



Deutsche Bank AG, Pakistan Operations
(Incorporated in the Federal Republic of
Germany with limited liability)

Financial statements
for the nine months period ended
30 September 2021

Deutsche Bank AG, Pakistan Operations
(Incorporated in the Federal Republic of Germany with limited liability)
Condensed Interim Statement of Financial Position
As at 30 September 2021

| | 30 September 2021 | 31 December 2020 |
|---|----------------------------|---------------------|
| Note | (Un-audited) | (Audited) |
| | ----- Rupees in '000 ----- | |
| ASSETS | | |
| Cash and balances with treasury banks | 6 14,546,656 | 8,645,015 |
| Balances with other banks | 7 5,584,825 | 5,268,843 |
| Lendings to financial institutions | 8 29,449,201 | 26,209,833 |
| Investments | 8 - | - |
| Advances | 9 2,271,133 | 2,505,899 |
| Fixed assets | 10 246,875 | 242,064 |
| Intangible assets | - | - |
| Deferred tax assets | 11 24,178 | 29,127 |
| Other assets | 12 1,297,110 | 1,419,828 |
| | 53,419,978 | 44,320,609 |
| LIABILITIES | | |
| Bills payable | 13 778,096 | 972,657 |
| Borrowings | 14 17,473 | 241,047 |
| Deposits and other accounts | 15 39,171,585 | 30,965,106 |
| Liabilities against assets subject to finance lease | - | - |
| Subordinated debt | - | - |
| Deferred tax liabilities | - | - |
| Other liabilities | 16 4,772,911 | 3,920,451 |
| | 44,740,065 | 36,099,261 |
| NET ASSETS | 8,679,913 | 8,221,348 |
| REPRESENTED BY | | |
| Head office capital account | 6,349,144 | 6,302,781 |
| Reserves | - | - |
| Surplus/ (Deficit) on revaluation of assets | - | - |
| Unremitted profit | 2,330,769 | 1,918,567 |
| | 8,679,913 | 8,221,348 |

CONTINGENCIES AND COMMITMENTS

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The annexed notes 1 to 30 form an integral part of these condensed interim financial statements.

Managing Director
Chief Country Officer
Pakistan

Chief Financial Officer
Pakistan

Deutsche Bank AG, Pakistan Operations
(Incorporated in the Federal Republic of Germany with limited liability)
Condensed Interim Profit and Loss Account (Un-audited)
For nine months period ended 30 September 2021

| Note | Three months period ended 30 September 2021 | Nine months period ended 30 September 2021 | Three months period ended 30 September 2020 | Nine months period ended 30 September 2020 | |
|--|--|---|--|---|------------------|
| ----- Rupees in '000 ----- | | | | | |
| Mark-up / return / interest earned | 18 | 1,351,404 | 1,967,805 | 447,571 | 2,074,160 |
| Mark-up / return / interest expensed | 19 | 726,233 | 1,099,943 | 192,239 | 933,566 |
| Net mark-up / interest income | | 625,171 | 867,862 | 255,332 | 1,140,594 |
| NON MARK-UP / INTEREST INCOME | | | | | |
| Fee and commission income | 20 | 200,574 | 284,819 | 101,834 | 375,574 |
| Dividend income | | - | - | - | - |
| Foreign exchange income | | 285,351 | 502,578 | 187,282 | 875,011 |
| Income / (loss) from derivatives | | - | - | - | - |
| Other income | 21 | 8,952 | (1,151) | 2,047 | 5,901 |
| | 22 | 32 | 7,470 | 1,191 | 23,991 |
| Total non-markup / interest income | | 494,909 | 793,716 | 292,354 | 1,280,477 |
| Total Income | | 1,120,080 | 1,661,578 | 547,686 | 2,421,071 |
| NON MARK-UP / INTEREST EXPENSES | | | | | |
| Operating expenses | 23 | 679,063 | 950,270 | 454,431 | 1,096,526 |
| Workers Welfare Fund | | 8,820 | 14,226 | 1,865 | 26,491 |
| Other charges | 24 | - | - | - | - |
| Total non-markup / interest expenses | | 687,883 | 964,496 | 456,296 | 1,123,017 |
| Profit before provisions | | 432,197 | 697,082 | 91,390 | 1,298,054 |
| Reversal and write offs - net | | - | - | - | - |
| Extra ordinary / unusual items | | - | - | - | - |
| PROFIT BEFORE TAXATION | | 432,197 | 697,082 | 91,390 | 1,298,054 |
| Taxation | 24 | (156,783) | (284,880) | (44,695) | (532,615) |
| PROFIT AFTER TAXATION | | 275,414 | 412,202 | 46,695 | 765,439 |

The annexed notes 1 to 30 form an integral part of these condensed interim financial statements.

Managing Director
Chief Country Officer
Pakistan

Chief Financial Officer
Pakistan

Deutsche Bank AG, Pakistan Operations

(Incorporated in the Federal Republic of Germany with limited liability)

Condensed Interim Statement of Comprehensive Income (Un-audited)

For nine months period ended 30 September 2021

| | Three months period ended 30 September 2021 | Nine months period ended 30 September 2021 | Three months period ended 30 September 2020 | Nine months period ended 30 September 2020 |
|--|--|---|--|---|
| | ------(Rupees in '000)----- | | | |
| Profit after taxation for the period | 275,414 | 412,202 | 110,998 | 434,459 |
| Total comprehensive income for the period | <u>275,414</u> | <u>412,202</u> | <u>110,998</u> | <u>434,459</u> |

The annexed notes 1 to 30 form an integral part of these condensed interim financial statements.

Managing Director
Chief Country Officer
Pakistan

Chief Financial Officer
Pakistan

Deutsche Bank AG, Pakistan Operations
(Incorporated in the Federal Republic of Germany with limited liability)
Condensed Interim Cash Flow Statement (Un-audited)
For nine months period ended 30 September 2021

| | 30 September 2021 | 30 September 2020 |
|---|------------------------------|--------------------------|
| | ----- (Rupees in '000) ----- | |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before taxation | 697,082 | 1,298,054 |
| Adjustments for: | | |
| Depreciation | 85,163 | 105,942 |
| Gain on sale of securities | - | - |
| Gain on disposal of operating fixed assets | (7,438) | (9,392) |
| Unrealized loss on securities classified as held-for-trading | - | 1,289 |
| Finance costs against lease | 111 | 1,432 |
| | <u>77,836</u> | <u>99,271</u> |
| | 774,918 | 1,397,325 |
| (Increase) / decrease in operating assets | | |
| Lendings to financial institutions | (3,239,368) | (6,226,505) |
| Net investments in held-for-trading securities | - | - |
| Advances | 234,766 | 4,856,064 |
| Others assets (excluding advance taxation) | 203,773 | 314,825 |
| | <u>(2,800,829)</u> | <u>(1,055,616)</u> |
| Increase / (decrease) in operating liabilities | | |
| Bills payable | (194,561) | 35,180 |
| Borrowings from financial institutions | (223,574) | (878,301) |
| Deposits and other accounts | 8,206,479 | 4,766,099 |
| Other liabilities | 870,500 | 30,633 |
| | <u>8,658,844</u> | <u>3,953,611</u> |
| Income tax paid | (360,985) | (578,709) |
| Net cash generated from operating activities | <u>6,271,948</u> | <u>3,716,611</u> |
| CASH FLOW FROM INVESTING ACTIVITIES | | |
| (Investment)/redemption in securities - net | - | (99,539) |
| Investments in operating fixed assets | (101,654) | (27,282) |
| Proceeds from sale of operating fixed assets | 58,171 | 14,104 |
| Net cash used in investing activities | <u>(43,483)</u> | <u>(112,717)</u> |
| CASH FLOW FROM FINANCING ACTIVITIES | | |
| Payment of lease liabilities | (11,220) | - |
| Net cash used in financing activities | <u>(11,220)</u> | <u>-</u> |
| Effects of exchange rate changes on cash and cash equivalents | 46,363 | 665,117 |
| Increase in cash and cash equivalents | <u>6,263,608</u> | <u>4,269,011</u> |
| Cash and cash equivalents at beginning of the period | <u>13,850,400</u> | <u>7,647,582</u> |
| Cash and cash equivalents at end of the period | <u><u>20,114,008</u></u> | <u><u>11,916,593</u></u> |

The annexed notes 1 to 30 form an integral part of these condensed interim financial statements.

Managing Director
Chief Country Officer
Pakistan

Chief Financial Officer
Pakistan

Deutsche Bank AG, Pakistan Operations
(Incorporated in the Federal Republic of Germany with limited liability)
Condensed Interim Statement of Changes in Equity (Un-audited)
For nine months period ended 30 September 2021

| | Head office capital account | Unremitted profit | Total |
|--|--------------------------------|----------------------|------------------|
| | ------(Rupees in '000)----- | | |
| Balance as at 01 January 2020 | 5,563,663 | 1,704,418 | 7,268,081 |
| Profit for the nine months period ended 30 September 2020 | - | 765,439 | 765,439 |
| Other comprehensive income - net of tax | - | - | - |
| | - | 765,439 | 765,439 |
| Transactions with owners, recorded directly in equity | | | |
| Exchange adjustments on revaluation of capital | 665,117 | - | 665,117 |
| Remittance made to Head office | - | - | - |
| | 665,117 | - | 665,117 |
| Opening balance as at 01 October 2020 | 6,228,780 | 2,469,857 | 8,698,637 |
| Profit after taxation for the three months period ended 31 December 2020 | - | 140,098 | 140,098 |
| Other comprehensive income - net of tax | - | 20,835 | 20,835 |
| | - | 160,933 | 160,933 |
| Transactions with owners, recorded directly in equity | | | |
| Exchange adjustments on revaluation of capital | 74,001 | - | 74,001 |
| Remittance made to Head office | - | (712,223) | (712,223) |
| | 74,001 | (712,223) | (638,222) |
| Balance as at 01 January 2021 | 6,302,781 | 1,918,567 | 8,221,348 |
| Profit after taxation for the nine months period ended 30 September 2021 | - | 412,202 | 412,202 |
| Other comprehensive income - net of tax | - | - | - |
| | - | 412,202 | 412,202 |
| Transactions with owners, recorded directly in equity | | | |
| Exchange adjustments on revaluation of capital | 46,363 | - | 46,363 |
| Remittance made to Head office | - | - | - |
| | 46,363 | - | 46,363 |
| Balance as at 30 September 2021 | 6,349,144 | 2,330,769 | 8,679,913 |

The annexed notes 1 to 30 form an integral part of these condensed interim financial statements.

Managing Director
Chief Country Officer
Pakistan

Chief Financial Officer
Pakistan

Deutsche Bank AG, Pakistan Operations
(Incorporated in the Federal Republic of Germany with limited liability)
Notes to the Condensed Interim Financial Information (Un-audited)
For nine months period ended 30 September 2021

1. STATUS AND NATURE OF BUSINESS

Deutsche Bank AG is a foreign banking company incorporated in the Federal Republic of Germany with limited liability. Its operations in Pakistan are carried out through two branches located at Karachi and Lahore ('the Pakistan Operations'). The Pakistan Operations are engaged in banking business as described in the Banking Companies Ordinance, 1962.

The credit rating affirmed by Standard & Poor's on 26 February 2021 is BBB+ for long-term and A-2 for short-term, by Fitch on 23 September 2021 is BBB+ for long-term and F2 for short-term; and by Moody's on 04 August 2021 is A2 for long-term.

2 BASIS OF PRESENTATION

2.1 STATEMENT OF COMPLIANCE

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

- International Accounting Standard (IAS) 34 - Interim Financial Reporting issued by the International Accounting Standards Board (IASB) as 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 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 SBP and SECP differ with the requirements of the IAS 34, the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives shall prevail.

The SBP vide BSD Circular No. 10 dated 26 August 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). Further, according to a notification of the Securities and Exchange Commission of Pakistan (SECP) dated 28 April 2008, International Financial Reporting Standard 7, Financial Instruments: Disclosures (IFRS 7) has not been made applicable for banks. Accordingly, the requirements of these standards and their relevant interpretations (issued by the Standards Interpretation Committee - SICs and the International Financial Reporting Interpretations Committee - IFRICs) have not been considered in the preparation of these condensed interim financial statements.

- 2.2** The disclosures made in these condensed interim financial statements have been limited based on a format prescribed by the SBP vide BPRD Circular Letter No. 5 dated 22 March 2019 and IAS 34, Interim Financial Reporting. They do not include all the disclosures required for annual financial statements, and these condensed interim financial statements should be read in conjunction with the financial statements of the Pakistan Operations for the year ended 31 December 2020.

2.3 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are effective in the current period

There are certain new and amended standards, amendments and interpretations that are effective from 1 January 2021; however, these do not have any significant effect on interim financial statements of the Pakistan Operations.

2.4 Standards, interpretations of and amendments to approved accounting standards that are not yet effective in the current period

There are certain standards, amendments and interpretations with respect to the accounting and reporting standards as applicable in Pakistan that are not yet effective in the current year. These are not expected to have any material impact on the Pakistan Operations' financial statements in the period of their initial application except for following:

IFRS 9 'Financial instruments' - IFRS 9 replaces the existing guidance in IAS 39 Financial Instruments: Recognition and Measurement. IFRS 9 includes revised guidance on the classification and measurement of financial instruments, a new expected credit loss model for calculating impairment on financial assets and new general hedge accounting requirements. It also carries forward the guidance on recognition and derecognition of financial instruments from IAS 39. The State Bank of Pakistan, vide its BPRD Circular No. 24 dated July 5, 2021 has extended the application date and directed the banks in Pakistan to implement IFRS 9 with effect from 01 January 2022.

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan:

| Standard | IASB Effective date (annual periods beginning on or |
|---|--|
| IFRS 1 - First-time Adoption of International Financial Reporting Standards | 01 July 2009 |
| IFRS 17 – Insurance Contracts | 01 January 2023 |

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of the condensed interim financial statements are consistent with those applied in the preparation of the annual financial statements of the Pakistan Operations for the year ended 31 December 2020.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

Significant judgements made by the management in applying the accounting policies and the key sources of estimation uncertainty were the same as those applied in the annual financial statements of the Pakistan Operations for the year ended 31 December 2020.

5 FINANCIAL RISK MANAGEMENT

The outbreak of COVID-19 has significantly impacted the daily life, economic conditions, business and consumers' activities across the globe. The Pakistan Operation's management is fully cognisant of the business challenges posed by the COVID-19 outbreak due to rapidly changing economic conditions and operating environment. The Pakistan Operations continues to serve customers through its branches and the digital channels by observing the Government instructions and adopting all possible precautionary measures for safety of its employees.

The Pakistan Operations continue to follow its current policies for managing credit, liquidity and market as disclosed in the annual financial statement for the period ended 31 December 2020.

| 6 | CASH AND BALANCES WITH TREASURY BANKS | Note | 30 September 2021 | 31 December 2020 |
|---|--|------|------------------------------|---------------------|
| | | | ----- (Rupees in '000) ----- | |
| | In hand | | | |
| | Local currency | | 20,264 | 15,847 |
| | Foreign currency | | 73,430 | 84,419 |
| | | | <u>93,694</u> | <u>100,266</u> |
| | With State Bank of Pakistan in | | | |
| | Local currency current account | 6.1 | 7,809,218 | 1,970,392 |
| | Foreign currency current account | 6.2 | 65,021 | 60,897 |
| | Foreign currency deposit account | | | |
| | Special cash reserve account | 6.3 | 195,739 | 183,325 |
| | Local US Dollar collection account | 6.4 | 33,824 | 27,339 |
| | Foreign currency capital account | | 6,349,144 | 6,302,781 |
| | | | 14,452,946 | 8,544,734 |
| | With National Bank of Pakistan in | | | |
| | Local currency current account | | 16 | 15 |
| | | | <u>14,546,656</u> | <u>8,645,015</u> |

6.1 This represents current account maintained with SBP that includes requirements of section 22 (Cash Reserve Requirement) of the Banking Companies Ordinance, 1962 and an additional Cash Reserve Requirement for banks that meet / do not meet targets for Housing and Construction Finance as per DMMD Circular Letter 03 of 2020.

6.2 This represents statutory cash reserve in the current account maintained with SBP under the requirements of SBP.

6.3 This represents statutory cash reserve maintained against foreign currency deposits mobilized under FE 25 Circular issued by the SBP. Profit rates on these deposits are fixed by SBP on a monthly basis and were 0% p.a (31 December 2020: 0.00% p.a to 0.76% p.a).

6.4 This represents US Dollar settlement account opened with the SBP in accordance with FE Circular No. 2.

| 7 | BALANCES WITH OTHER BANKS | Note | 30 September 2021 | 31 December 2020 |
|---|----------------------------------|------|------------------------------|---------------------|
| | | | ----- (Rupees in '000) ----- | |
| | In Pakistan | | | |
| | Current account | | 1,500 | 1,291 |
| | Outside Pakistan | | | |
| | Current account | | | |
| | Interbranch | | 5,581,721 | 5,265,153 |
| | Others | | 1,604 | 2,399 |
| | | | 5,583,325 | 5,267,552 |
| | | | <u>5,584,825</u> | <u>5,268,843</u> |

| 8 | LENDINGS TO FINANCIAL INSTITUTIONS | Note | 30 September 2021 | 31 December 2020 |
|---|---|------|------------------------------|---------------------|
| | | | ----- (Rupees in '000) ----- | |

| | | | |
|--|-----|--------------------------|-------------------|
| Repurchase agreement lendings (Reverse Repo) | 8.1 | <u>29,449,201</u> | <u>26,209,833</u> |
|--|-----|--------------------------|-------------------|

8.1 Reverse repo transactions have been made with various commercial banks at rates ranging from 7.00% to 7.30% p.a (31 December 2020: 6.20% p.a to 7.00% p.a) and mature within a month. The market value of these securities at 30 September 2021 amounted to Rs. 28,640 million (31 December 2020: Rs. 26,478 million).

| 9 | ADVANCES | Performing | | Non Performing | | Total | |
|------------------------------|---|--------------|-------------|----------------|-------------|--------------|-------------|
| | | 30 September | 31 December | 30 September | 31 December | 30 September | 31 December |
| | | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 |
| ----- (Rupees in '000) ----- | | | | | | | |
| | Loans, cash credits, running finances, etc. | 2,279,131 | 2,513,897 | 30,885 | 30,885 | 2,310,016 | 2,544,782 |
| | Bills discounted and purchased | - | - | 65,626 | 65,626 | 65,626 | 65,626 |
| | Advances - gross | 2,279,131 | 2,513,897 | 96,511 | 96,511 | 2,375,642 | 2,610,408 |
| | Provision against advances | | | | | | |
| | - Specific | - | - | (96,511) | (96,511) | (96,511) | (96,511) |
| | - General | (7,998) | (7,998) | - | - | (7,998) | (7,998) |
| | Advances - net of provision | 2,271,133 | 2,505,899 | - | - | 2,271,133 | 2,505,899 |

| 9.1 | Particulars of advances (Gross) | 30 September | 31 December |
|-----|---------------------------------|--------------------------|-------------|
| | | 2021 | 2020 |
| | | ---- Rupees in '000 ---- | |
| | In local currency | 2,310,016 | 2,544,782 |
| | In foreign currencies | 65,626 | 65,626 |
| | | 2,375,642 | 2,610,408 |

9.2 Advances include Rs.96.511 million (31 December 2020: Rs. 96.511 million) which have been placed under non-performing status as detailed below:

| Category of Classification | 30 September 2021 | | 31 December 2020 | |
|-----------------------------------|----------------------------|-----------|----------------------|-----------|
| | Non Performing Loans | Provision | Non Performing Loans | Provision |
| | ----- Rupees in '000 ----- | | | |
| Domestic | | | | |
| Other Assets Especially Mentioned | - | - | - | - |
| Substandard | - | - | - | - |
| Doubtful | - | - | - | - |
| Loss | 96,511 | 96,511 | 96,511 | 96,511 |
| | 96,511 | 96,511 | 96,511 | 96,511 |

| 9.3 | Particulars of provision against advances | 30 September 2021 | | | 31 December 2020 | | |
|----------------------------|---|-------------------|---------|---------|------------------|---------|---------|
| | | Specific | General | Total | Specific | General | Total |
| ----- Rupees in '000 ----- | | | | | | | |
| | Opening balance | 96,511 | 7,998 | 104,509 | 96,511 | 7,998 | 104,509 |
| | Charge for the period / year | - | - | - | - | - | - |
| | Reversals | - | - | - | - | - | - |
| | Closing balance | 96,511 | 7,998 | 104,509 | 96,511 | 7,998 | 104,509 |

9.3.1 General provision represents amount recognized in line with the instructions received from the Head office.

| 10 FIXED ASSETS | <i>Note</i> | 30 September 2021 | 31 December 2020 |
|--|-------------|------------------------------|-------------------------|
| | | ----- Rupees in '000 ----- | |
| Capital work-in-progress | 10.1 | 88,421 | 953 |
| Property and equipment | | <u>158,454</u> | <u>241,111</u> |
| | | <u><u>246,875</u></u> | <u><u>242,064</u></u> |
| 10.1 Capital work-in-progress | | | |
| Advances to suppliers | | <u>88,421</u> | <u>953</u> |
| 10.2 Additions to fixed assets | | | |
| The following additions have been made to fixed assets during the period: | | | |
| Capital work-in-progress | | 85,466 | 29,873 |
| Property and equipment | | | |
| Right-of-use assets | | 39,053 | - |
| Electrical office and computer equipment | | 6,718 | 6,825 |
| Vehicles | | - | 65,466 |
| | | <u>45,771</u> | <u>72,291</u> |
| | | <u><u>131,237</u></u> | <u><u>72,291</u></u> |
| 10.3 Disposal of fixed assets | | | |
| The net book value of fixed assets disposed off during the period is as follows: | | | |
| Electrical office and computer equipment | | - | 3 |
| Vehicles | | 50,733 | 2,878 |
| | | <u>50,733</u> | <u>2,881</u> |
| 11 DEFERRED TAX ASSETS | | | |
| Deductible Temporary Differences on | | | |
| - Post retirement employee benefits | | 2,252 | 2,255 |
| - Accelerated tax depreciation | | 21,926 | 26,872 |
| | | <u>24,178</u> | <u>29,127</u> |
| 12 OTHER ASSETS | | | |
| Income / Mark-up accrued in local currency | | 70,707 | 67,271 |
| Income / Mark-up accrued in foreign currency | | 33,528 | 45,028 |
| Advances, deposits, advance service charges / rent and other prepayments | | 36,018 | 80,784 |
| Advance taxation (payments less provisions) | | 1,054,394 | 973,339 |
| Marked to market gains on forward foreign exchange contracts | | 31,529 | 241,065 |
| Acceptances | | 24,480 | 9,272 |
| Others | | 51,128 | 7,743 |
| | | <u>1,301,784</u> | <u>1,424,502</u> |
| Less: Provision held against other assets | 12.1 | <u>(4,674)</u> | <u>(4,674)</u> |
| Other Assets (Net of Provision) | | <u><u>1,297,110</u></u> | <u><u>1,419,828</u></u> |
| 12.1 Provision held against other assets | | | |
| Advances, deposits, advance rent & other prepayments | | <u>4,674</u> | <u>4,674</u> |
| 13 BILLS PAYABLE | | | |
| In Pakistan | | <u>778,096</u> | <u>972,657</u> |

| 14 | BORROWINGS | <i>Note</i> | 30 September 2021 | 31 December 2020 |
|----|---|-------------|------------------------------|---------------------|
| | | | ----- Rupees in '000 ----- | |
| | Secured | | | |
| | Repo borrowings | | - | 177,589 |
| | Total secured | | - | 177,589 |
| | Unsecured | | | |
| | Overdrawn nostro accounts - Interbranch | | 17,473 | 20,819 |
| | Others | 14.1 | - | 42,639 |
| | Total unsecured | | 17,473 | 63,458 |
| | | | 17,473 | 241,047 |

14.1 These are balances payable to commercial banks inside Pakistan under partner banking arrangements.

15 **DEPOSITS AND OTHER ACCOUNTS**

| | 30 September 2021 | | | 31 December 2020 | | |
|--|----------------------------|--------------------------|-------------------|----------------------|--------------------------|------------|
| | In Local Currency | In Foreign currencies | Total | In Local Currency | In Foreign currencies | Total |
| | ----- Rupees in '000 ----- | | | | | |
| Customers | | | | | | |
| Current deposits | 14,973,715 | 1,062,693 | 16,036,408 | 10,147,857 | 802,589 | 10,950,446 |
| Savings deposits | 20,235,440 | 8,805 | 20,244,245 | 11,046,505 | 9,306 | 11,055,811 |
| Term deposits | 2,148,000 | - | 2,148,000 | 8,261,000 | - | 8,261,000 |
| Others | 709,723 | - | 709,723 | 697,761 | - | 697,761 |
| | 38,066,878 | 1,071,498 | 39,138,376 | 30,153,123 | 811,895 | 30,965,018 |
| Financial Institutions | | | | | | |
| Non-remunerative deposits - inter branch | 33,209 | - | 33,209 | 88 | - | 88 |
| | 38,100,087 | 1,071,498 | 39,171,585 | 30,153,211 | 811,895 | 30,965,106 |

16 **OTHER LIABILITIES**

| | 30 September 2021 | 31 December 2020 |
|---|------------------------------|---------------------|
| | ----- Rupees in '000 ----- | |
| Mark-up/ Return/ Interest payable in local currency | 169,748 | 1,676 |
| Unearned commission and income on bills discounted | 32,095 | 24,735 |
| Accrued expenses | 138,137 | 99,790 |
| Acceptances | 24,480 | 9,272 |
| Dividends payable | 790,112 | 189,682 |
| Marked to market loss on forward foreign exchange contracts | 22,119 | 230,620 |
| Payable to DB Singapore | 6,195 | 6,195 |
| Unremitted head office expenses | 3,110,333 | 2,887,317 |
| Payable to defined benefit plan | 39,516 | 39,516 |
| Provision against off-balance sheet obligations | 6,121 | 6,121 |
| Workers Welfare Fund | 291,245 | 277,019 |
| Lease liability | 35,552 | 4,259 |
| Others | 107,258 | 144,249 |
| | 4,772,911 | 3,920,451 |

| 17 | CONTINGENCIES AND COMMITMENTS | Note | 30 September 2021 | 31 December 2020 |
|---------------|---|--------|---|---|
| | | | ----- Rupees in '000 ----- | |
| | -Guarantees | 17.1 | 12,826,075 | 11,754,910 |
| | -Commitments | 17.2 | 35,716,946 | 36,513,132 |
| | | | <u>48,543,021</u> | <u>48,268,042</u> |
| 17.1 | Guarantees | | | |
| | Financial guarantees | | <u>12,826,075</u> | <u>11,754,910</u> |
| 17.2 | Commitments | | | |
| | Documentary credits and short-term trade-related transactions | | | |
| | - letters of credit | | 2,372,960 | 519,812 |
| | Commitments in respect of: | | | |
| | - forward foreign exchange contracts | 17.2.1 | 12,464,226 | 15,019,020 |
| | - forward lending | 17.2.2 | 20,708,228 | 20,720,534 |
| | Commitments for acquisition of: | | | |
| | - operating fixed assets | | - | 134,847 |
| | Other commitments | 17.2.3 | 171,532 | 118,920 |
| | | | <u>35,716,946</u> | <u>36,513,132</u> |
| 17.2.1 | Commitments in respect of forward foreign exchange contracts | | | |
| | Purchase | | 3,798,117 | 5,157,668 |
| | Sale | | 8,666,109 | 9,861,352 |
| | | | <u>12,464,226</u> | <u>15,019,020</u> |
| | The maturities of above contracts are spread over a period of one month. | | | |
| 17.2.2 | Commitments in respect of forward lending | | | |
| | Undrawn formal standby facilities, credit lines and other commitments to lend | | <u>20,708,228</u> | <u>20,720,534</u> |
| 17.2.3 | Cheques in clearing | | <u>171,532</u> | <u>118,920</u> |
| 17.3 | Other contingent liabilities | | | |
| | Appeals for various assessment years are pending before Income Tax Appellate Authorities / High Courts. Out of these appeals, decisions against demands of Rs. 638 million (31 December 2020: Rs. 638 million) have been made by the CIRA in favor of Pakistan Operations in respect of tax years 2011 to 2014. However, the tax department has filed appeals against the decisions of CIRA for tax years 2013 and 2014 involving demand of Rs. 513 million while no appeal effect orders have been passed by taxation officer for the remaining years. Further, Pakistan Operations are vigorously contesting the appeals for additional demands of Rs. 45 million against various issues (31 December 2020: Rs. 45 million) and the Pakistan Operations are confident that no additional liability would arise. | | | |
| 18 | MARK-UP / RETURN / INTEREST EARNED | | Nine months period ended 30 September 2021 | Nine months period ended 30 September 2020 |
| | | | ----- Rupees in '000 ----- | |
| | On: | | | |
| | Loans and advances | | 197,839 | 543,007 |
| | Investments | | 34,483 | 3,092 |
| | Lendings to financial institutions | | 1,735,483 | 1,527,656 |
| | Balances with banks | | - | 400 |
| | Others | | - | 5 |
| | | | <u>1,967,805</u> | <u>2,074,160</u> |
| 19 | MARK-UP / RETURN / INTEREST EXPENSED | | | |
| | On: | | | |
| | Deposits | | 1,097,777 | 924,339 |
| | Borrowings | | 2,055 | 7,795 |
| | Finance cost of lease liability | | 111 | 1,432 |
| | | | <u>1,099,943</u> | <u>933,566</u> |

| 20 FEE & COMMISSION INCOME | Note | Nine months period ended 30 September 2021 | Nine months period ended 30 September 2020 |
|---|------|---|---|
| ----- Rupees in '000 ----- | | | |
| Commission on trade | | 72,945 | 75,633 |
| Commission on guarantees | | 55,392 | 57,469 |
| Commission on cash management | | 4,308 | 4,216 |
| Commission on remittances including home remittances | | 37,626 | 286 |
| Commission on custodial services | | 114,548 | 237,720 |
| Others | | - | 250 |
| | | <u>284,819</u> | <u>375,574</u> |
| 21 (LOSS) / GAIN ON SECURITIES | | | |
| Realised (loss) / gain on sale of government securities | | (1,151) | 7,190 |
| Unrealised - held for trading | | - | (1,289) |
| | | <u>(1,151)</u> | <u>5,901</u> |
| 22 OTHER INCOME | | | |
| Gain on sale of fixed assets - net | | 7,438 | 9,392 |
| Prior years refunds on utilities costs | | - | 13,843 |
| Others | | 32 | 756 |
| | | <u>7,470</u> | <u>23,991</u> |
| 23 OPERATING EXPENSES | | | |
| Total compensation expense | | 390,527 | 328,773 |
| Property expense | | | |
| Rent & taxes | | 55,326 | 67,833 |
| Insurance | | 6,152 | 7,214 |
| Utilities cost | | 25,868 | 13,104 |
| Security (including guards) | | 6,454 | 6,426 |
| Repair & maintenance (including janitorial charges) | | 3,737 | - |
| Depreciation | | 13,483 | 13,483 |
| Depreciation on right-of-use assets | | 40,827 | 49,885 |
| | | 151,847 | 157,945 |
| Information technology expenses | | | |
| Software maintenance | | 426 | 325 |
| Hardware maintenance | | 19,723 | 12,710 |
| Depreciation | | 8,903 | 11,880 |
| Network charges | | 15,071 | 21,455 |
| | | 44,123 | 46,370 |
| Other operating expenses | | | |
| Legal & professional charges | | 14,052 | 7,329 |
| Outsourced services costs | | 62,945 | 69,522 |
| Travelling & conveyance | | 1,617 | 2,057 |
| NIFT clearing charges | | 445 | 651 |
| Depreciation | | 21,951 | 30,694 |
| Training & development | | 34 | 117 |
| Postage & courier charges | | 1,602 | 1,006 |
| Communication | | 5,633 | 6,802 |
| Head office / regional office expenses | | 227,152 | 431,375 |
| Stationery & printing | | 9,470 | 7,199 |
| Marketing, advertisement & publicity | | 18 | - |
| Auditors Remuneration | | 3,013 | 2,850 |
| Others | | 15,841 | 3,836 |
| | | <u>363,773</u> | <u>563,438</u> |
| | | <u>950,270</u> | <u>1,096,526</u> |
| 24 TAXATION | | | |
| Current | | 279,930 | 535,321 |
| Deferred | | 4,950 | (2,706) |
| | | <u>284,880</u> | <u>532,615</u> |

25 FAIR VALUE MEASUREMENTS

25.1 Fair value of financial assets

The Pakistan Operations measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

- Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Fair value measurements using input for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The table below analyses financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

| 30 September 2021 | | | | | | | | |
|---|--------------------|-----------------------|--------------------------------------|------------|------------------|------------|---------|------------|
| Carrying Value | | | | | Fair Value | | | |
| Held for trading | Available for Sale | Loans and Receivables | Other financial assets / liabilities | Total | Level 1 | Level 2 | Level 3 | Total |
| (Rupees in '000) | | | | | (Rupees in '000) | | | |
| On balance sheet financial instruments | | | | | | | | |
| Financial assets measured at fair value | | | | | | | | |
| Other Assets | | | | | | | | |
| - Unrealized gain on forward foreign exchange contracts | 31,529 | - | - | 31,529 | - | 31,529 | - | 31,529 |
| | 31,529 | - | - | 31,529 | | | | |
| Financial assets not measured at fair value | | | | | | | | |
| Cash and balances with treasury banks | - | 14,546,656 | - | 14,546,656 | | | | |
| Balances with other banks | - | 5,584,825 | - | 5,584,825 | | | | |
| Lendings to financial institutions | - | 29,449,201 | - | 29,449,201 | | | | |
| Investments | - | - | - | - | | | | |
| Advances | - | 2,271,133 | - | 2,271,133 | | | | |
| Other assets | - | 135,324 | - | 135,324 | | | | |
| | 31,529 | 51,987,139 | - | 52,018,668 | | | | |
| Financial Liabilities measured at fair value | | | | | | | | |
| Other Liabilities | | | | | | | | |
| - Unrealized loss on forward foreign exchange contracts | 22,119 | - | - | 22,119 | - | 22,119 | - | 22,119 |
| | 22,119 | - | - | 22,119 | | | | |
| Financial liabilities not measured at fair value | | | | | | | | |
| Bills payable | - | - | 778,096 | 778,096 | | | | |
| Borrowings from financial institutions | - | - | 17,473 | 17,473 | | | | |
| Deposits and other accounts | - | - | 39,171,585 | 39,171,585 | | | | |
| Other liabilities | - | - | 4,750,792 | 4,750,792 | | | | |
| | 22,119 | - | 44,717,946 | 44,740,065 | | | | |
| Off-balance sheet financial instruments measured at fair value | | | | | | | | |
| Forward purchase of foreign exchange | | | 3,798,117 | 3,798,117 | - | 3,829,646 | - | 3,829,646 |
| Forward sale of foreign exchange | | | 8,666,109 | 8,666,109 | - | 8,688,228 | - | 8,688,228 |
| 31 December 2020 | | | | | | | | |
| Carrying Value | | | | | Fair Value | | | |
| Held for trading | Available for Sale | Loans and Receivables | Other financial assets / liabilities | Total | Level 1 | Level 2 | Level 3 | Total |
| (Rupees in '000) | | | | | (Rupees in '000) | | | |
| On balance sheet financial instruments | | | | | | | | |
| Financial assets measured at fair value | | | | | | | | |
| Other Assets | | | | | | | | |
| - Unrealized gain on forward foreign exchange contracts | 241,065 | - | - | 241,065 | - | 241,065 | - | 241,065 |
| | 241,065 | - | - | 241,065 | | | | |
| Financial assets not measured at fair value | | | | | | | | |
| Cash and balances with treasury banks | - | 8,645,015 | - | 8,645,015 | | | | |
| Balances with other banks | - | 5,268,843 | - | 5,268,843 | | | | |
| Lendings to financial institutions | - | 26,209,833 | - | 26,209,833 | | | | |
| Investments | - | - | - | - | | | | |
| Advances | - | 2,505,899 | - | 2,505,899 | | | | |
| Other assets | - | 1,109,249 | - | 1,109,249 | | | | |
| | 241,065 | 43,738,839 | - | 43,979,904 | | | | |
| Financial Liabilities measured at fair value | | | | | | | | |
| Other Liabilities | | | | | | | | |
| - Unrealized loss on forward foreign exchange contracts | 230,620 | - | - | 230,620 | - | 230,620 | - | 230,620 |
| | 230,620 | - | - | 230,620 | | | | |
| Financial liabilities not measured at fair value | | | | | | | | |
| Bills payable | - | - | 972,657 | 972,657 | | | | |
| Borrowings from financial institutions | - | - | 241,047 | 241,047 | | | | |
| Deposits and other accounts | - | - | 30,965,106 | 30,965,106 | | | | |
| Other liabilities | - | - | 3,689,831 | 3,689,831 | | | | |
| | 230,620 | - | 35,868,641 | 36,099,261 | | | | |
| Off-balance sheet financial instruments measured at fair value | | | | | | | | |
| Forward purchase of foreign exchange | | | 5,157,668 | 5,157,668 | - | 5,398,733 | - | 5,398,733 |
| Forward sale of foreign exchange | | | 9,861,352 | 9,861,352 | - | 10,091,972 | - | 10,091,972 |

26 SEGMENT INFORMATION

26.1 Segment Details with respect to Business Activities

DB Pakistan Operations operate under a transfer pricing framework that applies to all businesses and promotes pricing of :

- (i) assets in accordance with their underlying liquidity risk;
- (ii) liabilities in accordance with their funding maturity; and
- (iii) contingent liquidity exposures in accordance with the cost of providing for commensurate liquidity reserves to fund unexpected cash requirements.

Within this transfer pricing framework we allocate funding and liquidity risk costs and benefits to the business units and set financial incentives in line with the liquidity risk guidelines. Transfer prices are subject to liquidity (term) premiums depending on market conditions. Liquidity premiums are set by Treasury and picked up by a segregated liquidity account. The Treasury liquidity account is the aggregator of long- term liquidity costs. The management and cost allocation of the liquidity account is the key variable for transfer pricing funding costs within Deutsche Bank.

Corporate Bank

Corporate Bank provides commercial banking products and services for both corporates and financial institutions worldwide, including domestic and cross-border payments, cash management, international trade finance, depository, custody and related services.

Investment Bank

Global Emerging Markets provides Foreign Exchange services to clients in Pakistan on the back of cross-border payments, international trade, institutional flows and bond trading.

Infrastructure and Regional Management

It includes all the back offices which are responsible to provide support services to the businesses. The Treasury business is also a part of Infrastructure and Regional Management.

| | Nine months period ended | | | Total |
|--|--------------------------|-------------------|--------------------------------------|-------------------|
| | Corporate Bank | Investment Bank | Infrastructure & Regional Management | |
| | 30 September 2021 | | | |
| | (Rupees in '000) | | | |
| Profit & Loss | | | | |
| Net mark-up / return | (895,816) | 31,577 | 1,732,101 | 867,862 |
| Inter segment revenue - net | 1,612,572 | (72,089) | (1,540,483) | - |
| Non mark-up / return / interest income | 398,536 | 335,191 | 59,989 | 793,716 |
| Total Income | 1,115,292 | 294,679 | 251,607 | 1,661,578 |
| Segment direct expenses | (297,554) | (32,399) | (634,543) | (964,496) |
| Inter segment expense allocation | (714,592) | (40,078) | 754,670 | - |
| Total expenses | (1,012,146) | (72,477) | 120,127 | (964,496) |
| Reversals / (Provisions) | - | - | - | - |
| Profit before tax | 103,146 | 222,202 | 371,734 | 697,082 |
| | 30 September 2021 | | | |
| | Corporate Bank | Investment Bank | Infrastructure & Regional Management | |
| | (Rupees in '000) | | | |
| Balance Sheet | | | | |
| Cash & Bank balances | - | - | 20,131,481 | 20,131,481 |
| Net inter segment lending | 39,352,619 | 1,511 | - | 39,354,130 |
| Lendings to financial institutions | - | - | 29,449,201 | 29,449,201 |
| Investments | - | - | - | - |
| Advances - performing | 2,279,131 | - | - | 2,279,131 |
| - non-performing | 96,511 | - | - | 96,511 |
| - provision against advances | (104,509) | - | - | (104,509) |
| Others | 127,506 | 31,529 | 1,409,128 | 1,568,163 |
| Total Assets | 41,751,258 | 33,040 | 50,989,810 | 92,774,108 |
| Borrowings | - | - | 17,473 | 17,473 |
| Deposits & other accounts | 39,138,376 | - | 33,209 | 39,171,585 |
| Net inter segment borrowing | - | 10,921 | 39,341,698 | 39,352,619 |
| Others | 2,612,882 | 22,119 | 2,916,006 | 5,551,007 |
| Total liabilities | 41,751,258 | 33,040 | 42,308,386 | 84,092,684 |
| Head office account | - | - | 8,679,913 | 8,679,913 |
| Total Equity & liabilities | 41,751,258 | 33,040 | 50,988,299 | 92,772,597 |
| Contingencies & Commitments | 36,078,795 | 12,464,226 | - | 48,543,021 |

| | Nine months period ended 30 September 2020 | | | |
|--|---|--------------------|--|--------------------|
| | Corporate Bank | Investment Bank | Infrastructure & Regional Management | Total |
| | ----- (Rupees in '000) ----- | | | |
| Profit & Loss | | | | |
| Net mark-up / return | (287,161) | 287,758 | 1,139,997 | 1,140,594 |
| Inter segment revenue - net | 1,319,159 | (271,968) | (1,047,191) | - |
| Non mark-up / return / interest income | 651,425 | 524,061 | 104,991 | 1,280,477 |
| Total Income | 1,683,423 | 539,851 | 197,797 | 2,421,071 |
| Segment direct expenses | (292,913) | (31,534) | -798,570 | (1,123,017) |
| Inter segment expense allocation | (648,985) | (56,327) | 705,312 | - |
| Total expenses | (941,898) | (87,861) | (93,258) | (1,123,017) |
| Reversals / (Provisions) | - | - | - | - |
| Profit before tax | 741,525 | 451,990 | 104,539 | 1,298,054 |
| 31 December 2020 | | | | |
| | Corporate Bank | Investment Bank | Infrastructure & Regional Management | Total |
| | ----- (Rupees in '000) ----- | | | |
| Balance Sheet | | | | |
| Cash & Bank balances | - | - | 13,913,858 | 13,913,858 |
| Net inter segment lending | 29,549,606 | - | - | 29,549,606 |
| Lendings to financial institutions | - | - | 26,209,833 | 26,209,833 |
| Advances - performing | 2,513,897 | - | - | 2,513,897 |
| - non-performing | 96,511 | - | - | 96,511 |
| - provision against advances | (104,509) | - | - | (104,509) |
| Others | 113,657 | 241,065 | 1,336,297 | 1,691,019 |
| Total Assets | 32,169,161 | 241,065 | 41,459,988 | 73,870,214 |
| Borrowings | - | - | 241,047 | 241,047 |
| Deposits & other accounts | 30,965,018 | - | 88 | 30,965,106 |
| Net inter segment borrowing | - | 10,445 | 29,539,161 | 29,549,606 |
| Others | 1,204,143 | 230,620 | 3,458,345 | 4,893,108 |
| Total liabilities | 32,169,161 | 241,065 | 33,238,640 | 65,648,866 |
| Head office account | - | - | 8,221,348 | 8,221,348 |
| Total Equity & liabilities | 32,169,161 | 241,065 | 41,459,988 | 73,870,214 |
| Contingencies & Commitments | 28,075,577 | 20,057,618 | 134,847 | 48,268,042 |

27 RELATED PARTY TRANSACTIONS

Related parties comprise of Head office, other branches of the Bank and employees' retirement benefit funds. The transactions with related parties are conducted under normal course of business at arm's length prices. The Pakistan Operations also provide advances to employees at reduced rate in accordance with their terms of employment. The transactions and balances with related parties, other than those under the terms of employment and those disclosed elsewhere are summarized as follows:

| | 30 September 2021 | | | 31 December 2020 | | |
|--------------------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|-----------------------|
| | Head office and branches | Key management personnel | Other related parties | Head office and branches | Key management personnel | Other related parties |
| ----- (Rupees in '000) ----- | | | | | | |
| Balances with other banks | | | | | | |
| In current accounts | 5,581,721 | - | - | 5,265,153 | - | - |
| Advances | | | | | | |
| Opening balance | - | 73,105 | - | - | 70,383 | - |
| Addition during the year | - | 38,950 | - | - | 16,655 | - |
| Repaid during the year | - | (28,866) | - | - | (13,933) | - |
| Transfer in / (out) - net | - | (147) | - | - | - | - |
| Closing balance | - | 83,042 | - | - | 73,105 | - |
| Borrowings | | | | | | |
| Opening balance | 20,819 | - | - | 559 | - | - |
| Borrowings during the year | 20,237,039 | - | - | 53,213,546 | - | - |
| Settled during the year | (20,240,385) | - | - | (53,193,285) | - | - |
| Closing balance | 17,473 | - | - | 20,819 | - | - |
| Deposits and other accounts | | | | | | |
| Opening balance | 89 | 12,345 | 26,220 | 7,783 | 8,764 | 32,621 |
| Received during the year | 1,144,365 | 174,506 | 1,725,302 | 144,673 | 85,640 | 530,802 |
| Withdrawn during the year | (1,110,780) | (177,582) | (1,704,222) | (152,367) | (82,059) | (537,203) |
| Transfer in / (out) - net | - | (2,728) | - | - | - | - |
| Closing balance | 33,209 | 6,541 | 47,300 | 89 | 12,345 | 26,220 |
| Other Liabilities | | | | | | |
| Interest / mark-up payable | - | - | - | - | - | - |
| Payable to staff retirement fund | - | - | 39,516 | - | - | 39,516 |
| Other liabilities | 3,116,528 | - | - | 2,893,512 | - | - |
| Contingencies and Commitments | | | | | | |
| Other contingencies | 5,446,140 | - | - | 7,952,350 | - | - |
| Nine months period ended | | | | | | |
| | 30 September 2021 | | 30 June 2020 | | | |
| | Head office and branches | Key management personnel | Head office and branches | Key management personnel | | |
| ----- (Rupees in '000) ----- | | | | | | |
| Income | | | | | | |
| Mark-up / return / interest earned | - | 1,676 | 3 | 1,506 | | |
| Expense | | | | | | |
| Operating expenses | | 227,152 | - | 220,033 | - | |
| Compensation Expenses | | | 92,587 | | 72,638 | |

28 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS 30 September 31 December

2021 2020
----- (Rupees in '000) -----

Minimum Capital Requirement (MCR):

Paid-up capital (net of losses) 8,679,913 8,221,348

Capital Adequacy Ratio (CAR):

| | | |
|---|-----------|-----------|
| Eligible Common Equity Tier 1 (CET 1) Capital | 8,679,913 | 8,221,348 |
| Eligible Additional Tier 1 (ADT 1) Capital | - | - |
| Total Eligible Tier 1 Capital | 8,679,913 | 8,221,348 |
| Eligible Tier 2 Capital | 14,119 | 14,119 |
| Total Eligible Capital (Tier 1 + Tier 2) | 8,694,032 | 8,235,467 |

Risk Weighted Assets (RWAs):

| | | |
|------------------|------------|------------|
| Credit Risk | 11,279,742 | 10,382,202 |
| Market Risk | 67,988 | 372,713 |
| Operational Risk | 4,531,025 | 4,533,038 |
| Total | 15,878,755 | 15,287,953 |

| | | |
|---|--------|--------|
| Common Equity Tier 1 Capital Adequacy Ratio | 54.66% | 53.78% |
| Tier 1 Capital Adequacy Ratio | 54.66% | 53.78% |
| Total Capital Adequacy Ratio | 54.75% | 53.87% |

Leverage Ratio (LR):

| | | |
|-------------------------|------------|------------|
| Eligible Tier-1 Capital | 8,679,913 | 8,221,348 |
| Total Exposure | 70,000,003 | 60,831,235 |
| Leverage Ratio | 12.40% | 13.52% |

Liquidity Coverage Ratio (LCR):

| | | |
|----------------------------------|------------|------------|
| Total High Quality Liquid Assets | 24,570,456 | 24,676,669 |
| Total Net Cash Outflow | 7,589,405 | 7,456,446 |
| Liquidity Coverage Ratio | 324% | 331% |

Net Stable Funding Ratio (NSFR):

| | | |
|--------------------------------|------------|------------|
| Total Available Stable Funding | 27,793,003 | 23,751,216 |
| Total Required Stable Funding | 9,752,339 | 10,350,825 |
| Net Stable Funding Ratio | 285% | 229% |

29 GENERAL

29.1 Figures have been rounded off to the nearest thousand rupees.

30 DATE OF AUTHORISATION

These condensed interim financial information were authorised for issue on 28 September 2021.

Managing Director
Chief Country Officer
Pakistan

Chief Financial Officer
Pakistan