



IN MEMORY OF SHAHEED MOHTARMA BENAZIR BHUTTO

شہید و ہتڑہہ بینظیر بھٹو کی یاد میں

SINDH BANK

سندھ بینک

POWER TO THE PEOPLE

بااختیار عوام

First
Quarterly
Financial
Statements
March 31, 2023

Contents

Vision and Mission Statements	02
Corporate Information.....	03
Directors' Report (English).....	04
Directors' Report (Urdu).....	08
Unconsolidated Condensed Interim Statement of Financial Position.....	16
Unconsolidated Condensed Interim Profit and Loss Account.....	17
Unconsolidated Condensed Interim Statement of Comprehensive Income	18
Unconsolidated Condensed Interim Statement of Changes in Equity.....	19
Unconsolidated Condensed Interim Cash Flow Statement.....	20
Notes to the Unconsolidated Condensed Interim Financial Statements	21
Consolidated Condensed Interim Statement of Financial Position.....	51
Consolidated Condensed Interim Profit and Loss Account	52
Consolidated Condensed Interim Statement of Comprehensive Income.....	53
Consolidated Condensed Interim Statement of Changes in Equity.....	54
Consolidated Condensed Interim Cash Flow Statement.....	55
Notes to the Consolidated Condensed Interim Financial Statements	56
Branch Network	82

VISION Our vision is to be a leading bank which would play a positive role to generate economic activities for empowering the people by meeting their financial needs for running a successful business and create employment opportunities.

MISSION To develop as a leading Commercial Bank in the country by meeting its stated objectives of promoting economic development of the country in general and in the Province of Sindh in particular.

Corporate Information

Board of Directors

Mr. Anis A. Khan	Chairman / Non-Executive Director
Mr. Sajid Jamal Abro	Finance Secretary - GoS / Non-Executive Director
Mr. Asif Jahangir	Non Executive Director / Nominee of GoS
Mr. Javaid Bashir Sheikh	Independent Director
Mr. Mohammad Aftab Alam	Non Executive Director
Mr. Adnan Ali Khan	Independent Director
Mrs. Shaista Bano Gilani	Independent Director
Mr. Imran Samad	President & CEO

Chief Financial Officer

Dilshad Hussain Khan

Company Secretary

Muhammad Irfan Zafar

Auditors'

RSM Avais Hyder Liaquat Nauman
Chartered Accountants.

Legal Advisors

Mohsin Tayebaly & Co

Share Registrar

CDC Share Registrar Services Ltd.

Registered/Head Office

3rd, Floor Federation House
Abdullah Shah Ghazi Road
Clifton, Karachi-75600
UAN : +92-21-111-333-225
Fax : +92-21-35870543

Registration Number

0073917

NTN Number

3654008-7

Website

www.sindhbank.com.pk

Facebook

/SindhBankLimitedOfficial

Instagram

/SindhBankLimited

Linkedin

/Company/Sindh-bank-limited

Directors' Report

On behalf of the Board of Directors of Sindh Bank, I am presenting herewith the financial results for the first quarter ended March 31, 2023. Review of performance is presented below:

(Rs. in '000)

Balance Sheet	As on Mar 31, 2023	As on Dec 31, 2022	% age Change
Paid up Capital	29,524,428	29,524,428	-
Reserves & accumulated loss	(10,995,336)	(11,164,969)	-1.52%
Paid up Capital & Reserves	18,529,091	18,359,459	0.92%
Deficit on Revaluation of Investment	(2,385,137)	(1,208,500)	97.36%
Equity	16,143,955	17,150,959	-5.87%
Borrowings	119,759,344	106,934,714	11.99%
Deposits	223,052,523	223,043,950	0.004%
Investment (carrying value)	248,260,289	254,552,776	-2.47%
Gross Advances	69,745,601	70,899,317	-1.63%
Profit & Loss Account	Three Months Ended		
	March 31, 2023	March 31, 2022	%age Change
Total Income			
Markup/return/interest income	12,582,339	6,708,351	87.56%
Markup/return/interest expenses	11,039,238	4,940,117	123.46%
Net markup/return/interest income	1,543,101	1,768,234	-12.73%
Fee, Commission & Other Income	143,473	92,875	
Dividend Income	49,691	53,240	
Foreign Exchange Income	214,232	81,956	
Gain/ (loss) on sale of Investments	1,014	(33,165)	
Non-mark-up/non-interest income	407,410	194,906	109.03%
Non mark-up/interest expenses	1,826,893	1,483,621	23.14%
Recovery of Provision - cash	(204,969)	(9,294)	
Provision-specific & general against Advances	50,500	91,286	
Total Provisions	(154,469)	81,992	-288.40%
Profit before Tax & Provisions	123,618	479,519	-74.22%
Profit Before Tax	278,087	397,527	-30.05%
Profit After Tax	169,633	244,012	-30.48%
Earnings per share (EPS) (Rupees)	0.06	0.10	
Other Information	As on Mar 31, 2023	As on Dec 31, 2022	%age Change
No. of Accounts	603,111	573,882	5.09%
Number of Branches	330	330	

Pre-tax profit for the quarter ended March 31, 2023 amounted to Rs. 278.08 mn compared to pre-tax profit of Rs.397.52 mn in the same quarter last year, attributable factors of such variance are:

- During the quarter bank's primarily focus was on recovery of non-performing loan, resultantly bank recorded reversal of provision of Rs 154 mn (i.e net of additional provision of Rs 50.5 mn)
- Increase in non markup income by Rs 212.5 mn , main contribution factors are FX income increased by Rs 132.2 mn and Fee commission income increased by Rs 50.6 mn during the quarter,
- Decrease in net Interest Income by Rs. 225.13 mn i.e. 12.73%, mainly due to increase in policy rate (i.e. 10.25%) during the period from April 2022 to March 2023 resultantly increase the opportunity cost on fixed rate investment of Rs 29 bn and increase the opportunity cost on NPL's of Rs 35 bn,
- Non markup expenses of the Bank rose by Rs 288 mn i.e 23.14% which was mainly attributable to abnormal rise in domestic inflation and FX rates.

After tax profit for the quarter ended March 31, 2023 amounted to Rs. 169.63 mn compared to after tax profit of Rs. 244.01 mn in the same quarter last year.

Total Assets stood at Rs.372.87 bn as compared to Rs.357.85 bn as at December 31, 2022, thereby registering an increase of 4.20 %. Carrying value of Investments as at March 31, 2023 amounted to Rs. 248.26 bn, decreased by 2.47 % over Rs.254.55 bn as at December 31, 2022. Gross Advances decreased by 1.63% to Rs. 69.74 bn from Rs.70.89 bn as at December 31, 2022, mainly due to regulatory restrictions on corporate advances

Total Deposits with nominal increase stood at Rs. 223.05 bn compared to Rs. 223.04 bn as on December 31, 2022. Number of customer accounts stood at 603,111 after increase of 29,229 accounts (i.e. 5.09% during the quarter which depicts new customer preferences and branches motivation to introduce new customers (NTBs).

CREDIT RATING

VIS Credit Rating Company Limited reaffirmed the Bank's long term entity rating of A+ (Single A Plus) and short term rating of A-1 (A-one) in its report dated June 28, 2022.

MINIMUM CAPITAL REQUIREMENT & CAPITAL ADEQUACY RATIO

Bank's Capital Adequacy Ratio stood at 0.15% as against the minimum requirement of 11.50 % as on March 31, 2023. Bank has approached Government of Sindh for injection of capital of Rs 2.1 bn and approached SBP for getting relaxation of recording MTM losses on Fixed income PIB's to meet the stipulated Capital Adequacy Ratio requirement.

ECONOMIC REVIEW

The country's economy is passing through the most challenging times of history due to a number of factors such as an uncertain political environment and feeble economic conditions. Market expected that an urgent finalization of IMF program will put a pause to FCY crisis; however, the hopes soon fizzled out. Though an IMF teams visited Pakistan from 29th Jan to the 9th Feb, 23, however, nothing could materialize due to the condition attached with signing of the Staff Level Agreement. IMF has asked Pakistan to meet a number of conditions, which among others included; 1) market-determined exchange rates, 2) a positive real interest rates, and 3) commitment of FCY support from friendly countries. Pakistan was able to meet the first two conditions; however, commitment from friendly countries is still pending and expected to be made in near future.

Despite improvement in the current account deficits for 1QTRCY23 due to import containment, external debt servicing remained a key challenge and lack of FCY reserved eroded the market's confidence. 1QTRCY23 proved to be a test of nerves for the policymakers and investors as PKR/USD parity lost 25.33% to close at a rate of PKR.283.79 on 31st March, 23. The drop in value of the currency was driven by a lack of dollar flows as well as expected external debt payment over US\$5 Bln. Foreign currency reserves of the country fell to US\$9.7 Bln, almost a decade low whereas SBP reserves dropped to US\$4.2 Bln; barely enough to cover imports for 3 weeks.

Another deteriorating economic indicator was skyrocketing inflation within the country. Inflation for the month of March, 23 touched 35.37%, which is the highest since 1965. The reason behind decade-high inflation was the result of food inflation which stands at 50% even though food inflation around the world is already down by 20% from its peak during year 2022. In order to support PKR/USD parity, fight decade-high inflation, and finalize the 9th review of the IMF program, SBP has increased the policy rate by 400 bps during CY23TD, which took the cumulative increase since Sep'21 to 1,340bps.

Outlook for the remaining 9 months is unstable as a lot depends on holding elections as well as the finalization of the IMF program. Pakistan needs to make external debt payments worth US\$5 Bln between April, 23 and June, 23. It's expected that country will be able to secure a rollover of US\$2.8 Bln, however, absence of IMF program and a payment of US\$2.2 bln will drive a hole in already low SBP reserves of US\$4.2 Bln. Currency and interest rates are expected remain under pressure due to the absence of any economic relief and lack of political stability.

PSX REVIEW

1st QTR of 2023 saw the KSE100 index lose 420pts (-1.0%) and close at 40,001pts by March 31'23. The decline in index was driven by political and economic uncertainty as well as lack of progress on IMF program. In order to support falling rupee and control highest ever inflation levels, SBP increased the Policy rate by 4% to 20% during 1Q of CY23. Future performance is more dependent on political direction of the country as current situation is quite uncertain with unprecedented happening.

SINDH MICROFINANCE BANK LIMITED (WHOLLY OWNED SUBSIDIARY)

Sindh Microfinance Bank Limited ('SMFB') started its operations as a province level microfinance bank in May 2016 with equity of Rs. 750 million. As of March 31, 2023, SMFB has increased its equity to more than Rs. 1 bn with internally generated profits. SMFB continues to remain a sustainable and profitable institution and during the first quarter ended March 31, 2023 SMFB registered a profit before tax of Rs. 19.3 million (21% improvement over the profit of Rs. 15.9 million of March quarter last year). SMFB has plans to seek a National level license from the State Bank of Pakistan once the minimum capital requirements for a national level license are met.

To date, SMFB has disbursed more than 256,200 loans amounting to almost Rs. 7.758 bn through its presence in 91 business locations in the province of Sindh. The aim of the microfinance program of SMFB is to improve access to finance for the underprivileged segment of the Sindh Province, especially economically active women in rural and semi urban areas of Sindh.

The Pakistan Credit Rating Agency (PACRA) maintained the ratings of A- for the long term and A2 for the short term which in PACRA's perspective captures the strength of SMFB as a growing institution in the microfinance sector.

Brief summary of financial highlights for the quarter ended March 31, 2023 showing below:

Balance Sheet	March 31, 2023		December 31 2022	
	# of Account	Rs. In million	# of Account	Rs. In million
Gross Loan Portfolio	70,996	1,560	66,133	1,318
Total Assets		2,043		2,008
Deposits	137,383	633	129,056	600
Borrowings		310		310
Total Liabilities		1,017		995
Net Equity		1,026		1,012
Lending activity				

	March 31, 2023		March 31, 2022	
	# of Account	Rs. In million	# of Account	Rs. In million
Loan Disbursements - 1st Qtr	19,211	758.49	14,179	458.15
Profit & loss account				
Net Interest Income		102.2		79.7
Profit Before Tax		19.3		15.9
Taxation		(5.5)		(4.6)
Profit After Tax		13.8		11.3

FUTURE OUTLOOK

With encouraging results achieved so far, the management is determined to maintain its focus on the following major goals in the coming period:

- (i) Recovery and reduction of Non-Performing Loans;
- (ii) Increase of Consumer, SME and Commercial business;
- (iii) Alternate delivery and service channels based on technology platforms to facilitate our customers;
- (iv) Training and development of Staff; and
- (v) Strengthening the risk and control environment.

Acknowledgements

On behalf of the Board of Directors, I would like to sincerely thank the regulators, shareholders and customers for their continued guidance, support and confidence reposed in the Bank and its Management.

On behalf of the Board of Directors



Imran Samad
President/CEO

Karachi, April 27, 2023



Asif Jahangir
(Non Executive Director)

ڈائریکٹرز رپورٹ

میں بورڈ آف ڈائریکٹرز کی جانب سے 31 مارچ 2023 کو اختتام پذیر پہلی سہ ماہی کے لیے بینک کے مالیاتی نتائج پیش کر رہا ہوں۔
 مالیاتی جھلکیاں درج ذیل ہیں:

(روپے 000 میں)			
بیلنس شیٹ	31 مارچ 2023 پر	31 دسمبر 2022 پر	فیصد تبدیلی
ادا شدہ سرمایہ	29,524,428	29,524,428	
ذخائر اور جمع شدہ نقصان	(10,995,336)	(11,164,969)	-1.52%
ادا شدہ سرمایہ	18,529,091	18,359,459	0.92%
سرمایہ کی دوبارہ قدر پذیری پر خسارہ	(2,385,137)	(1,208,500)	97.36%
ملکییتی سرمایہ	16,143,955	17,150,959	-5.87%
ادھار	119,759,344	106,934,714	11.99%
ڈپازٹس	223,052,523	223,043,950	0.004%
سرمایہ کاری (Carrying value)	248,260,289	254,552,776	-2.47%
مجموعی ایڈوانسز	69,745,601	70,899,317	-1.63%

تین ماہ کے اختتام پر			
نفع نقصان کا کھاتہ	31 مارچ 2023 پر	31 مارچ 2022 پر	فیصد تبدیلی
کل آمدن			
مارک اپ / ریٹرنز / سودی آمدن	12,582,339	6,708,351	87.56%
مارک اپ / ریٹرنز / سودی اخراجات	11,039,238	4,940,117	123.46%
خالص مارک اپ / ریٹرنز / سودی آمدن	1,543,101	1,768,234	-12.73%
فیس، کمیشن اور دیگر آمدن	143,473	92,875	
منقسمہ منافع (Dividend Income)	49,691	53,240	

نفع نقصان کا کھاتہ	31 مارچ 2023 پر	31 مارچ 2022 پر	فیصد تبدیلی
غیر ملکی زرمبادلہ سے آمدنی	214,232	81,956	
سرمایہ کاری کی فروخت سے نفع / (نقصان)	1,014	(33,165)	
بینا مارک اپ / غیر سودی آمدنی	407,410	194,906	109.03%
بینا مارک اپ / غیر سودی اخراجات	1,826,893	1,483,621	23.14%
مختصات سے وصولیابی - نقد	(204,969)	(9,294)	
مختصات - ایڈوانسز کے لیے مخصوص اور عام	50,500	91,286	
کل مختصات	(154,469)	81,992	-288.40%
منافع قبل از ٹیکس اور مختصات	123,618	479,519	-74.22%
منافع قبل از ٹیکس	278,087	397,527	-30.05%
منافع بعد از ٹیکس	169,633	244,012	-30.48%
آمدنی فی حصص (روپے)	0.06	0.10	

دیگر معلومات	31 مارچ 2023 پر	31 دسمبر 2022 پر	فیصد تبدیلی
کھاتوں کی تعداد	603,111	573,882	5.09%
شاخوں کی تعداد	330	330	

31 مارچ 2023 کو اختتام پذیر سہ ماہی پر منافع قبل از محصول 278.08 ملین روپے رہا جبکہ اس کے مقابلے میں گزشتہ سال اسی مدت کے دوران منافع قبل از محصول کی مالیت 397.52 ملین روپے تھی۔ اس اتار چڑھاؤ کے عوامل درج ذیل ہیں:

- زیر غور سہ ماہی میں بینک کی پوری توجہ غیر فعال قرضہ جات کی وصولیوں پر رہی جس کے نتیجے میں بینک نے 154 ملین روپے سے مختصات کو کم کیا (یعنی 50.5 ملین روپے کے اضافی مختصات کا خالص)
- زیر غور سہ ماہی میں غیر مارک اپ آمدنی میں 212.5 ملین روپے کا اضافہ ہوا جس میں غیر ملکی زرمبادلہ سے آمدن میں 132.2 ملین روپے کا اضافہ اور فیس کمیشن میں 50.6 ملین روپے کے اضافے کا بڑا حصہ تھا۔
- مارچ 2023 کی مدت کے دوران خالص سودی آمدنی میں 225.13 ملین روپے یعنی 12.73 فیصد کمی ہوئی جس کی بنیادی وجہ پالیسی نرخ میں (10.25 فیصد) کا اضافہ ہے، جس کے نتیجے میں فکسڈ (fixed) شرح کی سرمایہ کاری پر کاروباری موقع کی لاگت (opportunity cost) میں 29 ارب روپے کا اضافہ اور غیر فعال قرضہ

جات پر کاروباری موقع کی لاگت (opportunity cost) میں 35 ارب روپے کا اضافہ ہوا۔

- بینک کے غیر مارک اپ اخراجات 288 ملین روپے یعنی 23.14 فیصد سے بڑھے جس کی بنیادی وجہ غیر معمولی ملکی افراط زر اور غیر ملکی زرمبادلہ کی شرح مبادلہ میں اضافہ تھا۔

31 مارچ 2023 کو اختتام پذیر سہ ماہی پر منافع بعد از محصول 169.63 ملین روپے رہا جبکہ اس کے مقابلے میں گذشتہ سال اسی مدت کے دوران منافع بعد از محصول کی مالیت 244.01 ملین روپے تھی۔

31 دسمبر 2022 کے 357.85 ارب روپے کے کل اثاثہ جات کے مقابلے میں اس سہ ماہی کے اختتام پر کل اثاثہ جات کی مالیت 372.87 ارب روپے رہی اور اس طرح سے 4.20 فیصد اضافے کا اندراج کیا۔ 31 مارچ 2023 کو اختتام پذیر سہ ماہی کے دوران سرمایہ کاری کی Carrying value کی مالیت 248.26 ارب روپے رہی جبکہ 31 دسمبر 2022 پر اس کی مالیت 254.55 ارب روپے تھی جس میں 2.47 فیصد کمی کا اندراج ہوا۔ مجموعی ایڈوانسز کی مالیت 31 دسمبر 2022 کو اختتام پذیر سال کے 70.89 ارب روپے میں 1.63 فیصد کمی کے بعد 69.74 ارب روپے ہو گئی جس کی اصل وجہ اداراتی ایڈوانسز پر ریگولیٹری پابندیاں تھیں۔

31 دسمبر 2022 پر کل ڈپازٹس کی مالیت 223.04 ارب روپے تھی جو معمولی اضافے کے بعد 31 مارچ 2023 پر 223.05 ارب روپے ہو گئی۔ زیر غور سہ ماہی میں 29,229 کھاتوں (یعنی 5.09 فیصد) کے اضافے سے کھاتوں کی تعداد بڑھ کر 603,111 ہو گئی جو گا کھوں کی ترجیح اور برانچوں کی نئے گا کھوں کو متعارف کروانے کی ترغیب ظاہر کرتی ہے۔

کریڈٹ ریٹنگ

VIS کریڈٹ ریٹنگ کمپنی نے اپنی 28 جون 2022 کی رپورٹ میں بینک کی طویل المدت درجہ بندی کے لیے 'A+' (مثبت A) اور قلیل المدت درجہ بندی کے لیے 'A-1' (من) کی توثیق کی ہے۔

کم سے کم سرمایہ (capital) کی ضرورت اور کپیٹل کی موزونیت کا تناسب

سندھ بینک کا سرمایہ کی موزونیت کا تناسب (Capital Adequacy Ratio) 31 مارچ 2023 پر کم از کم 11.50 فیصد کی شرح کے مقابلے میں 0.15 فیصد ہے۔ بینک نے حکومت سندھ سے درخواست کی ہے کہ 2.1 ارب روپے کا سرمایہ دے تاکہ کم سے کم سرمایہ (Capital) کی موزونیت کے تقاضے کو پورا کیا جاسکے اور اس کے ساتھ ہی مذکورہ سرمایہ کی موزونیت کا تناسب (Capital Adequacy Ratio) کے تقاضے پورے کرنے کے لیے فکسڈ انکم PIB پر MTM نقصانات کے اندراج پر رعایت دینے کے لئے بینک دولت پاکستان سے بھی رابطہ کیا ہے۔

معاشی جائزہ

ملکی معیشت تاریخی طور پر انتہائی مشکل دور سے گزر رہی ہے جس کی وجہ مختلف عناصر ہیں مثلاً غیر یقینی سیاسی صورتحال اور کمزور معاشی حالات ہیں۔ مارکیٹ کو توقع تھی کہ فوری طور پر بین الاقوامی مالیاتی فنڈ پروگرام کو حتمی شکل دینا، FCY مسئلہ کو روک دے گا لیکن جلد ہی امیدیں ختم ہو گئیں۔ اگرچہ بین الاقوامی مالیاتی فنڈ کی ٹیم نے 29 جنوری سے 9 فروری 2023 تک پاکستان کا دورہ کیا لیکن اسٹاف کی سطح کے معاہدے کے ساتھ معاہدے پر دستخط کرنے کے لیے عائد شرائط کی وجہ سے کچھ بھی ممکن نہ ہو سکا۔ بین الاقوامی مالیاتی فنڈ نے پاکستان سے متعدد شرائط کو پورا کرنے کا تقاضا کیا ہے جن میں شامل ہیں: (1) منڈی کا متعین کردہ شرح مبادلہ، (2) مثبت حقیقی سودی نرخ اور دوست ممالک کی جانب سے FCY سے معاونت کا وعدہ۔ پاکستان پہلی دو شرائط پوری کر سکا ہے، تاہم، دوست ممالک کی جانب سے وعدہ التوا کا شکار ہے اور امید ہے کہ جلد پورا ہو جائے گا۔

سال 2023 کی پہلی سہ ماہی کے دوران درآمدات میں ٹھہراؤ کے باعث جاری کھاتے کے خسارے میں کمی کے باوجود بیرونی قرضہ جات کی ادائیگی ایک مسئلہ ہے اور FCY ذخائر کی عدم دستیابی نے مارکیٹ کا اعتماد ختم کر دیا ہے۔ پاکستانی روپے/امریکی ڈالر کی شرح مبادلہ میں 25.33 فیصد گراؤ کے بعد 31 مارچ 2023 پر ایک امریکی ڈالر کے مقابلے میں پاکستانی روپے قدر 283.79 روپے ہو گئی جس کی وجہ سے جاری سال 2023 کی پہلی سہ ماہی پالیسی سازوں اور سرمایہ کاروں کے اعصاب کا امتحان ثابت ہوئی۔ پاکستانی روپے کی قدر میں کمی کا محرک ملک میں ڈالر کی آمد کا رک جانا اور 5 ارب امریکی ڈالر کی بیرونی قرضوں کی ادائیگیاں تھیں۔ ملک کے غیر ملکی زرمبادلہ کے ذخائر گر کر 9.7 ارب امریکی ڈالر ہو گئے جو موجودہ دہائی کی کم ترین سطح ہے جبکہ بینک دولت پاکستان کے ذخائر کم ہو کر 4.2 ارب امریکی ڈالر ہو گئے ہیں جو یہ مشکل تین ہفتوں کی درآمدات کے لیے کافی ہیں۔

ایک اور بگڑتا ہوا معاشی اشارہ آسان کو چھوٹا ہوا ملکی افراط زر تھا۔ مارچ 2023 کے مہینے کے لیے افراط زر 35.37 فیصد رہا جو 1965 کے بعد بلند ترین سطح ہے۔ موجودہ دہائی کے بلند ترین افراط زر کی وجہ غذائی افراط زر ہے جو 50 فیصد پر رہا، جبکہ دنیا بھر میں سال 2022 کی بلند ترین سطح کی غذائی افراط زر میں 20 فیصد کمی ہوئی۔ پاکستانی روپے/امریکی ڈالر کی شرح مبادلہ، دہائی کے بلند ترین افراط زر کے تدارک اور بین الاقوامی مالیاتی فنڈ کے 9 ویں جائزہ پروگرام کی معاونت کے لیے بینک دولت پاکستان نے پالیسی نرخ میں 400 بیس پوائنٹس کا اضافہ کیا ہے جس میں ستمبر 2021 سے اب تک 13,400 بیس پوائنٹس کا مجموعی اضافہ ہے۔

بقیہ 9 ماہ کا منظر نامہ غیر مستحکم ہے جس کا انحصار ایکشن کے انعقاد اور بین الاقوامی مالیاتی فنڈ پروگرام کو حتمی شکل دینے پر ہے۔ پاکستان کو اپریل 2023 اور جون 2023 کے درمیان 5 ارب امریکی ڈالر کی بیرونی قرضہ جات کی ادائیگیاں کرنی ہیں۔ توقع ہے کہ

پاکستان 2.8 ارب امریکی ڈالر کی رول اوور (rollover) حاصل کر لے گا، تاہم، بین الاقوامی مالیاتی فنڈ پروگرام کی عدم دستیابی اور 2.2 ارب امریکی ڈالر کی ادائیگی بینک دولت پاکستان کے پہلے سے ہی کم 4.2 ارب امریکی ڈالر کے ساتھ مشکلات پیدا کریں گی۔ کسی بھی قسم کی معاشی مدد کی عدم دستیابی اور سیاسی عدم استحکام کی وجہ سے توقع ہے کہ کرنسی اور سودی شرح دباؤ کا شکار رہیں گی۔

PSX کا جائزہ

سال 2023 کی پہلی سہ ماہی میں KSE100 انڈیکس 420 پوائنٹس (-1.0 فیصد) کی کمی کے بعد 31 مارچ 2023 پر 40,001 پوائنٹس پر بند ہوا۔ انڈیکس میں کمی کا محرک سیاسی اور معاشی غیر یقینی کے ساتھ ساتھ بین الاقوامی فنڈ پروگرام میں پیش رفت کا نا ہونا ہے۔ روپے کی گرتی ہوئی قدر اور تاریخی بلند ترین افراط زر کی سطح کی معاونت کے لیے، بینک دولت پاکستان نے جاری سال کی پہلی سہ ماہی میں پالیسی نرخ میں 4 فیصد تا 20 فیصد کا اضافہ کر دیا ہے۔ مستقبل کی کارکردگی کا زیادہ انحصار ملک کی سیاسی سمت پر ہوگا جیسا کہ ایسے واقعات کا ہونا جس کی مثال نہیں ملتی اس وجہ سے موجودہ صورتحال کافی غیر یقینی ہے۔

مائیکروفنانس بینک لمیٹڈ (مکمل طور پر ذیلی ادارہ)

سندھ مائیکروفنانس بینک لمیٹڈ (SMFB)، نے مائیکروفنانس آپریشن کا آغاز صوبہ سندھ میں مئی 2016 میں 750 ملین روپے کے ملکیتی سرمایہ سے کیا۔ 31 مارچ 2023 تک SMFB نے اپنے منافع کے ذریعے سے اپنے ملکیتی سرمائے کو ایک (1) ارب روپے سے زیادہ پہنچا دیا ہے۔ 31 مارچ 2023 کی پہلی سہ ماہی کے دوران SMFB محسٹیت ایک تسلسل سے جاری رہنے والے اور منافع بخش ادارے کے رہا۔ SMFB نے 19.3 ملین روپے کا منافع قبل از محصول حاصل کیا (گزشتہ سال کی مارچ کی سہ ماہی کے 15.9 ملین روپے میں 21 فیصد اضافے کا اندراج کیا)۔ SMFB کا ارادہ ہے، کہ جیسے ہی قومی سطح کے لائسنس کی کم سے کم کچھیل کی ضرورت پوری ہوتی ہے تو وہ بینک دولت پاکستان سے قومی سطح کا لائسنس حاصل کرے۔

SMFB نیاب تک 256,200 قرضہ جات جن کی تقریباً مالیت 7.758 ارب روپے ہے، کی ادائیگیاں سندھ بھر میں 91 مقامات پر موجود دفاتر سے کی ہیں۔ مائیکروفنانس پروگرام کا مقصد سندھ کے پسماندہ طبقے، خاص طور پر عورتوں تک، فنانس کی رسائی میں بہتری لانا تھا۔ اس جذبے کے تحت SMFB نے، سندھ میں دیہی اور نیم شہروں میں معاشی طور پر متحرک خواتین کو خود مختار بنانے کے لیے ان تک فنانس کی رسائی میں اہم کردار ادا کیا۔

پاکستان کریڈٹ ریٹنگ ایجنسی (PACRA) نے طویل المدت درجہ بندی A- اور قلیل المدت درجہ بندی A2 تفویض کی ہیں، PACRA کی نظر میں مائیکروفنانس کے سیکٹر میں SMFB ایک ترقی کرتا ہوا ادارہ ہے۔

31 مارچ 2023 کو اختتام پذیر سہ ماہی کی مختصر مالیاتی جھلکیاں درج ذیل ہیں:

31 دسمبر 2022		31 مارچ 2023		
بیانس شیٹ				
روپے لاکھ میں	کھاتوں کی تعداد	روپے لاکھ میں	کھاتوں کی تعداد	
1,318	66,133	1,560	70,996	مجموعی قرضہ کا اپورٹ فولیو
2,008		2,043		کل اثاثہ جات
600	129,056	633	137,383	ڈپازٹس
310		310		ادھار
995		1,017		کل واجبات (Liabilities)
1,012		1,026		خالص ملکیتی سرمایہ (Equity)
قرضہ جات کی فراہمی کی سرگرمی				
31 مارچ 2022		31 مارچ 2023		
458.15	14,179	758.49	19,211	قرضہ جات کی فراہمی پہلی سرمایہ
نفع نقصان کا کھاتہ				
79.7		102.2		خالص سودی آمدن
15.9		19.3		منافع قبل از محصول
(4.6)		(5.5)		محصول
11.3		13.8		منافع بعد از محصول

مستقبل کا منظر نامہ


اب تک حوصلہ افزا نتائج حاصل کرنے کے بعد، انتظامیہ پر عزم ہے کہ وہ آنے والی مدت میں مندرجہ ذیل مقاصد پر اپنی توجہ برقرار رکھے گی:

- (i) غیر فعال قرضوں کی بحالی اور کمی؛
- (ii) کٹز پور، SME اور تجارتی کاروبار میں اضافہ؛
- (iii) متبادل فراہمی اور خدمات کے ذرائع جس کی بنیاد ٹیکنالوجی پلیٹ فارم پر ہو تاکہ گاہکوں کو سہولت فراہم کی جاسکے۔
- (iv) عملے کی تربیت اور ترقی
- (v) خطرے اور نگرانی کے ماحول کی مضبوطی

اعتراف

بورڈ آف ڈائریکٹرز کی جانب سے، میں خلوص دل سے ریگولیشنز، حصص کنندگان اور گاہکوں کا ان کی بینک انتظامیہ کی مسلسل رہنمائی اور حمایت کرنے پر شکریہ ادا کرنا چاہتا ہوں۔

بورڈ آف ڈائریکٹرز کی جانب سے


آصف چانگیز
نان ایگزیکٹو ڈائریکٹر


عمران صد
CEO/صدر

کراچی: 27 اپریل 2023

**UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS
PERIOD ENDED
MARCH 31, 2023**

Unconsolidated Condensed Interim Statement of Financial Position As At March 31, 2023

	Note	March 31, 2023 Un-audited	December 31, 2022 Audited
----- (Rupees in '000) -----			
ASSETS			
Cash and balances with treasury banks	7	13,559,999	14,168,738
Balances with other banks	8	8,991,884	1,619,530
Lendings to financial institutions	9	32,184,680	19,967,424
Investments	10	248,260,289	254,552,777
Advances	11	42,803,080	43,802,328
Fixed assets	12	3,786,079	4,032,522
Intangible assets	13	108,030	117,271
Deferred tax assets-net	14	15,467,579	14,662,046
Other assets	15	7,712,646	4,927,691
		372,874,266	357,850,327
LIABILITIES			
Bills payable	16	805,066	726,148
Borrowings	17	119,759,344	106,934,714
Deposits and other accounts	18	223,052,523	223,043,950
Liabilities against assets subject to finance lease		-	-
Subordinated debt		-	-
Deferred tax liabilities		-	-
Other liabilities	19	13,113,378	9,994,556
		356,730,311	340,699,368
NET ASSETS		16,143,955	17,150,959
REPRESENTED BY			
Share capital - net	20	29,524,428	29,524,428
Reserves		1,495,339	1,461,412
Shares deposit money	21	-	-
Deficit on revaluation of assets	22	(2,385,137)	(1,208,500)
Accumulated Loss		(12,490,675)	(12,626,381)
		16,143,955	17,150,959
CONTINGENCIES AND COMMITMENTS	23		

The annexed notes from 1 to 42 form an integral part of these unconsolidated condensed interim financial statements.


 Chairman


 President and
 Chief Executive Officer


 Director







 Director


 Chief Financial Officer

Unconsolidated Condensed Interim Profit and Loss Account (Un-audited) For The Quarter Ended March 31, 2023

		March 31, 2023	March 31, 2022
	Note	----- (Rupees in '000) -----	
Mark-up / Return / Interest Earned	24	12,582,339	6,708,351
Mark-up / Return / Interest Expensed	25	11,039,238	4,940,117
Net Mark-up / Interest Income		1,543,101	1,768,234
Non Mark-up / Interest Income			
Fee and Commission Income	26	140,253	89,555
Dividend Income		49,691	53,240
Foreign Exchange Income		214,232	81,956
Income / (loss) from derivatives		-	-
Gain / (Loss) on securities	27	1,014	(33,165)
Other Income	28	2,220	3,320
Total non-markup/interest income		407,410	194,906
Total Income		1,950,511	1,963,140
Non Mark-up / Interest Expenses			
Operating expenses	29	1,771,475	1,483,593
Other charges	30	55,418	28
Total non-markup/interest expenses		1,826,893	1,483,621
Profit / (Loss) before provisions		123,618	479,519
Provisions and write offs - net Extra ordinary / unusual items	31	(154,469)	81,992
		-	-
Profit / (Loss) before Taxation		278,087	397,527
Taxation	32	108,454	153,515
Profit / (Loss) after Taxation		169,633	244,012
----- Rupees -----			
Basic Earning per share	33	0.06	0.10
Diluted Earning per share	34	0.06	0.10

The annexed notes from 1 to 42 form an integral part of these unconsolidated condensed interim financial statements.

 Chairman
 President and
Chief Executive Officer
 Director
 Director
 Chief Financial Officer

Unconsolidated Condensed Interim Statement of Comprehensive Income (Un-audited) For The Quarter Ended March 31, 2023

	<u>March 31, 2023</u>	<u>March 31, 2022</u>
	----- (Rupees in '000) -----	
Profit / (Loss) after taxation for the period	169,633	244,012
Other comprehensive income		
Items that may be reclassified to profit and loss account in subsequent periods:		
Movement in Deficit surplus on revaluation of investments - net of tax	<u>(1,176,637)</u> <u>(1,007,004)</u>	<u>(228,518)</u> <u>15,494</u>
Items that will not be reclassified to profit and loss account in subsequent periods:		
Remeasurement gain / (loss) on defined benefit obligations - net of deferred tax	-	-
Total comprehensive income / (loss)	<u><u>(1,007,004)</u></u>	<u><u>15,494</u></u>

The annexed notes from 1 to 42 form an integral part of these unconsolidated condensed interim financial statements.


 Chairman


 President and
 Chief Executive Officer


 Director


 Director


 Chief Financial Officer

Unconsolidated Condensed Interim Statement of Changes in Equity (Un-audited) For The Quarter Ended March 31, 2023

	Share Capital	Proposed Ordinary shares to be issued on amalgamation	Shares Deposit Money	Capital Reserves			Surplus / (Deficit) on revaluation of Investments	Accumulated Loss **	Total
				Reserves on amalgamation	Share Premium	Statutory Reserve *			
Rupees in '000									
Balance as at January 01, 2022	25,524,428	-	4,000,000	9,433	51	1,451,928	(1,121,647)	(11,236,911)	18,627,282
Profit after tax for the quarter ended March 31, 2022	-	-	-	-	-	-	-	244,012	244,012
Other comprehensive income - net of tax	-	-	-	-	-	-	(228,518)	-	(228,518)
Transfer to statutory reserve	-	-	-	-	-	48,802	-	(48,802)	-
Issue of Shares during the period	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2022	25,524,428	-	4,000,000	9,433	51	1,500,730	(1,350,165)	(11,041,701)	18,642,776
Loss after tax for the nine months ended December 31, 2022	-	-	-	-	-	-	-	(1,629,762)	(1,629,762)
Other comprehensive income (/loss) - net of tax	-	-	-	-	-	-	141,665	(3,720)	137,945
Transfer to statutory reserve	-	-	-	-	-	(48,802)	-	48,802	-
Shares Deposit Money	4,000,000	-	(4,000,000)	-	-	-	-	-	-
Fair valuation adjustment of net assets of Sindh Leasing Company Limited	-	-	-	-	-	-	-	-	-
Balance as at December 31, 2022	29,524,428	-	-	9,433	51	1,451,928	(1,208,500)	(12,626,381)	17,150,959
Profit after tax for the quarter ended March 31, 2023	-	-	-	-	-	-	-	169,633	169,633
Other comprehensive income - net of tax	-	-	-	-	-	-	(1,176,637)	-	(1,176,637)
Transfer to statutory reserve	-	-	-	-	-	33,927	-	(33,927)	-
Balance as at March 31, 2023	29,524,428	-	-	9,433	51	1,485,855	(2,385,137)	(12,490,675)	16,143,955

* Statutory reserve represents amount set aside as per the requirements of Section 21 of the Banking Companies Ordinance, 1962.

** As more fully explained in note 11.2.2 of these unconsolidated condensed interim financial statements, unappropriated profit includes an amount of Rs.4,690.59 million net of tax as at March 31, 2023 (December 31, 2022: Rs. 4,737.96 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 from 1 to 42 form an integral part of these unconsolidated condensed interim financial statements.


 Chairman


 President and
 Chief Executive Officer


 Director







 Director


 Chief Financial Officer

Unconsolidated Condensed Interim Cash Flow Statement (Un-audited) For The Quarter Ended March 31, 2023

		March 31, 2023	March 31, 2022
	Note	----- (Rupees in '000) -----	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit / (Loss) before taxation		278,087	397,527
Less: Dividend income		<u>(49,691)</u>	<u>(53,240)</u>
		228,396	344,287
Adjustments:			
Depreciation	29	281,084	269,788
Amortisation	29	9,241	9,241
Provision and write offs -net	31	(154,469)	81,992
Provision for diminution in the value of investments - net	31	-	-
Gain on sale of operating fixed assets	28	(843)	(2,632)
		<u>135,013</u>	<u>358,389</u>
		363,409	702,676
(Increase) / decrease in operating assets			
Lendings to financial institutions		(12,217,256)	4,781,208
Advances		1,153,717	2,001,482
Other assets (excluding advance taxation)		<u>(2,778,521)</u>	<u>(1,300,474)</u>
		(13,842,060)	5,482,216
Increase / (decrease) in operating liabilities			
Bills payable		78,918	325,716
Borrowings from financial institutions		12,824,630	69,638,204
Deposits and other accounts		8,573	1,248,394
Other liabilities (excluding current taxation)		<u>3,084,370</u>	<u>(338,270)</u>
		15,996,491	70,874,044
		<u>2,517,840</u>	<u>77,058,936</u>
		(114,346)	(70,422)
Income tax paid		<u>(114,346)</u>	<u>(70,422)</u>
Net cash flows from / (used in) operating activities		<u>2,403,494</u>	<u>76,988,514</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Net investment in available-for-sale securities		(25,279,067)	(77,350,515)
Net investment in held-to-maturity securities		29,642,641	6,884
Dividends received		30,345	43,503
Investments in operating fixed assets		(35,102)	(80,547)
Sale proceeds from sale of fixed assets		1,304	272
Net cash flows from / (used in) investing activities		<u>4,360,121</u>	<u>(77,380,403)</u>
CASH FLOW FROM FINANCING ACTIVITIES			
		-	-
Decrease in cash and cash equivalents		6,763,615	(391,889)
Cash and cash equivalents at the beginning of the year		<u>15,788,268</u>	<u>20,434,492</u>
Cash and cash equivalents at the end of the period	35	<u>22,551,883</u>	<u>20,042,603</u>

The annexed notes from 1 to 42 form an integral part of these unconsolidated condensed interim financial statements.

 Chairman
 President and Chief Executive Officer
 Director
 Director
 Chief Financial Officer

Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited) For The Quarter Ended March 31, 2023

1. STATUS AND NATURE OF BUSINESS

- 1.1 Sindh Bank Limited (the Bank) was incorporated in Pakistan on October 29, 2010 as a public unlisted company and is engaged in Commercial Banking, Corporate and Investment related activities. The Bank operates 330 (2022: 330) branches including 8 (2022: 8) sub-branches and 14 (2022: 14) Islamic banking branches in Pakistan. The Bank's registered office is located at 3rd floor, Federation House, Abdullah Shah Ghazi Road, Clifton, Karachi, Pakistan.
- 1.2 The Government of Sindh, through its Finance Department owns 99.97% ordinary shares of the Bank.
- 1.3 VIS Credit Rating Company Limited has reaffirmed the long term entity rating of A+ (Single A Plus) and short term rating of A-1 (A-one) in its report dated June 28, 2022.

1.4 Going Concern

Due to significant losses suffered by the Bank since the years 2018 and to address any material uncertainties, the management has been working on a Business Viability Plan approved by its Board of Directors in 73rd meeting held on September 13, 2019. The Plan aims to make the Bank a viable, self-sustaining institution. Important areas of focus where efforts are continuing and significant progress has been made are:

- Strengthening Bank's Capital -As planned, cash injection, of Rs. 11.7 billion was made in 2019 and Rs. 3.814 billion added during 2020 from amalgamation of Sindh Leasing Company Limited in Bank's Tier 1 Common Equity. A further amount of Rs. 4 billion has been received from GoS in the last quarter of 2021. Furthermore, in order to remain capital compliant, the Bank vide Letter No. SNDB/P&CEO/155/2022 dated December 09, 2022 has approached the Government of Sindh (GoS) with a request for fresh capital injection of Rs. 2 Billion before December 31, 2022 to avoid breach of the regulatory capital requirement. Moreover, the GoS has requested the State Bank of Pakistan for a deferment on the maintenance of Capital Adequacy Ratio vide letter No. F.D (FMH) 294(1)/2019-20/ dated December 30, 2022 for the next few months as well.
 - Improving Business Volumes and Profitability-This involves the Bank taking pro-active measures to:
 - i. Increase fee-based income from mainly trade-related business;
 - ii) Improve Net Interest margin;
 - a) Mobilize cost effective (CASA) deposits;
 - b) Launch new asset products in the Consumer and SME segments;
 - iii. make concerted efforts for recovery and reduction of Non-Performing Loans.
 - iv. Take cost rationalization measures;
 - Strengthening the Bank's Governance, Risk and Control environment.
 - The management is confident that barring any unforeseen contingencies, the Bank will be able to stage a turn-around. The Government of Sindh, Bank's major shareholder holding 99.96 percent of the Bank's equity is fully committed to supporting the Bank, whenever required.
- 1.5 Listing of the Bank will be undertaken in future after improvement in Bank's financial position and Regulator's guidance on the matter.

2. BASIS OF PRESENTATION

- 2.1 The disclosures made in these unconsolidated condensed interim financial statements have been limited based on the format prescribed by the State Bank of Pakistan through BPRD Circular Letter No. 5 dated 22 March 2019 and the requirements of the International Accounting Standard 34, "Interim Financial Reporting". These do 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 2022.
- 2.2 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 Banks from their customers and immediate resale to them at appropriate mark-up in price on deferred payment basis. The purchases and sales arising under these arrangements are not reflected in these unconsolidated condensed interim financial statements as such but are restricted to the amount of facility actually utilised and the appropriate portion of mark-up thereon. The Islamic Banking branches of the Bank have complied with the requirements set out under the Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) and notified under the provisions of the Companies Act, 2017.
- 2.3 The financial results of the Islamic Banking branches have been consolidated in these unconsolidated condensed interim financial statements for reporting purposes, after eliminating material inter-branch transactions / balances. Key financial figures of the Islamic Banking branches are disclosed in note 40 to these unconsolidated condensed interim financial statements.

3. STATEMENT OF COMPLIANCE

These unconsolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. These accounting and reporting standards comprise of:

- International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under the Companies Act, 2017;
- Provisions of and directives issued under the Banking Companies Ordinance, 1962 and the Companies Act, 2017; and
- Directives issued by the State Bank of Pakistan (SBP) and the Securities and Exchange Commission of Pakistan (SECP).

Whenever the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 or the directives issued by the SBP and the SECP differ with the requirements of IFRS or IFAS the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives, shall prevail.

The SBP vide BSD Circular No. 10, dated August 26, 2002 has deferred the applicability of International Accounting Standard 39, Financial Instruments: Recognition and Measurement (IAS 39) and International Accounting Standard 40, Investment Property (IAS 40) for Banking companies till further instructions. Further, according to the notification of the Securities and Exchange Commission of Pakistan (SECP) dated April 28, 2008, the IFRS - 7 Financial Instruments: Disclosures has not been made applicable for banks. Accordingly, the requirements of these standards have not been considered in the preparation of these unconsolidated condensed interim financial statements. However, investments have been classified and valued in accordance with the requirements of various circulars issued by the SBP.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The basis for accounting estimates adopted in the preparation of this condensed interim unconsolidated financial information is the same as that applied in the preparation of the audited unconsolidated financial statements for the Quarter ended December 31, 2022.

5 SIGNIFICANT ACCOUNTING POLICIES

5.1 Standards, interpretations and amendments to approved accounting standards that are effective in the current period

There are certain amendments to existing accounting and reporting standards that have become applicable to the Bank for accounting periods beginning on or after January 01, 2023. These are considered either not to be relevant or do not have any significant impact on these condensed interim financial statements.

5.2 Standards, interpretations and amendments to published accounting and reporting standards that are relevant but not yet effective:

IFRS 9 - Financial Instruments has been made applicable in several overseas jurisdictions from January 01, 2018 and is progressively being adopted in others. The requirements of IFRS 9 are incorporated in the banks financial statements for the jurisdictions where IFRS 9 has been adopted. In terms of SBP's BPRD Circular Letter No. 03 of 2022 dated July 05, 2022 the effective date of implementation of IFRS 9 is January 01, 2024 for banks having assets size of less than Rs. 500 billion as per their Annual Financial Statements of December 31, 2021. Since Sindh Bank Limited has assets size of less than Rs. 500 billion as at December 31, 2021 therefore, the effective date of implementation of IFRS 9 would be January 01, 2024.

6. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements of the Bank for the year ended December 31, 2022.

		March 31, 2023 Un-audited	December 31, 2022 Audited
	Note	----- (Rupees '000) -----	
7 CASH AND BALANCES WITH TREASURY BANKS			
In hand			
Local currency		4,098,379	4,593,287
Foreign currency		143,478	112,285
		4,241,857	4,705,572
With State Bank of Pakistan (SBP) in			
Local currency current accounts	7.1	8,234,681	9,015,993
Foreign currency current accounts	7.2	174,688	105,966
Foreign currency deposit accounts			
- Non Remunerative	7.3	131,257	104,727
- Remunerative	7.4	259,417	205,270
		8,800,043	9,431,956
With National Bank of Pakistan in			
Local currency current accounts		505,809	22,429
Local currency deposit accounts	7.5	6,881	5
		512,690	22,434
Prize bonds		5,409	8,776
		13,559,999	14,168,738

- 7.1 This represents cash reserve required to be maintained with SBP as per the requirement of Section 22 of the Banking Companies Ordinance, 1962.
- 7.2 This represents US Dollar Settlement Account maintained with SBP.
- 7.3 This represents foreign currency (FCY) cash reserve maintained with SBP to comply with statutory reserve requirement applicable on Bank's FCY deposits.
- 7.4 This represents foreign currency special cash reserve maintained with SBP. The Bank is entitled to earn profit which is declared by SBP on a monthly basis. During the period, the SBP has declared profit in the range of 3.39% to 3.67% (2022 : 0% - 3.14%) per annum.
- 7.5 This includes savings account with National Bank of Pakistan carrying mark-up at 15.50% (2022: 14.50%) per annum.

		March 31, 2023 Un-audited	December 31, 2022 Audited
	Note	----- (Rupees '000) -----	
8	BALANCES WITH OTHER BANKS		
	In Pakistan		
	In current accounts	30	30
	In savings accounts	1,478	1,434
		1,508	1,464
	Outside Pakistan		
	In current accounts	8,990,376	1,618,066
		8,991,884	1,619,530

8.1 This includes savings account with a commercial bank carrying profit at the rate of 15.50% (2022: 14.50%) per annum.

9 LENDINGS TO FINANCIAL INSTITUTIONS

Repurchase agreement lendings (Reverse Repo)	9.3	31,534,680	19,967,424
Musharaka arrangements	9.2	650,000	-
		32,184,680	19,967,424

9.1 Particulars of lending

In local currency	32,184,680	19,967,424
In foreign currencies	-	-
	32,184,680	19,967,424

9.2 This represents arrangement with an Islamic bank carrying mark-up in the range of 19.75% to 20.50% (2022: 15.75% to 16.20%) per annum maturing up to April 05, 2023 (2022: January 06, 2023).

9.3 Securities held as collateral against Lendings to financial institutions

	March 31, 2023 (Un-audited)			December 31, 2022 (Audited)		
	Held by Bank	Further given as collateral	Total	Held by Bank	Further given as collateral	Total
	----- (Rupees '000) -----					
Market Treasury Bills	-	-	-	18,016,775	-	18,016,775
Pakistan Investment Bonds	31,532,840	-	31,532,840	1,975,600	-	1,975,600
Total	31,532,840	-	31,532,840	19,992,375	-	19,992,375

10 INVESTMENTS

10.1 Investments by type

	March 31, 2023 (Un-audited)				December 31, 2022 (Audited)			
	Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value
----- Rupees in '000 -----								
Available-for-sale securities								
Federal Government Securities								
Market Treasury Bills	-	-	-	-	64,108,973	-	(180,402)	63,928,571
Pakistan Investment Bonds	17,565,266	-	(2,326,883)	15,238,383	17,616,725	-	(1,265,020)	16,351,705
Pakistan Investment Bonds - Floater	215,322,189	-	(1,188,054)	214,134,135	125,882,687	-	(167,136)	125,715,551
Government of Pakistan - Ijarah Sukuk	4,000,006	-	(30,306)	3,969,700	4,000,008	-	(14,598)	3,985,410
Shares								
Listed	2,785,331	(342,757)	(381,366)	2,061,208	2,785,332	(342,757)	(373,481)	2,069,094
Mutual funds	215,049	(42,806)	16,550	188,793	215,049	(42,806)	19,492	191,735
	<u>239,887,841</u>	<u>(385,563)</u>	<u>(3,910,059)</u>	<u>235,592,219</u>	<u>214,608,774</u>	<u>(385,563)</u>	<u>(1,981,145)</u>	<u>212,242,066</u>
Held-to-maturity securities								
Federal Government Securities								
Market Treasury Bills	-	-	-	-	29,623,413	-	-	29,623,413
Pakistan Investment Bonds	11,324,527	-	-	11,324,527	11,343,755	-	-	11,343,755
Preference Shares - Unlisted	77,708	(77,708)	-	-	77,708	(77,708)	-	-
Non-government debt securities								
Term finance certificates - Listed	224,235	-	-	224,235	224,235	-	-	224,235
Term finance certificates - Unlisted	858,949	(489,641)	-	369,308	858,949	(489,641)	-	369,308
	<u>12,485,419</u>	<u>(567,349)</u>	<u>-</u>	<u>11,918,070</u>	<u>42,128,060</u>	<u>(567,349)</u>	<u>-</u>	<u>41,560,711</u>
Investment in Subsidiary								
Fully paid ordinary shares	750,000	-	-	750,000	750,000	-	-	750,000
Total Investments	<u>253,123,260</u>	<u>(952,912)</u>	<u>(3,910,059)</u>	<u>248,260,289</u>	<u>257,486,834</u>	<u>(952,912)</u>	<u>(1,981,145)</u>	<u>254,552,777</u>

10.2 Investments given as collateral

Federal government securities

	March 31, 2023 Un-audited	December 31, 2022 Audited
Pakistan Investment Bonds	116,834,000	104,589,900
Market Treasury Bills	-	-
	<u>116,834,000</u>	<u>104,589,900</u>

10.3 Provision for diminution in value of investments

	March 31, 2023 Un-audited	December 31, 2022 Audited
10.3.1 Opening balance	952,912	873,216
Charge / reversals		
Charge for the period / year	-	80,939
Reversals for the period / year	-	-
Reversal on disposals for the period / year	-	(1,243)
Transfers - net	-	79,696
Closing Balance	952,912	<u>952,912</u>

March 31, 2023 (Un-audited)		December 31, 2022 (Audited)	
Non performing investments	Provision	Non performing investments	Provision

----- Rupees in '000 -----

10.3.2 Particulars of provision against equity / debt investments

Category of classification

Domestic

Other assets especially mentioned	-	-	-	-
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	977,614	952,912	977,614	952,912
Total	977,614	952,912	977,614	952,912

10.3.3 The Bank has availed the benefit of forced sale value of collateral against non-performing investment on the basis of the instructions of the State Bank of Pakistan. Had the benefit not been taken by the Bank, provision against non-performing investment would have been higher by Rs. 24.7 million (2022: Rs. 24.7 million). The resultant increase in profit due to FSV benefit taken will not be available for distribution as cash and stock dividend to shareholders.

10.4 The market value of securities classified as held-to-maturity as at March 31, 2023 amounted to Rs. 10,036.93 million (December 31, 2022 : Rs. 40,242.39 million).

10.5 The Bank has requested the SBP to allow reclassification of PIB's from AFS to HTM category on book value. Reclassification request did not accede, however SBP allowed Sindh Bank to stagger its mark to market losses of PIB AFS portfolio on quarterly basis @ 25% starting from September 30, 2022 and to be completed by June 30, 2023.

11 ADVANCES

Performing		Non Performing		Total	
March 31, 2023 (Un-audited)	December 31, 2022 (Audited)	March 31, 2023 (Un-audited)	December 31, 2022 (Audited)	March 31, 2023 (Un-audited)	December 31, 2022 (Audited)

----- Rupees in '000 -----

Loans, cash credits, agriculture, running finances etc.	28,559,341	28,762,623	34,291,869	34,531,096	62,851,210	63,293,719
Commodity finance	4,663,960	5,205,042	-	-	4,663,960	5,205,042
Net investment in finance lease	486,590	538,713	419,984	420,881	906,574	959,594
Islamic financing and related assets						
Diminishing musharakah financing	945,446	1,021,768	11,515	11,898	956,961	1,033,666
Ijarah financing under IFAS 2	9,867	11,371	-	-	9,867	11,371
	34,665,204	35,539,517	34,723,368	34,963,875	69,388,572	70,503,392
Bills discounted and purchased (excluding market treasury bills)						
Payable in Pakistan	348,639	386,782	-	-	348,639	386,782
Payable outside Pakistan	4,985	5,738	3,405	3,405	8,390	9,143
	353,624	392,520	3,405	3,405	357,029	395,925
Advances - gross	35,018,828	35,932,037	34,726,773	34,967,280	69,745,601	70,899,317
Provision for non-performing advances						
- Specific Provision	-	-	26,931,168	27,089,777	26,931,168	27,089,777
- General provision against consumer and small enterprise advances	11,353	7,212	-	-	11,353	7,212
	11,353	7,212	26,931,168	27,089,777	26,942,521	27,096,989
Total Advances - Net	35,007,475	35,924,825	7,795,605	7,877,503	42,803,080	43,802,328

11.1 Particulars of advances (Gross)	March 31, 2023	December 31, 2022
	Un-audited	Audited
	----- (Rupees '000) -----	
In local currency	69,745,601	70,899,317
In foreign currencies	-	-
	<u>69,745,601</u>	<u>70,899,317</u>

11.2 Advances include Rs. 34,726.77 (2022: Rs. 34,967.28) million which have been placed under non-performing status as detailed below:

Category of Classification	Note	March 31, 2023 (Un-audited)		December 31, 2022 (Audited)	
		Non performing Loans	Provision	Non performing Loans	Provision
----- Rupees in '000 -----					
Domestic					
Other Assets Especially Mentioned	11.2.1	22,686	-	26,794	-
Substandard		11,873	36	10,979	36
Doubtful		197,238	23,072	198,971	23,739
Loss		34,494,976	26,908,060	34,730,536	27,066,002
Total		<u>34,726,773</u>	<u>26,931,168</u>	<u>34,967,280</u>	<u>27,089,777</u>

11.2.1 This represents non-performing portfolio of agricultural and small and medium enterprise financing classified as OAEM as per the requirements of the Prudential Regulations for Agricultural, Infrastructure Project Financing and Small and Medium Enterprise Financing issued by the State Bank of Pakistan.

11.2.2 The Bank has availed the benefit of forced sale value on plant and machinery under charge and mortgaged residential and commercial property (land and building only) held as collateral against non-performing advances on the basis of the instructions of the State Bank of Pakistan. Had the benefit not been taken by the Bank, specific provision against non-performing advances would have been higher by Rs. 7,664.80 (2022: Rs. 7,742.44) million. The resultant increase in profit due to FSV benefit taken will not be available for distribution as cash and stock dividend to shareholders.

11.2.3 Particulars of provision against advances

	March 31, 2023 (Un-audited)			December 31, 2022 (Audited)		
	Specific	General	Total	Specific	General	Total
----- Rupees in '000 -----						
Opening balance	27,089,777	7,212	27,096,989	25,236,386	2,903	25,239,289
Exchange adjustments	-	-	-	-	-	-
Charge for the period	46,360	4,140	50,500	2,718,477	4,309	2,722,786
Reversals	(204,969)	-	(204,969)	(860,608)	-	(860,608)
	(158,609)	4,140	(154,469)	1,857,869	4,309	1,862,178
Amounts charged off						
- Agriculture loans	-	-	-	(4,478)	-	(4,478)
Net charge / (reversal) during the period	(158,609)	4,140	(154,469)	1,853,391	4,309	1,857,700
Closing balance	<u>26,931,168</u>	<u>11,352</u>	<u>26,942,520</u>	<u>27,089,777</u>	<u>7,212</u>	<u>27,096,989</u>

11.2.3.1 General provision against consumer loans represents provision maintained at an amount equal to 1% (2022: 1%) of the fully secured performing portfolio and 4% (2022: 4%) of the unsecured performing portfolio as required by the Prudential Regulations issued by SBP. General provision against Small Enterprises financing represents provision maintained at an amount equal to 0% (2022: 0%) of the fully secured performing portfolio and 1% of the unsecured performing portfolio as required by the Prudential Regulations issued by SBP.

		March 31, 2023 Un-audited	December 31, 2022 Audited
12 FIXED ASSETS	Note	----- (Rupees '000) -----	
Capital work-in-progress	12.1	42,455	26,725
Property and equipment		1,262,786	1,312,351
Right of use assets		2,480,838	2,693,446
		<u>3,786,079</u>	<u>4,032,522</u>
12.1 Capital work-in-progress			
Civil works		7,125	4,325
Equipment		1,461	2,041
Advances to suppliers		33,869	20,359
		<u>42,455</u>	<u>26,725</u>

		March 31, 2023	March 31, 2022
		Un-audited	
		----- Rupees in '000 -----	

12.2 Additions to fixed assets

The following additions have been made to fixed assets during the period:

Property and equipment :

Leasehold improvements	4,671	3,329
Furniture and fixture	1,912	1,181
Computer and office equipment	12,791	13,979
Vehicles	-	19,545
Total	<u>19,374</u>	<u>38,034</u>

Disposal of fixed assets

The net book value of fixed assets disposed off during the period is as follows:

Lease hold improvements	-	86
Computer and office equipment	-	24
Vehicles	462	-
Total	<u>462</u>	<u>110</u>

		March 31, 2023 Un-audited	December 31, 2022 Audited
13 INTANGIBLE ASSETS		----- (Rupees '000) -----	
Computer Software		108,030	117,271
Others		-	-
		<u>108,030</u>	<u>117,271</u>

	March 31, 2023	March 31, 2022
	Un-audited	
	----- Rupees in '000 -----	
Additions to intangible assets		
The additions to intangible assets during the period:		
Computer Software	-	-
Disposals of intangible assets		
The net book value of intangible assets disposed off during the period.	-	-
	March 31, 2023	December 31, 2022
	Un-audited	Audited
	----- (Rupees '000) -----	
14 DEFERRED TAX ASSETS - NET		
Deductible Temporary Differences on		
- Provision against advances - general	8,474,582	9,108,677
- Tax losses carried forward	4,303,134	3,782,989
- Provision for diminution in the value of investments	94,853	94,853
- Deficit on revaluation of investments	1,524,923	772,647
- Others	1,212,383	1,050,673
	15,609,875	14,809,839
Taxable Temporary Differences on		
- Accelerated tax depreciation - tangible fixed assets	3,578	(3,797)
- Net investment in Lease Finance	(131,859)	(131,859)
- Accelerated tax amortization - intangible assets	(14,015)	(12,137)
	(142,296)	(147,793)
	15,467,579	14,662,046
15 OTHER ASSETS		
Income/ Mark-up accrued in local currency	7,302,794	4,261,207
Accrued commission income	19,730	19,730
Advances, deposits, advance rent and other prepayments	107,829	182,617
Receivable against sale of shares	-	56,982
Unrealised gain on forward forex revaluation - net	-	-
Insurance premium receivable against agriculture loans	9,954	9,841
Stationery and stamps on hand	19,429	18,966
Dividends receivable	19,346	-
Receivable against 1 Link ATM settlement account	166,442	305,152
Advance Taxation - net	-	12,912
Acceptances	-	-
Insurance claims receivable	6,363	3,375
Other receivables	60,759	56,909
	7,712,646	4,927,691
16 BILLS PAYABLE		
In Pakistan	805,066	726,148
Outside Pakistan	-	-
	805,066	726,148

	March 31, 2023 Un-audited	December 31, 2022 Audited
	----- (Rupees '000) -----	
17 BORROWINGS		
Secured		
Borrowings from State Bank of Pakistan		
- Under export refinance scheme	1,738,435	1,874,835
- Under long term finance facility	44,909	59,879
Repurchase agreement borrowings		
- State Bank of Pakistan	116,000,000	105,000,000
- Other commercial bank	1,976,000	-
	<u>117,976,000</u>	<u>105,000,000</u>
	<u>119,759,344</u>	<u>106,934,714</u>
17.1 Particulars of borrowings		
In local currency	119,759,344	106,934,714
In foreign currencies	-	-
	<u>119,759,344</u>	<u>106,934,714</u>

18 DEPOSITS AND OTHER ACCOUNTS

	March 31, 2023 (Un-audited)			December 31, 2022 (Audited)		
	In Local Currency	In Foreign Currencies	Total	In Local Currency	In Foreign Currencies	Total
	----- Rupees in '000 -----					
Customers						
Current deposits	51,972,139	744,242	52,716,381	57,625,016	538,290	58,163,306
Savings deposits	101,657,638	1,227,787	102,885,425	98,443,519	1,009,539	99,453,058
Term deposits	61,522,556	494,011	62,016,567	61,811,366	435,818	62,247,184
Margin and other deposits	2,511,350	-	2,511,350	480,506	-	480,506
	<u>217,663,683</u>	<u>2,466,040</u>	<u>220,129,723</u>	<u>218,360,407</u>	<u>1,983,647</u>	<u>220,344,054</u>
Financial Institutions						
Current deposits	49,638	31	49,669	53,242	24	53,266
Savings deposits	654,131	-	654,131	627,586	-	627,586
Term deposits	2,099,000	-	2,099,000	1,899,000	-	1,899,000
Margin and other deposits	120,000	-	120,000	120,044	-	120,044
	<u>2,922,769</u>	<u>31</u>	<u>2,922,800</u>	<u>2,699,872</u>	<u>24</u>	<u>2,699,896</u>
	<u>220,586,452</u>	<u>2,466,071</u>	<u>223,052,523</u>	<u>221,060,279</u>	<u>1,983,671</u>	<u>223,043,950</u>

19 OTHER LIABILITIES	Note	March 31,	December 31,
		2023	2022
		Un-audited	Audited
		----- (Rupees '000) -----	
Mark-up / return / interest payable in local currency		7,105,040	4,740,408
Mark-up / return / interest payable in foreign currency		5,453	3,485
Accrued expenses		293,574	281,813
Net defined benefit liability		24,841	104,688
Provision for compensated absences		247,978	250,602
Unrealised loss on forward forex revaluation - net		1,686,359	692,112
Payable against purchase of operating fixed assets		26,485	44,089
Payable against purchase of shares		-	309,248
Retention money		54,442	56,547
Federal excise duty / sales tax on services payable		4,186	1,835
Lease liability		2,687,414	2,861,097
Advance Taxation - net		34,452	-
Advance Rent		18,138	-
Withholding tax payable		88,050	20,919
Acceptances		-	-
Security deposit against lease contracts	19.1	241,651	237,882
Others		595,315	389,831
		<u>13,113,378</u>	<u>9,994,556</u>

19.1 These represent interest free security deposits received from lessees against lease contracts of Sindh Leasing Company Limited was amalgamated into the Bank, and are adjustable against residual value of leased assets at the expiry of the respective lease terms.

20 SHARE CAPITAL - NET

20.1 Authorised capital

March 31,	December 31,		March 31,	December 31,
			2023	2022
Un-audited	Audited		Un-audited	Audited
Number of Shares			----- Rupees in '000 -----	
<u>3,000,000,000</u>	<u>3,000,000,000</u>	Ordinary shares of Rs.10 each	<u>30,000,000</u>	<u>30,000,000</u>

20.2 Issued, subscribed and paid-up share capital

March 31,	December 31,		March 31,	December 31,
			2023	2022
Un-audited	Audited		Un-audited	Audited
Fully paid in cash				
<u>2,952,442,817</u>	<u>2,552,442,817</u>		<u>29,524,428</u>	<u>25,524,428</u>
-	400,000,000	Right shares of Rs.10/- Each issued during the period	-	4,000,000
<u>2,952,442,817</u>	<u>2,952,442,817</u>		<u>29,524,428</u>	<u>29,524,428</u>

20.3 The Government of Sindh, through its Finance Department, owns 99.97% ordinary shares of the Bank.

21 SHARES DEPOSIT MONEY

Opening balance	-	4,000,000
Received during the period / year	-	-
Right shares issued during the period / year	-	(4,000,000)
	<u>-</u>	<u>-</u>

		March 31, 2023 Un-audited	December 31, 2022 Audited
	Note	----- (Rupees '000) -----	
22 DEFICIT ON REVALUATION OF ASSETS			
Available-for-sale securities			
Federal government securities		(3,545,243)	(1,627,156)
Fully paid ordinary shares - listed		(381,366)	(373,481)
Units of mutual funds (units / certificates)		16,550	19,492
		<u>(3,910,059)</u>	<u>(1,981,145)</u>
Related deferred taxation		1,524,922	772,645
		<u>(2,385,137)</u>	<u>(1,208,500)</u>
23 CONTINGENCIES AND COMMITMENTS			
Guarantees	23.1	5,459,090	4,475,012
Commitments	23.2	214,822,035	167,300,904
Other contingent liabilities		-	-
		<u>220,281,125</u>	<u>171,775,916</u>
23.1 Guarantees:			
Financial guarantees		1,015,667	695,773
Performance guarantees		1,700,154	2,684,368
Other guarantees		2,743,269	1,094,871
		<u>5,459,090</u>	<u>4,475,012</u>
23.2 Commitments:			
Documentary credits and short-term trade-related transactions			
- letters of credit		2,715,544	549,961
Commitments in respect of:			
- forward foreign exchange contracts	23.2.1	45,109,382	32,362,486
- forward lending	23.2.2	166,997,109	134,388,457
Other commitments		-	-
		<u>214,822,035</u>	<u>167,300,904</u>
23.2.1 Commitments in respect of forward foreign exchange contracts			
Purchase		19,246,312	16,669,577
Sale		25,863,070	15,692,909
		<u>45,109,382</u>	<u>32,362,486</u>
23.2.2 Commitments in respect of forward lending			
Forward repurchase agreement lending		120,296,575	106,368,612
Forward resale agreement borrowings		31,581,388	19,984,859
Undrawn formal standby facilities, credit lines and other commitments to lend	23.2.2.1	15,119,146	8,034,986
		<u>166,997,109</u>	<u>134,388,457</u>
23.2.2.1 Commitments to extend credit			

The Banks enters into commitments to extend credit in the normal course of its business but these are revocable commitments that do not attract any significant penalty or expense if the facility is unilaterally withdrawn.

		March 31, 2023	March 31, 2022
		----- Un-audited -----	
	Note	----- Rupees in '000 -----	
24	MARK-UP/RETURN/INTEREST EARNED		
	Loans and advances	1,549,209	1,128,442
	Investments	10,781,212	5,308,398
	Lendings to financial institutions	227,100	268,846
	Balances with banks	24,818	2,665
		<u>12,582,339</u>	<u>6,708,351</u>
25	MARK-UP/RETURN/INTEREST EXPENSED		
	Deposits	6,417,893	3,208,446
	Borrowings	4,543,092	1,655,772
	Cost of swaps against foreign currency deposits / borrowings	16,483	28,144
	Lease liability against right of use assets	61,770	47,755
		<u>11,039,238</u>	<u>4,940,117</u>
26	FEE AND COMMISSION INCOME		
	Branch banking customer fees	15,266	13,546
	Consumer finance related fees	724	554
	Card related fees (debit cards)	62,572	48,069
	Commission on trade	40,001	13,137
	Commission on guarantees	13,877	8,398
	Credit related fees	1,787	1,269
	Commission on remittances including home remittances	5,658	4,234
	Others	368	348
		<u>140,253</u>	<u>89,555</u>
27	GAIN / (LOSS) ON SECURITIES		
	Realised	1,014	(33,165)
	Unrealised - held for trading	-	-
		<u>1,014</u>	<u>(33,165)</u>
27.1	Realised gain/(loss) on:		
	Federal Government Securities	1,014	(27,060)
	Shares of listed companies	-	(6,105)
	Others investments	-	-
		<u>1,014</u>	<u>(33,165)</u>
28	OTHER INCOME		
	Gain on sale of operating fixed assets	843	2,632
	Rent on premises shared	365	285
	Incidental charges	972	343
	Others	40	60
		<u>2,220</u>	<u>3,320</u>

	Note	March 31,	March 31,
		2023	2022
		----- Un-audited -----	
		----- Rupees in '000 -----	
29 OPERATING EXPENSES			
Total compensation expense	29.1	918,546	746,849
Property expenses			
Rent & taxes		7,224	5,589
Insurance		15,591	19,041
Utilities cost		80,205	58,497
Security (including guards)		105,362	85,908
Repairs & maintenance		4,869	5,354
Depreciation		17,282	16,490
Depreciation on right of use assets		212,608	201,626
		443,141	392,505
Information technology expenses			
Software maintenance		27,490	24,401
Hardware maintenance		28,016	16,694
Depreciation		4,658	5,026
Amortisation		9,241	9,241
Network charges		6,969	2,978
Others		10,359	7,496
		86,733	65,836
Other operating expenses			
Directors' fees and allowances		6,500	1,950
Fees and allowances to Shariah Board		1,061	1,043
Legal & professional charges		6,881	8,313
Outsourced services costs		30,708	27,767
Travelling & conveyance		12,599	10,483
NIFT clearing charges		8,530	7,403
Depreciation		46,536	46,646
Training & development		574	323
Postage & courier charges		3,221	6,461
Communication		32,382	30,451
Stationery & printing		35,837	25,328
Marketing, advertisement & publicity		21,738	16,060
Donations		-	-
Auditors' Remuneration	29.2	3,584	3,492
Repairs & maintenance		35,639	31,349
Brokerage and commission		2,012	2,740
Entertainment		18,023	14,840
Fees and subscription		42,355	30,767
Insurance expenses		4,238	2,578
Others		10,637	10,409
		323,055	278,403
		1,771,475	1,483,593

	March 31, 2023	March 31, 2022
	----- Un-audited -----	----- Rupees in '000 -----
29.1 Total compensation expense		
Managerial Remuneration		
- Fixed	573,626	454,106
- Variable Cash Bonus / Awards etc.	260	140
Charge for defined benefit plan	24,841	27,946
Contribution to defined contribution plan	29,283	25,638
Rent & house maintenance	159,938	131,984
Utilities	30,362	26,824
Medical	30,362	26,824
Conveyance	27,980	24,431
Employees old age benefits contribution	7,341	3,751
Leave Fare Assistance	11,380	6,349
Staff Insurances	18,808	16,866
Others	4,365	1,990
	918,546	746,849
29.2 Auditors' remuneration		
Audit fee	3,000	2,624
Fee for other statutory certifications	325	292
Special certifications and sundry advisory services	259	137
Out-of-pocket expenses	-	439
	3,584	3,492
30 OTHER CHARGES		
Penalties imposed by the State Bank of Pakistan	55,418	28
Others	-	-
	55,418	28
31 PROVISIONS & WRITE OFFS - NET		
Provisions for diminution in value of investments	10.3.1	-
Reversal of Provisions against loans & advances - specific	(204,969)	(9,294)
Provisions against loans & advances - specific	46,360	90,253
Provisions against loans & advances - general	4,140	1,033
Net provision during the period	11.2.3	(154,469)
Bad debts written off directly	-	-
	(154,469)	81,992

	March 31, 2023	March 31, 2022
	----- Un-audited -----	
	----- Rupees in '000 -----	
32 TAXATION		
Current	161,710	85,998
Deferred	(53,256)	67,517
	108,454	153,515
33 BASIC EARNING / (LOSS) PER SHARE		
Profit / (Loss) for the period	169,633	244,012
Weighted average number of ordinary shares	2,952,442,817	2,552,442,817
Basic Earning / (Loss) per share	0.06	0.10
34 DILUTED EARNING / (LOSS) PER SHARE		
Profit / (Loss) for the period	169,633	244,012
Weighted average number of ordinary shares (adjusted for the effects of all dilutive potential ordinary shares)	2,952,442,817	2,552,442,817
Diluted Earning / (Loss) per share	0.06	0.10
35 CASH AND CASH EQUIVALENTS		
Cash and Balances with Treasury Banks	13,559,999	17,866,950
Balances with other banks	8,991,884	2,175,653
	22,551,883	20,042,603

36 FAIR VALUE MEASUREMENTS

IFRS 13 "Fair Value Measurement" defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value of quoted securities other than those classified as held to maturity, is based on quoted market price. Fair value of fixed term loans, other assets, other liabilities and fixed term deposits cannot be calculated with sufficient reliability due to absence of current and active market for these assets and liabilities and reliable data regarding market rates for similar instruments. The provision for impairment of loans and advances has been calculated in accordance with the Bank's accounting policy.

In the opinion of the management, the fair value of the remaining financial assets and liabilities are not significantly different from their carrying values since assets and liabilities are either short term in nature or in the case of customer loans and deposits are frequently repriced.

36.1 Fair value of financial assets

IFRS 13 requires the Bank to carry out fair value measurement using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy is as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Unobservable inputs for the asset or liability.

36.2 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.

March 31, 2023 (Un-audited)			
Fair Value			
Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----			
On balance sheet financial instruments			
Financial assets measured at fair value			
Available-for-sale securities			
Pakistan Investment Bonds	-	229,372,518	-
Market Treasury Bills	-	-	-
Shares of listed companies	2,061,208	-	-
Units of mutual funds	94,352	94,441	-
Ijarah Sukuk - GoP	-	3,969,700	-
Sukuk bonds	-	-	-
2,155,560	233,436,659	-	235,592,219
Off balance sheet financial instruments			
Foreign exchange contracts (purchase)	-	19,246,312	-
-	19,246,312	-	19,246,312
Foreign exchange contracts (sale)	-	25,863,070	-
-	25,863,070	-	25,863,070
December 31, 2022 (Audited)			
Fair Value			
Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----			
On balance sheet financial instruments			
Financial assets measured at fair value			
Available-for-sale securities			
Pakistan Investment Bonds	-	142,067,256	-
Market Treasury Bills	-	63,928,571	-
Shares of listed companies	2,069,094	-	-
Units of mutual funds	68,975	122,760	-
Ijarah Sukuk - GoP	-	3,985,410	-
2,138,069	210,103,997	-	212,242,066
Off balance sheet financial instruments			
Foreign exchange contracts (purchase)	-	16,669,577	-
-	16,669,577	-	16,669,577
Foreign exchange contracts (sale)	-	15,692,909	-
-	15,692,909	-	15,692,909

The valuation techniques used for the above assets are the same as disclosed below.

Item	Valuation techniques and input used
Fully paid-up ordinary shares /close end mutual funds	Fair value is determined on the basis of closing quoted market prices available at the Pakistan Stock Exchange.
Open ended mutual funds	Fair value is based on redemption prices as at the close of the business day.
Pakistan Investment Bonds / Market Treasury Bills	Fair values are derived using the PKRV rates (Reuters page).
Government of Pakistan (GoP) - Ijarah Sukuks	Fair values are derived using the PKISRV rates announced by the Financial Market Association (FMA) through Reuters.
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.

37 SEGMENT INFORMATION

37.1 Segment Details with respect to Business Activities

	March 31, 2023 (Un-audited)				Total
	Trading and sales	Retail banking	Corporate finance	Commercial banking and others	
	----- Rupees in '000 -----				
Profit & Loss					
Net mark-up/return/profit income	6,497,794	10,775	-	(4,965,468)	1,543,101
Inter segment revenue - net	(7,792,537)	-	-	7,792,537	-
Non mark-up / return / interest income	245,793	22	-	161,595	407,410
Total Income	(1,048,950)	10,797	-	2,988,664	1,950,511
Segment direct expenses	(29,576)	(1,168)	-	(1,421,492)	(1,452,236)
Inter segment expense allocation	(37,466)	(8,080)	-	(329,111)	(374,657)
Total expenses	(67,042)	(9,248)	-	(1,750,603)	(1,826,893)
Provisions	-	-	-	154,469	154,469
Profit / (Loss) before tax	(1,115,992)	1,549	-	1,392,530	278,087
Balance Sheet					
Cash & Bank balances	8,800,755	-	-	13,751,128	22,551,883
Investments	248,260,289	-	-	-	248,260,289
Net inter segment lending	-	-	-	176,630,190	176,630,190
Lendings to financial institutions	32,184,680	-	-	-	32,184,680
Advances - performing	48,150	455,307	-	34,504,018	35,007,475
- non-performing (net)	-	1,800	-	7,793,805	7,795,605
Others	8,457,093	2,546	-	18,614,695	27,074,334
Total Assets	297,750,967	459,653	-	251,293,836	549,504,456

March 31, 2023 (Un-audited)

	Trading and sales	Retail banking	Corporate finance	Commercial banking and others	Total
----- Rupees in 000' -----					
Borrowings	118,020,969	-	-	1,738,375	119,759,344
Subordinated debt	-	-	-	-	-
Deposits & other accounts	-	-	-	223,052,523	223,052,523
Net inter segment borrowing	176,179,096	451,092	-	-	176,630,188
Others	4,083,130	8,561	-	9,826,755	13,918,446
Total liabilities	298,283,195	459,653	-	234,617,653	533,360,501
Equity	(532,228)	-	-	16,676,183	16,143,955
Total Equity & liabilities	297,750,967	459,653	-	251,293,836	549,504,456
Contingencies & Commitments	196,987,345	-	-	23,293,780	220,281,125

March 31, 2022 (Un-audited)

	Trading and sales	Retail banking	Corporate finance	Commercial banking and others	Total
----- Rupees in 000' -----					
Profit & Loss					
Net mark-up/return/profit income	3,902,785	8,882	-	(2,143,433)	1,768,234
Inter segment revenue - net	(4,321,467)	-	-	4,321,467	-
Non mark-up / return / interest income	94,228	244	-	100,434	194,906
Total Income	(324,454)	9,126	-	2,278,468	1,963,140
Segment direct expenses	(20,188)	(1,391)	-	(1,206,206)	(1,227,785)
Inter segment expense allocation	(25,583)	(6,662)	-	(223,591)	(255,836)
Total expenses	(45,771)	(8,053)	-	(1,429,797)	(1,483,621)
Provisions	-	-	-	81,992	81,992
Profit / (Loss) before tax	(370,225)	1,073	-	766,679	397,527

December 31, 2022 (Audited)

	Trading and sales	Retail banking	Corporate finance	Commercial banking and others	Total
----- Rupees in 000' -----					
Balance Sheet					
Cash & Bank balances	9,432,651	-	-	6,355,617	15,788,268
Investments	254,552,777	-	-	-	254,552,777
Net inter segment lending	-	-	-	181,249,550	181,249,550
Lendings to financial institutions	19,967,424	-	-	-	19,967,424
Advances - performing	47,748	470,947	-	35,406,130	35,924,825
- non-performing (net)	-	1,800	-	7,875,703	7,877,503
Others	4,903,213	2,574	-	18,833,743	23,739,530
Total Assets	288,903,813	475,321	-	249,720,743	539,099,877

	December 31, 2022 (Audited)				Total
	Trading and sales	Retail banking	Corporate finance	Commercial banking and others	
	----- Rupees in 000' -----				
Borrowings	105,059,879	-	-	1,874,835	106,934,714
Subordinated debt	-	-	-	-	-
Deposits & other accounts	-	-	-	223,043,950	223,043,950
Net inter segment borrowing	180,782,307	467,243	-	-	181,249,550
Others	2,440,114	8,078	-	8,272,512	10,720,704
Total liabilities	<u>288,282,300</u>	<u>475,321</u>	<u>-</u>	<u>233,191,297</u>	<u>521,948,918</u>
Equity	621,513	-	-	16,529,446	17,150,959
Total Equity & liabilities	<u>288,903,813</u>	<u>475,321</u>	<u>-</u>	<u>249,720,743</u>	<u>539,099,877</u>
Contingencies & Commitments	<u>158,715,957</u>	<u>-</u>	<u>-</u>	<u>13,059,959</u>	<u>171,775,916</u>

38 RELATED PARTY TRANSACTIONS

The related parties of the Bank comprise associated undertakings, directors, staff retirement funds and key management personnel (including their associates).

Transactions with related parties includes deposits, advances and other banking services which are carried out on an arm's length basis. Transactions with executives are undertaken at terms in accordance with employment agreements and service rules. Contributions to and accruals in respect of staff retirement benefit plans are made in accordance with the terms of the benefit plan. Remuneration of the President & Chief Executive Officer and directors are determined in accordance with the terms of their appointment.

The Government of Sindh (GoS) through its Finance Department holds 99.97% shareholding in the Bank and therefore entities which are owned and / or controlled by the GoS, or where the GoS may exercise significant influence, are related parties of the Bank. The Bank in the ordinary course of business enters into transactions with Government-related entities. Such transactions include lending to, deposits from and provision of other banking services to such entities. However, it is impracticable to disclose transactions with all other entities owned or controlled by the GoS.

The details of balances and transactions with related parties, other than those disclosed under respective notes, during the period / year are as follows:

	March 31, 2023 (Un-audited)				December 31, 2022 (Audited)			
	Directors	Key management personnel	Subsidiaries	Other related parties	Directors	Key management personnel	Subsidiaries	Other related parties
	----- Rupees in 000' -----							
Investments								
Opening balance	-	-	750,000	-	-	-	750,000	-
Investment made during the period / year	-	-	-	-	-	-	-	-
Investment redeemed / disposed off during the period / year	-	-	-	-	-	-	-	-
Closing balance	-	-	750,000	-	-	-	750,000	-
Advances								
Opening balance	-	191,206	-	-	-	184,296	-	-
Addition during the period / year	-	4,930	-	-	-	73,125	-	-
Repaid during the period / year	-	10,993	-	-	-	104,370	-	-
Transfer in / (out) - net	-	-	-	-	-	38,155	-	-
Closing balance	-	185,143	-	-	-	191,206	-	-
Other Assets								
Interest / mark-up accrued	-	242	-	-	-	233	-	-
Other receivables	-	-	3	365	-	-	3	-
	-	242	3	365	-	233	3	-
Deposits and other accounts								
Opening balance	5,101	304,172	24,915	1,837,495	767	40,590	39,300	2,138,735
Received during the period / year	5,406	334,763	1,789,801	2,016,275	20,783	923,785	5,147,175	16,435,032
Withdrawn during the period / year	4,769	515,897	1,792,714	1,030,425	19,132	732,137	5,161,560	16,736,272
Transfer in / (out) - net	-	-	-	-	2,683	71,934	-	-
Closing balance	5,738	123,038	22,002	2,823,345	5,101	304,172	24,915	1,837,495
Other Liabilities								
Interest / mark-up payable	11	1,763	582	57,972	21	3,949	400	28,249

	March 31, 2023 (Un-audited)				March 31, 2022 (Un-audited)			
	Directors	Key management personnel	Subsidiaries	Other related parties	Directors	Key management personnel	Subsidiaries	Other related parties
----- Rupees in 000' -----								
Income:								
Mark-up / return / interest earned	-	1,987	-	-	-	2,122	-	-
Fee and commission income	-	4	163	17	-	1	69	8
Net gain on sale of securities	-	-	-	-	-	-	-	200
Other income	-	-	-	365	-	-	-	285
Expenses:								
Mark-up / return / interest paid	31	2,723	1,745	93,656	17	641	725	38,406
Remuneration paid	-	68,919	-	-	-	46,408	-	-
Contribution to provident fund	-	3,343	-	-	-	2,227	-	-
Provision for gratuity	-	2,748	-	-	-	1,831	-	-
Other staff benefits	-	2,939	-	-	-	809	-	-
Directors' meetings fee	6,500	-	-	-	1,950	-	-	-
Other expenses	100	-	-	-	200	-	-	-
Insurance premium paid	-	-	-	19,515	-	-	-	13,932
Others:								
Sale of Government Securities	-	-	57,500	200,000	-	-	-	910,000
Purchase of Government Securities	-	-	-	-	-	-	-	-
Gratuity paid	-	-	-	-	-	6,042	-	-
Leave encashment	-	-	-	-	-	1,994	-	-
Expenses recovered under								
agency arrangement	-	-	-	15	-	-	-	14
Insurance claims settled	-	-	-	1,094	-	-	-	606

As at the date of unconsolidated statement of financial position, loans/advances and deposits related to government related entities and its related entities amounted to Rs.4,663.96 million (note 11) and Rs. 108,829.36 (note 18). The above includes deposits amounting to Rs. 36,383.73 (2022: Rs.34,328.51) million received through the Finance Department, Government of Sindh.

	March 31, 2023 Un-audited	December 31, 2022 Audited
	----- (Rupees '000) -----	
39 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS		
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	<u>17,033,753</u>	<u>16,898,047</u>
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	72,673	2,288,600
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	<u>72,673</u>	<u>2,288,600</u>
Eligible Tier 2 Capital	-	7,212
Total Eligible Capital (Tier 1 + Tier 2)	<u>72,673</u>	<u>2,295,812</u>
Risk Weighted Assets (RWAs):		
Credit Risk	29,595,918	26,979,421
Market Risk	8,887,985	6,237,413
Operational Risk	9,454,405	9,454,405
Total Risk Weighted Assets	<u>47,938,308</u>	<u>42,671,239</u>
Common Equity Tier 1 Capital Adequacy ratio	<u>0.15%</u>	<u>5.36%</u>
Tier 1 Capital Adequacy Ratio	<u>0.15%</u>	<u>5.36%</u>
Total Capital Adequacy Ratio	<u>0.15%</u>	<u>5.38%</u>
Notional minimum capital requirements prescribed by SBP		
CET1 minimum ratio	6.00%	6.00%
Tier 1 minimum ratio	7.50%	7.50%
Total capital minimum ratio	10.00%	10.00%
Total capital minimum ratio plus CCB	11.50%	11.50%
Approach followed for determining Risk Weighted Assets		
Credit Risk	Comprehensive Maturity method Basic Indicator	Comprehensive Maturity method Basic Indicator
Market Risk		
Operational Risk		
	March 31, 2023 Un-audited	December 31, 2022 Audited
	----- (Rupees '000) -----	
Leverage Ratio (LR):		
Eligible Tier-1 Capital	72,673	2,288,600
Total Exposures	<u>356,241,122</u>	<u>338,819,641</u>
Leverage Ratio (%)	<u>0.02%</u>	<u>0.68%</u>
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	156,710,393	132,719,755
Total Net Cash Outflow	<u>36,042,565</u>	<u>37,666,184</u>
Liquidity Coverage Ratio (%)	<u>435%</u>	<u>352%</u>
Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	161,368,439	159,888,541
Total Required Stable Funding	<u>69,056,354</u>	<u>78,670,959</u>
Net Stable Funding Ratio	<u>234%</u>	<u>203%</u>

40 ISLAMIC BANKING BUSINESS

The bank is operating with 14 Islamic Banking branches and 13 Islamic Banking Windows in Conventional branches (December 31, 2022 : 14 Islamic Banking branches and 13 Islamic Banking Windows).

The statement of financial position of the business is as follows:

		March 31, 2023	December 31, 2022
		Un-audited	Audited
	Note	----- (Rupees '000) -----	
Assets			
Cash and balances with treasury banks		422,964	308,289
Balances with other banks		14,146	1,091
Due from financial institutions	40.1	650,000	-
Investments	40.2	4,092,370	4,108,170
Islamic financing and related assets	40.3	955,347	1,033,556
Fixed assets		168,824	170,539
Intangible assets		3,083	3,333
Deferred tax assets		2,588	-
Due from head office		47,372	14,563
Other assets		320,819	194,838
		6,677,513	5,834,379
Liabilities			
Bills payable		21,682	7,279
Due to financial institutions		50,000	1,000,000
Deposits and other accounts	40.4	5,658,612	3,933,951
Deferred tax liability		-	6,437
Due to head office		-	-
Other liabilities		270,840	233,055
		6,001,134	5,180,722
Net Assets		676,379	653,657
Represented By			
Islamic banking fund		1,100,000	1,100,000
Reserves		-	-
Surplus / (deficit) on revaluation of investments		(4,048)	2,725
Accumulated loss	40.8	(419,573)	(449,068)
		676,379	653,657
CONTINGENCIES AND COMMITMENTS	40.5		

The profit and loss account of the business is as follows:

		March 31, 2023	March 31, 2022
		----- Un-audited -----	
Note		----- Rupees in '000 -----	
Profit / return on financing, investments and placements earned	40.6	215,874	116,902
Return on deposits and other dues expensed	40.7	129,654	85,704
Net income earned before provisions		86,220	31,198
Other income			
Fee, commission and brokerage income		3,174	1,537
Income from dealing in foreign currencies		(38)	28
Dividend income		3,870	3,330
Gain on sale / redemption of securities		-	-
Other income		1	(79)
		7,007	4,816
Total Income		93,227	36,014
Other expenses			
Administrative expenses		63,712	46,620
Other charges		20	-
Total Other Expenses		63,732	46,620
Profit /(Loss) Before Provision		29,495	(10,606)
Provisions and write offs - net		-	(651)
Profit /(Loss) before taxation		29,495	(9,955)
Taxation		-	-
Profit / (Loss) after taxation		29,495	(9,955)

The cash flow statement of the business is as follows

	March 31, 2023	March 31, 2022
	----- Un-audited ----- ----- Rupees in '000 -----	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (loss) before taxation	29,495	(9,955)
Less: Dividend income	(3,870)	(3,330)
	<u>25,625</u>	<u>(13,285)</u>
Adjustments		
Depreciation	1,985	9,705
Amortisation	250	250
Provision against non-performing loans and advances	-	(651)
	<u>2,235</u>	<u>9,304</u>
	27,860	(3,981)
(Increase) / decrease in operating assets		
Balances with and due from financial institutions	(650,000)	(600,000)
Islamic financing and related assets	78,209	44,756
Due from head office	(32,809)	(60,069)
Other assets	(125,981)	(65,314)
	<u>(730,581)</u>	<u>(680,627)</u>
(Decrease) / increase in operating liabilities		
Bills payable	14,403	5,598
Due to financial institutions	(950,000)	(250,000)
Deposits and other accounts	1,724,661	847,743
Due to head office	-	-
Other liabilities	37,785	(14,628)
	<u>826,849</u>	<u>588,713</u>
	124,128	(95,895)
Income tax paid	-	-
Net cash flow from / (used in) operating activities	124,128	(95,895)
CASH FLOW FROM INVESTING ACTIVITIES		
Net investment in securities	2	2
Dividend received	3,870	3,330
Investment in operating fixed assets	(270)	(1,315)
Net cash flow from / (used in) investing activities	3,602	2,017
CASH FLOW FROM FINANCING ACTIVITIES		
	-	-
Increase in cash and cash equivalents	127,730	(93,878)
Cash and cash equivalents at beginning of the year	<u>309,380</u>	<u>403,460</u>
Cash and cash equivalents at end of the period	437,110	309,582

40.1 Due from financial institutions	March 31, 2023 (Un-audited)			December 31, 2022 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	----- Rupees in '000 -----					
Musharaka arrangements	650,000	-	650,000	-	-	-
Bai Mujjal	-	-	-	-	-	-
	<u>650,000</u>	<u>-</u>	<u>650,000</u>	<u>-</u>	<u>-</u>	<u>-</u>

40.2 Investments	March 31, 2023 (Un-audited)				December 31, 2022 (Audited)			
	Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value
----- Rupees in '000 -----								
Federal Government Securities:								
- Ijarah Sukuks	4,000,006	-	(30,306)	3,969,700	4,000,008	-	(14,598)	3,985,410
Islamic Fund:								
- Listed Companies	99,000	-	23,670	122,670	99,000	-	23,760	122,760
Total Investments	<u>4,099,006</u>	<u>-</u>	<u>(6,636)</u>	<u>4,092,370</u>	<u>4,099,008</u>	<u>-</u>	<u>9,162</u>	<u>4,108,170</u>

40.3 Islamic financing and related assets	March 31, 2023 Un-audited	December 31, 2022 Audited
	----- (Rupees '000) -----	
Ijarah financing under IFAS 2	9,867	11,371
Ijarah financing - Consumer	788	-
Diminishing musharakah financing	952,673	1,033,666
Other	3,500	-
	<u>966,828</u>	<u>1,045,037</u>
Less: provision against Islamic financing		
- Specific	(11,481)	(11,481)
- General	-	-
	<u>(11,481)</u>	<u>(11,481)</u>
Islamic financing and related assets - net of provisions	<u>955,347</u>	<u>1,033,556</u>

40.4 Deposits and other accounts	March 31, 2023 (Un-audited)			December 31, 2022 (Audited)		
	In Local Currency	In Foreign Currencies	Total	In Local Currency	In Foreign Currencies	Total
----- Rupees in '000 -----						
Customers						
Current deposits	606,889	15,200	622,089	791,885	1,081	792,966
Savings deposits	3,762,148	7,287	3,769,435	1,904,738	6,040	1,910,778
Term deposits	497,621	-	497,621	500,121	-	500,121
Margin and other deposits	24,708	-	24,708	28,768	-	28,768
	<u>4,891,366</u>	<u>22,487</u>	<u>4,913,853</u>	<u>3,225,512</u>	<u>7,121</u>	<u>3,232,633</u>
Financial Institutions						
Current deposits	2,707	-	2,707	2,711	-	2,711
Savings deposits	142,022	-	142,022	98,577	-	98,577
Term deposits	600,000	-	600,000	600,000	-	600,000
Margin and other deposits	30	-	30	30	-	30
	<u>744,759</u>	<u>-</u>	<u>744,759</u>	<u>701,318</u>	<u>-</u>	<u>701,318</u>
	<u>5,636,125</u>	<u>22,487</u>	<u>5,658,612</u>	<u>3,926,830</u>	<u>7,121</u>	<u>3,933,951</u>

	March 31, 2023 Un-audited	December 31, 2022 Audited
40.5 Contingencies and Commitments	----- (Rupees '000) -----	
Guarantees	166,158	178,617
Letters of Credit	642,121	353,321
Commitments	-	-
	<u>808,280</u>	<u>531,938</u>
	----- Un-audited -----	
	----- Rupees in '000 -----	
40.6 Profit / Return on Financing, Investments and Placements earned		
Financing	42,960	36,699
Investments	157,126	67,957
On deposits with financial institutions	15,788	12,246
	<u>215,874</u>	<u>116,902</u>
40.7 Return on Deposits and other Dues Expensed		
Deposits and other accounts	101,737	77,889
Due to Financial Institutions	27,917	3,875
Amortisation of lease liability against right-of-use assets	-	3,940
Others	-	-
	<u>129,654</u>	<u>85,704</u>
	----- Un-audited -----	
	----- Rupees in '000 -----	
40.8 Islamic Banking Business Accumulated Losses	----- (Rupees '000) -----	
Opening Balance	(449,068)	(513,949)
Add: Islamic Banking loss for the period/year	29,495	64,881
Less: Taxation	-	-
Less: Reserves	-	-
Less: Transferred / Remitted to Head Office	-	-
	<u>(419,573)</u>	<u>(449,068)</u>

41 GENERAL

Figures have been rounded off to the nearest thousand Rupees.

42 DATE OF AUTHORISATION FOR ISSUE

These unconsolidated financial statements were authorised for issue by the Board of Directors on April 27, 2023.

 Chairman	 President and Chief Executive Officer	 Director	 Director	 Chief Financial Officer
---	---	---	--	--

**CONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS
PERIOD ENDED
MARCH 31, 2023**

Consolidated Condensed Interim Statement of Financial Position As At March 31, 2023

		March 31, 2023	December 31, 2022
		Un-audited	Audited
	Note	----- (Rupees in '000) -----	
ASSETS			
Cash and balances with treasury banks	7	13,587,246	14,204,082
Balances with other banks	8	9,195,882	2,014,183
Lendings to financial institutions	9	32,184,680	19,967,424
Investments	10	247,604,786	253,857,565
Advances	11	44,342,214	45,105,226
Fixed assets	12	3,862,118	4,113,696
Intangible assets	13	114,285	124,022
Deferred tax assets-net	14	15,467,875	14,662,219
Other assets	15	7,754,859	5,048,053
		374,113,945	359,096,470
LIABILITIES			
Bills payable	16	805,066	726,148
Borrowings	17	120,069,344	107,244,714
Deposits and other accounts	18	223,666,708	223,632,712
Liabilities against assets subject to finance lease		-	-
Subordinated debt		-	-
Deferred tax liabilities		-	-
Other liabilities	19	13,152,687	10,079,561
		357,693,805	341,683,135
NET ASSETS		16,420,140	17,413,335
REPRESENTED BY			
Share capital - net	20	29,524,428	29,524,428
Reserves		1,564,184	1,526,805
Shares deposit money	21	-	-
Deficit on revaluation of assets	22	(2,385,137)	(1,208,500)
Accumulated Loss		(12,283,335)	(12,429,398)
		16,420,140	17,413,335
CONTINGENCIES AND COMMITMENTS	23		

The annexed notes from 1 to 41 form an integral part of these consolidated condensed interim financial statements.

				
Chairman	President and Chief Executive Officer	Director	Director	Chief Financial Officer

Consolidated Condensed Interim Profit And Loss Account (Un-audited) For The Quarter Ended March 31, 2023

		March 31, 2023	March 31, 2022
	Note	----- (Rupees in '000) -----	
Mark-up / Return / Interest Earned	24	12,724,520	6,815,431
Mark-up / Return / Interest Expensed	25	<u>11,079,190</u>	<u>4,967,542</u>
Net Mark-up / Interest Income		1,645,330	1,847,889
Non Mark-up / Interest Income			
Fee and Commission Income	26	140,253	89,555
Dividend Income		49,691	53,240
Foreign Exchange Income		214,232	81,956
Income / (loss) from derivatives		-	-
Gain / (Loss) on securities	27	1,014	(33,165)
Other Income	28	2,220	3,320
Total non-markup/interest Income		<u>407,410</u>	<u>194,906</u>
Total Income		2,052,740	2,042,795
Non Mark-up / Interest Expenses			
Operating expenses	29	1,849,833	1,544,344
Other charges	30	55,458	69
Total non-markup/interest expenses		<u>1,905,291</u>	<u>1,544,413</u>
Profit / (Loss) before provisions		147,449	498,382
Provisions and write offs - net Extra ordinary / unusual items	31	(149,913)	85,004
		-	-
Profit before Taxation		<u>297,362</u>	<u>413,378</u>
Taxation	32	113,920	158,151
Profit after Taxation		<u>183,442</u>	<u>255,227</u>
----- Rupees -----			
Basic Earning per share	33	<u>0.06</u>	<u>0.10</u>
Diluted Earning per share	34	<u>0.06</u>	<u>0.10</u>

The annexed notes from 1 to 41 form an integral part of these consolidated condensed interim financial statements.


 Chairman


 President and
 Chief Executive Officer


 Director


 Director


 Chief Financial Officer

Consolidated Condensed Interim Statement of Comprehensive Income (Un-audited) For The Quarter Ended March 31, 2023

	<u>March 31, 2023</u>	<u>March 31, 2022</u>
	----- (Rupees in '000) -----	
Profit after taxation for the period	183,442	255,227
Other comprehensive income		
Items that may be reclassified to profit and loss account in subsequent periods:		
Movement in (Deficit) / surplus on revaluation of investments - net of tax	<u>(1,176,637)</u> (993,195)	<u>(228,518)</u> 26,709
Items that will not be reclassified to profit and loss account in subsequent periods:		
Remeasurement gain / (loss) on defined benefit obligations - net of deferred tax	-	-
Total comprehensive income / (loss)	<u>(993,195)</u>	<u>26,709</u>

The annexed notes from 1 to 41 form an integral part of these consolidated condensed interim financial statements.

 Chairman	 President and Chief Executive Officer	 Director	 Director	 Chief Financial Officer
---	---	---	--	--

Consolidated Condensed Interim Statement Of Changes In Equity (Un-audited) For The Quarter Ended March 31, 2023

	Share Capital	Shares Deposit Money	Capital Reserves			Depositors protection fund reserve**	Surplus / (Deficit) on revaluation of Investments	Accumulated Loss ***	Total
			Reserves on amalgamation	Share Premium	Statutory Reserve *				
Rupees in '000									
Balance as at January 01, 2022	25,524,428	4,000,000	9,433	51	1,495,961	11,007	(1,121,647)	(11,072,603)	18,846,630
Profit after tax for the quarter ended March 31, 2022	-	-	-	-	-	-	-	255,227	255,227
Other comprehensive income - net of tax	-	-	-	-	-	-	(228,518)	-	(228,518)
Transfer to statutory reserve	-	-	-	-	51,045	-	-	(51,045)	-
Transfer to depository protection fund -5% of the profit after tax for the year	-	-	-	-	-	561	-	(561)	-
Balance as at March 31, 2022	25,524,428	4,000,000	9,433	51	1,547,006	11,568	(1,350,165)	(10,868,982)	18,873,339
Loss after tax for the nine months ended December 31, 2022	-	-	-	-	-	-	-	(1,599,566)	(1,599,566)
Other comprehensive income / (loss) - net of tax	-	-	-	-	-	-	141,665	(2,103)	139,562
Transfer to statutory reserve	-	-	-	-	(42,763)	-	-	42,763	-
Transfer to depository protection fund -5% of the profit after tax for the year	-	-	-	-	-	1,510	-	(1,510)	-
Share deposit money	4,000,000	(4,000,000)	-	-	-	-	-	-	-
Balance as at December 31, 2022	29,524,428	-	9,433	51	1,504,243	13,078	(1,208,500)	(12,429,398)	17,413,335
Profit after tax for the quarter ended March 31, 2023	-	-	-	-	-	-	-	183,442	183,442
Other comprehensive income - net of tax	-	-	-	-	-	-	(1,176,637)	-	(1,176,637)
Transfer to statutory reserve	-	-	-	-	36,689	-	-	(36,689)	-
Transfer to depository protection fund -5% of the profit after tax for the year	-	-	-	-	-	690	-	(690)	-
Balance as at March 31, 2023	29,524,428	-	9,433	51	1,540,932	13,768	(2,385,137)	(12,283,335)	16,420,140

* Statutory reserve represents amount set aside as per the requirements of Section 21 of the Banking Companies Ordinance, 1962.

** As more fully explained in note 11.2.2 of these consolidated condensed interim financial statements, unappropriated profit includes an amount of Rs.7,664.80 million net of tax as at March 31, 2022 (December 31, 2022: Rs. 4,737.96 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 from 1 to 41 form an integral part of these consolidated condensed interim financial statements.


Chairman

President and Chief Executive Officer

Director






Director

Chief Financial Officer

Consolidated Condensed Interim Cash Flow Statement (Un-audited) For The Quarter Ended March 31, 2023

	March 31, 2023	March 31, 2022
Note	----- (Rupees in '000) -----	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	297,362	413,378
Less: Dividend income	<u>(49,691)</u>	<u>(53,240)</u>
	247,671	360,138
Adjustments:		
Depreciation	29 <u>286,963</u>	<u>274,598</u>
Amortisation	29 <u>9,660</u>	<u>9,570</u>
Provision and write offs -net	31 <u>150,775</u>	<u>84,486</u>
Gain on sale of operating fixed assets	28 <u>(843)</u>	<u>(2,632)</u>
	<u>446,555</u>	<u>366,022</u>
	694,226	726,160
(Increase) / decrease in operating assets		
Lendings to financial institutions	<u>(12,217,256)</u>	<u>4,781,208</u>
Advances	<u>612,237</u>	<u>1,877,557</u>
Other assets (excluding advance taxation)	<u>(2,735,758)</u>	<u>(1,301,837)</u>
	<u>(14,340,777)</u>	<u>5,356,928</u>
Increase / (decrease) in operating liabilities		
Bills payable	<u>78,918</u>	<u>325,716</u>
Borrowings from financial institutions	<u>12,824,630</u>	<u>69,528,989</u>
Deposits and other accounts	<u>33,996</u>	<u>1,256,194</u>
Other liabilities (excluding current taxation)	<u>3,073,126</u>	<u>(340,927)</u>
	<u>16,010,670</u>	<u>70,769,972</u>
	2,364,119	76,853,060
Income tax paid	<u>(119,002)</u>	<u>(73,888)</u>
Net cash flows from / (used in) operating activities	<u>2,245,117</u>	<u>76,779,172</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Net investment in available-for-sale securities	<u>(25,279,067)</u>	<u>(77,350,515)</u>
Net investment in held-to-maturity securities	<u>29,602,932</u>	<u>456,176</u>
Dividends received	<u>30,345</u>	<u>43,503</u>
Investments in operating fixed assets	<u>(35,769)</u>	<u>(83,963)</u>
Sale proceeds from sale of fixed assets	<u>1,304</u>	<u>272</u>
Net cash flows from / (used in) investing activities	<u>4,319,746</u>	<u>(76,934,527)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
	-	-
Increase in cash and cash equivalents	<u>6,564,863</u>	<u>(155,355)</u>
Cash and cash equivalents at the beginning of the year	<u>16,218,265</u>	<u>20,873,244</u>
Cash and cash equivalents at the end of the period	35 <u>22,783,128</u>	<u>20,717,889</u>

The annexed notes from 1 to 41 form an integral part of these consolidated condensed interim financial statements.

 Chairman	 President and Chief Executive Officer	 Director	 Director	 Chief Financial Officer
---	---	---	--	--

Notes To The Consolidated Condensed Interim Financial Statements (Un-audited) For The Quarter Ended March 31, 2023

1. STATUS AND NATURE OF BUSINESS

The "Group" consists of:

1.1 Holding Company

1.1.1 Sindh Bank Limited (the Bank) was incorporated in Pakistan on October 29, 2010 as a public unlisted company and is engaged in Commercial Banking, Corporate and Investment related activities. The Bank operates 330 (2022: 330) branches including 8 (2022: 8) sub-branches and 14 (2022: 14) Islamic banking branches in Pakistan. The Bank's registered office is located at 3rd floor, Federation House, Abdullah Shah Ghazi Road, Clifton, Karachi, Pakistan.

1.1.2 The Government of Sindh, through its Finance Department owns 99.97% ordinary shares of the Bank.

1.1.3 VIS Credit Rating Company Limited has reaffirmed the long term entity rating of A+ (Single A Plus) and short term rating of A-1 (A-one) in its report dated June 28, 2022.

1.2 Subsidiary company

1.2.1 Sindh Microfinance Bank Limited

Sindh Microfinance Bank Limited (the Microfinance Bank) was incorporated on March 27, 2015 as a public company limited by shares under the provision of the company's Act, 2017 (previously Companies Ordinance, 1984). The Microfinance Bank obtained Microfinance banking license from State Bank of Pakistan (SBP) on October 16th, 2015, to operate in Sindh Province. Subsequently the Microfinance Bank has received the certificate of commencement of business from Securities & Exchange Commission of Pakistan (SECP) on November 30, 2015. The Microfinance Bank's registered office is situated at 39/F, 2nd Floor, Muhammad Ali Cooperative Housing Society, Karachi. The Microfinance Bank's principal business will be to provide microfinance services to the poor and underserved segment of the society as envisaged under the Microfinance Institutions Ordinance, 2001. The Microfinance Bank operates with a network of 19 (2022: 19) branches and 72 (2022: 71) services centers. The Bank holds 99.99% shares of the Microfinance Bank and remaining shares are held by the nominees of the Bank.

The credit rating companies PACRA has maintained the long term rating of the Microfinance Bank at "A-" and short term rating at "A2" as of March 29, 2022.

1.3 Going Concern

Due to significant losses suffered by the Bank since the years 2018 and to address any material uncertainties, the management has been working on a Business Viability Plan approved by its Board of Directors in 73rd meeting held on September 13, 2019. The Plan aims to make the Bank a viable, self-sustaining institution. Important areas of focus where efforts are continuing and significant progress has been made are:

- Strengthening Bank's Capital -As planned, cash injection, of Rs. 11.7 billion was made in 2019 and Rs. 3.814 billion added during 2020 from amalgamation of Sindh Leasing Company Limited in Bank's Tier 1 Common Equity. A further amount of Rs. 4 billion has been received from GoS in the last quarter of 2021. Furthermore, in order to remain capital compliant, the Bank vide Letter No. SNDB/P&CEO/155/2022 dated December 09, 2022 has approached the Government of Sindh (GoS) with a request for fresh capital injection of Rs. 2 Billion before December 31, 2022 to avoid breach of the regulatory capital requirement. Moreover, the GoS has requested the State Bank of Pakistan for a deferment on the maintenance of Capital Adequacy Ratio vide letter No. F.D (FMH) 294(1)/2019-20/ dated December 30, 2022 for the next few months as well.
- Improving Business Volumes and Profitability-This involves the Bank taking pro-active measures to:
 - i. Increase fee-based income from mainly trade-related business;
 - ii) Improve Net Interest margin;
 - a) Mobilize cost effective (CASA) deposits;
 - b) Launch new asset products in the Consumer and SME segments;
 - iii. make concerted efforts for recovery and reduction of Non-Performing Loans.
 - iv. Take cost rationalization measures;
- Strengthening the Bank's Governance, Risk and Control environment.
- The management is confident that barring any unforeseen contingencies, the Bank will be able to stage a turn-around. The Government of Sindh, Bank's major shareholder holding 99.97 percent of the Bank's equity is fully committed to supporting the Bank, whenever required.

1.4 Listing of the Bank will be undertaken in future after improvement in Bank's financial position and Regulator's guidance on the matter.

2. BASIS OF PRESENTATION

2.1 The disclosures made in these consolidated condensed interim financial statements have been limited based on the format prescribed by the State Bank of Pakistan through BPRD Circular Letter No. 5 dated 22 March 2019 and the requirements of the International Accounting Standard 34, "Interim Financial Reporting". These do 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 2022.

2.2 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 Banks from their customers and immediate resale to them at appropriate mark-up in price on deferred payment basis. The purchases and sales arising under these arrangements are not reflected in these unconsolidated condensed interim financial statements as such but are restricted to the amount of facility actually utilised and the appropriate portion of mark-up thereon. The Islamic Banking branches of the Bank have complied with the requirements set out under the Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) and notified under the provisions of the Companies Act, 2017.

2.3 The financial results of the Islamic Banking branches have been consolidated in these consolidated condensed interim financial statements for reporting purposes, after eliminating material inter-branch transactions / balances. Key financial figures of the Islamic Banking branches are disclosed in note 41 to these consolidated condensed interim financial statements.

3. STATEMENT OF COMPLIANCE

These consolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. These accounting and reporting standards comprise of:

- International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under the Companies Act, 2017;
- Provisions of and directives issued under the Banking Companies Ordinance, 1962 and the Companies Act, 2017; and
- Directives issued by the State Bank of Pakistan (SBP) and the Securities and Exchange Commission of Pakistan (SECP).

Whenever the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 or the directives issued by the SBP and the SECP differ with the requirements of IFRS or IFAS the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives, shall prevail.

The SBP vide BSD Circular No. 10, dated August 26, 2002 has deferred the applicability of International Accounting Standard 39, Financial Instruments: Recognition and Measurement (IAS 39) and International Accounting Standard 40, Investment Property (IAS 40) for Banking companies till further instructions. Further, according to the notification of the Securities and Exchange Commission of Pakistan (SECP) dated April 28, 2008, the IFRS - 7 Financial Instruments: Disclosures has not been made applicable for banks. Accordingly, the requirements of these standards have not been considered in the preparation of these unconsolidated condensed interim financial statements. However, investments have been classified and valued in accordance with the requirements of various circulars issued by the SBP.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The basis for accounting estimates adopted in the preparation of this condensed interim consolidated financial information is the same as that applied in the preparation of the audited unconsolidated financial statements for the year ended December 31, 2022.

5. SIGNIFICANT ACCOUNTING POLICIES

5.1 Standards, interpretations and amendments to approved accounting standards that are effective in the current period

There are certain amendments to existing accounting and reporting standards that have become applicable to the Bank for accounting periods beginning on or after January 01, 2023. These are considered either not to be relevant or do not have any significant impact on these condensed interim financial statements.

5.2 Standards, interpretations and amendments to published accounting and reporting standards that are relevant but not yet effective:

IFRS 9 - Financial Instruments has been made applicable in several overseas jurisdictions from January 01, 2018 and is progressively being adopted in others. The requirements of IFRS 9 are incorporated in the banks financial statements for the jurisdictions where IFRS 9 has been adopted. In terms of SBP's BPRD Circular Letter No. 03 of 2022 dated July 05, 2022 the effective date of implementation of IFRS 9 is January 01, 2024 for banks having assets size of less than Rs. 500 billion as per their Annual Financial Statements of December 31, 2021. Since Sindh Bank Limited has assets size of less than Rs. 500 billion as at December 31, 2021 therefore, the effective date of implementation of IFRS 9 would be January 01, 2024.

6. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements of the Bank for the year ended December 31, 2022.

		March 31, 2023 Un-audited	December 31, 2022 Audited
	Note	----- (Rupees '000) -----	
7 CASH AND BALANCES WITH TREASURY BANKS			
In hand			
Local currency		4,099,141	4,594,195
Foreign currency		143,478	112,285
		4,242,619	4,706,480
With State Bank of Pakistan (SBP) in			
Local currency current accounts	7.1	8,261,166	9,042,458
Foreign currency current accounts	7.2	174,688	105,966
Foreign currency deposit accounts			
- Non Remunerative	7.3	131,257	104,727
- Remunerative	7.4	259,417	205,270
		8,826,528	9,458,421
With National Bank of Pakistan in			
Local currency current accounts		505,809	22,428
Local currency deposit accounts	7.5	6,881	7,977
		512,690	30,405
Prize bonds		5,409	8,776
		13,587,246	14,204,082

- 7.1 This represents cash reserve required to be maintained with SBP as per the requirement of Section 22 of the Banking Companies Ordinance, 1962.
- 7.2 This represents US Dollar Settlement Account maintained with SBP.
- 7.3 This represents foreign currency (FCY) cash reserve maintained with SBP to comply with statutory reserve requirement applicable on Bank's FCY deposits.
- 7.4 This represents foreign currency special cash reserve maintained with SBP. The Bank is entitled to earn profit which is declared by SBP on a monthly basis. During the period, the SBP has declared profit in the range of 3.39% to 3.67% (2022 : 0% - 3.14%) per annum.
- 7.5 This includes savings account with National Bank of Pakistan carrying mark-up at 15.50% (2022: 14.50%) per annum.

		March 31, 2023 Un-audited	December 31, 2022 Audited
	Note	----- (Rupees '000) -----	
8 BALANCES WITH OTHER BANKS			
In Pakistan			
In current accounts		30	2,025
In savings accounts	8.1	205,476	394,091
		<u>205,506</u>	396,116
Outside Pakistan			
In current accounts		8,990,376	1,618,067
		<u>9,195,882</u>	<u>2,014,183</u>

- 8.1 This includes savings account with a commercial bank carrying profit at the rate of 15.50% (2022: 14.50%) per annum.

9 LENDINGS TO FINANCIAL INSTITUTIONS

Repurchase agreement lendings (Reverse Repo)	9.3	31,534,680	19,967,424
Musharaka arrangements	9.2	650,000	-
		<u>32,184,680</u>	<u>19,967,424</u>

9.1 Particulars of lending

In local currency		32,184,680	19,967,424
In foreign currencies		-	-
		<u>32,184,680</u>	<u>19,967,424</u>

- 9.2 This represents arrangement with an Islamic bank carrying mark-up in the range of 19.75% to 20.50% (2022: 15.75% to 16.20%) per annum maturing up to April 05, 2023 (2022: January 06, 2023).

9.3 Securities held as collateral against Lendings to financial institutions

	March 31, 2023 (Un-audited)			December 31, 2022 (Audited)		
	Held by Bank	Further given as collateral	Total	Held by Bank	Further given as collateral	Total
	----- (Rupees '000) -----					
Market Treasury Bills	-	-	-	18,016,775	-	18,016,775
Pakistan Investment Bonds	31,532,840	-	31,532,840	1,975,600	-	1,975,600
Total	31,532,840	-	31,532,840	19,992,375	-	19,992,375

10 INVESTMENTS

10.1 Investments by type

	March 31, 2023 (Un-audited)				December 31, 2022 (Audited)			
	Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost	Provision for diminution	Surplus / (Deficit)	Carrying Value
	----- Rupees in '000 -----							
Available-for-sale securities								
Federal Government Securities								
Market Treasury Bills	-	-	-	-	64,108,973	-	(180,402)	63,928,571
Pakistan Investment Bonds	17,565,266	-	(2,326,883)	15,238,383	17,616,725	-	(1,265,020)	16,351,705
Pakistan Investment Bonds - Floater	215,322,189	-	(1,188,054)	214,134,135	125,882,687	-	(167,136)	125,715,551
Government of Pakistan - Ijarah Sukuk	4,000,006	-	(30,306)	3,969,700	4,000,008	-	(14,598)	3,985,410
Shares								
Listed	2,785,331	(342,757)	(381,366)	2,061,208	2,785,332	(342,757)	(373,481)	2,069,094
Non-government debt securities								
Mutual funds	215,049	(42,806)	16,550	188,793	215,049	(42,806)	19,492	191,735
	239,887,841	(385,563)	(3,910,059)	235,592,219	214,608,774	(385,563)	(1,981,145)	212,242,066
Held-to-maturity securities								
Federal Government Securities								
Market Treasury Bills	56,997	-	-	56,997	29,678,201	-	-	29,678,201
Pakistan Investment Bonds	11,324,527	-	-	11,324,527	11,343,755	-	-	11,343,755
Preference Shares - Unlisted	77,708	(77,708)	-	-	77,708	(77,708)	-	-
Term Deposit Certificates	37,500	-	-	37,500	-	-	-	-
Non-government debt securities								
Term finance certificates - Listed	224,235	-	-	224,235	224,235	-	-	224,235
Term finance certificates - Unlisted	858,949	(489,641)	-	369,308	858,949	(489,641)	-	369,308
	12,579,916	(567,349)	-	12,012,567	42,182,848	(567,349)	-	41,615,499
Total Investments	252,467,757	(952,912)	(3,910,059)	247,604,786	256,791,622	(952,912)	(1,981,145)	253,857,565

	March 31, 2023 Un-audited	December 31, 2022 Audited
	----- (Rupees '000) -----	
10.2 Investments given as collateral		
Federal government securities		
Pakistan Investment Bonds	116,834,000	104,589,900
Market Treasury Bills	-	-
	<u>116,834,000</u>	<u>104,589,900</u>
10.3 Provision for diminution in value of investments		
10.3.1 Opening balance	952,912	873,216
Charge / reversals		
Charge for the period / year	-	80,939
Reversals for the period / year	-	-
Reversal on disposals for the period / year	-	(1,243)
Transfers - net	-	79,696
Closing Balance	<u>952,912</u>	<u>952,912</u>

March 31, 2023 (Un-audited)		December 31, 2022 (Audited)	
Non performing investments	Provision	Non performing investments	Provision
----- Rupees in '000 -----			

10.3.2 Particulars of provision against equity / debt investments

Category of classification

Domestic

Other assets especially mentioned	-	-	-	-
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	977,614	952,912	977,614	952,912
Total	<u>977,614</u>	<u>952,912</u>	<u>977,614</u>	<u>952,912</u>

10.3.3 The Bank has availed the benefit of forced sale value of collateral against non-performing investment on the basis of the instructions of the State Bank of Pakistan. Had the benefit not been taken by the Bank, provision against non-performing investment would have been higher by Rs. 24.7 million (2022: Rs. 24.7 million). The resultant increase in profit due to FSV benefit taken will not be available for distribution as cash and stock dividend to shareholders.

10.4 The market value of securities classified as held-to-maturity as at March 31, 2023 amounted to Rs. 10,036.93 million (December 31, 2022: Rs. 40,242.39 million).

11 ADVANCES

	Performing		Non Performing		Total	
	March 31, 2023 (Un-audited)	December 31, 2022 (Audited)	March 31, 2023 (Un-audited)	December 31, 2022 (Audited)	March 31, 2023 (Un-audited)	December 31, 2022 (Audited)
----- Rupees in '000 -----						
Loans, cash credits, agriculture, running finances etc.	30,081,243	30,047,225	34,329,473	34,567,552	64,410,716	64,614,777
Commodity finance	4,663,960	5,205,042	-	-	4,663,960	5,205,042
Net investment in finance lease	486,590	538,713	419,984	420,881	906,574	959,594
Islamic financing and related assets	-	-	-	-	-	-
Diminishing musharakah financing	945,446	1,021,768	11,515	11,898	956,961	1,033,666
Ijarah financing under IFAS 2	9,867	11,371	-	-	9,867	11,371
	<u>36,187,106</u>	<u>36,824,119</u>	<u>34,760,972</u>	<u>35,000,331</u>	<u>70,948,078</u>	<u>71,824,450</u>
Bills discounted and purchased (excluding market treasury bills)						
Payable in Pakistan	348,639	386,782	-	-	348,639	386,782
Payable outside Pakistan	4,985	5,738	3,405	3,405	8,390	9,143
	<u>353,624</u>	<u>392,520</u>	<u>3,405</u>	<u>3,405</u>	<u>357,029</u>	<u>395,925</u>
Advances - gross	36,540,730	37,216,639	34,764,377	35,003,736	71,305,107	72,220,375
Provision for non-performing advances						
- Specific Provision	-	-	26,936,372	27,095,152	26,936,372	27,095,152
- General provision against consumer and small enterprise advances	26,521	19,997	-	-	26,521	19,997
	<u>26,521</u>	<u>19,997</u>	<u>26,936,372</u>	<u>27,095,152</u>	<u>26,962,893</u>	<u>27,115,149</u>
Total Advances - Net	36,514,209	37,196,642	7,828,005	7,908,584	44,342,214	45,105,226

March 31,
2023
Un-audited
----- (Rupees '000) -----
December 31,
2022
Audited

11.1 Particulars of advances (Gross)

In local currency	71,305,107	72,220,375
In foreign currencies	-	-
	<u>71,305,107</u>	<u>72,220,375</u>

11.2 Advances include Rs. 34,726.77 (2022: Rs.35,003.74) million which have been placed under non-performing status as detailed below:

Category of Classification	Note	March 31, 2023 (Un-audited)		December 31, 2022 (Audited)	
		Non performing loans	Provision	Non performing loans	Provision
----- Rupees in '000 -----					
Domestic					
Other Assets Especially Mentioned	11.2.1	48,725	-	52,185	-
Substandard		14,638	727	12,914	519
Doubtful		205,808	27,357	207,444	27,975
Loss		34,495,205	26,908,289	34,731,193	27,066,658
Total		34,764,377	26,936,373	35,003,736	27,095,152

11.2.1 This represents non-performing portfolio of agricultural and small and medium enterprise financing classified as OAEM as per the requirements of the Prudential Regulations for Agricultural, Infrastructure Project Financing and Small and Medium Enterprise Financing issued by the State Bank of Pakistan.

11.2.2 The Bank has availed the benefit of forced sale value on plant and machinery under charge and mortgaged residential and commercial property (land and building only) held as collateral against non-performing advances on the basis of the instructions of the State Bank of Pakistan. Had the benefit not been taken by the Bank, specific provision against non-performing advances would have been higher by Rs. 7,664.80 (2022: Rs.7,742.44) million. The resultant increase in profit due to FSV benefit taken will not be available for distribution as cash and stock dividend to shareholders.

11.2.3 Particulars of provision against advances

	March 31, 2023 (Un-audited)			December 31, 2022 (Audited)		
	Specific	General	Total	Specific	General	Total
----- Rupees in '000 -----						
Opening balance	27,095,152	19,997	27,115,149	25,240,531	12,124	25,252,655
Exchange adjustments	-	-	-	-	-	-
Charge for the period	45,328	6,524	51,851	2,726,401	7,873	2,734,274
Reversals	(204,107)	-	(204,107)	(860,610)	-	(860,610)
	(158,779)	6,524	(152,256)	1,865,791	7,873	1,873,664
Amounts charged off - Agriculture loans	-	-	-	(4,478)	-	(4,478)
Net charge / (reversal) during the period	(158,779)	6,524	(152,256)	1,861,313	7,873	1,869,186
Amounts written off	-	-	-	(6,692)	-	(6,692)
Closing balance	26,936,373	26,521	26,962,893	27,095,152	19,997	27,115,149

11.2.3.1 General provision against consumer loans represents provision maintained at an amount equal to 1% (2022: 1%) of the fully secured performing portfolio and 4% (2022: 4%) of the unsecured performing portfolio as required by the Prudential Regulations issued by SBP. General provision against Small Enterprises financing represents provision maintained at an amount equal to 0% (2022: 0%) of the fully secured performing portfolio and 1% of the unsecured performing portfolio as required by the Prudential Regulations issued by SBP.

		March 31, 2023 Un-audited	December 31, 2022 Audited
	Note	----- (Rupees '000) -----	
12 FIXED ASSETS			
Capital work-in-progress	12.1	42,455	26,725
Property and equipment		1,289,230	1,340,419
Right of use assets		2,530,433	2,746,552
		<u>3,862,118</u>	<u>4,113,696</u>
12.1 Capital work-in-progress			
Civil works		7,125	4,325
Equipment		1,461	2,041
Advances to suppliers		33,869	20,359
		<u>42,455</u>	<u>26,725</u>
		March 31, 2023	March 31, 2022
		Un-audited	
12.2 Additions to fixed assets		----- Rupees in '000 -----	
The following additions have been made to fixed assets during the period:			
Property and equipment :			
Leasehold improvements		4,671	3,329
Furniture and fixture		1,912	1,181
Computer and office equipment		12,791	14,156
Vehicles		-	19,545
Total		<u>19,374</u>	<u>38,211</u>
Disposal of fixed assets			
The net book value of fixed assets disposed off during the period is as follows:			
Lease hold improvements		-	86
Computer and office equipment		-	24
Vehicles		462	-
Total		<u>462</u>	<u>110</u>
		March 31, 2023	December 31, 2022
		Un-audited	
		----- (Rupees '000) -----	
13 INTANGIBLE ASSETS			
Computer Software		114,285	124,022
Others		-	-
		<u>114,285</u>	<u>124,022</u>

	<u>March 31, 2023</u>	<u>March 31, 2022</u>
	Un-audited	
	----- Rupees in '000 -----	
Additions to intangible assets		
The additions to intangible assets during the period:		
Computer Software	-	-
Disposals of intangible assets		
The net book value of intangible assets disposed off during the period.	-	-
	<u>March 31, 2023</u>	<u>December 31, 2022</u>
	Un-audited	
	----- (Rupees '000) -----	
14 DEFERRED TAX ASSETS - NET		
Deductible Temporary Differences on		
- Provision against advances - general	8,474,878	9,117,819
- Tax losses carried forward	4,303,134	3,782,989
- Provision for diminution in the value of investments	94,853	94,853
- Deficit on revaluation of investments	1,524,923	772,647
- Others	1,212,383	1,058,710
	<u>15,610,171</u>	<u>14,827,018</u>
Taxable Temporary Differences on		
- Accelerated tax depreciation - tangible fixed assets	3,578	(5,410)
- Others	-	(15,598)
- Net investment in Lease Finance	(131,859)	(131,859)
- Accelerated tax amortization - intangible assets	(14,015)	(11,932)
	<u>(142,296)</u>	<u>(164,799)</u>
	<u>15,467,875</u>	<u>14,662,219</u>
15 OTHER ASSETS		
Income/ Mark-up accrued in local currency	7,328,552	4,331,108
Accrued commission income	19,730	19,730
Advances, deposits, advance rent and other prepayments	121,747	195,156
Receivable against sale of shares	-	56,982
Unrealised gain on forward forex revaluation - net	-	-
Insurance premium receivable against agriculture loans	9,954	9,841
Stationery and stamps on hand	19,429	18,966
Dividends receivable	19,346	-
Receivable against 1 Link ATM settlement account	166,442	305,152
Advance Taxation - net	2,536	50,834
Insurance claims receivable	6,363	3,375
Other receivables	60,760	56,909
	<u>7,754,859</u>	<u>5,048,053</u>
16 BILLS PAYABLE		
In Pakistan	805,066	726,148
Outside Pakistan	-	-
	<u>805,066</u>	<u>726,148</u>

	March 31, 2023 Un-audited	December 31, 2022 Audited
17 BORROWINGS	----- (Rupees '000) -----	
Secured		
Borrowings from State Bank of Pakistan		
- Under export refinance scheme	1,738,435	1,874,835
- Under long term finance facility	44,909	59,879
Repurchase agreement borrowings		
- State Bank of Pakistan	116,000,000	105,000,000
- Other commercial bank	1,976,000	-
	117,976,000	105,000,000
Unsecured		
- State Bank of Pakistan(SBP)	310,000	310,000
- Other microfinance bank	-	-
	120,069,344	107,244,714
17.1 Particulars of borrowings		
In local currency	120,069,344	107,244,714
In foreign currencies	-	-
	120,069,344	107,244,714

18 DEPOSITS AND OTHER ACCOUNTS

	March 31, 2023 (Un-audited)			December 31, 2022 (Audited)		
	In Local Currency	In Foreign Currencies	Total	In Local Currency	In Foreign Currencies	Total
	----- Rupees in '000 -----					
Customers						
Current deposits	51,972,484	744,242	52,716,726	57,625,139	538,290	58,163,429
Savings deposits	101,661,806	1,227,787	102,889,593	98,451,962	1,009,539	99,461,501
Term deposits	61,859,023	494,011	62,353,034	62,121,959	435,818	62,557,777
Margin and other deposits	2,511,350	-	2,511,350	480,506	-	480,506
	218,004,663	2,466,040	220,470,703	218,679,566	1,983,647	220,663,213
Financial Institutions						
Current deposits	49,638	31	49,669	53,242	24	53,266
Savings deposits	927,336	-	927,336	897,189	-	897,189
Term deposits	2,099,000	-	2,099,000	1,899,000	-	1,899,000
Margin and other deposits	120,000	-	120,000	120,044	-	120,044
	3,195,974	31	3,196,005	2,969,475	24	2,969,499
	221,200,637	2,466,071	223,666,708	221,649,041	1,983,671	223,632,712

19 OTHER LIABILITIES	Note	March 31, 2023	December 31, 2022
		Un-audited	Audited
		----- (Rupees '000) -----	
Mark-up / return / interest payable in local currency		7,135,276	4,776,890
Mark-up / return / interest payable in foreign currency		5,453	3,485
Accrued expenses		304,443	282,605
Net defined benefit liability		26,041	107,192
Provision for compensated absences		247,978	250,603
Unrealised loss on forward forex revaluation - net		1,686,359	692,112
Payable to employee's provident fund		811	784
Payable against purchase of operating fixed assets		26,485	44,089
Payable against purchase of shares		-	309,248
Retention money		54,442	56,547
Federal excise duty / sales tax on services payable		4,186	1,835
Lease liability		2,718,066	2,896,585
Advance Rent		18,138	-
Withholding tax payable		88,049	23,742
Acceptances		-	-
Security deposit against lease contracts	19.1	241,651	237,882
Others		595,309	395,962
		<u>13,152,687</u>	<u>10,079,561</u>

19.1 These represent interest free security deposits received from lessees against lease contracts of Sindh Leasing Company Limited was amalgamated into the Bank, and are adjustable against residual value of leased assets at the expiry of the respective lease terms.

20 SHARE CAPITAL - NET

20.1 Authorised capital	March 31, 2023	December 31, 2022		March 31, 2023	December 31, 2022
	Un-audited	Audited		Un-audited	Audited
	Number of Shares			----- Rupees in '000 -----	
	<u>3,000,000,000</u>	<u>3,000,000,000</u>	Ordinary shares of Rs.10 each	<u>30,000,000</u>	<u>30,000,000</u>
20.2 Issued, subscribed and paid-up share capital					
			Fully paid in cash		
	2,952,442,817	2,552,442,817		29,524,428	25,524,428
	-	400,000,000	Right shares of Rs.10/- Each issued during the period	-	4,000,000
	<u>2,952,442,817</u>	<u>2,952,442,817</u>		<u>29,524,428</u>	<u>29,524,428</u>

20.3 The Government of Sindh, through its Finance Department, owns 99.97% ordinary shares of the Bank.

21 SHARES DEPOSIT MONEY

Opening balance	-	4,000,000
Received during the period / year	-	-
Right shares issued during the period / year	-	(4,000,000)
	<u>-</u>	<u>-</u>

		March 31, 2023 Un-audited	December 31, 2022 Audited
	Note	----- (Rupees '000) -----	
22 DEFICIT ON REVALUATION OF ASSETS			
Available-for-sale securities			
Federal government securities		(3,545,243)	(1,627,156)
Fully paid ordinary shares - listed		(381,366)	(373,481)
Units of mutual funds (units / certificates)		16,550	19,492
		(3,910,059)	(1,981,145)
Related deferred taxation		1,524,922	772,645
		<u>(2,385,137)</u>	<u>(1,208,500)</u>
23 CONTINGENCIES AND COMMITMENTS			
Guarantees	23.1	5,459,090	4,475,012
Commitments	23.2	214,822,035	167,300,904
Other contingent liabilities		-	-
		<u>220,281,125</u>	<u>171,775,916</u>
23.1 Guarantees:			
Financial guarantees		1,015,667	695,773
Performance guarantees		1,700,154	2,684,368
Other guarantees		2,743,269	1,094,871
		<u>5,459,090</u>	<u>4,475,012</u>
23.2 Commitments:			
Documentary credits and short-term trade-related transactions			
- letters of credit		2,715,544	549,961
Commitments in respect of:			
- forward foreign exchange contracts	23.2.1	45,109,382	32,362,486
- forward lending	23.2.2	166,997,109	134,388,457
Other commitments		-	-
		<u>214,822,035</u>	<u>167,300,904</u>
23.2.1 Commitments in respect of forward foreign exchange contracts			
Purchase		19,246,312	16,669,577
Sale		25,863,070	15,692,909
		<u>45,109,382</u>	<u>32,362,486</u>
23.2.2 Commitments in respect of forward lending			
Forward repurchase agreement lending		120,296,575	106,368,612
Forward resale agreement borrowings		31,581,388	19,984,859
Undrawn formal standby facilities, credit lines and other commitments to lend	23.2.2.1	15,119,146	8,034,986
		<u>166,997,109</u>	<u>134,388,457</u>

23.2.2.1 Commitments to extend credit

The Group enters into commitments to extend credit in the normal course of its business but these are revocable commitments that do not attract any significant penalty or expense if the facility is unilaterally withdrawn.

		March 31, 2023	March 31, 2022
		----- Un-audited -----	
		----- Rupees in '000 -----	
24	MARK-UP/RETURN/INTEREST EARNED		
	Loans and advances	1,628,236	1,212,596
	Investments	10,783,626	5,322,418
	Lendings to financial institutions	227,100	268,846
	Balances with banks	85,558	11,571
		<u>12,724,520</u>	<u>6,815,431</u>
25	MARK-UP/RETURN/INTEREST EXPENSED		
	Deposits	6,442,784	3,216,892
	Borrowings	4,555,380	1,672,731
	Cost of swaps against foreign currency deposits / borrowings	16,483	28,144
	Lease liability against right of use assets	64,543	49,775
		<u>11,079,190</u>	<u>4,967,542</u>
26	FEE AND COMMISSION INCOME		
	Branch banking customer fees	15,266	13,546
	Consumer finance related fees	724	554
	Card related fees (debit cards)	62,572	48,069
	Commission on trade	40,001	13,137
	Commission on guarantees	13,877	8,398
	Credit related fees	1,787	1,269
	Commission on remittances including home remittances	5,658	4,234
	Others	368	348
		<u>140,253</u>	<u>89,555</u>
27	GAIN / (LOSS) ON SECURITIES		
	Realised	1,014	(33,165)
	Unrealised - held for trading	-	-
		<u>1,014</u>	<u>(33,165)</u>
27.1	Realised gain/(loss) on:		
	Federal Government Securities	1,014	(27,060)
	Shares of listed companies	-	(6,105)
	Others investments	-	-
		<u>1,014</u>	<u>(33,165)</u>
28	OTHER INCOME		
	Gain on sale of operating fixed assets	843	2,632
	Rent on premises shared	365	285
	Incidental charges	972	343
	Others	40	60
		<u>2,220</u>	<u>3,320</u>

		March 31, 2023	March 31, 2022
	Note	----- Un-audited ----- ----- Rupees in '000 -----	
29 OPERATING EXPENSES			
Total compensation expense	29.1	973,532	792,070
Property expenses			
Rent & taxes		7,224	5,589
Insurance		16,450	19,772
Utilities cost		81,745	59,180
Security (including guards)		105,362	85,908
Repairs & maintenance		5,704	5,856
Depreciation		17,282	16,490
Depreciation on right of use assets		212,608	201,626
		446,375	394,421
Information technology expenses			
Software maintenance		29,150	25,212
Hardware maintenance		28,016	16,694
Depreciation		4,658	5,026
Amortisation		9,660	9,570
Network charges		6,969	2,978
Others		10,359	7,496
		88,812	66,976
Other operating expenses			
Directors' fees and allowances		6,755	2,180
Fees and allowances to Shariah Board		1,061	1,043
Legal & professional charges		6,917	8,349
Outsourced services costs		30,708	27,767
Travelling & conveyance		15,579	12,217
NIFT clearing charges		8,530	7,403
Depreciation		52,415	51,456
Training & development		1,050	568
Postage & courier charges		3,221	6,461
Communication		33,785	31,579
Stationery & printing		37,637	25,760
Marketing, advertisement & publicity		21,791	16,148
Donations		-	-
Auditors' Remuneration	29.2	3,584	3,636
Repairs & maintenance		35,639	31,385
Brokerage and commission		2,012	2,740
Entertainment		18,023	15,396
Fees and subscription		44,971	32,980
Insurance expenses		4,238	2,578
Others		13,198	11,231
		341,114	290,877
		1,849,833	1,544,344

	March 31, 2023	March 31, 2022
	----- Un-audited -----	
Note	----- Rupees in '000 -----	
29.1 Total compensation expense		
Managerial Remuneration		
- Fixed	628,612	499,327
- Variable Cash Bonus / Awards etc.	260	140
Charge for defined benefit plan	24,841	27,946
Contribution to defined contribution plan	29,283	25,638
Rent & house maintenance	159,938	131,984
Utilities	30,362	26,824
Medical	30,362	26,824
Conveyance	27,980	24,431
Employees old age benefits contribution	7,341	3,751
Leave Fare Assistance	11,380	6,349
Staff Insurances	18,808	16,866
Others	4,365	1,990
	<u>973,532</u>	<u>792,070</u>
29.2 Auditors' remuneration		
Audit fee	3,000	2,768
Fee for other statutory certifications	325	292
Special certifications and sundry advisory services	259	137
Out-of-pocket expenses	-	439
	<u>3,584</u>	<u>3,636</u>
30 OTHER CHARGES		
Penalties imposed by the State Bank of Pakistan	55,458	69
Others	-	-
	<u>55,458</u>	<u>69</u>
31 PROVISIONS & WRITE OFFS - NET		
Provisions for diminution in value of investments	10.3.1	-
Reversal of Provisions against loans & advances - specific	(204,969)	(9,294)
Provisions against loans & advances - specific	50,054	91,530
Provisions against loans & advances - general	4,140	2,250
Net provision during the year	11.2.3	(150,775)
Fixed assets written off	-	-
Bad debts written off directly	862	518
	<u>(149,913)</u>	<u>85,004</u>

	March 31, 2023	March 31, 2022
	----- Un-audited -----	
	----- Rupees in '000 -----	
32 TAXATION		
Current	167,300	91,149
Deferred	<u>(53,380)</u>	<u>67,002</u>
	<u>113,920</u>	<u>158,151</u>
33 BASIC LOSS PER SHARE		
Profit / (Loss) for the period	<u>183,442</u>	<u>255,227</u>
Weighted average number of ordinary shares	<u>2,952,442,817</u>	<u>2,552,442,817</u>
Basic loss per share	<u>0.06</u>	<u>0.10</u>
34 DILUTED LOSS PER SHARE		
Profit / (Loss) for the period	<u>183,442</u>	<u>255,227</u>
Weighted average number of ordinary shares (adjusted for the effects of all dilutive potential ordinary shares)	<u>2,952,442,817</u>	<u>2,552,442,817</u>
Diluted loss per share	<u>0.06</u>	<u>0.10</u>
35 CASH AND CASH EQUIVALENTS		
Cash and Balances with Treasury Banks	<u>13,587,246</u>	17,886,965
Balances with other banks	<u>9,195,882</u>	2,830,924
	<u>22,783,128</u>	<u>20,717,889</u>

36 FAIR VALUE MEASUREMENTS

IFRS 13 "Fair Value Measurement" defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value of quoted securities other than those classified as held to maturity, is based on quoted market price. Fair value of fixed term loans, other assets, other liabilities and fixed term deposits cannot be calculated with sufficient reliability due to absence of current and active market for these assets and liabilities and reliable data regarding market rates for similar instruments. The provision for impairment of loans and advances has been calculated in accordance with the Bank's accounting policy.

In the opinion of the management, the fair value of the remaining financial assets and liabilities are not significantly different from their carrying values since assets and liabilities are either short term in nature or in the case of customer loans and deposits are frequently repriced.

36.1 Fair value of financial assets

IFRS 13 requires the Bank to carry out fair value measurement using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy is as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Unobservable inputs for the asset or liability.

36.2 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.

March 31, 2023 (Un-audited)				
Fair Value				
	Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----				
On balance sheet financial instruments				
Financial assets measured at fair value				
Available-for-sale securities				
Pakistan Investment Bonds	-	229,372,518	-	229,372,518
Market Treasury Bills	-	-	-	-
Shares of listed companies	2,061,208	-	-	2,061,208
Units of mutual funds	94,352	94,441	-	188,793
Ijarah Sukuk - GoP	-	3,969,700	-	3,969,700
Sukuk bonds	-	-	-	-
	<u>2,155,560</u>	<u>233,436,659</u>	<u>-</u>	<u>235,592,219</u>
Off balance sheet financial instruments				
Foreign exchange contracts (purchase)	-	19,246,312	-	19,246,312
Foreign exchange contracts (sale)	-	25,863,070	-	25,863,070
December 31, 2022 (Audited)				
Fair Value				
	Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----				
On balance sheet financial instruments				
Financial assets measured at fair value				
Available-for-sale securities				
Pakistan Investment Bonds	-	142,067,256	-	142,067,256
Market Treasury Bills	-	63,928,571	-	63,928,571
Shares of listed companies	2,069,094	-	-	2,069,094
Units of mutual funds	68,975	122,760	-	191,735
Ijarah Sukuk - GoP	-	3,985,410	-	3,985,410
	<u>2,138,069</u>	<u>210,103,997</u>	<u>-</u>	<u>212,242,066</u>
Off balance sheet financial instruments				
Foreign exchange contracts (purchase)	-	16,669,577	-	16,669,577
Foreign exchange contracts (sale)	-	15,692,909	-	15,692,909

The valuation techniques used for the above assets are the same as disclosed below.

Item	Valuation techniques and input used
Fully paid-up ordinary shares /close end mutual funds	Fair value is determined on the basis of closing quoted market prices available at the Pakistan Stock Exchange.
Open ended mutual funds	Fair value is based on redemption prices as at the close of the business day.
Pakistan Investment Bonds / Market Treasury Bills	Fair values are derived using the PKRV rates (Reuters page).
Government of Pakistan (GoP) - Ijarah Sukuks	Fair values are derived using the PKISRV rates announced by the Financial Market Association (FMA) through Reuters.
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.

37 SEGMENT INFORMATION

37.1 Segment Details with respect to Business Activities

	March 31, 2023 (Un-audited)				Total
	Trading and sales	Retail banking	Corporate finance	Commercial banking and others	
	----- Rupees in '000 -----				
Profit & Loss					
Net mark-up/return/profit income	6,600,023	10,775	-	(4,965,468)	1,645,330
Inter segment revenue - net	(7,792,537)	-	-	7,792,537	-
Non mark-up / return / interest income	245,793	22	-	161,595	407,410
Total Income	(946,721)	10,797	-	2,988,664	2,052,740
Segment direct expenses	(29,576)	(1,168)	-	(1,421,492)	(1,452,236)
Inter segment expense allocation	(37,466)	(8,080)	-	(407,509)	(453,055)
Total expenses	(67,042)	(9,248)	-	(1,829,001)	(1,905,291)
Provisions	-	-	-	149,913	149,913
Profit / (Loss) before tax	(1,013,763)	1,549	-	1,309,576	297,362
Balance Sheet					
Cash & Bank balances	9,032,000	-	-	13,751,128	22,783,128
Investments	247,604,786	-	-	-	247,604,786
Net inter segment lending	-	-	-	175,929,745	175,929,745
Lendings to financial institutions	32,184,680	-	-	-	32,184,680
Advances - performing	48,150	455,307	-	36,010,752	36,514,209
- non-performing (net)	-	1,800	-	7,826,205	7,828,005
Others	8,457,093	2,546	-	18,739,498	27,199,137
Total Assets	297,326,709	459,653	-	252,257,328	550,043,690

March 31, 2023 (Un-audited)

	Trading and sales	Retail banking	Corporate finance	Commercial banking and others	Total
----- Rupees in '000 -----					
Borrowings	118,020,969	-	-	2,048,375	120,069,344
Subordinated debt	-	-	-	-	-
Deposits & other accounts	-	-	-	223,666,708	223,666,708
Net inter segment borrowing	175,478,653	451,092	-	-	175,929,745
Others	4,083,130	8,561	-	9,866,062	13,957,753
Total liabilities	297,582,752	459,653	-	235,581,145	533,623,550
Equity	(256,043)	-	-	16,676,183	16,420,140
Total Equity & liabilities	297,326,709	459,653	-	252,257,328	550,043,690
Contingencies & Commitments	196,987,345	-	-	23,293,780	220,281,125

March 31, 2022 (Un-audited)

	Trading and sales	Retail banking	Corporate finance	Commercial banking and others	Total
----- Rupees in '000 -----					
Profit & Loss					
Net mark-up/return/profit income	3,982,440	8,882	-	(2,143,433)	1,847,889
Inter segment revenue - net	(4,321,467)	-	-	4,321,467	-
Non mark-up / return / interest income	94,228	244	-	100,434	194,906
Total Income	(244,799)	9,126	-	2,278,468	2,042,795
Segment direct expenses	(20,188)	(1,391)	-	(1,206,206)	(1,227,785)
Inter segment expense allocation	(86,375)	(6,662)	-	(223,591)	(316,628)
Total expenses	(106,563)	(8,053)	-	(1,429,797)	(1,544,413)
Provisions	3,013	-	-	81,991	85,004
Profit / (Loss) before tax	(354,375)	1,073	-	766,680	413,378

December 31, 2022 (Audited)

	Trading and sales	Retail banking	Corporate finance	Commercial banking and others	Total
----- Rupees in '000 -----					
Balance Sheet					
Cash & Bank balances	9,432,651	429,997	-	6,355,617	16,218,265
Investments	253,802,777	54,788	-	-	253,857,565
Net inter segment lending	750,000	(750,000)	-	181,249,550	181,249,550
Lendings to financial institutions	19,967,424	-	-	-	19,967,424
Advances - performing	47,748	1,742,765	-	35,406,130	37,196,643
- non-performing (net)	-	32,880	-	7,875,703	7,908,583
Others	4,903,213	211,034	-	18,833,743	23,947,990
Total Assets	288,903,813	1,721,464	-	249,720,743	540,346,020

	December 31, 2022 (Audited)				Total
	Trading and sales	Retail banking	Corporate finance	Commercial banking and others	
	Rupees in '000				
Borrowings	105,059,879	310,000	-	1,874,835	107,244,714
Subordinated debt	-	-	-	-	-
Deposits & other accounts	-	588,762	-	223,043,950	223,632,712
Net inter segment borrowing	180,782,307	467,243	-	-	181,249,550
Others	2,440,114	93,084	-	8,272,511	10,805,709
Total liabilities	288,282,300	1,459,089	-	233,191,296	522,932,685
Equity	621,513	262,375	-	16,529,447	17,413,335
Total Equity & liabilities	288,903,813	1,721,464	-	249,720,743	540,346,020
Contingencies & Commitments	158,715,957	-	-	13,059,959	171,775,916

38 RELATED PARTY TRANSACTIONS

The related parties of the Bank comprise associated undertakings, directors, staff retirement funds and key management personnel (including their associates).

Transactions with related parties includes deposits, advances and other banking services which are carried out on an arm's length basis. Transactions with executives are undertaken at terms in accordance with employment agreements and service rules. Contributions to and accruals in respect of staff retirement benefit plans are made in accordance with the terms of the benefit plan. Remuneration of the President & Chief Executive Officer and directors are determined in accordance with the terms of their appointment.

The Government of Sindh (GoS) through its Finance Department holds 99.96% shareholding in the Bank and therefore entities which are owned and / or controlled by the GoS, or where the GoS may exercise significant influence, are related parties of the Bank. The Bank in the ordinary course of business enters into transactions with Government-related entities. Such transactions include lending to, deposits from and provision of other banking services to such entities. However, it is impracticable to disclose transactions with all other entities owned or controlled by the GoS.

The details of balances and transactions with related parties, other than those disclosed under respective notes, during the period / year are as follows:

	March 31, 2023 (Un-audited)			December 31, 2022 (Audited)		
	Director	Key Management Personal	Other Related Parties	Director	Key Management Personal	Other Related Parties
----- Rupees in '000 -----						
Investments						
Opening balance	-	-	-	-	-	-
Investment made during the year	-	-	-	-	-	-
Investment redeemed / disposed off during the year	-	-	-	-	-	-
Closing balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Advances						
Opening balance	-	222,730	-	-	211,252	-
Addition during the period / year	-	4,930	-	-	77,693	-
Repaid during the period / year	-	11,382	-	-	104,370	-
Transfer in / (out) - net	-	-	-	-	38,155	-
Closing balance	<u>-</u>	<u>216,278</u>	<u>-</u>	<u>-</u>	<u>222,730</u>	<u>-</u>
Other Assets						
Interest / mark-up accrued	-	242	-	-	233	-
Other receivables	-	-	365	-	-	-
	<u>-</u>	<u>242</u>	<u>365</u>	<u>-</u>	<u>233</u>	<u>-</u>
Deposits and other accounts						
Opening balance	5,101	304,178	1,837,495	767	40,596	2,138,735
Received during the period / year	5,406	334,763	2,016,275	20,783	923,785	16,435,032
Withdrawn during the period / year	4,769	515,897	1,030,425	19,132	732,137	16,736,272
Transfer in / (out) - net	-	-	-	2,683	71,934	-
Closing balance	<u>5,738</u>	<u>123,044</u>	<u>2,823,345</u>	<u>5,101</u>	<u>304,178</u>	<u>1,837,495</u>
Other Liabilities						
Interest / mark-up payable	<u>40</u>	<u>1,763</u>	<u>57,972</u>	<u>21</u>	<u>3,949</u>	<u>28,249</u>

	March 31, 2023 (Un-audited)			March 31, 2022 (Un-audited)		
	Director	Key Management Personal	Other Related Parties	Director	Key Management Personal	Other Related Parties
----- Rupees in '000 -----						
Income:						
Mark-up / return / interest earned	-	2,240	-	-	2,122	-
Fee and commission income	-	4	17	-	1	8
Net gain on sale of securities	-	-	-	-	-	200
Other income	-	-	365	-	-	285
Expenses:						
Mark-up / return / interest paid	31	2,723	93,656	17	641	38,406
Remuneration paid	-	78,545	-	-	46,408	-
Contribution to provident fund	-	4,529	-	-	3,527	-
Provision for gratuity	-	3,948	-	-	3,031	-
Other staff benefits	-	2,939	-	-	809	-
Directors' meetings fee	6,755	-	-	2,180	-	-
Other expenses	100	-	-	200	-	-
Insurance premium paid	-	-	20,134	-	-	14,854
Others:						
Sale of Government Securities	-	-	200,000	-	-	910,000
Purchase of Government Securities	-	-	-	-	-	-
Gratuity paid	-	-	-	-	6,042	-
Leave encashment	-	-	-	-	1,994	-
Expenses recovered under agency arrangement	-	-	15	-	-	14
Insurance claims settled	-	-	1,094	-	-	606

As at the date of unconsolidated statement of financial position, loans/advances and deposits related to government related entities and its related entities amounted to Rs.4,663.96 million (note 11) and Rs. 108,829.36 (note 18). The above includes deposits amounting to Rs. 36,383.73 (2022: Rs.34,328.51) million received through the Finance Department, Government of Sindh.


	March 31, 2023 Un-audited	December 31, 2022 Audited
	----- (Rupees '000) -----	
39 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS		
Minimum Capital Requirement (MCR): Paid-up capital (net of losses)	<u>17,241,093</u>	<u>17,095,030</u>
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	<u>1,215,415</u>	<u>3,343,643</u>
Eligible Additional Tier 1 (ADT 1) Capital	<u>-</u>	<u>-</u>
Total Eligible Tier 1 Capital	<u>1,215,415</u>	<u>3,343,643</u>
Eligible Tier 2 Capital	<u>15,160</u>	<u>19,997</u>
Total Eligible Capital (Tier 1 + Tier 2)	<u>1,230,575</u>	<u>3,363,640</u>
Risk Weighted Assets (RWAs):		
Credit Risk	<u>31,072,418</u>	<u>28,233,237</u>
Market Risk	<u>8,928,469</u>	<u>6,537,413</u>
Operational Risk	<u>10,052,361</u>	<u>10,052,361</u>
Total Risk Weighted Assets	<u>50,053,248</u>	<u>44,823,011</u>
Common Equity Tier 1 Capital Adequacy ratio	<u>2.43%</u>	<u>7.46%</u>
Tier 1 Capital Adequacy Ratio	<u>2.43%</u>	<u>7.46%</u>
Total Capital Adequacy Ratio	<u>2.46%</u>	<u>7.50%</u>
Notional minimum capital requirements prescribed by SBP		
CET1 minimum ratio	<u>6.00%</u>	<u>6.00%</u>
Tier 1 minimum ratio	<u>7.50%</u>	<u>7.50%</u>
Total capital minimum ratio	<u>10.00%</u>	<u>10.00%</u>
Total capital minimum ratio plus CCB	<u>11.50%</u>	<u>11.50%</u>
Approach followed for determining Risk Weighted Assets		
Credit Risk	Comprehensive	Comprehensive
Market Risk	Maturity method	Maturity method
Operational Risk	Basic Indicator	Basic Indicator
	March 31, 2023 Un-audited	December 31, 2022 Audited
	----- (Rupees '000) -----	
Leverage Ratio (LR):		
Eligible Tier-1 Capital	<u>1,215,415</u>	<u>3,343,643</u>
Total Exposures	<u>367,102,616</u>	<u>350,271,053</u>
Leverage Ratio (%)	<u>0.33%</u>	<u>0.95%</u>
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	<u>156,710,393</u>	<u>132,719,755</u>
Total Net Cash Outflow	<u>36,042,565</u>	<u>37,666,184</u>
Liquidity Coverage Ratio (%)	<u>435%</u>	<u>352%</u>
Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	<u>161,368,439</u>	<u>159,888,541</u>
Total Required Stable Funding	<u>69,056,354</u>	<u>78,670,959</u>
Net Stable Funding Ratio	<u>234%</u>	<u>203%</u>

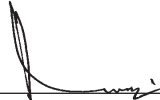
40 GENERAL


Figures have been rounded off to the nearest thousand Rupees.


41 DATE OF AUTHORISATION FOR ISSUE


These consolidated financial statements were authorised for issue by the Board of Directors on April 27, 2023.


Chairman

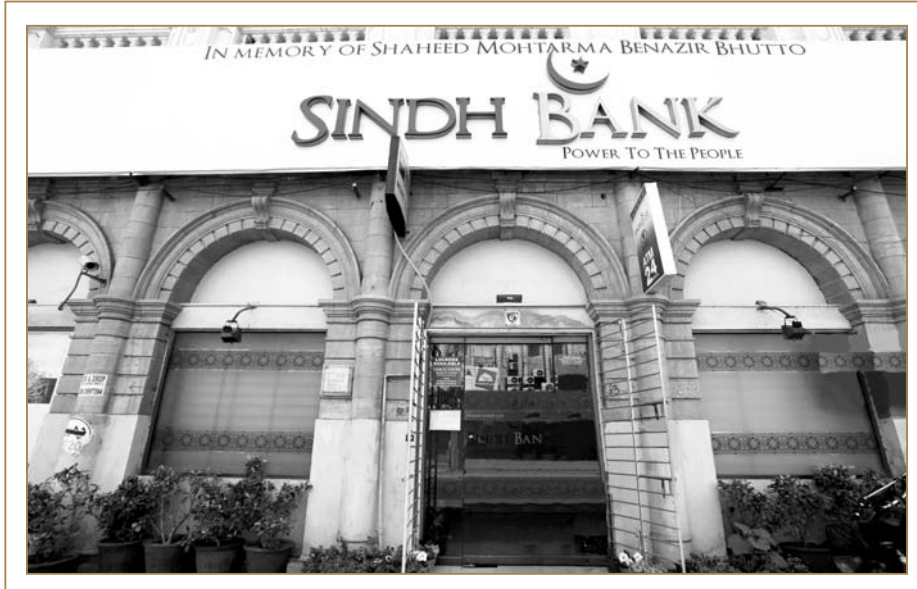

President and
Chief Executive Officer


Director


Director


Chief Financial Officer

Branch Network



SOUTH REGION KARACHI AREA

Mr. Abdul Rauf Chandio
 Group Business Head
 South Region
 Tel: 021-35642101-2
 Fax: 021-35642104
 Email: rauf.chandio@sindhbankltd.com

Mr. Shahzad Hussain
 Area Manager
 Area I, Karachi
 Tel: 021-35290331
 Email: shahzad.khowaja@sindhbankltd.com

Mr. Dilawar Ahmed Dakhan
 Area Manager
 Area II, Karachi
 Tel: 021-36646423
 Email: dilawar.dakhan@sindhbankltd.com

Mr. Ayaz Ahmed Jagirani
 Area Manager
 Area III, Karachi
 Tel: 021-34535131
 Email: ayaz.jagirani@sindhbankltd.com

Mr. Aijaz Ali Shaikh
 Area Manager
 Area IV, Karachi
 Tel: 021-5130662-3
 Email: aijaz.shaikh@sindhbankltd.com

Mr. Zahid Noshewani
 Area Manager
 Area V, Karachi
 Tel: 021-35846658
 Email: zahid.noshewani@sindhbankltd.com

Mr. Shafique Ahmed
 Area Manager
 Area VI, Karachi
 Tel: 021-34968976
 Fax: 021-34834583
 Email: shafique.chandio@sindhbankltd.com

Mr. Aijaz Ali Bugti
 Area Manager
 Area VII, Karachi
 Tel: 021-32526863, 32526864
 Fax: 021-32526865
 Email: aijaz.bugti@sindhbankltd.com

Mr. Husn-e-Kamil
 Officiating Area Manager
 Area VIII, Karachi
 Tel: 021-36614461
 Email: husne.kamil@sindhbankltd.com

Mr. Abdul Waheed
 Officiating Area Manager
 Area IX, Karachi
 Tel: 021-32467891
 Email: abdul.waheed2@sindhbankltd.com

Mr. Ghulam Mustafa Shaikh
 Officiating Area Manager
 Area X, Karachi
 Tel: 021-35640032
 Email: mustafa.shaikh@sindhbankltd.com

Mr. Faisal Haroon Badshah
 Branch Manager /
 Area Manager
 Islamic Banking - Karachi
 Tel: 021-34510021-3
 Email: faisal.haroon@sindhbankltd.com

BALUCHISTAN AREA

Mr. Haq Nawaz
 Area Manager
 Balochistan Area I
 Tel: 081-2865681
 Fax: 081-2865682
 Email: haq.nawaz@sindhbankltd.com

Mr. Wali Muhammad Attar
 Officiating Area Manager
 Balochistan Area II
 Tel: 0838-510123
 Email: wali.attar@sindhbankltd.com

SINDH RURAL REGION

Syed Assad Ali
 Group Business Head
 Sindh Rural Region
 Tel: 021-35829376
 Fax: 021-35870543
 Email: assad.ali@sindhbankltd.com

Mr. Jamil Ahmed Shaikh
 Area Manager
 Hyderabad Area I
 Tel: 022-9330061
 Email: jamil.shaikh@sindhbankltd.com

Mr. Bashir Ahmed Wassan
Area Manager
Hyderabad Area II
Tel: 022-9201460
Email: bashir.wassan@sindhbankltd.com

Mr. Mansoor Ahmed
Officiating Area Manager
Hyderabad Area III
Tel: 022- 3816373
Email: mansoor.ahmed@sindhbankltd.com

Mr. Zeeshan Ata Memon
Officiating Area Manager
Hyderabad Area IV
Tel: 022- 2610704
Email: zeeshan.atta@sindhbankltd.com

Mr. Kazim Hussain Qadri
Area Manager
Larkana Area I
Tel: 074-4040753
Email: kazim.hussain@sindhbankltd.com

Mr. Abdul Majid Khoso
Area Manager
Larkana Area II
Tel: 072-2576325
Email: majid.khoso@sindhbankltd.com

Mr. Bux Ali
Officiating Area Manager
Larkana Area III
Tel: 0254-551578
Email: bux.ali@sindhbankltd.com

Mr. Zeeshan Qureshi
Officiating Area Manager
Mirpurkhas Area
Tel: 022-2653170
Email: zeeshan.qureshi@sindhbankltd.com

Mr. Kashif Memon
Area Manager
Thatta Area
Tel: 029-8550569
Email: kashif.memon@sindhbankltd.com

Mr. Kashif Hussain Khuwaja
Officiating Area Manager
Badin Area
Tel: 029-7862035
Email: kashif.hussain@sindhbankltd.com

Mr. Badar Uddin Jatoi
Officiating Area Manager
Naushahro Feroze Area
Tel: 024-2481550
Email: badar.jatoi@sindhbankltd.com

Mr. Manjhan Khan Jatoi
Officiating Area Manager
Khairpur Area
Tel: 024-3715407
Email: manjhan.jatoi@sindhbankltd.com

Mr. Zaheer Ahmed
Officiating Area Manager
Sukkur Area
Tel: 071-5623961
Email: zaheer.ahmed@sindhbankltd.com

Mr. Shakil Ahmed
Area Manager
Ghotki Area
Tel: 072-3684432
Email: shakil.ahmed@sindhbankltd.com

PUNJAB CENTRAL REGION

Mr. Farhan Ashraf Khan
Group Business Head
Central Region
Tel: 042-99264343
Fax: 042-99264342
Email: farhan.khan@sindhbankltd.com

Mr. Rizwan Mahmood Khan
Area Manager
Lahore Area-I & Chief Manager
Tel: 042-99264344
Fax: 042-99264341
Email: rizwan.mahmood@sindhbankltd.com

Ms. Shazia Andleeb
Area Manager
Lahore Area II & Chief Manager
Tel: 042-99268860, 99268883
Fax: 042-99268862
Email: shazia.andleeb@sindhbankltd.com

Mr. Salman Satti
Area Manager
Lahore Area III & Chief Manager
Tel: 042-37180190-2
Email: salman.satti@sindhbankltd.com

Mr. Shoaib Naseem Khan
Area Manager
Lahore Area IV
Tel: 042-99264339
Email: shoaib.khan@sindhbankltd.com

Mr. Mubashar Uddin Khan
Area Manager
Gujranwala Area
Tel: 055-3840015
Fax: 055-9200993
Email: mubashar.khan@sindhbankltd.com

Mr. Syed Ali Raza
Area Manager
Multan Area
Tel: 061-9330296
Email: ali.raza1@sindhbankltd.com

Mr. Shafqat Ali Raja
Area Manager
Islamabad & Rawalpindi Area
Tel: 051-2206330
Email: shafqat.raja@sindhbankltd.com

NORTH REGION KPK & MIR PURAJK AREA

Mr. Rehman Ullah Khattak
Group Business Head
North Region
Tel: 091-5250602
Email: rehmanullah.khattak@sindhbankltd.com

Mr. Farooq Khan
Area Manager
KPK-I
Tel: 091-5822122
Email: farooq.khan@sindhbankltd.com

Mr. Johar Ayub Khan
Area Manager
KPK-II
Tel: 091-2600028
Email: johar.khan@sindhbankltd.com

Mr. Intikhab Ashraf
Area Manager
AJK / Gilgit Baltistan
Tel: 05822-920630, 05822-920620-612
Email: intikhab.ashraf@sindhbankltd.com

ISLAMIC BANKING DIVISION

Mr. Faisal Mujeeb
Head of Islamic
Banking Division
Tel: 021-35829404
Email: faisal.mujeeb@sindhbankltd.com

Number of Branches

S.No.	Regions	No. of Branches
1	South Region - Karachi	93
2	Balochistan Branches	16
3	Sindh Rural Region	97
4	Punjab Central Region	101
5	North Region KPK & Mirpur AJK Area	23
	Total	330



Sindh Bank Limited
Head Office:

3rd Floor, Federation House, Abdullah Shah Ghazi Road,
Clifton, Karachi-75600.
UAN: +92-21-111-333-225



0800-33322



www.sindhbank.com.pk



[sindhbanklimitedofficial](https://www.facebook.com/sindhbanklimitedofficial)



[sindhbanktd](https://www.instagram.com/sindhbanktd)



[companysindh-bank-limited](https://www.linkedin.com/company/sindh-bank-limited)