Distt. Attock

Tel. No: (057) 2651066-8

Swabi Branch, Distt. Swabi

Tel. No: (0938) 221741, 3 & 4

Topi Branch, Distt. Swabi

Tel. No: (0938) 271614-6

Mirpur Branch, (AJK)

Tel. No: (05827) 444488 & 448044

Islamgarh Branch, (AJK)

Tel. No: (05827) 423981-2

Dadyal Branch, Distt. Mirpur (AJK)

Tel. No: (05827) 465555 & 465560-2

Jattlan Branch, Distt. Mirpur (AJK)

Tel. No: (05827) 403591-4

Gilgit Branch

Tel. No: (05811) 453749

Denyore Branch, Distt. Gilgit

Tel. No: (05811) 459986-7

Jutial Branch, Distt. Gilgit

Tel. No: (05811) 457233-5

Aliabad Branch, Hunza

Tel. No: (05813) 455000 & 455001

Gahkuch Branch

Tel. No: (05814) 450408-10

Skardu Branch

Tel. No: (05815) 450327 & 450189

Abbottabad Branch

Tel. No: (0992) 385231-3

Jhelum Branch

Tel. No: (0544) 625794-5

Chitral Branch, Distt. Chitral

Tel. No: (0943) 412078-9

Chakwal Branch

Tel. No: (0543) 543128-30

Mardan Branch

Tel. No: (0937) 864755-7

Muzaffarabad Branch

Tel. No: (0582) 2920025-6

Islamic Banking

Chillas Branch, Distt. Diamer

Tel. No: (05812) 450631-2

Hattar Branch, Distt. Haripur

Tel. No: (0995) 617152-3

Islamic Banking Mingora Branch

Tel. No: (0946) 714355

Soneri Bank Limited

Registered Office: Rupali House 241-242,
Upper Mall Scheme, Anand Road, Lahore - 54000, Pakistan
Tel: (042) 35713101-04

Central Office: 10th Floor, PNSC Building,
M.T. Khan Road, Karachi - 74000, Pakistan
Tel: (021) 32444401-5

24/7 Phone Banking: 021-111-SONERI (766374)
www.soneribank.com |  SoneriBankPK |  @SoneriBank_Pk