1. CAPITAL ASSESSMENT AND ADEQUACY - BASEL III SPECIFIC

1.1 Capital adequacy

The objective of capital management is to safeguard the Company's ability to continue as a going concern, so that it could continue to manage risk and provide adequate returns to shareholders by pricing products and services commensurate with the level of risk.

It is the policy of the Company to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The impact of the level of capital on shareholders' return is also recognised and the Company recognises the need to maintain a balance between the higher returns and manage acceptable risk appetite that might be possible with greater gearing and the advantages and security

Goals of managing capital

The goals of managing capital of the Company are as follows:

- To ensure availability of adequate capital at a reasonable cost so as to enable the Company to grow accordingly.
- To achieve a low cost of capital with appropriate mix of capital elements.
- To be an appropriately capitalized institution, as prescribed by regulatory authorities from time to time.
- To maintain highest quality ratings and to protect the Company against unexpected events.

The Capital of the Company is managed keeping in view the minimum "Capital Adequacy Ratio" required by SBP through BPRD Circular No. 06 dated August 15, 2013 read with BSD Circular No. 08 dated June 27, 2006. The adequacy of the capital is tested with reference to the Risk Weighted Assets of the Company.

The Company's operations are categorized as at trading book and banking book and risk-weighted assets are determined according to specified requirements of State bank of Pakistan in order to seek and reflect the varying levels of risk attached to assets and off-balance sheet exposures. The total risk-weighted exposures comprises of credit, market and operational risk.

The calculation of Capital Adequacy enables the Company to assess its long-term soundness. It is critically important to continuously monitor the exposure across the entire organization and create aggregate view on the same by generating management level information trial to manage risk and return trade-offs.

The Company is in compliance of the Minimum Capital Requirement, set by the State Bank of Pakistan.

Scope of Applications

The Company has implemented standardized approach of Basel III on standalone basis. The objectives of Basel III aims to further strengthen the existing capital framework by amending certain provisions of Basel II and introduction of new requirements.

The Company at present does not have any overseas operations, subsidiary / associate or engage in joint venture with any other entity.

1.1.1 Leverage Ratio

The leverage ratio of the Company as at 31 December 2019 is 29.76% (2018: 32.74%).

The ratio has been computed as prescribed by State Bank of Pakistan through Instructions for Basel III implementation in Pakistan.

As at 31 December 2019, Eligible Total Tier 1 capital of the Company amounts to Rs. 6.425 billions (2018: Rs. 5.816 billions) whereas the total exposure amounts to Rs. 21.590 billions (2018: Rs. 17.766 billions).

Shift in leverage ratio is primarily due to decrease in eligible capital and increase in Exposure

(Rupees in '000)

		(Rupees in	'000)
		Amount	Amount
Rows #	Common Equity Tier 1 capital (CET1): Instruments and reserves		•
1	Fully Paid-up Capital/ Capital deposited with SBP	6,000,000	6,000,000
2	Balance in Share Premium Account		
3	Reserve for issue of Bonus Shares		
4	Discount on Issue of shares		
5	General/ Statutory Reserves	888,356	840,066
6	Gain/(Losses) on derivatives held as Cash Flow Hedge	555,555	
7	Unappropriated/unremitted profits/ (losses)	2,526,058	2,341,325
8	consolidated bank subsidiaries (amount allowed in CET1 capital of the consolidation group)	2,320,030	2,341,323
9		0.414.414	0.101.201
	CET 1 before Regulatory Adjustments	9,414,414	9,181,391
10	Total regulatory adjustments applied to CET1 (Note 1.2.1)	2,989,565	(3,364,734)
11	Common Equity Tier 1	6,424,849	5,816,657
	Additional Time (ATA) Control		
4.2	Additional Tier 1 (AT 1) Capital		1
12	Qualifying Additional Tier-1 capital instruments plus any related share premium		
13	of which: Classified as equity		
14	of which: Classified as liabilities		
15	Additional Tier-1 capital instruments issued to third parties by consolidated subsidiaries		
16	of which: instrument issued by subsidiaries subject to phase out		
17	AT1 before regulatory adjustments		-
18	Total regulatory adjustment applied to AT1 capital (Note 1.2.2)	(431,547)	(431,876)
19	Additional Tier 1 capital after regulatory adjustments		
20	Additional Tier 1 capital recognized for capital adequacy	=	-
21	Tier 1 Capital (CET1 + admissible AT1) (11+20)	6,424,849	5,816,657
		·	
	Tier 2 Capital		
22	Qualifying Tier 2 capital instruments under Basel III plus any related share premium		
23	Tier 2 capital instruments subject to phaseout arrangement issued under pre-Basel 3 rules		
24	Tier 2 capital instruments issued to third parties by consolidated subsidiaries (amount		
25	of which: instruments issued by subsidiaries subject to phase out		
26	General provisions or general reserves for loan losses-up to maximum of 1.25% of Credit Risk		
27	Revaluation Reserves (net of taxes)	56,305	
28	of which: Revaluation reserves on fixed assets	30,303	
29			
30	of which: Unrealized gains/losses on AFS	-	-
	Foreign Exchange Translation Reserves		
31	Undisclosed/Other Reserves (if any)		
32	T2 before regulatory adjustments	56,305	-
33	Total regulatory adjustment applied to T2 capital	(2,219,993)	(2,293,217)
34	Tier 2 capital (T2) after regulatory adjustments		-
35	Tier 2 capital recognized for capital adequacy		-
36	Portion of Additional Tier 1 capital recognized in Tier 2 capital		-
37	Total Tier 2 capital admissible for capital adequacy	-	-
38	TOTAL CAPITAL (T1 + admissible T2) (21+37)	6,424,849	5,816,657
,			
39	Total Risk Weighted Assets (RWA) (for details refer Note 1.5)	11,070,382	11,097,935
<u> </u>	, ,,	, ,	
	Capital Ratios and buffers (in percentage of risk weighted assets)		
40	CET1 to total RWA	58.04%	52.41%
41	Tier-1 capital to total RWA	58.04%	52.41%
42	Total capital to total RWA	58.04%	52.41%
43	Bank specific buffer requirement (minimum CET1 requirement plus capital conservation		
.	buffer plus any other buffer requirement)	12.500%	11.900%
44	of which: capital conservation buffer requirement		
			_
45	of which: countercyclical buffer requirement		
46	of which: D-SIB or G-SIB buffer requirement		
47	CET1 available to meet buffers (as a percentage of risk weighted assets)	45.54%	40.51%
	National minimum and all manimum and all the con-		
	National minimum capital requirements prescribed by SBP		
40	CET1 minimum ratio	6.00%	6.00%
48			
48 49 50	Tier 1 minimum ratio Total capital minimum ratio	7.50% 12.50%	7.50% 11.900%

Regulatory Adjustments and Additional Information Regulatory Regulatory Adjustments Amount subject to Pre-Basel III treatment* 1.2.1 Common Equity Tier 1 capital: Regulatory adjustments Amount live and the Information III treatment* 2.3 Abortfall in provisions against classified assets Abortfall in provisions against classified assets A Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability) 3. Defined benefit pension fund net assets 6. Reciprocal cross holdings in CET1 capital instruments of banking, financial and invarance entities and insurance entities and invarance entities and invarance entities and invarance entities are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold) 3. Significant investments in the common stocks of banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 3. Significant investments in the common stocks of financial entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 3. Significant investments in the common stocks of financial entities that are outside the scope of regulatory adjustments applied to CET1 capital insurance entities that are outside the scope of regulatory adjustments applied to CET1 capital insurance entities that are outside the scope of regulatory adjustments applied to CET1 capital insurance entities that are outside the scope of regulatory adjustments applied to CET1 capita			2019		20	2018	
Regulatory Adjustments and Additional Information Amount Subject to Pre-Basel III treatment* 1.2.1 Common Equity Tier 1 capital: Regulatory adjustments 1. Goodwill (net of related deferred tax liability) 2. All other intangibles (net of any associated deferred tax liability) 3. Shortfall in provisions against classified assets 4. Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability) 5. Defined-benefit pension fund net assets 6. Reciprocal cross holdings in CET1 capital instruments of banking, financial and insurance entities 7. Cash flow hedge reserve 8. Investment in own shares/ CET1 instruments 9. Securitization gain on sale 10. Capital shortfall of regulated subsidiaries 11. AFS 12. Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold) 13. Significant investments in the common stocks of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold) 14. Deferred Tax Assets arising from temporary differences (amount above 10% threshold) 15. Amount exceeding 15% threshold 16. Of which: significant investments in the common stocks of financial entities 17. Of which: significant investments in the common stocks of financial entities 18. National specific regulatory adjustments applied to CET1 capital 19. Investments in TFCs of other banks exceeding the prescribed limit 10. Any other deduction specified by SBP (mention details) 21. Any other deduction specified by SBP (mention details) 22. Any other deduction specified as assets arising from temporary differences 23. Adjustment to CET1 due to insufficient AT1 and Tier 2 to cover 24. Adjustment to CET1 due to insufficient AT1 and Tier 2 to cover				Rupee	s in '000		
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Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability) Defined-benefit pension fund net assets Reciprocal cross holdings in CET1 capital instruments of banking, financial and insurance entities Cash flow hedge reserve Investment in own shares/ CET1 instruments Deficit on account of revaluation from bank's holdings of fixed assets/ AFS Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold) Significant investments in the common stocks of banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold) Deferred Tax Assets arising from temporary differences (amount above 10% threshold) Amount exceeding 15% threshold of which: significant investments in the common stocks of financial entities To of which: deferred tax assets arising from temporary differences National specific regulatory adjustments applied to CET1 capital Investments in TFCs of other banks exceeding the prescribed limit 100 Investments in TFCs of other banks exceeding the prescribed limit 111 Adjustment to CET1 due to insufficient AT1 and Tier 2 to cover deductions	3	Shortfall in provisions against classified assets					
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financial and insurance entities 7	5	Defined-benefit pension fund net assets					
Investment in own shares/ CET1 instruments Securitization gain on sale Securitization gain of the securit	6	, ,					
9 Securitization gain on sale 10 Capital shortfall of regulated subsidiaries 11 Deficit on account of revaluation from bank's holdings of fixed assets/ AFS 71,701 12 Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold) Significant investments in the common stocks of banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 13 insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 14 Deferred Tax Assets arising from temporary differences (amount above 10% threshold, net of related tax liability) 15 Amount exceeding 15% threshold 16 of which: significant investments in the common stocks of financial entities 17 of which: deferred tax assets arising from temporary differences 18 National specific regulatory adjustments applied to CET1 capital 19 Investments in TFCs of other banks exceeding the prescribed limit 20 Any other deduction specified by SBP (mention details) Adjustment to CET1 due to insufficient AT1 and Tier 2 to cover deductions	7	Cash flow hedge reserve					
Capital shortfall of regulated subsidiaries Deficit on account of revaluation from bank's holdings of fixed assets/ AFS Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold) Significant investments in the common stocks of banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold) Deferred Tax Assets arising from temporary differences (amount above 10% threshold, and the related tax liability) Amount exceeding 15% threshold of which: significant investments in the common stocks of financial entities of which: deferred tax assets arising from temporary differences National specific regulatory adjustments applied to CET1 capital Investments in TFCs of other banks exceeding the prescribed limit Adjustment to CET1 due to insufficient AT1 and Tier 2 to cover deductions 2,595,234 2,725,093	8	Investment in own shares/ CET1 instruments					
Deficit on account of revaluation from bank's holdings of fixed assets/ AFS Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold) Significant investments in the common stocks of banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold) Deferred Tax Assets arising from temporary differences (amount above 10% threshold, net of related tax liability) Amount exceeding 15% threshold of which: significant investments in the common stocks of financial entities of which: deferred tax assets arising from temporary differences National specific regulatory adjustments applied to CET1 capital Investments in TFCs of other banks exceeding the prescribed limit Adjustment to CET1 due to insufficient AT1 and Tier 2 to cover deductions 2,725,093	9	Securitization gain on sale					
Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold) Significant investments in the common stocks of banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold) Deferred Tax Assets arising from temporary differences (amount above 10% threshold, net of related tax liability) Amount exceeding 15% threshold of which: significant investments in the common stocks of financial entities of which: deferred tax assets arising from temporary differences National specific regulatory adjustments applied to CET1 capital Investments in TFCs of other banks exceeding the prescribed limit Adjustment to CET1 due to insufficient AT1 and Tier 2 to cover deductions	10	Capital shortfall of regulated subsidiaries					
insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold) Significant investments in the common stocks of banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold) Deferred Tax Assets arising from temporary differences (amount above 10% threshold, net of related tax liability) Amount exceeding 15% threshold of which: significant investments in the common stocks of financial entities of which: deferred tax assets arising from temporary differences National specific regulatory adjustments applied to CET1 capital Investments in TFCs of other banks exceeding the prescribed limit Adjustment to CET1 due to insufficient AT1 and Tier 2 to cover deductions 2,595,234	11		-		71,701		
Significant investments in the common stocks of banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold) 14 Deferred Tax Assets arising from temporary differences (amount above 10% threshold, net of related tax liability) 15 Amount exceeding 15% threshold 16 of which: significant investments in the common stocks of financial entities 17 of which: deferred tax assets arising from temporary differences 18 National specific regulatory adjustments applied to CET1 capital 19 Investments in TFCs of other banks exceeding the prescribed limit 19 Any other deduction specified by SBP (mention details) 20 Any other deduction specified by SBP (mention details) 21 Adjustment to CET1 due to insufficient AT1 and Tier 2 to cover deductions	12	insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the	253,751		298,428		
10% threshold, net of related tax liability) 15 Amount exceeding 15% threshold 16 of which: significant investments in the common stocks of financial entities 17 of which: deferred tax assets arising from temporary differences 18 National specific regulatory adjustments applied to CET1 capital 19 Investments in TFCs of other banks exceeding the prescribed limit 20 Any other deduction specified by SBP (mention details) 21 Adjustment to CET1 due to insufficient AT1 and Tier 2 to cover deductions	13	Significant investments in the common stocks of banking, financial and insurance entities that are outside the scope of regulatory					
of which: significant investments in the common stocks of financial entities of which: deferred tax assets arising from temporary differences National specific regulatory adjustments applied to CET1 capital Investments in TFCs of other banks exceeding the prescribed limit Any other deduction specified by SBP (mention details) Adjustment to CET1 due to insufficient AT1 and Tier 2 to cover deductions 2,595,234 2,725,093	14	• • • • • • • • • • • • • • • • • • • •					
entities 17 of which: deferred tax assets arising from temporary differences 18 National specific regulatory adjustments applied to CET1 capital 19 Investments in TFCs of other banks exceeding the prescribed limit 20 Any other deduction specified by SBP (mention details) 21 Adjustment to CET1 due to insufficient AT1 and Tier 2 to cover deductions 2,595,234 2,725,093	15	Amount exceeding 15% threshold					
18 National specific regulatory adjustments applied to CET1 capital 19 Investments in TFCs of other banks exceeding the prescribed limit 20 Any other deduction specified by SBP (mention details) 21 Adjustment to CET1 due to insufficient AT1 and Tier 2 to cover deductions 2,595,234 2,725,093	16	<u> </u>					
19 Investments in TFCs of other banks exceeding the prescribed limit 140,266 269,300 - 20 Any other deduction specified by SBP (mention details) 21 Adjustment to CET1 due to insufficient AT1 and Tier 2 to cover deductions 2,725,093	17	of which: deferred tax assets arising from temporary differences					
20 Any other deduction specified by SBP (mention details) 21 Adjustment to CET1 due to insufficient AT1 and Tier 2 to cover deductions 22 2,725,093	18	National specific regulatory adjustments applied to CET1 capital					
21 Adjustment to CET1 due to insufficient AT1 and Tier 2 to cover deductions 2,725,093	19	Investments in TFCs of other banks exceeding the prescribed limit	140,266		269,300	-	
21 deductions 2,595,234 2,725,093	20	Any other deduction specified by SBP (mention details)					
Total regulatory adjustments applied to CET1 (sum of 1 to 21) 2,989,565 3,364,734 -	21	*	2,595,234		2,725,093		
	22	Total regulatory adjustments applied to CET1 (sum of 1 to 21)	2,989,565		3,364,734	-	

		2019		2018	
			Rupe	es in '000	
Regulatory Adjustments and Additional Information		Amount	Amounts subject to Pre- Basel III treatment*	Amount	Amounts subject to Pre- Basel III treatment*
Note 1.2.2	Additional Tier-1 & Tier-1 Capital: regulatory adjustments				
23	Investment in mutual funds exceeding the prescribed limit [SBP specific adjustment]				
24	Investment in own AT1 capital instruments				
25	Reciprocal cross holdings in Additional Tier 1 capital instruments of banking, financial and insurance entities				
26	Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	431,547		431,876	
27	Significant investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation				
28	Portion of deduction applied 50:50 to Tier-1 and Tier-2 capital based on pre-Basel III treatment which, during transitional period, remain subject to deduction from additional tier-1 capital				
29	Adjustments to Additional Tier 1 due to insufficient Tier 2 to cover deductions			-	
30	Total regulatory adjustment applied to AT1 capital (sum of 23 to 29)	431,547		431,876	

	2019		20	18
	Rupees in '000			
Regulatory Adjustments and Additional Information	Amount	Amounts subject to Pre- Basel III	Amount	Amounts subject to Pre- Basel III
		treatment*		treatment*

Note 1.2.3	Tier 2 Capital: regulatory adjustments				
	Portion of deduction applied 50:50 to Tier-1 and Tier-2 capital based on				
31	pre-Basel III treatment which, during transitional period, remain subject				
	to deduction from tier-2 capital				
32	Reciprocal cross holdings in Tier 2 instruments of banking, financial and				
32	insurance entities				
33	Investment in own Tier 2 capital instrument				
	Investments in the capital instruments of banking, financial and				
34	insurance entities that are outside the scope of regulatory	2 210 002	19,993	2,293,217	_
34	consolidation, where the bank does not own more than 10% of the	2,219,993			-
	issued share capital (amount above 10% threshold)				
	Significant investments in the capital instruments issued by banking,				
35	financial and insurance entities that are outside the scope of regulatory				
	consolidation				
36	Total regulatory adjustment applied to T2 capital (sum of 31 to 35)	2,219,993		2,293,217	

		2019	2018
		Rupe	es in '000
Note 1.2.4	Additional Information	Amount	Amount
	Risk Weighted Assets subject to pre-Basel III treatment		
37	Risk weighted assets in respect of deduction items (which during the transitional period will be risk weighted subject to Pre-Basel III	-	-
(i)	of which: deferred tax assets		
(ii)	of which: Defined-benefit pension fund net assets		
(iii)	of which: Recognized portion of investment in capital of banking, financial and insurance entities where holding is less than 10% of the	-	-
(iv)	of which: Recognized portion of investment in capital of banking, financial and insurance entities where holding is more than 10% of the		
	Amounts below the thresholds for deduction (before risk weighting)		
38	Non-significant investments in the capital of other financial entities		
39	Significant investments in the common stock of financial entities		
40	Deferred tax assets arising from temporary differences (net of related	375,527	346,484
	Applicable caps on the inclusion of provisions in Tier 2		
41	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardized approach (prior to application of cap)		
42	Cap on inclusion of provisions in Tier 2 under standardized approach		
43	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)		
44	Cap for inclusion of provisions in Tier 2 under internal ratings-based		

1.3 Capital Structure Reconciliation

Capital Structure Reconciliation Table: 1.3.1		Polonia de et ef the	
(in thousand PKR)		Balance sheet of the As at period end	Under regulatory scope of As at period end
Assets (1)		(2)	(3)
Cash and balances with treasury banks Balanced with other banks		46,383 83,751	46,383 83,751
Lending to financial institutions		150,000	150,000
Investments		14,664,301	14,664,301
Advances		5,389,709	5,389,709
Operating fixed assets Intangible assets		229,709 314	229,709 314
Deferred tax assets		375,527	375,527
Other assets		534,895	534,895
Total assets		21,474,589	21,474,589
Liabilities & Equity			
Bills payable		10,842,781	10,842,781
Borrowings Deposits and other accounts		775,323	775,323
Sub-ordinated loans		-	-
Liabilities against assets subject to finance lease		42,531	42,531
Deferred tax liabilities Other liabilities		343,235	343,235
Total liabilities		12,003,870	12,003,870
Share capital/ Head office capital account Reserves		6,000,000 888,356	6,000,000 888,356
Unappropriated/ Unremitted profit/ (losses)		2,526,058	2,526,058
Minority Interest			
Surplus on revaluation of assets Total liabilities & equity		56,305 9,470,719	56,305 9,470,719
Table: 1.3.2	Balance sheet as in As at period end	Under regulatory scope of As at period end	Reference
Assets (1)	As at period end (2)	As at period end (3)	(4)
Cash and balances with treasury banks	46,383	46,383	(*/
Balanced with other banks	83,751	83,751	
Lending to financial institutions	150,000	150,000	
Investments of which: Non-significant investments in the capital instruments of banking, financial and insurance	14,664,301	14,664,301	
entities exceeding 10% threshold			
	3,846,700	3,846,700	a
of which: significant investments in the capital instruments issued by banking, financial and insurance	-	-	b
entities exceeding regulatory threshold			
of which: Mutual Funds exceeding regulatory threshold	_	_	c
of which: reciprocal crossholding of capital instrument (separate for CET1, AT1, T2)	-	-	d
, , , , , , , , , , , , , , , , , , , ,			
of which: others (mention details)	-	-	e
Advances shortfall in provisions/ excess of total EL amount over eligible provisions under IRB	5,389,709	5,389,709	f
Shortgain in provisions, excess of total EE amount over engine provisions ander into			
general provisions reflected in Tier 2 capital	-	-	g
Fixed Assets	229,709	229,709	
Deferred Tax Assets of which: DTAs that rely on future profitability excluding those arising from temporary differences	375,527	375,527	h
,,,,,			
of which: DTAs arising from temporary differences exceeding regulatory threshold			
Other assets	534,895	534,895	i
of which: Goodwill	-	-	i
of which: Intangibles	314	314	k
of which: Defined-benefit pension fund net assets	-	-	I
Total assets	21,474,589	21,474,589	
	Balance sheet as in	Under regulatory scope of	Reference
Table: 1.3.2	published financial	consolidation	
	statements As at period end	As at period end	
Liabilities & Equity (1)	(2)	(3)	(4)
Bills payable	-	-	
Borrowings	10,842,781	10,842,781	
Deposits and other accounts Sub-ordinated loans	775,323	775,323	
of which: eligible for inclusion in AT1	-	-	m
of which: eligible for inclusion in Tier 2	-	-	n
Liabilities against assets subject to finance lease Deferred tax liabilities	42,531	42,531	
of which: DTLs related to goodwill		-	0
of which: DTLs related to intangible assets	-	-	р
of which: DTLs related to defined pension fund net assets	-	-	q
of which: other deferred tax liabilities Other liabilities	343,235	343,235	r
Total liabilities	12,003,870	12,003,870	
Share capital	6 000 000	6,000,000	
of which: amount eligible for CET1	6,000,000 6,000,000	6,000,000 6,000,000	S
of which: amount eligible for AT1	-	-	t
Reserves	888,356	888,356	
of which: portion eligible for inclusion in CET1(provide breakup) of which: portion eligible for inclusion in Tier 2	888,356	888,356	u v
Unappropriated profit/ (losses)	2,526,058	2,526,058	w
Minority Interest	-	-	
of which: portion eligible for inclusion in CET1	-	-	x
of which: portion eligible for inclusion in AT1 of which: portion eligible for inclusion in Tier 2	-	-	y z
Surplus on revaluation of assets			-
of which: Revaluation reserves on Fixed Assets		-	aa
of which: Unrealized Gains/Losses on AFS In case of Deficit on revaluation (deduction from CET1)	56,305		ab
Total liabilities & Equity	9,414,414	9,414,414	aυ
• •	-, ,	., ,	

	Basel III Disclosure Template (with ad			ı			
S.No	Table: 1.3.3	Component of regulatory capital reported by bank	Source based on reference number from				
	Common Faulty Tier 1 canital (CET1): Instruments and recorner		step 2				
1	Common Equity Tier 1 capital (CET1): Instruments and reserves Fully Paid-up Capital/ Capital deposited with SBP	6,000,000					
2	Balance in Share Premium Account	-	(s)				
3	Reserve for issue of Bonus Shares	-					
4	General/ Statutory Reserves	888,356	(u)				
5	Gain/(Losses) on derivatives held as Cash Flow Hedge	-					
6	Unappropriated/unremitted profits/ (losses) Minority Interests arising from CET1 capital instruments issued to third party by consolidated bank	2,526,058	(w)				
7	subsidiaries (amount allowed in CET1 capital instruments issued to third party by consolidated bank	-	(x)				
8	CET 1 before Regulatory Adjustments	9,414,414					
	• , •			•			
	Common Equity Tier 1 capital: Regulatory adjustments			,			
9	Goodwill (net of related deferred tax liability)	-	(j) - (o)				
10	All other intangibles (net of any associated deferred tax liability)	(314)	(k) - (p)				
11	Shortfall of provisions against classified assets	-	(f)	where 'x' depends on			
12	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	{(h) - (r} * x%	transitional arrangement for capital deduction (e.g. 0%, 20% etc.), Section			
13	Defined-benefit pension fund net assets	-	{(I) - (q)} * x%				
14	Reciprocal cross holdings in CET1 capital instruments	-	(d)				
15	Cash flow hedge reserve	-					
16	Investment in own shares/ CET1 instruments	-					
17 18	Securitization gain on sale	-					
19	Capital shortfall of regulated subsidiaries Deficit on account of revaluation from bank's holdings of fixed assets/ AFS	-	(ab)				
19	Denote on account of revaluation from Dank's molumigs of fixed assets/ AFS		(dD)	Portion of amount above			
20	Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	253,751	(a) - (ac) - (ae)	the threshold that is to be deducted from CET1, whereas "ac" is the portion to be deducted from AT1 and "ae" is the portion to be deducted from T2			
21	Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	(b) - (ad) - (af)	Portion of amount above the threshold that is to be deducted from CET1, whereas "ad" is the portion to be deducted from AT1 and "af" is the portion to be deducted from T2			
22	Deferred Tax Assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-	(i)				
23	Amount exceeding 15% threshold						
24	of which: significant investments in the common stocks of financial entities	-					
25	of which: deferred tax assets arising from temporary differences	-					
26	National specific regulatory adjustments applied to CET1 capital	-					
27	of which: Investment in TFCs of other banks exceeding the prescribed limit	140,266					
28	of which: Any other deduction specified by SBP (mention details)	-					
29	Regulatory adjustment applied to CET1 due to insufficient AT1 and Tier 2 to cover deductions	2,595,234					
30	Total regulatory adjustments applied to CET1 (sum of 9 to 29)	2,988,937					
31	Common Equity Tier 1	6,425,477		l .			
	Additional Tier 1 (AT 1) Capital	Ī					
32	Qualifying Additional Tier-1 instruments plus any related share premium	-					
33	of which: Classified as equity	-	(t)				
34	of which: Classified as liabilities	-	(m)				
35	Additional Tier-1 capital instruments issued by consolidated subsidiaries and held by third parties (amount		(y)				
	allowed in group AT 1)		177				
36	of which: instrument issued by subsidiaries subject to phase out	-					
3/	AT1 before regulatory adjustments			i			
	Additional Tier 1 Capital: regulatory adjustments	1					
38	Investment in mutual funds exceeding the prescribed limit (SBP specific adjustment)	-					
39	Investment in own AT1 capital instruments	-					
40	Reciprocal cross holdings in Additional Tier 1 capital instruments	-					
41	Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	431,547	(ac)				
42	Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation	-	(ad)				
43	outside the scope or regulatory consolication Portion of deduction applied 50:50 to core capital and supplementary capital based on pre-Basel III treatment which, during transitional period, remain subject to deduction from tier-1 capital	-					
44	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-					
45	Total of Regulatory Adjustment applied to AT1 capital (sum of 38 to 44)	-					
46	Additional Tier 1 capital	-					
47	Additional Tier 1 capital recognized for capital adequacy	-					
48	Tier 1 Capital (CET1 + admissible AT1) (31+47)	6,425,477					

	Basel III Disclosure Template (with ad	ded column)		
S.No	Table: 1.3.3	Component of regulatory capital reported by bank	Source based on reference number from step 2	
	Tier 2 Capital			
49	Qualifying Tier 2 capital instruments under Basel III plus any related share premium	-	(n)	
50	Capital instruments subject to phase out arrangement from tier 2 (Pre-Basel III instruments)		(***)	
51	Tier 2 capital instruments issued to third party by consolidated subsidiaries (amount allowed in group tier 2)	-	(z)	
52	of which: instruments issued by subsidiaries subject to phase out	•		
53	General Provisions or general reserves for loan losses-up to maximum of 1.25% of Credit Risk Weighted Assets	-	(g)	
54	Revaluation Reserves	-		
55	of which: Revaluation reserves on fixed assets		portion of (aa)	
56	of which: Unrealized Gains/Losses on AFS	-	portion or (uu)	
57	Foreign Exchange Translation Reserves	-	(v)	
58	Undisclosed/Other Reserves (if any)	-		
59	T2 before regulatory adjustments	-		
	The A Coulted annual to the all the coulter			
	Tier 2 Capital: regulatory adjustments Portion of deduction applied 50:50 to core capital and supplementary capital based on pre-Basel III treatment			
60	which, during transitional period, remain subject to deduction from tier-2 capital	-		
61	Reciprocal cross holdings in Tier 2 instruments	-		
62	Investment in own Tier 2 capital instrument	-		
63	Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	2,219,993	(ae)	
64	Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation	-	(af)	
65	Amount of Regulatory Adjustment applied to T2 capital (sum of 60 to 64)	2,219,993		
66	Tier 2 capital (T2)			
67	Tier 2 capital recognized for capital adequacy			
68	Excess Additional Tier 1 capital recognized in Tier 2 capital			
69	Total Tier 2 capital admissible for capital adequacy			_
70	TOTAL CAPITAL (T1 + admissible T2) (48+69)	6,425,477		

	D	isclosure template for ma	in features of r	egulatory ca	apital instruments
	Main Features	Common Shares	Instrument - 2	Inst 3 & so on	Explanation
1	Issuer	PAIR Investment Company Limited		30 011	Identifies issuer legal entity.
	Unique identifier (eg KSE Symbol or Bloomberg identifier etc.)	Not Applicable			
	Governing law(s) of the instrument	Laws of Islamic Republic of			Specify the governing law(s) of the instrument
	Regulatory treatment				Specifies the regulatory capital treatment during Basel III transitional phase (i.e. the component
4	Transitional Basel III rules	Not Applicable			of capital that the instrument is being phased-out from). Enter: [Common Equity Tier 1] [Additional Tier 1] [Tier 2]
5	Post-transitional Basel III rules	Not Applicable			Specifies regulatory capital treatment under Basel III rules not taking into account transitional treatment. Enter: [Common Equity Tier 1] [Additional Tier 1] [Tier 2] [Ineligible]
6	Eligible at solo/ group/ group & solo	Solo			Specifies the level(s) within the group at which the instrument is included in capital. [Enter: [Solo] [Group] [Solo and Group]
7	Instrument type	Ordinary Shares			Enter: [Ordinary shares] [Perpetual non-cumulative preference shares] [perpetual debt instruments] [Other Tier 2] (others: please specify)
8	Amount recognized in regulatory capital (Currency in PKR thousands, as	PKR 6,000,000			Specifies amount recognized in regulatory capital.
9	Par value of instrument	PKR 10			Par value of instrument
10	Accounting classification	Shareholders's equity			Specifies accounting classification. Helps to assess loss absorbency. Enter: [Shareholders' equity] [Liability - amortized cost] [Liability - fair value option] [Non-controlling interest in consolidated subsidiary]
	Original date of issuance	2007			Specifies date of issuance.
	Perpetual or dated	Perpetual No Maturity		1	Specifies whether dated or perpetual. Enter: [Perpetual/ no Maturity]
	Original maturity date	No Maturity			For dated instrument, specifies original maturity date. Specifies whether there is an issuer call option. Helps to assess permanence.
14	Issuer call subject to prior supervisory approval	No			Enter: [Yes] [No] For instrument with issuer call option, specifies first date of call if the instrument has a call option
15	Optional call date, contingent call dates and redemption amount	Not Applicable			on a specific date (day, month and year) and in addition mention if the instrument has a tax and/or regulatory event call. Also specifies the redemption price. Helps to assess permanence
16	Subsequent call dates, if applicable	Not Applicable			Specifies subsequent call dates, if applicable. Helps to assess permanence.
	Coupons / dividends				
	Fixed or floating dividend/ coupon Coupon rate and any related index/ benchmark	Not Applicable Not Applicable			Enter [fixed], [floating], [fixed to floating], [floating to fixed]
	Existence of a dividend stopper	No			Specifies whether the non payment of a coupon or dividend on the instrument prohibits the payment of dividends on common shares (i.e. whether there is a dividend stopper)
20	Fully discretionary, partially discretionary or mandatory	Fully discretionary			Enter: [yes], [no] Enter: [fully discretionary] [partially discretionary] [mandatory]
	Existence of step up or other incentive to redeem	No			Specifies whether there is a step-up or other incentive to redeem.
	Non-cumulative or cumulative	Not Applicable			Enter: [Yes] [No] Specifies whether dividends / coupons are cumulative or noncumulative.
					Enter: [Noncumulative] [Cumulative] Specifies whether instrument is convertible or not. Helps to assess loss absorbency.
23	Convertible or non-convertible	Non-convertible			Enter: [Convertible] [Nonconvertible]
24	If convertible, conversion trigger (s)	No			Specifies the conditions under which the instrument will convert, including point of non-viability. Where one or more authorities have the ability to trigger conversion, the authorities should be listed. For each of the authorities it should be state whether it is the terms of the contract of the instrument that provide the legal basis for the authority to trigger conversion (a contractual approach) or whether the legal basis is provided by statutory means (a statutory approach)
25	If convertible, fully or partially	Not Applicable			Specifies whether the instrument will: (i) always convert fully, (ii) may convert fully or partially; or (iii) will always convert partially Enter: one of the options
26	If convertible, conversion rate	Not Applicable			Specifies rate of conversion into the more loss absorbent instrument. Helps to assess the degree of loss absorbency.
27	If convertible, mandatory or optional conversion	Not Applicable			For convertible instruments, specifies whether conversion is mandatory or optional. Helps to assess loss absorbency. Enter: [Mandatory] [Optional] [NA]
28	If convertible, specify instrument type convertible into	Not Applicable			For convertible instruments, specifies instrument type convertible into. Helps to assess loss absorbency. Enter: [Common Equity Tier 1] [Additional Tier 1] [Tier 2]
29	If convertible, specify issuer of instrument it converts into	Not Applicable			If convertible, specify issuer of instrument into which it converts.
30	Write-down feature	No			Specifies whether there is a write down feature. Helps to assess loss absorbency. [Yes] [No]
31	If write-down, write-down trigger(s)	Not Applicable			Specifies the trigger at which write-down occurs, including point of non-viability. Where one or more authorities have the ability to trigger write-down, the authorities should be listed. For each of the authorities it should be state whether it is the terms of the contract of the instrument that provide the legal basis for the authority to trigger write-down (a contractual approach) or whether the legal basis is provided by statutory means (a statutory approach)
32	If write-down, full or partial	Not Applicable			For each write-down trigger separately, specifies whether the instrument will (i) always be written-down fully, (ii) may be written down partially; or (iii) will always be written down partially. Help assess the level of loss absorbency at write-down
33	If write-down, permanent or temporary	Not Applicable			For write down instrument, specifies whether write down is permanent or temporary. Helps to assess loss absorbency. Enter: [Permanent] [Temporary] [NA]
	If temporary write-down, description of write-up mechanism	Not Applicable			For instrument that has a temporary write-down, description of write-up mechanism.
	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument	Not Applicable			Specifies instrument to which it is most immediately subordinate. Helps to assess loss absorbency on gone-concern basis.
2.5	Non-compliant transitioned features	No			Specifies whether there are non-compliant features. Enter: [Yes] [No]
36					If there are non-compliant features, specify which ones. Helps to assess instrument loss

1.5 Risk Weighted Assets

The capital requirements for the Company as per major risk categories are given below:

	20	19	2018		
	Capital requirements*	Risk weighted assets	Capital requirements*	Risk weighted assets	
	(Rupees	in '000)	(Rupees	in '000)	
Credit risk					
Claims on:					
Banks	6,549	52,394	4,267	35,856	
Corporate	642,076	5,136,607	666,834	5,603,645	
Retail portfolio	702	5,613	620	5,212	
Secured by residential property	4,694	37,553	2,770	23,275	
Past due loans	104,507	836,055	116,967	982,915	
Listed equity investments	72,386	579,086	49,304	414,323	
Unlisted equity investments	26,219	209,753	23,226	195,178	
Investments in fixed assets	28,714	229,709	22,971	193,032	
All other assets	146,069	1,168,552	118,614	996,754	
	1,031,915	8,255,322	1,005,573	8,450,190	
Market risk					
Interest rate risk	-	-	97	811	
Equity risk	176,495	1,411,956	168,456	1,415,598	
	176,495	1,411,956	168,553	1,416,409	
Operational risk	175,388	1,403,104	146,529	1,231,336	
	1,383,798	11,070,382	1,320,655	11,097,935	
Capital adequacy ratio					
Total eligible regulatory capital held (a)		6,424,849		5,816,657	
Total risk weighted assets (b)		11,070,382		11,097,935	
Capital adequacy ratio (a) / (b)*100		58.04%		52.41%	
Capital Adequacy Ratios	2019		201	18	
Capital Aucquacy Natios	Required	Actual	Required	Actual	
	T				
CET1 to total RWA	6.00%	58.04%	6.00%	52.41%	
Tier-1 capital to total RWA	7.50%	58.04%	7.50%	52.41%	
Total capital to total RWA	12.50%	58.04%	11.90%	52.41%	

^{*} Capital adequacy requirement inclusive of Capital Conservation Buffer requirement (CCB)

2 Liquidity Coverage Ratio

SBP issued BPRD Circular No. 8 dated June 23, 2016 advising implementation of Basel III liquidity standards that constitute two ratios, i.e. Liquidity Coverage Ratio (LCR) and Net Stable Funding Ratio (NSFR), and five monitoring tools.

LCR is the measure of conversion capability of the Company's High Quality Liquid Assets (HQLAs) into cash to meet immediate liquidity requirements over a 30 days horizon.

The Company calculates Liquidity Coverage Ratio (LCR) on monthly basis as per the guidelines given in the above mentioned circular. The objective of LCR is to ensure the short-term resilience of the liquidity risk profile which requires the Company to maintain sufficient High Quality Liquid Assets (HQLAs) to meet stressed cash outflows over a prospective 30 calendar - days period.

LCR Disclosure

		20	019	20	18
	Rupees in '000	TOTAL UNWEIGHTED ¹ VALUE (average)	TOTAL WEIGHTED 2 VALUE (average)	TOTAL UNWEIGHTED ¹ VALUE (average)	TOTAL WEIGHTED ² VALUE (average)
	HIGH QUALITY LIQUID ASSETS				
1	Total high quality liquid assets (HQLA)		2,119,092		1,711,471.80
	CASH OUTLFLOWS				
2	Retail deposits and deposits from small business cusmtomers of which:		4,477		3,294
2.1	stable deposit				
2.2	Less stable deposit	44,769.56	4,477	32,943.59	3,294.36
3	Unsecured wholesale funding of which:		1,657,564		1,062,804
3.1	Operational deposits (all counterparties)				
3.2	Non-operational deposits (all counterparties)	2,242,194.54	1,657,564	1,665,268.92	1,062,803.79
3.3	Unsecured debt				
4	Secured wholesale funding				
5	Additional requirements of which:		83,236		100,625.9
5.1	Outflows related to derivative exposures and other collateral requirements				
5.2	Outflows related to loss of funding on debt products				
5.3	Credit and Liquidity facilities	886,566.42	83,236	906,327.00	100,625.92
6	Other contractual funding obligations				
7	Other contingent funding obligations				
8	TOTAL CASH OUTFLOWS		1,745,277		1,166,724.1
	CASH INFLOWS				
9	Secured lending				
10	Inflows from fully performing exposures	553,753.52	299,396	462,544.35	297,075
11	Other Cash inflows				
12	TOTAL CASH INLFOWS		299,396		297,075
		TOTAL ADJU	JSTED VALUE	TOTAL ADJU	ISTED VALUE
21	TOTAL HQLA		2,119,092		1,711,471.80
22	TOTAL NET CASH OUTFLOWS		1,445,881		869,649.46
23	LIQUIDITY COVERAGE RATIO		1.47		1.97

- $1.\ unweighted\ values\ \ calculated\ \ as\ outstanding\ \ balances\ maturing\ or\ callable\ \ within\ 30\ days\ (\ for\ inflows\ and\ outflows)$
- 2. Weighted values calculated after the application of respective haircuts (for HQLA) or inlfow and outflow rates
- (for inflows nd outflows)
- 3. Adjusted values calculated after the application of both (i) haircuts and inflow and outflow rates and (ii) any applicable caps (ie cap on level 2B and level 2 assets for HQLA abd cap on inlfows

3 Net Stable Funding Ratio (NSFR)

NSFR is the ratio of the amount of Available Stable Funding (ASF) - source of funds, capital and liabilities relative to the amount of Required Stable Funding (RSF) - use of funds, assets and off - balance sheet exposures.

The objective of NSFR is to ensure the availability of stable funds that a company must hold to enable it to build and maintain its assets, investments and off balance sheet portfolio on an ongoing basis for longer term, i.e., over a one year horizon. NSFR reduces maturity mismatches between the asset and liability items on the balance sheet and thereby reduces funding and roll - over risk. The Bank's NSFR stood at 141% as at 31 December 2019.

NSFR	Disclosure	2019					
		Unweighted value by residual maturity					
(Amoun	t in PKR in thousands)	No Maturity	< 6 months	6 months to < 1 Year	≥ 1 yr	Weighted value	
ASF Ite	m	,					
1	Capital:						
2	Regulatory capital	9,542,162				9,542,162	
3	Other capital instruments						
4	Retail deposits and deposit from small business customers:						
5	Stable deposits						
6	Less stable deposits		49,139			44,224.96	
7	Wholesale funding:						
8	Operational deposits						
9	Other wholesale funding		704,558	518,185		611,372	
10	Other liabilities:						
11	NSFR derivative liabilities						
12	All other liabilities and equity not included in othercategories		6,361,337		4,340,432	4,340,432	
13	Total ASF					14,538,190	
RSF ite	m						
14	Total NSFR high-quality liquid assets (HQLA)	XXXXXXXXXXXXX	(XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX	(XXXXXXXXXXXXXXX	xxxxxxxxxxxxx	473,954	
15	Deposits held at other financial institutions for operational purposes						
16	Performing loans and securities:						
17	Performing loans to financial institutions secured by Level 1 HQLA						
	Performing loans to financial institutions secured by non-Level 1						
18	HQLA and unsecured performing loans to financall institutions		162,768	30,415		39,623	
	Performing loans to non- financial corporate clients, loans to retail						
40	and small business customers, and loans to sovereigns, central banks				2 225 455	2 752 227	
19	and PSEs, of which: With a risk weight of less than or equal to 35% under the Basel II				3,236,455	2,750,987	
20	Standardised Approach for credit risk				484,654	315,025	
20	Securities that are not in default and do not qualify as HQLA including			+	464,034	313,023	
21	exchange-traded equities.	546,501			3,543,665	3,476,641	
22	Other assets:	340,301			3,343,003	3,470,041	
23	Physical traded commodities, including gold						
24	Assets posted as initial margin for derivative contracts						
25	NSFR derivative assets						
	NSFR derivative liabilities before deduction of variation margin						
26	posted						
27	All other assets not included in the above categories	-	2,580,042	-	1,900,157	3,190,178	
28	Off-balance sheet items		859,561	-	100,000	47,978	
29	Total RSF		222,502		222,300	10,294,386	
30	Net Stable Funding Ratio (%)					141%	

NSFR	Disclosure					
		Uı				
(Amour	at in PKR in thousands)	No Maturity	< 6 months	6 months to	≥ 1 yr	Weighted value
ASF Ite		,,		1 2 2 2 2 2		
1	Capital:					
2	Regulatory capital	9,109,690				9,109,690
3	Other capital instruments	, ,				
4	Retail deposits and deposit from small business customers:					
5	Stable deposits					
6	Less stable deposits		41,081	80		37,045.10
7	Wholesale funding:		,			0.70.0.20
8	Operational deposits					
9	Other wholesale funding		1,037,438	188,752		613,095
10	Other liabilities:		1,037,430	100,732		013,033
11	NSFR derivative liabilities					
12	All other liabilities and equity not included in othercategories		5,732,809		2,415,588	2,415,588
13	Total ASF		3,732,003		2,413,300	12,175,418
RSF ite						12,173,416
14	Total NSFR high-quality liquid assets (HQLA)		/vvvvvvvvvvvvvvv	/vvvvvvvvvvvvvv	xxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxx	439,309
14	Total NSI K High-quality liquid assets (FQLA)				************	433,303
15	Donosite hold at ather financial institutions for an exertional augustos					
16	Deposits held at other financial institutions for operational purposes					
16	Performing loans and securities:					
17	Deufermaine leave to financial institutions assured by Level 1 1101 A					
1/	Performing loans to financial institutions secured by Level 1 HQLA	-		-		
	Desferos to a lease to fine a sixting the street of the second design of					
40	Performing loans to financial institutions secured by non-Level 1		426 424	406.035		72 225
18	HQLA and unsecured performing loans to financial institutions	-	126,121	106,835		72,335
	Performing loans to non- financial corporate clients, loans to retail					
	and small business customers, and loans to sovereigns, central banks				2 457 222	2 222 722
19	and PSEs, of which:				3,457,328	2,938,729
20	With a risk weight of less than or equal to 35% under the Basel II				07.754	57.000
20	Standardised Approach for credit risk				87,751	57,038
	Securities that are not in default and do not qualify as HQLA including					
21	exchange-traded equities.	355,207			2,982,198	2,836,794.68
22	Other assets:					
23	Physical traded commodities, including gold					
24	Assets posted as initial margin for derivative contracts	-				
25	NSFR derivative assets					
	NSFR derivative liabilities before deduction of variation margin					
26	posted			, ,		
27	All other assets not included in the above categories	1,762,628	1,598,782	1,624,577	551,873	3,826,438
28	Off-balance sheet items		88,696	435,000	300,000	41,185
29	Total RSF					10,211,830
30	Net Stable Funding Ratio (%)					119%