

Quarterly Compendium:

# **Statistics of the Banking System**

[June 2015]



Off-site Supervision & Enforcement Department

**State Bank of Pakistan**

# CONTENTS

<b>Data Conventions.....</b>	<b>1</b>
<b>1. Statistics of the Banking System .....</b>	<b>2</b>
Table 1.1: Financial Soundness Indicators.....	3
Table 1.2: Key variables of Balance Sheet and Profit & Loss Statement.....	7
Table 1.3: Growth Rates of Key Variables and Key Financial Soundness Indicators .....	7
Table 1.4: Group wise Balance Sheet and Income Statement of Banks.....	8
Table 1.5: Banks' Group-wise Key Variables .....	9
Table 1.6: Concentration in the Banking System .....	10
<b>Asset Quality:.....</b>	<b>11</b>
Table 1.7: Asset Quality of the Banking System .....	11
Table 1.8: Segment-wise Advances and Non Performing Loans (NPLs) .....	12
Table 1.9: Sector-wise Advances and Non Performing Loans (NPLs) .....	12
<b>Soundness &amp; Resilience:.....</b>	<b>13</b>
Table 1.10a: Break-up of Mark-up/Return/Interest Earned .....	13
Table 1.10b: Break-up of Mark-up/Return/Interest Expensed .....	13
Table 1.11: Distribution of Banks by Capital Adequacy Ratio (CAR) .....	13
Table 1.12: Capital Structure and Capital Adequacy of All Banks and DFIs.....	14
Table 1.13: Stress Testing Results of the Banking System.....	16
Table 1.14: List of Banks .....	17
<b>2. Islamic Banking.....</b>	<b>18</b>
Table 2.1: Financial Soundness Indicators of Islamic Banking^.....	19
Table 2.2: Group-wise Balance Sheet and Income Statement of Islamic Banks/Branches^.....	20
Table 2.3: List of Islamic Banking Institutions .....	21

<b>3. Development Finance Institutions.....</b>	<b>22</b>
Table 3.1: Financial Soundness Indicators of DFIs.....	23
Table 3.2: Balance Sheet and Income Statement of DFIs.....	24
Table 3.3: List of Development Finance Institutions.....	25
<b>4: Key Variables and FSIs for Other Sectors.....</b>	<b>26</b>

#### **For Queries & Comments:**

- Muhammad Javaid Ismail [ [javaid.ismail@sbp.org.pk](mailto:javaid.ismail@sbp.org.pk) ]
- Rizwana Riffat [ [rizwana.riffat@sbp.org.pk](mailto:rizwana.riffat@sbp.org.pk) ]
- Muhammad Inaam Ashraf [ [inaam.ashraf@sbp.org.pk](mailto:inaam.ashraf@sbp.org.pk) ]

## **Data Conventions**

- 1.** Figures for the calendar years (CY) are based on annual audited accounts for that year, unless mentioned otherwise in the footnotes.
- 2.** Figures for quarters (Mar, Jun, Sep, and Dec) are based on unaudited Quarterly Report of Condition (QRC) submitted by banks/ DFIs.
- 3.** Data sources other than at point 1 and 2 are mentioned in respective tables.
- 4.** From Jun-15 onwards, Quarterly Compendium has been revised to:
  - i. Remove redundancies, streamline and enhance disclosures, and synchronize the overall structure of the publication.
  - ii. Incorporate new FSIs (Core and Encouraged) as per IMF's current Compilation Guide and forthcoming suggestions that will help towards aligning our FSIs with the international best practices/definitions.
  - iii. Streamline reporting of Financings of Islamic Banks/ Islamic Bank Branches to include inventories and other related item(s) pertaining to Islamic modes of financing, which were previously reported under 'Other Assets'.

## **1. Statistics of the Banking System**

Table 1.1: Financial Soundness Indicators

Indicators	Percent								
	CY09	CY10	CY11	CY12	CY13	Jun-14	Dec-14	Mar-15	Jun-15
<b>CAPITAL ADEQUACY</b>									
<b>Risk Weighted CAR<sup>^</sup></b>									
Public Sector Commercial Banks	15.1	14.7	16.5	16.7	15.4	15.5	16.8	16.9	15.7
Local Private Banks	13.9	13.6	14.4	14.9	14.4	14.6	15.2	15.5	15.6
Foreign Banks	23.0	23.8	31.3	30.7	30.2	28.6	25.0	30.2	26.8
<b>Commercial Banks</b>	<b>14.5</b>	<b>14.1</b>	<b>15.3</b>	<b>15.6</b>	<b>15.0</b>	<b>15.1</b>	<b>15.7</b>	<b>16.0</b>	<b>16.0</b>
Specialized Banks	-1.5	4.7	8.9	12.3	11.6	12.1	72.0	68.6	64.7
<b>All Banks</b>	<b>14.0</b>	<b>13.9</b>	<b>15.1</b>	<b>15.6</b>	<b>14.9</b>	<b>15.1</b>	<b>17.1</b>	<b>17.4</b>	<b>17.2</b>
<b>Tier 1 Capital to RWA<sup>^</sup></b>									
Public Sector Commercial Banks	12.6	12.2	14.4	13.9	11.7	12.0	12.5	11.9	11.1
Local Private Banks	11.4	11.4	12.3	12.4	12.4	12.7	12.7	12.6	12.9
Foreign Banks	22.5	23.5	31.1	30.5	30.1	28.6	24.5	29.8	26.6
<b>Commercial Banks</b>	<b>12.0</b>	<b>12.0</b>	<b>13.3</b>	<b>13.2</b>	<b>12.7</b>	<b>12.9</b>	<b>12.9</b>	<b>12.8</b>	<b>13.1</b>
Specialized Banks	-5.8	-0.9	3.4	6.8	7.9	8.5	68.3	65.0	60.2
<b>All Banks</b>	<b>11.6</b>	<b>11.6</b>	<b>13.0</b>	<b>13.0</b>	<b>12.6</b>	<b>12.8</b>	<b>14.3</b>	<b>14.2</b>	<b>14.1</b>
<b>Capital to Total Assets<sup>*</sup></b>									
Public Sector Commercial Banks	11.3	11.7	10.6	9.6	10.2	9.6	9.8	10.1	7.5
Local Private Banks	9.9	9.3	9.2	8.6	8.5	8.3	8.9	8.9	7.5
Foreign Banks	14.8	14.8	16.7	16.5	15.1	16.3	14.3	13.6	13.6
<b>Commercial Banks</b>	<b>10.4</b>	<b>9.9</b>	<b>9.7</b>	<b>9.0</b>	<b>9.0</b>	<b>8.7</b>	<b>9.2</b>	<b>9.2</b>	<b>7.6</b>
Specialized Banks	-1.7	1.2	5.4	8.0	10.1	11.2	58.7	60.0	57.6
<b>All Banks</b>	<b>10.1</b>	<b>9.8</b>	<b>9.6</b>	<b>9.0</b>	<b>9.0</b>	<b>8.8</b>	<b>10.0</b>	<b>10.0</b>	<b>8.3</b>
<b>ASSET QUALITY</b>									
<b>NPLs to Total Loans</b>									
Public Sector Commercial Banks	16.9	22.9	21.1	17.3	18.7	17.5	17.8	19.3	19.0
Local Private Banks	11.1	12.5	13.8	13.2	11.4	10.9	10.4	10.8	10.2
Foreign Banks	6.7	9.5	10.4	13.4	10.1	10.3	7.6	8.2	8.5
<b>Commercial Banks</b>	<b>12.1</b>	<b>14.5</b>	<b>15.3</b>	<b>14.2</b>	<b>12.9</b>	<b>12.3</b>	<b>11.9</b>	<b>12.6</b>	<b>12.1</b>
Specialized Banks	25.5	28.7	30.1	27.6	25.4	27.9	23.3	20.1	25.1
<b>All Banks</b>	<b>12.6</b>	<b>14.9</b>	<b>15.7</b>	<b>14.6</b>	<b>13.3</b>	<b>12.8</b>	<b>12.3</b>	<b>12.8</b>	<b>12.4</b>
<b>Provision to NPLs</b>									
Public Sector Commercial Banks	67.8	52.4	58.2	63.1	67.4	73.1	71.2	70.0	72.9
Local Private Banks	71.0	73.2	74.6	75.2	82.5	84.6	85.2	85.7	87.5
Foreign Banks	75.2	86.6	89.3	94.0	101.1	92.0	102.0	101.8	101.5
<b>Commercial Banks</b>	<b>70.1</b>	<b>66.9</b>	<b>69.9</b>	<b>72.1</b>	<b>78.0</b>	<b>81.2</b>	<b>80.9</b>	<b>80.7</b>	<b>82.7</b>
Specialized Banks	65.7	63.4	59.1	61.3	62.5	53.9	61.1	70.5	51.9
<b>All Banks</b>	<b>69.9</b>	<b>66.7</b>	<b>69.3</b>	<b>71.5</b>	<b>77.1</b>	<b>79.5</b>	<b>79.8</b>	<b>80.2</b>	<b>80.8</b>
<b>Net NPLs to Net Loans</b>									
Public Sector Commercial Banks	6.1	12.4	10.1	7.1	7.0	5.4	5.9	6.7	6.0
Local Private Banks	3.5	3.7	3.9	3.6	2.2	1.8	1.7	1.7	1.4
Foreign Banks	1.8	1.4	1.2	0.9	-0.1	0.9	-0.2	-0.2	-0.1
<b>Commercial Banks</b>	<b>4.0</b>	<b>5.3</b>	<b>5.1</b>	<b>4.4</b>	<b>3.2</b>	<b>2.6</b>	<b>2.5</b>	<b>2.7</b>	<b>2.3</b>
Specialized Banks	10.5	12.8	14.9	12.9	11.3	15.1	10.5	6.9	13.9
<b>All Banks</b>	<b>4.1</b>	<b>5.5</b>	<b>5.4</b>	<b>4.6</b>	<b>3.4</b>	<b>2.9</b>	<b>2.7</b>	<b>2.8</b>	<b>2.7</b>
<b>Net NPLs to Capital<sup>*</sup></b>									
Public Sector Commercial Banks	27.4	48.8	41.8	34.6	30.0	23.1	22.9	26.0	30.3
Local Private Banks	17.4	18.9	17.1	15.8	9.9	8.2	6.9	6.4	6.3
Foreign Banks	4.4	2.6	1.9	1.3	-0.2	1.3	-0.3	-0.2	-0.2
<b>Commercial Banks</b>	<b>18.8</b>	<b>25.0</b>	<b>21.6</b>	<b>19.0</b>	<b>13.7</b>	<b>11.0</b>	<b>10.0</b>	<b>10.0</b>	<b>10.3</b>
Specialized Banks	-	-	-	-	-	83.7	11.2	7.7	16.5
<b>All Banks</b>	<b>20.4</b>	<b>26.7</b>	<b>23.1</b>	<b>20.2</b>	<b>14.7</b>	<b>12.5</b>	<b>10.1</b>	<b>9.8</b>	<b>10.9</b>
<b>Investment in Equities to Capital<sup>#</sup></b>									
Public Sector Commercial Banks	14.7	20.2	23.3	21.9	20.5	23.8	21.6	21.2	25.6
Local Private Banks	9.0	8.6	10.7	8.2	9.6	11.2	11.9	11.9	12.5
Foreign Banks	0.2	0.2	0.1	0.0	0.0	0.0	0.0	0.0	0.0
<b>Commercial Banks</b>	<b>9.6</b>	<b>10.5</b>	<b>12.6</b>	<b>10.6</b>	<b>11.3</b>	<b>13.1</b>	<b>13.4</b>	<b>13.3</b>	<b>14.3</b>
Specialized Banks	-	26.8	4.6	3.3	4.8	23.2	4.1	4.1	3.9
<b>All Banks</b>	<b>9.8</b>	<b>10.6</b>	<b>12.5</b>	<b>10.5</b>	<b>11.2</b>	<b>13.3</b>	<b>12.4</b>	<b>12.3</b>	<b>13.3</b>

<sup>^</sup> Data for Dec-13 and onwards is based on Basel III, and data from CY08 to Sep-13 is based on Basel II with the exception of IDBL, PPCBL, and SME Bank, which is based on Basel I.

<sup>\*</sup> Effective from June 30, 2015, Regulatory Capital, as defined under Basel requirements, has been used to calculate Capital to Total Assets and Net NPLs to Capital Ratios (highlighted in Red). Prior to Jun-15, Balance Sheet Capital was used for calculation of these ratios.

<sup>#</sup> New Ratios introduced as per IMF's compilation guide on Financial Soundness Indicators (highlighted in Blue).

Table 1.1: Financial Soundness Indicators (Continued)

Indicators	CY09	CY10	CY11	CY12	CY13	Jun-14	Dec-14	Mar-15	Percent Jun-15
<b>Gross Asset Position in Financial Derivatives to Capital<sup>^^</sup></b>									
Public Sector Commercial Banks						0.6	0.6	0.4	0.8
Local Private Banks						1.0	0.9	0.6	0.7
Foreign Banks						5.8	4.9	4.1	4.9
<b>Commercial Banks</b>						<b>1.1</b>	<b>1.0</b>	<b>0.7</b>	<b>0.8</b>
Specialized Banks						0.0	0.0	0.0	0.0
<b>All Banks</b>						<b>1.1</b>	<b>0.9</b>	<b>0.6</b>	<b>0.7</b>
<b>Gross Liability Position in Financial Derivatives to Capital<sup>^^</sup></b>									
Public Sector Commercial Banks						2.4	1.8	0.8	0.6
Local Private Banks						1.0	1.2	0.6	0.6
Foreign Banks						11.9	14.9	13.0	6.1
<b>Commercial Banks</b>						<b>1.8</b>	<b>1.8</b>	<b>1.1</b>	<b>0.7</b>
Specialized Banks						0.0	0.0	0.0	0.0
<b>All Banks</b>						<b>1.8</b>	<b>1.6</b>	<b>1.0</b>	<b>0.7</b>
<b>EARNINGS</b>									
<b>Return on Assets (Before Tax)</b>									
Public Sector Commercial Banks	1.5	1.8	2.0	1.5	0.7	1.3	1.5	1.5	1.9
Local Private Banks	1.3	1.5	2.3	2.1	1.8	2.2	2.3	2.7	2.8
Foreign Banks	-0.3	0.9	2.3	0.4	1.2	2.4	2.4	6.4	5.4
<b>Commercial Banks</b>	<b>1.3</b>	<b>1.5</b>	<b>2.2</b>	<b>2.0</b>	<b>1.6</b>	<b>2.1</b>	<b>2.2</b>	<b>2.6</b>	<b>2.7</b>
Specialized Banks	3.1	2.0	2.4	2.5	3.3	3.5	4.5	4.2	5.0
<b>All Banks</b>	<b>1.3</b>	<b>1.5</b>	<b>2.2</b>	<b>2.0</b>	<b>1.6</b>	<b>2.1</b>	<b>2.2</b>	<b>2.6</b>	<b>2.7</b>
<b>Return on Assets (After Tax)</b>									
Public Sector Commercial Banks	1.3	1.3	1.4	1.1	0.5	0.9	1.0	1.0	1.1
Local Private Banks	0.9	0.9	1.5	1.4	1.3	1.5	1.5	1.8	1.6
Foreign Banks	-0.3	0.4	1.5	-0.1	0.6	1.5	1.7	4.2	3.5
<b>Commercial Banks</b>	<b>0.9</b>	<b>0.9</b>	<b>1.5</b>	<b>1.3</b>	<b>1.1</b>	<b>1.3</b>	<b>1.4</b>	<b>1.7</b>	<b>1.5</b>
Specialized Banks	1.2	1.2	1.6	1.6	2.2	2.3	3.0	2.9	3.2
<b>All Banks</b>	<b>0.9</b>	<b>1.0</b>	<b>1.5</b>	<b>1.3</b>	<b>1.1</b>	<b>1.4</b>	<b>1.5</b>	<b>1.7</b>	<b>1.6</b>
<b>ROE (Avg. Equity &amp; Surplus) (Before Tax)</b>									
Public Sector Commercial Banks	13.3	15.2	18.0	15.0	6.7	13.5	15.5	15.3	19.2
Local Private Banks	13.2	15.6	24.7	24.1	21.3	26.5	27.3	30.5	31.8
Foreign Banks	-2.4	5.8	14.5	2.4	7.3	15.6	16.0	45.9	39.0
<b>Commercial Banks</b>	<b>12.4</b>	<b>15.0</b>	<b>22.7</b>	<b>21.1</b>	<b>17.6</b>	<b>23.3</b>	<b>24.4</b>	<b>27.9</b>	<b>29.4</b>
Specialized Banks	0.0	-	-	-	-	32.7	21.3	7.1	8.4
<b>All Banks</b>	<b>13.2</b>	<b>15.5</b>	<b>23.0</b>	<b>21.2</b>	<b>17.9</b>	<b>23.5</b>	<b>24.3</b>	<b>26.0</b>	<b>27.5</b>
<b>ROE (Avg. Equity &amp; Surplus) (After Tax)</b>									
Public Sector Commercial Banks	11.4	11.2	12.2	10.8	4.9	8.8	10.2	10.0	11.4
Local Private Banks	8.6	9.3	16.1	15.9	14.7	17.4	18.1	19.9	18.1
Foreign Banks	-2.3	2.7	9.5	-0.4	4.0	10.0	11.4	29.8	25.0
<b>Commercial Banks</b>	<b>8.6</b>	<b>9.4</b>	<b>14.9</b>	<b>14.0</b>	<b>12.2</b>	<b>15.3</b>	<b>16.2</b>	<b>18.2</b>	<b>17.0</b>
Specialized Banks	0.0	-	-	-	-	21.5	14.1	4.9	5.5
<b>All Banks</b>	<b>8.9</b>	<b>9.6</b>	<b>15.1</b>	<b>14.1</b>	<b>12.4</b>	<b>15.4</b>	<b>16.1</b>	<b>17.0</b>	<b>15.9</b>
<b>NII/Gross Income</b>									
Public Sector Commercial Banks	63.0	69.1	69.4	64.1	61.0	57.3	62.5	55.6	58.1
Local Private Banks	75.9	77.2	77.9	73.2	72.3	72.7	72.8	70.9	69.5
Foreign Banks	64.8	67.6	72.2	69.0	81.0	84.6	78.2	60.3	67.5
<b>Commercial Banks</b>	<b>73.3</b>	<b>75.4</b>	<b>76.2</b>	<b>71.5</b>	<b>70.5</b>	<b>70.5</b>	<b>71.1</b>	<b>68.1</b>	<b>67.4</b>
Specialized Banks	44.7	51.0	67.3	63.7	67.1	72.1	74.6	76.5	71.3
<b>All Banks</b>	<b>72.4</b>	<b>74.7</b>	<b>76.0</b>	<b>71.3</b>	<b>70.4</b>	<b>70.6</b>	<b>71.3</b>	<b>68.4</b>	<b>67.5</b>
<b>Cost/Income Ratio</b>									
Public Sector Commercial Banks	47.5	49.1	49.9	54.4	58.9	56.8	55.5	54.5	48.1
Local Private Banks	50.1	52.5	50.8	52.5	56.1	54.4	52.9	46.2	46.0
Foreign Banks	77.5	65.2	59.3	75.2	76.5	53.1	53.2	25.6	26.6
<b>Commercial Banks</b>	<b>50.9</b>	<b>52.4</b>	<b>50.9</b>	<b>53.6</b>	<b>57.1</b>	<b>54.8</b>	<b>53.4</b>	<b>46.9</b>	<b>46.0</b>
Specialized Banks	61.3	61.3	60.4	64.4	59.6	52.7	51.2	48.8	51.2
<b>All Banks</b>	<b>51.2</b>	<b>52.7</b>	<b>51.1</b>	<b>53.9</b>	<b>57.2</b>	<b>54.7</b>	<b>53.3</b>	<b>47.0</b>	<b>46.1</b>

<sup>#</sup> New Ratios introduced as per IMF's compilation guide on Financial Soundness Indicators (highlighted in Blue).

<sup>^^</sup> Based on un-audited quarterly numbers only.

Table 1.1: Financial Soundness Indicators (Continued)

Indicators	Percent								
	CY09	CY10	CY11	CY12	CY13	Jun-14	Dec-14	Mar-15	Jun-15
<b>Trading Income to Gross Income<sup>#</sup></b>									
Public Sector Commercial Banks			4.1	6.2	7.3	12.4	10.9	20.7	20.3
Local Private Banks			1.1	1.7	3.1	4.3	4.7	10.0	10.5
Foreign Banks			4.1	7.1	0.8	0.4	1.9	31.3	24.0
<b>Commercial Banks</b>			<b>1.7</b>	<b>2.7</b>	<b>3.8</b>	<b>5.5</b>	<b>5.7</b>	<b>12.4</b>	<b>12.6</b>
Specialized Banks			0.0	0.0	0.1	0.5	1.0	2.4	2.5
<b>All Banks</b>			<b>1.7</b>	<b>2.6</b>	<b>3.7</b>	<b>5.3</b>	<b>5.5</b>	<b>12.0</b>	<b>12.2</b>
<b>Personnel Expenses to Non-interest Expenses<sup>#</sup></b>									
Public Sector Commercial Banks	64.2	60.9	60.6	59.1	55.8	55.6	53.9	52.9	49.4
Local Private Banks	46.4	44.4	43.3	43.6	44.4	44.5	42.8	44.1	43.4
Foreign Banks	32.5	35.3	39.3	36.4	41.2	40.9	45.9	40.3	49.3
<b>Commercial Banks</b>	<b>48.2</b>	<b>46.7</b>	<b>45.9</b>	<b>46.0</b>	<b>46.3</b>	<b>46.3</b>	<b>44.9</b>	<b>45.7</b>	<b>44.6</b>
Specialized Banks	64.8	68.8	78.5	68.0	68.0	71.2	74.3	67.6	68.1
<b>All Banks</b>	<b>48.8</b>	<b>47.4</b>	<b>46.8</b>	<b>46.7</b>	<b>47.1</b>	<b>47.1</b>	<b>45.8</b>	<b>46.6</b>	<b>45.5</b>
<b>LIQUIDITY</b>									
<b>Liquid Assets/Total Assets</b>									
Public Sector Commercial Banks	31.1	34.6	40.9	38.0	41.3	40.3	44.0	42.7	45.2
Local Private Banks	32.3	35.7	46.2	50.7	50.0	49.5	50.5	54.0	54.1
Foreign Banks	55.0	64.6	68.6	69.4	73.0	69.5	70.7	75.8	76.6
<b>Commercial Banks</b>	<b>32.9</b>	<b>36.4</b>	<b>45.9</b>	<b>48.7</b>	<b>49.0</b>	<b>48.2</b>	<b>49.6</b>	<b>52.5</b>	<b>52.9</b>
Specialized Banks	19.8	19.6	23.5	23.5	25.1	23.8	22.5	17.2	16.8
<b>All Banks</b>	<b>32.7</b>	<b>36.1</b>	<b>45.5</b>	<b>48.3</b>	<b>48.6</b>	<b>47.8</b>	<b>49.2</b>	<b>51.9</b>	<b>52.3</b>
<b>Liquid Assets/Total Deposits</b>									
Public Sector Commercial Banks	40.1	43.5	51.3	49.5	51.2	51.1	58.6	58.0	57.0
Local Private Banks	43.4	45.8	59.5	66.5	61.7	61.1	64.2	71.4	71.1
Foreign Banks	82.4	96.4	104.3	107.9	127.4	135.2	156.7	167.0	170.5
<b>Commercial Banks</b>	<b>44.0</b>	<b>46.8</b>	<b>59.1</b>	<b>64.1</b>	<b>60.9</b>	<b>60.3</b>	<b>64.2</b>	<b>70.3</b>	<b>69.4</b>
Specialized Banks	167.1	149.4	202.0	211.5	202.3	178.3	125.2	146.3	97.3
<b>All Banks</b>	<b>44.5</b>	<b>47.1</b>	<b>59.5</b>	<b>64.4</b>	<b>61.3</b>	<b>60.6</b>	<b>64.5</b>	<b>70.4</b>	<b>69.5</b>
<b>Liquid Assets/Short term Liabilities<sup>^^#</sup></b>									
Public Sector Commercial Banks			46.6	42.4	60.7	64.7	69.4	66.8	74.3
Local Private Banks			88.1	95.1	100.5	107.8	97.7	110.9	110.3
Foreign Banks			130.9	122.2	117.5	110.5	100.9	108.4	102.4
<b>Commercial Banks</b>			<b>77.7</b>	<b>81.3</b>	<b>91.8</b>	<b>97.6</b>	<b>91.3</b>	<b>101.0</b>	<b>102.5</b>
Specialized Banks			34.0	36.8	40.1	37.4	60.7	49.8	45.9
<b>All Banks</b>			<b>76.8</b>	<b>80.5</b>	<b>90.7</b>	<b>96.3</b>	<b>91.0</b>	<b>100.5</b>	<b>101.9</b>
<b>Advances/Deposits</b>									
Public Sector Commercial Banks	65.2	58.0	55.2	60.7	54.5	52.3	51.1	53.3	47.7
Local Private Banks	66.6	61.3	52.0	48.9	47.1	45.3	46.0	44.1	43.8
Foreign Banks	56.1	42.0	39.6	37.4	36.8	46.1	53.7	43.7	38.0
<b>Commercial Banks</b>	<b>66.0</b>	<b>60.1</b>	<b>52.3</b>	<b>51.0</b>	<b>48.3</b>	<b>46.6</b>	<b>47.1</b>	<b>45.7</b>	<b>44.5</b>
Specialized Banks	560.8	491.5	540.1	556.9	488.9	464.3	346.2	570.5	395.4
<b>All Banks</b>	<b>67.7</b>	<b>61.6</b>	<b>53.6</b>	<b>52.2</b>	<b>49.5</b>	<b>47.7</b>	<b>48.2</b>	<b>46.9</b>	<b>45.7</b>
<b>Customer Deposits to Total Loans<sup>#</sup></b>									
Public Sector Commercial Banks			139.4	130.2	145.0	152.0	153.5	154.2	173.0
Local Private Banks			169.0	182.2	191.2	195.5	193.7	200.8	201.9
Foreign Banks			225.1	229.7	240.4	193.0	169.6	207.7	236.8
<b>Commercial Banks</b>			<b>163.8</b>	<b>170.8</b>	<b>181.7</b>	<b>186.0</b>	<b>184.8</b>	<b>190.9</b>	<b>196.1</b>
Specialized Banks			14.7	15.1	17.9	17.9	24.3	14.5	21.5
<b>All Banks</b>			<b>159.2</b>	<b>166.4</b>	<b>177.2</b>	<b>181.3</b>	<b>180.2</b>	<b>185.6</b>	<b>190.8</b>

<sup>#</sup> New Ratios introduced as per IMF's compilation guide on Financial Soundness Indicators (highlighted in Blue).

<sup>^^</sup> Based on un-audited quarterly numbers only.



Table 1.1: Financial Soundness Indicators (Continued)

	Percent								
Indicators	Dec-09	Dec-10	Dec-11	Dec-12	Dec-13	Jun-14	Dec-14	Mar-15	Jun-15
SECTORAL DISTRIBUTION OF LOANS									
Domestic Loans to Total Loans <sup>#</sup>									
Public Sector Commercial Banks			92.3	92.4	92.7	93.3	93.7	93.6	94.1
Local Private Banks			92.9	92.2	90.7	91.0	91.2	91.2	91.7
Foreign Banks			100.0	100.0	100.0	100.0	100.0	100.0	100.0
Commercial Banks			92.9	92.4	91.3	91.6	91.9	91.8	92.3
Specialized Banks			100.0	100.0	100.0	100.0	100.0	100.0	100.0
All Banks			93.2	92.6	91.6	91.8	92.1	92.1	92.5
Public Sector Domestic Loans to Total Loans <sup>#</sup>									
Public Sector Commercial Banks			19.4	25.8	24.8	27.7	27.9	27.3	28.8
Local Private Banks			12.2	18.0	18.0	20.7	19.8	18.9	21.5
Foreign Banks			1.5	4.1	3.5	3.5	1.3	0.6	0.8
Commercial Banks			13.6	19.6	19.3	21.9	21.3	20.5	22.8
Specialized Banks			0.4	0.3	0.4	0.2	0.2	0.2	0.2
All Banks			13.2	19.1	18.7	21.3	20.7	19.9	22.1
Domestic Loans to Fiancial Institutions/Total Loans <sup>#</sup>									
Public Sector Commercial Banks						0.7	0.7	0.7	0.7
Local Private Banks						1.3	1.3	1.3	1.3
Foreign Banks						0.3	0.0	0.0	0.0
Commercial Banks						1.1	1.1	1.2	1.2
Specialized Banks						0.1	0.1	0.1	0.1
All Banks						1.1	1.1	1.2	1.1
Corporate & SME Sector Domestic Loans to Total Loans <sup>#</sup>									
Public Sector Commercial Banks			54.3	46.3	45.4	42.1	43.1	43.7	42.1
Local Private Banks			68.8	62.8	62.0	60.1	61.3	61.3	59.9
Foreign Banks			80.0	81.4	81.6	88.5	94.1	94.7	96.9
Commercial Banks			65.9	59.2	58.6	56.6	57.8	58.0	56.5
Specialized Banks			11.7	11.5	10.9	10.5	9.9	9.3	8.8
All Banks			64.2	57.8	57.3	55.3	56.5	56.5	55.0
Other Domestic Loans to Total Loans <sup>#</sup>									
Public Sector Commercial Banks						22.8	22.0	21.9	22.5
Local Private Banks						8.9	8.9	9.6	9.0
Foreign Banks						7.7	4.6	4.8	2.2
Commercial Banks						11.9	11.6	12.2	11.8
Specialized Banks						89.2	89.8	90.4	90.9
All Banks						14.1	13.8	14.5	14.2
Overseas Loans to Total Loans <sup>#</sup>									
Public Sector Commercial Banks			7.7	7.6	7.3	6.7	6.3	6.4	5.9
Local Private Banks			7.1	7.8	9.3	9.0	8.8	8.8	8.3
Foreign Banks			0.0	0.0	0.0	0.0	0.0	0.0	0.0
Commercial Banks			7.1	7.6	8.7	8.4	8.1	8.2	7.7
Specialized Banks			0.0	0.0	0.0	0.0	0.0	0.0	0.0
All Banks			6.8	7.4	8.4	8.2	7.9	7.9	7.5
Foreign Currency Loans to Total Loans <sup>#</sup>									
Public Sector Commercial Banks			8.6	8.5	8.4	7.7	7.1	1.5	1.3
Local Private Banks			11.5	11.3	14.6	15.0	15.1	13.9	12.9
Foreign Banks			13.0	8.0	15.0	11.7	3.2	2.9	0.7
Commercial Banks			10.9	10.6	13.2	13.4	13.3	11.1	10.3
Specialized Banks			0.0	0.0	0.0	0.0	0.0	0.0	0.0
All Banks			10.6	10.3	12.9	13.0	12.9	10.8	10.0
Foreign Currency Liabilities to Total Liabilities <sup>#</sup>									
Public Sector Commercial Banks			13.0	13.1	7.9	6.6	7.0	8.2	7.8
Local Private Banks			12.8	12.9	15.5	14.6	14.4	13.5	13.0
Foreign Banks			19.6	22.0	33.6	31.3	38.2	40.9	44.2
Commercial Banks			13.0	13.2	14.5	13.5	13.4	13.1	12.6
Specialized Banks			0.0	0.0	0.0	0.0	0.0	0.0	0.0
All Banks			12.8	12.9	14.3	13.2	13.3	13.0	12.5
Residential Real Estate Loans to Total Loans - All Banks <sup>#~</sup>	4.2	4.2	4.0	3.4	3.9	3	2		
Commercial Real Estate Loans to Total Loans - All Banks <sup>#~</sup>	10.1	8.5	10.1	8.6	8.9	9.7	9.2		
basis points									
Spread between lending and deposit rates - All Banks <sup>#§</sup>						645	603	597	583
Spread between highest and lowest interbank rates - All Banks <sup>#&amp;</sup>						350	350	310	50

<sup>#</sup> New Ratios introduced as per IMF's compilation guide on Financial Soundness Indicators (highlighted in Blue).

<sup>§</sup> Lending and deposit rates are taken from Table 3.39 of Statistical Bulletin, wherein Lending rates are for outstanding loans (including zero mark up and excluding interbank), and Deposit rates are for outstanding deposits (including zero mark up and excluding interbank).

<sup>&</sup> Interbank rates are taken from DMMD's daily publication of interbank call money rates (O/N maturity).

<sup>~</sup> Real Estate numbers are taken from Table 3.8 of Statistical Bulletin.

Table 1.2: Key variables of Balance Sheet and Profit &amp; Loss Statement

PKR billion

	CY09	CY10	CY11	CY12	CY13	Jun-14	Dec-14	Mar-15	Jun-15
Total Assets	6,516	7,117	8,171	9,720	10,487	11,115	12,106	12,528	13,244
Investments (net)	1,737	2,157	3,055	4,013	4,313	4,512	5,310	5,954	6,209
Advances (net)	3,240	3,358	3,349	3,805	4,110	4,189	4,447	4,336	4,552
Borrowings	654	538	675	1,033	723	719	1,001	1,377	1,322
Deposits	4,786	5,451	6,244	7,291	8,311	8,774	9,230	9,236	9,970
Liabilities	5,856	6,422	7,386	8,848	9,544	10,138	10,899	11,280	11,977
Paid up Capital	325	358	449	463	482	497	587	586	581
Equity	660	695	784	873	943	976	1,207	1,248	1,266
Profit Before Tax (ytd)	81	105	170	176	162	113	247	80	171
Profit After Tax (ytd)	54	65	112	117	112	74	163	52	99
Provisioning Charges (ytd)	97	75	50	43	40	10	25	12	25
Non-Performing Loans	446	556	592	618	607	595	605	620	630
Provisions Held Against NPLs	312	371	411	442	469	473	483	498	509
Non-Performing Loans (net)	134	185	182	176	139	122	122	123	121

Note: Statistics of profits are on year-to-date (ytd) basis.

Table 1.3: Growth Rates of Key Variables and Key Financial Soundness Indicators

Percent

	CY09	CY10	CY11	CY12	CY13	Jun-14		Dec-14		Mar-15		Jun-15	
Growth Rates	YoY	YoY	YoY	YoY	YoY	QoQ	YoY	QoQ	YoY	QoQ	YoY	QoQ	YoY
Assets	15.8	9.2	14.8	19.0	7.9	3.4	10.2	8.8	14.9	3.5	16.5	5.7	19.2
Investments (Net)	59.9	24.2	41.6	31.4	7.5	(3.2)	6.1	12.6	23.3	12.1	27.7	4.3	37.6
Advances (Net)	2.1	3.7	(0.3)	12.9	8.0	4.3	12.4	5.7	9.9	(2.5)	8.0	5.0	8.7
Borrowings	1.7	42.3	(17.7)	25.4	53.0	(28.6)	(13.9)	31.9	38.4	37.5	36.9	(4.0)	84.0
Deposits	13.5	13.9	14.5	16.8	14.0	7.6	13.1	5.6	11.0	0.1	13.3	7.9	13.6
Liabilities	15.6	9.7	15.0	19.8	7.9	3.5	10.3	7.6	13.5	3.5	15.1	6.2	18.1
Paid up Capital	15.7	10.3	25.3	3.2	4.1	0.7	5.5	17.7	22.0	(0.1)	18.7	(0.8)	16.9
Equity	17.3	5.2	12.9	11.3	8.0	2.1	8.3	20.5	28.6	3.4	30.5	1.5	29.7
KEY FSIs:													
Capital Adequacy Ratio	14.0	13.9	15.1	15.6	14.9	15.1		17.1		17.4		17.2	
Capital to Total Assets*	10.1	9.8	9.6	9.0	9.0	8.8		10.0		10.0		8.3	
NPLs to Loans (Gross)	12.6	14.9	15.7	14.6	13.3	12.8		12.3		12.8		12.4	
Net NPLs to Net Loans	4.1	5.5	5.4	4.6	3.4	2.9		2.7		2.8		2.7	
ROA (Before Tax)	1.3	1.5	2.2	2.0	1.6	2.1		2.2		2.6		2.7	
ROE^ (Before Tax)	13.2	15.5	23.0	21.2	17.9	23.5		24.3		26.0		27.5	
Liquid Assets/ Total Deposits	44.5	47.1	59.5	64.4	61.3	60.6		64.5		70.4		69.5	
Advances to Deposit Ratio	67.7	61.6	53.6	52.2	49.5	47.7		48.2		46.9		45.7	

^ Based on Average Equity plus Surplus on Revaluation.

\* Effective from June 30, 2015, Regulatory Capital, as defined under Basel requirements, has been used to calculate Capital to Total Assets Ratio (highlighted in Red). Prior to Jun-15, Balance Sheet Capital was used for calculation of this ratio.

Table 1.4: Group wise Balance Sheet and Income Statement of Banks

June 30, 2015 (Un-audited)

								PKR million	
Financial Position	PSCB	LPB	FB	CB	SB	All Banks	Absolute change		
							QoQ	YoY	
ASSETS									
Cash & Balances With Treasury Banks	146,926	679,721	23,236	849,883	3,229	853,112	45,960	(36,751)	
Balances With Other Banks	32,086	135,724	2,906	170,715	6,042	176,757	51,356	21,371	
Lending To Financial Institutions	64,046	399,552	31,577	495,175	1,916	497,091	127,256	96,198	
Investments - Net	958,593	5,103,300	120,433	6,182,326	26,806	6,209,132	255,119	1,696,642	
Advances - Net	890,624	3,489,696	38,352	4,418,672	133,460	4,552,132	215,785	363,582	
Operating Fixed Assets	41,715	247,804	1,550	291,069	6,530	297,599	4,865	27,950	
Deferred Tax Assets	30,806	29,196	373	60,374	2,337	62,711	(902)	(19,775)	
Other Assets	187,323	386,414	6,064	579,801	15,554	595,355	16,432	(20,057)	
TOTAL ASSETS	2,352,118	10,471,406	224,490	13,048,014	195,875	13,243,890	715,871	2,129,160	
LIABILITIES									
-	-	-	-	-	-	-	-	-	
Bills Payable	26,541	173,483	4,017	204,041	710	204,751	71,931	19,560	
Borrowings From Financial Institution	86,410	1,128,114	76,516	1,291,040	31,337	1,322,377	(54,646)	603,767	
Deposits And Other Accounts	1,866,527	7,968,803	100,829	9,936,159	33,757	9,969,916	733,488	1,196,362	
Sub-ordinated Loans	2,000	39,158	-	41,158	201	41,359	(2,139)	907	
Liabilities Against Assets Subject To Finance Lease	10	16	-	26	-	26	(2)	(2)	
Deferred Tax Liabilities	13,250	39,241	25	52,517	640	53,157	4,991	31,678	
Other Liabilities	129,685	227,616	12,584	369,885	15,989	385,874	(55,987)	(13,077)	
TOTAL LIABILITIES	2,124,422	9,576,431	193,972	11,894,824	82,635	11,977,459	697,637	1,839,195	
NET ASSETS	227,697	894,975	30,518	1,153,190	113,240	1,266,430	18,235	289,965	
NET ASSETS REPRESENTED BY:									
-	-	-	-	-	-	-	-	-	
Share Capital	59,323	393,904	21,872	475,099	106,344	581,443	(4,846)	84,228	
Reserves	45,001	146,889	156	192,046	11,938	203,984	6,744	36,329	
Unappropriated Profit	49,804	199,848	8,338	257,991	(13,363)	244,627	27,181	64,123	
Share Holders' Equity	154,128	740,641	30,367	925,136	104,919	1,030,055	29,078	184,680	
Surplus/Deficit On Revaluation Of Assets	73,569	154,334	151	228,054	8,321	236,375	(10,844)	105,285	
TOTAL	227,697	894,975	30,518	1,153,190	113,240	1,266,430	18,235	289,965	
PROFIT AND LOSS STATEMENT	PSCB	LPB	FB	CB	SB	All Banks	Change (YoY)		
Mark-Up/ Return/Interest Earned	85,566	392,133	7,998	485,696	9,411	495,108	57,376		
Mark-Up/ Return/Interest Expenses	49,230	196,852	2,320	248,402	789	249,190	1,829		
Net Mark-Up / Interest Income	36,336	195,281	5,678	237,295	8,623	245,917	55,547		
Provisions & Bad Debts Written Off Directly/(Reversals)	10,687	13,888	(368)	24,207	981	25,188	15,448		
Net Mark-Up / Interest Income After Provision	25,648	181,393	6,046	213,087	7,642	220,729	40,099		
Fees, Commission & Brokerage Income	7,293	33,562	642	41,497	51	41,548	6,061		
Dividend Income	2,106	7,424	-	9,530	115	9,645	3,036		
Income From Dealing In Foreign Currencies	2,968	9,039	128	12,135	0	12,135	(71)		
Other Income	13,858	35,792	1,962	51,612	3,306	54,918	29,801		
Total Non - Markup / Interest Income	26,226	85,817	2,732	114,774	3,472	118,246	38,827		
	51,874	267,210	8,778	327,861	11,114	338,975	78,927		
Administrative Expenses	29,586	126,278	2,151	158,016	6,129	164,145	18,600		
Other Expenses	521	3,165	90	3,776	59	3,836	1,855		
Total Non-Markup/Interest Expenses	30,108	129,443	2,241	161,792	6,189	167,981	20,455		
Profit before Tax and Extra ordinary Items	21,766	137,767	6,537	166,069	4,926	170,995	58,471		
Extra ordinary/unusual Items - Gain/(Loss)	-	-	-	-	0.19	0.19	(4)		
PROFIT/ (LOSS) BEFORE TAXATION	21,766	137,767	6,537	166,069	4,925	170,995	58,475		
Less: Taxation	8,829	59,079	2,351	70,259	1,644	71,902	33,288		
PROFIT/ (LOSS) AFTER TAX	12,937	78,688	4,186	95,810	3,282	99,092	25,187		

Table 1.5: Banks' Group-wise Key Variables

**Public Sector Commercial Banks**

	CY09	CY10	CY11	CY12	CY13	Jun-14	Dec-14	Mar-15	PKR million Jun-15
Total Assets	1,230,050	1,365,591	1,562,858	1,838,614	1,921,003	2,070,897	2,330,411	2,223,853	2,352,118
Investments (net of Provisions)	297,689	383,310	479,609	588,623	619,522	726,333	850,795	911,065	958,593
Advances (net of Provision)	620,596	630,704	689,423	858,633	843,984	854,334	893,321	871,913	890,624
Borrowings	64,424	35,496	74,791	152,076	76,763	76,920	146,058	190,058	86,410
Deposits	952,373	1,087,506	1,248,199	1,413,501	1,549,011	1,633,766	1,746,666	1,636,785	1,866,527
Liabilities	1,090,831	1,205,801	1,396,686	1,661,450	1,725,717	1,871,226	2,100,909	1,999,689	2,124,422
Paid up Capital	21,339	34,031	41,414	44,284	53,320	58,823	59,323	59,323	59,323
Equity	139,219	159,790	166,172	177,165	195,286	199,671	229,502	224,164	227,697
Profit before tax	16,762	22,773	29,359	25,735	12,479	13,260	31,917	8,672	21,766
Profit after tax	14,372	16,798	19,833	18,589	9,051	8,634	20,957	5,680	12,937
Provisioning Charges (ytd)	14,049	9,802	7,518	10,661	20,007	4,952	11,325	3,494	10,687
Non-Performing Loans	118,400	163,786	166,289	166,353	180,240	171,294	182,324	194,209	196,592
Provisions Held Against NPLs	80,305	85,858	96,840	105,020	121,565	125,243	129,824	136,019	143,367
Non-Performing Loans (net)	38,095	77,928	69,448	61,333	58,675	46,051	52,500	58,190	53,225

**Local Private Banks**

	CY09	CY10	CY11	CY12	CY13	Jun-14	Dec-14	Mar-15	PKR million Jun-15
Total Assets	4,905,262	5,373,804	6,203,471	7,475,118	8,126,906	8,614,605	9,344,252	9,853,707	10,471,406
Investments (net of Provisions)	1,373,082	1,679,542	2,442,332	3,312,692	3,545,229	3,636,986	4,297,707	4,868,934	5,103,300
Advances (net of Provision)	2,435,792	2,568,695	2,499,799	2,788,332	3,104,573	3,163,372	3,376,319	3,287,006	3,489,696
Borrowings	489,798	407,179	501,116	777,546	510,010	500,437	750,014	1,063,430	1,128,114
Deposits	3,655,994	4,188,181	4,810,209	5,700,887	6,588,746	6,988,118	7,340,944	7,457,623	7,968,803
Liabilities	4,417,543	4,875,191	5,635,806	6,833,231	7,436,911	7,898,545	8,513,972	8,977,217	9,576,431
Paid up Capital	253,015	274,587	309,306	362,096	371,075	380,614	388,493	387,993	393,904
Equity	487,719	498,613	567,665	641,868	689,995	716,060	830,280	876,490	894,975
Profit before tax	60,541	77,024	131,451	145,438	141,587	92,823	200,556	65,128	137,767
Profit after tax	39,265	45,646	85,716	95,831	98,168	61,043	132,859	42,411	78,688
Provisioning Charges (ytd)	77,896	61,330	40,966	28,824	19,291	3,884	12,706	6,735	13,888
Non-Performing Loans	292,780	352,672	383,517	409,931	388,949	380,476	385,075	392,186	391,272
Provisions Held Against NPLs	207,803	258,289	287,504	308,406	320,691	322,024	328,097	336,127	342,215
Non-Performing Loans (net)	84,977	94,382	96,013	101,525	68,259	58,452	56,978	56,059	49,057

**Foreign Banks**

	CY09	CY10	CY11	CY12	CY13	Jun-14	Dec-14	Mar-15	PKR million Jun-15
Total Assets	241,037	233,253	255,274	246,715	263,787	248,266	238,346	264,464	224,490
Investments (net of Provisions)	52,373	79,809	113,382	85,519	120,714	117,898	126,977	146,244	120,433
Advances (net of Provision)	90,325	65,628	66,411	59,322	55,536	58,752	57,688	52,451	38,352
Borrowings	16,731	15,425	21,464	23,816	51,550	56,717	76,235	88,680	76,516
Deposits	160,936	156,331	167,870	158,799	151,077	127,528	107,509	120,114	100,829
Liabilities	205,297	198,745	212,744	205,977	223,974	207,800	204,191	228,532	193,972
Paid up Capital	34,885	33,992	38,720	41,149	42,344	40,925	32,893	32,629	21,872
Equity	35,739	34,509	42,530	40,738	39,823	40,466	34,155	35,932	30,518
Profit before tax	(850)	2,046	5,601	999	2,945	3,119	6,193	4,020	6,537
Profit after tax	(809)	960	3,660	(174)	1,605	1,994	4,401	2,615	4,186
Provisioning Charges (ytd)	4,725	2,577	1,303	1,902	(210)	(121)	(141)	(81)	(368)
Non-Performing Loans	6,369	6,774	7,600	9,097	6,235	6,699	4,756	4,684	3,582
Provisions Held Against NPLs	4,788	5,867	6,804	8,550	6,306	6,162	4,849	4,767	3,635
Non-Performing Loans (net)	1,581	907	796	547	(71)	537	(93)	(83)	(54)

**Specialized Banks**

	CY09	CY10	CY11	CY12	CY13	Jun-14	Dec-14	Mar-15	PKR million Jun-15
Total Assets	139,990	144,367	149,169	159,742	174,998	180,961	193,252	185,995	195,875
Investments (net of Provisions)	13,819	14,495	19,546	26,430	27,859	31,273	34,150	27,771	26,806
Advances (net of Provision)	93,031	93,197	93,585	98,785	106,065	112,092	119,972	124,977	133,460
Borrowings	82,934	80,334	77,881	79,753	84,320	84,536	29,141	34,856	31,337
Deposits	16,588	18,962	17,327	17,738	21,695	24,141	34,655	21,906	33,757
Liabilities	142,414	142,577	141,179	146,942	157,322	160,693	79,744	74,385	82,635
Paid up Capital	15,507	15,507	15,508	15,508	15,351	16,853	106,344	106,344	106,344
Equity	(2,424)	1,791	7,990	12,801	17,676	20,269	113,508	111,610	113,240
Profit before tax	4,220	2,846	3,518	3,811	5,441	3,317	7,873	2,065	4,925
Profit after tax	1,617	1,665	2,388	2,486	3,609	2,234	5,151	1,418	3,282
Provisioning Charges (ytd)	405	1,578	578	1,248	1,074	1,025	1,433	1,494	981
Non-Performing Loans	28,456	32,736	34,252	32,845	31,985	36,829	32,543	29,256	38,584
Provisions Held Against NPLs	18,692	20,764	20,244	20,135	19,995	19,861	19,886	20,619	20,026
Non-Performing Loans (net)	9,764	11,972	14,009	12,709	11,991	16,968	12,657	8,636	18,558

**Table 1.6: Concentration in the Banking System**

June 30, 2015 (Un-audited)

Indicators							Percent
	Top 5 Banks	6-10 Banks	11-20 Banks	21-28 Banks	FBs	SBs	Industry
<b>Asset</b>							
Share of Total Assets	51.9	21.7	19.7	3.5	1.7	1.5	100
<b>Share of Total Investments</b>	56.5	19.2	19.3	2.6	1.9	0.4	100
<i>of which investment in Government Securities</i>	88.5	92.9	92.5	93.2	100.0	80.4	90
<b>Advances</b>							
Advances:public	61.8	23.5	12.9	1.7	0.0	0.0	100.0
Advances:private	45.0	21.9	22.7	5.4	1.1	3.9	100.0
<b>Sectoral Distribution of Loans</b>							
Corporate Sector	48.3	23.2	22.2	5.0	1.2	0.1	100.0
SMEs	40.9	23.7	25.0	6.8	0.1	3.4	100.0
Agriculture	35.4	6.7	6.9	1.5	0.0	49.5	100.0
Consumer Finance	55.4	17.5	20.4	6.6	0.1	0.0	100.0
Commodity Financing	45.9	31.2	20.2	2.6	0.0	0.0	100.0
Staff Loans	58.7	16.7	16.7	4.6	0.8	2.4	100.0
Others	96.4	2.3	0.7	0.1	0.0	0.4	100.0
<b>Total</b>	48.8	22.2	20.5	4.6	0.8	3.0	100.0
NPLs / Gross Loans	12.1	10.6	14.4	8.5	8.5	25.1	12.4
Net NPLs / Capital	7.3	20.1	13.4	7.6	-0.2	16.5	10.9
<b>Liabilities</b>							
<b>Share of Total Deposits</b>	52.9	23.4	19.1	3.2	1.0	0.3	100.0
Customer Fixed Deposits	44.6	25.1	24.3	4.7	1.1	0.2	100.0
Customer CASA	55.8	22.9	17.4	2.6	1.0	0.4	100.0
Customer Deposits others	31.8	39.9	22.4	5.1	0.1	0.7	100.0
Financial Institutions Remunerative Deposits	41.3	25.8	22.2	10.4	0.0	0.4	100.0
Financial Institutions Non-Remunerative Deposits	68.4	4.7	24.7	0.6	1.6	0.0	100.0
<b>Capital Adequacy</b>							
Capital/RWA (Capital Adequacy Ratio)	16.3	12.9	15.9	17.9	26.8	64.7	17.2
Tier 1 Capital / RWA	12.8	10.0	13.5	15.5	26.6	60.2	14.1
Capital / Total Assets	8.2	5.4	7.3	10.6	13.6	57.6	8.3
Share of Risk Weighted Assets	53.9	18.7	18.7	4.2	1.8	2.7	100.0
<b>Earning &amp; Profitability</b>							
Profit/Loss (Before Tax)	61.1	15.5	15.5	1.2	3.8	2.9	100.0
Net Interest Income / Gross Income	68.2	72.2	61.1	64.3	67.5	71.3	67.5
Non-Interest Expense / Gross Income	41.6	52.0	50.6	73.7	26.6	51.2	46.1
Provision Expense to Gross Income	5.5	7.7	11.2	8.4	-4.4	8.1	6.9
<b>Liquidity</b>							
Liquid Assets / Total Assets	55.1	48.2	51.6	44.2	76.6	16.8	52.3
Liquid Assets / Total Deposits	71.9	59.4	70.6	63.3	170.5	97.3	69.5
Advances to deposits ratio	42.0	44.4	48.9	60.6	38.0	395.4	45.7

## Asset Quality:

**Table 1.7: Asset Quality of the Banking System**

### Selected Indicators of Asset Quality

	CY09	CY10	CY11	CY12	CY13	Jun-14	Dec-14	Mar-15	Jun-15
Advances (Gross)	3,551,331	3,729,003	3,759,235	4,247,183	4,578,716	4,661,840	4,929,957	4,833,880	5,061,376
NPLs	446,005	555,968	591,579	618,225	607,410	595,298	604,698	620,335	630,030
Provisions	311,588	370,778	410,016	442,111	468,557	473,290	482,657	497,533	509,244
Advances (net)	3,239,744	3,358,225	3,349,219	3,805,072	4,110,159	4,188,550	4,447,300	4,336,347	4,552,132
Net NPLs	134,417	185,190	181,563	176,114	138,853	122,008	122,041	122,802	120,786

PKR million

### Category-wise Break up of Non Performing Loans (NPLs)

	CY09	CY10	CY11	CY12	CY13	Jun-14	Dec-14	Mar-15	Jun-15
OAEM	12,152	14,141	15,521	14,320	13,785	18,771	15,260	15,309	25,759
Sub Standard	63,905	53,030	50,262	46,135	50,202	43,665	57,179	57,550	55,517
Doubtful	77,809	68,665	58,346	55,011	32,353	27,167	36,746	42,542	30,719
Loss	292,138	420,132	467,450	502,760	511,070	505,695	495,514	504,934	518,034
Total	446,005	555,968	591,579	618,225	607,410	595,298	604,698	620,335	630,030

PKR million

### Category-wise Break up of Provisions against NPLs (specific)

	CY09	CY10	CY11	CY12	CY13	Jun-14	Dec-14	Mar-15	Jun-15
OAEM	-	-	-	-	26	-	-	-	-
Sub Standard	13,666	11,787	9,669	9,879	11,320	13,366	14,748	12,199	11,676
Doubtful	32,386	31,255	20,196	21,348	14,336	13,705	16,306	18,901	13,421
Loss	251,691	311,391	364,059	397,522	428,513	426,874	433,552	445,738	458,854
Total	297,743	354,434	393,924	428,750	454,195	453,944	464,606	476,838	483,950

PKR million

Table 1.8: Segment-wise Advances and Non Performing Loans (NPLs)

amount in PKR million, ratio in percent

	Mar-14			Jun-14			Mar-15			Jun-15		
	Advances	NPLs	Infection Ratio	Advances	NPLs	Infection Ratio	Advances	NPLs	Infection Ratio	Advances	NPLs	Infection Ratio
<b>Corporate Sector</b>	3,050,213	421,194	13.8	3,060,174	415,832	13.6	3,243,884	443,273	13.7	3,368,616	442,849	13.1
Fixed Investments	1,157,697	200,969	17.4	1,211,455	200,496	16.5	1,368,700	218,868	16.0	1,518,859	217,895	14.3
Working Capital	1,205,840	144,400	12.0	1,200,902	139,921	11.7	1,181,297	148,374	12.6	1,196,295	148,839	12.4
Trade Finance	686,675	75,825	11.0	647,818	75,415	11.6	693,887	76,031	11.0	653,462	76,114	11.6
<b>SMEs Sector</b>	261,717	92,430	35.3	264,474	89,693	33.9	274,065	87,789	32.0	274,358	88,269	32.2
Fixed Investments	34,702	10,538	30.4	33,112	11,754	35.5	42,019	10,835	25.8	47,349	11,420	24.1
Working Capital	191,915	75,071	39.1	193,713	70,317	36.3	199,064	69,047	34.7	195,987	68,773	35.1
Trade Finance	35,100	6,821	19.4	37,650	7,622	20.2	32,982	7,907	24.0	31,022	8,075	26.0
<b>Agriculture Sector</b>	232,610	34,068	14.6	245,597	36,437	14.8	260,320	36,578	14.1	276,118	45,756	16.6
<b>Consumer sector</b>	284,311	36,197	12.7	288,246	35,764	12.4	298,412	35,009	11.7	320,736	34,066	10.6
<i>i. Credit cards</i>	21,227	2,286	10.8	22,693	2,325	10.2	22,446	2,435	10.8	23,960	2,462	10.3
<i>ii. Auto loans</i>	59,315	3,622	6.1	64,938	3,556	5.5	76,071	3,764	4.9	84,437	3,594	4.3
<i>iii. Consumer durable</i>	264	72	27.5	265	72	27.0	345	70	20.4	347	69	20.0
<i>iv. Mortgage loans</i>	51,565	14,476	28.1	50,891	14,368	28.2	52,557	13,792	26.2	53,782	13,332	24.8
<i>v. Other personal loans</i>	151,939	15,740	10.4	149,459	15,443	10.3	146,994	14,947	10.2	158,210	14,609	9.2
<b>Commodity financing</b>	435,327	5,190	1.2	570,788	4,649	0.8	523,681	5,723	1.1	589,173	6,685	1.1
<i>Cotton</i>	36,512	1,556	4.3	21,113	1,472	7.0	29,079	1,406	4.8	18,110	1,401	7.7
<i>Rice</i>	22,734	2,791	12.3	15,843	2,594	16.4	26,439	2,770	10.5	14,716	2,951	20.1
<i>Sugar</i>	91,209	171	0.2	89,637	169	0.2	104,364	1,117	1.1	86,548	1,908	2.2
<i>Wheat</i>	207,967	481	0.2	381,790	225	0.1	301,806	240	0.1	419,578	236	0.1
<i>Others</i>	76,905	191	0.2	62,406	190	0.3	61,995	190	0.3	50,221	190	0.4
<b>Staff Loans</b>	85,188	1,269	1.5	86,668	1,292	1.5	94,166	1,236	1.3	98,538	1,211	1.2
<b>Others</b>	133,325	12,094	9.1	145,892	11,630	8.0	139,352	10,727	7.7	133,836	11,194	8.4
<b>Total</b>	4,482,690	602,442	13.4	4,661,840	595,298	12.8	4,833,880	620,335	12.8	5,061,376	630,030	12.4

Table 1.9: Sector-wise Advances and Non Performing Loans (NPLs)

amount in PKR million, ratio in percent

	Mar-14			Jun-14			Mar-15			Jun-15		
	Advances	NPLs	Infection Ratio	Advances	NPLs	Infection Ratio	Advances	NPLs	Infection Ratio	Advances	NPLs	Infection Ratio
Agribusiness	335,485	37,403	11.1	390,405	39,804	10.2	384,791	40,382	10.5	425,285	50,190	11.8
Automobile/Transportation	62,062	10,721	17.3	62,513	10,867	17.4	72,018	14,949	20.8	62,533	11,990	19.2
Cement	48,803	10,661	21.8	43,137	9,252	21.4	39,784	8,559	21.5	57,871	8,595	14.9
Chemical & Pharmaceuticals	159,245	13,372	8.4	186,569	12,762	6.8	175,960	15,943	9.1	197,444	16,028	8.1
Electronics	67,461	11,016	16.3	61,121	12,349	20.2	67,861	11,995	17.7	71,649	12,012	16.8
Financial	105,125	9,582	9.1	125,661	8,238	6.6	112,153	8,746	7.8	115,753	8,681	7.5
Individuals	401,785	48,088	12.0	401,748	49,199	12.2	412,517	52,876	12.8	438,419	52,481	12.0
Insurance	225	1	0.4	857	1	0.1	599	1	0.1	63	1	1.3
Others	1,780,573	222,641	12.5	1,923,321	211,315	11.0	1,951,848	218,449	11.2	2,139,402	219,857	10.3
Production/Transmission of Energy	554,432	30,271	5.5	559,233	30,852	5.5	639,092	37,335	5.8	645,348	36,732	5.7
Shoes & Leather garments	25,008	2,794	11.2	21,473	3,017	14.1	22,955	3,763	16.4	24,777	3,935	15.9
Sugar	175,431	5,369	3.1	165,339	5,269	3.2	202,141	6,520	3.2	174,636	8,335	4.8
Textile	767,054	200,523	26.1	720,463	202,373	28.1	752,163	200,818	26.7	708,195	201,193	28.4
<b>Total</b>	4,482,690	602,442	13.4	4,661,840	595,298	12.8	4,833,880	620,335	12.8	5,061,376	630,030	12.4

## Soundness & Resilience:

### Table 1.10a: Break-up of Mark-up/Return/Interest Earned

amount in PKR billion, share in percent

Items	CY11		CY12		CY13		Jun-14		Dec-14		Mar-15		Jun-15	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Loans & advances	423.5	56.6	422.1	53.2	396.0	50.9	213.8	48.8	437.0	47.5	113.8	44.6	210.5	42.5
Investments	297.8	39.8	352.7	44.4	361.0	46.4	209.1	47.8	450.2	48.9	133.2	52.2	267.7	54.1
Deposits, repo and others	26.4	3.5	19.1	2.4	20.4	2.6	14.8	3.4	32.6	3.5	8.2	3.2	16.9	3.4
<b>Total</b>	<b>747.7</b>	<b>100.0</b>	<b>793.9</b>	<b>100.0</b>	<b>777.4</b>	<b>100.0</b>	<b>437.7</b>	<b>100.0</b>	<b>919.8</b>	<b>100.0</b>	<b>255.3</b>	<b>100.0</b>	<b>495.1</b>	<b>100.0</b>

### Table 1.10b: Break-up of Mark-up/Return/Interest Expensed

amount in PKR billion, share in percent

Items	CY11		CY12		CY13		Jun-14		Dec-14		Mar-15		Jun-15	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Deposits	332.5	44.5	369.7	46.6	372.5	47.9	209.4	47.8	431.9	46.9	110.9	80.9	197.7	79.3
Securities sold under repurchased agreement	29.3	3.9	43.3	5.5	31.9	4.1	14.7	3.4	30.9	3.4	16.7	12.2	32.1	12.9
Borrowings	37.2	5.0	33.8	4.3	31.2	4.0	21.3	4.9	39.8	4.3	8.4	6.1	17.0	6.8
Others	7.0	0.9	7.9	1.0	8.4	1.1	2.0	0.4	2.5	0.3	1.2	0.9	2.3	0.9
<b>Total</b>	<b>405.9</b>	<b>54.3</b>	<b>454.7</b>	<b>57.3</b>	<b>444.0</b>	<b>57.1</b>	<b>247.4</b>	<b>56.5</b>	<b>505.0</b>	<b>54.9</b>	<b>137.2</b>	<b>100.0</b>	<b>249.2</b>	<b>100.0</b>

### Table 1.11: Distribution of Banks by Capital Adequacy Ratio (CAR)

	CY07	CY08	CY09	CY10	CY11	CY12	CY13	Jun-14	Dec-14	Mar-15	Jun-15
Less than 10	9	9	6	5	5	5	5	5	3	3	2
10 to 15	12	10	15	13	10	9	12	10	12	12	15
Over 15	18	21	19	20	23	24	21	23	22	22	18
<b>Total</b>	<b>39</b>	<b>40</b>	<b>40</b>	<b>38</b>	<b>38</b>	<b>38</b>	<b>38</b>	<b>38</b>	<b>37</b>	<b>37</b>	<b>35</b>



**Table 1.12: Capital Structure and Capital Adequacy of All Banks and DFIs**

June 30, 2015 (Un-audited)

PKR million

		All Banks and DFIs	PSCBs	LPB	FB	SB	All Banks	DFIs
<b>1.1</b>	<b>Common Equity Tier 1</b>							
1.1.1	<b>Fully Paid-up capital/Capital deposited with SBP</b>	<b>612,490</b>	<b>59,323</b>	<b>375,942</b>	<b>21,872</b>	<b>106,344</b>	<b>563,481</b>	<b>49,009</b>
1.1.2	Balance in Share Premium Account	25,108	7,038	18,070	-	-	25,108	-
1.1.3	Reserve for issue of Bonus Shares	-	-	-	-	-	-	-
1.1.4	Discount on issue of Shares (enter negative number)	(63,801)	(263)	(63,537)	-	-	(63,801)	-
1.1.5	General/Statutory Reserves as (disclosed on the Balance Sheet)	216,897	29,676	164,885	156	11,938	206,655	10,241
1.1.6	Gain/(Losses) on derivatives held as Cash Flow Hedge	-	-	-	-	-	-	-
1.1.7	Un-appropriated/ un-remitted profits/ (Losses)	289,266	37,804	215,570	8,236	13,431	275,042	14,224
1.1.8	Minority Interest arising from CET 1 capital instruments issued to third party by consolidated bank's subsidiaries (amount allowed in group CET1 - from "Consolidation sheet",)	-	-	-	-	-	-	-
	<b>CET 1 before Regulatory Adjustments</b>	<b>1,079,960</b>	<b>133,578</b>	<b>710,930</b>	<b>30,265</b>	<b>131,713</b>	<b>1,006,486</b>	<b>73,474</b>
1.1.9	<b>Regulatory Adjustments for calculation of CET1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
1.1.10	Goodwill (net of related deferred tax liability)	22,671	1,712	20,946	12	2	22,671	-
1.1.11	All other intangibles (net of any associated deferred tax liability)	11,911	183	11,685	3	0	11,871	40
1.1.12	Shortfall in provisions against classified assets (without considering any tax impact)	831	-	760	-	70	831	-
1.1.13	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	4,828	462	4,227	-	-	4,689	139
1.1.14	Defined benefit pension fund net assets	1,762	-	1,762	-	-	1,762	-
1.1.15	Reciprocal cross holdings in CET1 capital instruments of banking, financial, and insurance entities	7,227	1,879	5,349	-	-	7,227	-
1.1.16	Cash flow hedge reserve	-	-	-	-	-	-	-
1.1.17	Investment in own shares/ CET1 instruments	2	-	2	-	-	2	-
1.1.18	Any increase in equity capital resulting from a securitization	-	-	-	-	-	-	-
1.1.19	Capital shortfall of regulated subsidiaries	1,275	-	-	-	-	-	1,275
1.1.20	Deficit on account of revaluation from bank's holdings of fixed assets/ AFS	232	-	156	19	58	232	-
	Regulatory Adjustments for calculation of Common Equity Tier 1	50,737	4,235	44,886	33	130	49,284	1,453
1.1.21	<b>CET 1 after Regulatory Adjustments above</b>	<b>1,029,223</b>	<b>129,342</b>	<b>666,044</b>	<b>30,232</b>	<b>131,584</b>	<b>957,202</b>	<b>72,021</b>
1.1.22	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)	760	537	167	-	-	705	55
1.1.23	<b>CET1 after Regulatory Adjustment above</b>	<b>1,028,463</b>	<b>128,805</b>	<b>665,877</b>	<b>30,232</b>	<b>131,584</b>	<b>956,497</b>	<b>71,966</b>
1.1.24	Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	2,200	-	718	-	-	718	1,482
1.1.25	Deferred Tax Assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	3,629	1,263	2,365	-	-	3,629	-
1.1.26	<b>CET1 after Regulatory Adjustment above</b>	<b>1,022,634</b>	<b>127,541</b>	<b>662,793</b>	<b>30,232</b>	<b>131,584</b>	<b>952,150</b>	<b>70,483</b>
1.1.27	Amount exceeding 15% threshold (significant Investments and DTA)	397	-	397	-	-	397	-
1.1.28	CET1 after above adjustment	1,022,237	127,541	662,397	30,232	131,584	951,754	70,483
1.1.29	National specific regulatory adjustments applied to CET1 capital	852	59	40	-	-	98	754
1.1.30	Investment in TFCs of other banks exceeding the prescribed limit	812	59	-	-	-	59	754
1.1.31	Any other deduction specified by SBP	40	-	40	-	-	40	-
1.1.32	<b>CET1 after Regulatory Adjustment above</b>	<b>1,021,385</b>	<b>127,483</b>	<b>662,357</b>	<b>30,232</b>	<b>131,584</b>	<b>951,655</b>	<b>69,730</b>
1.1.33	Adjustment to CET1 due to insufficient AT 1 and T2 to cover adju	35,361	3,340	23,768	-	50	27,158	8,204
1.1.34	<b>Common Equity Tier 1 (after regulatory adjustments)</b>	<b>986,024</b>	<b>124,143</b>	<b>638,589</b>	<b>30,232</b>	<b>131,534</b>	<b>924,497</b>	<b>61,526</b>
1.2	<b>Additional Tier 1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
1.2.1	Qualifying Additional Tier-1 instruments plus any related share premium	10,996	-	10,996	-	-	10,996	-
1.2.1.1	of which Classified as equity	10,996	-	10,996	-	-	10,996	-
1.2.1.2	of which Classified as liabilities	-	-	-	-	-	-	-
1.2.2	Additional Tier-1 capital instruments issued by consolidated subsidiaries and held by third parties (amount allowed in group AT1 - from "Consolidation sheet")	-	-	-	-	-	-	-
1.2.3	<b>AT1 before Regulatory Adjustments</b>	<b>10,996</b>	<b>-</b>	<b>10,996</b>	<b>-</b>	<b>-</b>	<b>10,996</b>	<b>-</b>
1.2.4	Regulatory Adjustments for calculation of Additional Tier 1 Capital	-	-	-	-	-	-	-
1.2.5	Investment in mutual funds exceeding the prescribed limit	4,685	246	2,320	-	-	2,566	2,119
1.2.6	Investment in own AT1 capital instruments	3,376	-	3,376	-	-	3,376	-

\* Excluding IDBL

**Table 1.12: Capital Structure and Capital Adequacy of All Banks and DFIs (Continued)**

June 30, 2015 (Un-audited)

PKR million

		All Banks and DFIs	PSCBs	LPB	FB	SB	All Banks	DFIs
1.2.7	Reciprocal cross holdings in Additional Tier 1 capital instruments of banking, financial, and insurance entities	-	-	-	-	-	-	-
1.2.8	insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of	16	-	-	-	-	-	16
1.2.9	banking, financial and insurance entities that are outside the	-	-	-	-	-	-	-
1.2.10	based on pre-Basel III treatment which, during transitional	25,602	3,094	18,996	-	50	22,139	3,462
1.2.11	Adjustment to AT1 due to insufficient Tier 2 to cover	2,606	-	-	-	-	-	2,606
	Regulatory Adjustments for calculation of Additional Tier 1 Capital	36,285	3,340	24,692	-	50	28,082	8,204
1.2.12	Amount of Regulatory Adjustment applied to AT1 capital	924	-	924	-	-	924	-
1.2.13	Additional Tier 1 (after regulatory adjustments)	10,072	-	10,072	-	-	10,072	-
1.2.14	Additional Tier 1 capital recognized for capital adequacy	7,205	-	7,205	-	-	7,205	-
1.2.15	<b>Tier 1 Capital</b>	<b>996,095</b>	<b>124,143</b>	<b>648,660</b>	<b>30,232</b>	<b>131,534</b>	<b>934,569</b>	<b>61,526</b>
1.2.16	Tier 1 Capital recognized for CAR (CET1 + Admissible AT1)	993,229	124,143	645,794	30,232	131,534	931,703	61,526
<b>2</b>	<b>Tier 2 Capital</b>	-	-	-	-	-	-	-
2.1	Qualifying Tier 2 capital instruments under Basel 3 plus any related share premium	26,826	2,000	24,826	-	-	26,826	-
2.2	<b>Tier 2 capital instruments subject to phase out arrangement issued under pre-Basel 3</b>	<b>5,499</b>	<b>-</b>	<b>5,499</b>	<b>-</b>	<b>-</b>	<b>5,499</b>	<b>-</b>
2.3	<b>Tier 2 capital instruments issued to third party by consolidated subsidiaries (amount allowed in group tier 2 - from "Consolidation sheet")</b>	-	-	-	-	-	-	-
2.3.1	of which: instruments issued by subsidiaries subject to phase out	-	-	-	-	-	-	-
2.4	General Provisions or general reserves for loan losses-up to maximum of 1.25% of Credit Risk Weighted Assets	28,007	10,553	15,157	77	1,959	27,746	261
2.50	Revaluation Reserves (net of taxes)**	147,463	48,165	90,647	160	5,972	144,943	2,520
2.5.1	Pertaining to Fixed Assets	54,799	13,866	37,813	-	2,363	54,043	755
2.5.2	Unrealized Gains/Losses on AFS	92,665	34,298	52,834	160	3,609	90,900	1,765
2.6	Foreign Exchange Translation Reserves	35,028	8,550	26,478	-	-	35,028	-
2.7	Undisclosed/Other Reserves (if any)	-	-	-	-	-	-	-
2.8	T2 before regulatory adjustments	242,824	69,268	162,607	236	7,931	240,042	2,782
2.9	Regulatory Adjustments for calculation of Tier 2 Capital	-	-	-	-	-	-	-
2.1	<b>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 tier-2 capital</b>	<b>25,602</b>	<b>3,094</b>	<b>18,996</b>	<b>-</b>	<b>50</b>	<b>22,139</b>	<b>3,462</b>
2.11	Reciprocal cross holdings in Tier 2 of banking, financial, and insurance entities	2,088	-	2,088	-	-	2,088	-
2.12	<b>Investment in own Tier 2 capital instrument</b>	<b>171</b>	<b>-</b>	<b>171</b>	<b>-</b>	<b>-</b>	<b>171</b>	<b>-</b>
2.13	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)	-	23	114	-	-	137	343
2.14	Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation	1,324	-	1,324	-	-	1,324	-
	Sum regulatory adjustment for calculation of Tier-2 capital	29,185	3,116	22,693	-	50	25,859	3,805
2.15	Amount of Regulatory Adjustment applied to T2 capital	29,185	3,116	22,693	-	50	25,859	1,199
2.16	Tier 2 Capital (after regulatory adjustments)	213,639	66,152	139,915	236	7,881	214,183	1,583
2.17	<b>Tier 2 Capital recognized for capital adequacy</b>	<b>213,639</b>	<b>51,265</b>	<b>137,249</b>	<b>236</b>	<b>7,881</b>	<b>196,631</b>	<b>1,583</b>
2.18	Portion of Additional Tier 1 capital recognized in Tier 2 Capital	-	-	2,866	-	-	2,866	-
2.19	Total Tier 2 admissible for capital adequacy	213,639	51,265	140,116	236	7,881	199,497	1,583
	<b>TOTAL CAPITAL</b>	<b>1,212,341</b>	<b>190,294</b>	<b>788,575</b>	<b>30,468</b>	<b>139,415</b>	<b>1,148,752</b>	<b>63,109</b>
<b>3</b>	<b>Total Capital Recognized for Capital Adequacy Ratio (T1 recognized + Tier 2 admissible)</b>	<b>1,212,341</b>	<b>175,408</b>	<b>785,910</b>	<b>30,468</b>	<b>139,415</b>	<b>1,131,200</b>	<b>63,109</b>
<b>4</b>	<b>Total Risk Weighted Assets</b>	<b>6,570,445</b>	<b>1,117,566</b>	<b>5,026,702</b>	<b>113,827</b>	<b>173,290</b>	<b>6,431,385</b>	<b>140,348</b>
4.1	Total Credit Risk Weighted Assets	4,844,136	863,882	3,662,319	87,852	139,180	4,753,233	90,902
4.2	Total Market Risk Weighted Assets	845,145	105,900	689,546	9,074	10,003	814,523	31,909
4.3	Total Operational Risk Weighted Assets	881,165	147,784	674,837	16,902	24,106	863,629	17,536
<b>5</b>	<b>Capital Adequacy Ratios</b>							
5.1	CET1 to total RWA	15.2%						
5.2	Tier-1 capital to total RWA	15.2%						
5.3	Total capital to total RWA	18.5%	15.7%	15.6%	26.8%	80.5%	17.6%	45.0%

\* Excluding IDBL.

**Table 1.13: Stress Testing Results of the Banking System**

June 30, 2015 (Un-audited)

Shock Details			Number of Banks with CAR*			
Pre-Shock Position			< 0%	0% > 8%	8% > 10%	> 10%
			0	0	1	33
	Credit Shocks	Nature of Shock	< 0%	0% > 8%	8% > 10%	> 10%
C-1	10% of performing loans become non-performing, 50% of substandard loans downgrade to doubtful, 50% of doubtful to loss.	Hypothetical	0	5	6	23
C-2	Default of top 3 private sector borrowers/Groups (fund based ) exposures, including outstanding or limit which ever is higher and investments in borrowers' TFCs, equity etc., as defined under Revised PRs, net of deductions.	Hypothetical	0	6	3	25
C-3	Default of top 3 private sector borrowers/Groups (fund based and Non-Fund based ) exposures, including outstanding or limit which ever is higher and investments in borrowers' TFCs, equity etc., as defined under Revised PRs, net of deductions.	Hypothetical	0	6	6	22
C-4	All NPLs under substandard downgrade to doubtful and all doubtful downgrade to loss.	Hypothetical	0	0	2	32
C-5	Increase in provisions against NPLs equivalent to 25% of Net NPLs.	Hypothetical	0	0	3	31
C-6	Increase in NPLs to Loans Ratio (NPLR) equivalent to the maximum quarterly increase in NPLs to Loans Ratio of the individual banks during the last 5 years.	Historical	0	1	1	32
C-7	Increase in NPLs of all banks by 21% which is equivalent to the maximum quarterly increase in NPLs of the banking system during the last 5 years (Mar-09).	Historical	0	1	2	31
C-8	Increase in NPLs to Loans Ratio of Textile Sector of the banks equivalent to the maximum quarterly increase in these banks during the last 5 years.	Historical	0	0	2	32
C-9	Increase in NPLs to Loans Ratio of Consumer Sector of the banks equivalent to the maximum quarterly increase in these banks during the last 5 years.	Historical	0	0	1	33
C-10	Increase in NPLs to Loans Ratio of Agriculture & SME Sector of the banks equivalent to the maximum quarterly increase in these banks during the last 5 years.	Historical	0	0	1	33
C-11	Critical Infection Ratio (The ratio of NPLs to Loans where capital would wipe out)	Hypothetical		NPLR	Critical NPLR	Difference
				12.50%	51.38%	38.89%
	Market Shocks		< 0%	0% > 8%	8% > 10%	> 10%
IR-1	Parallel upward shift in the yield curve - increase in interest rates by 300 basis points along all the maturities.	Hypothetical	0	3	4	27
IR-2	Upward shift coupled with steepening of the yield curve by increasing the interest rates along 3m, 6m, 1y, 3y, 5y and 10y maturities equivalent to the maximum quarterly increase experienced during the last 6 years (July-08).	Historical	0	2	2	30
IR-3	Downward Shift plus flattening of the yield curve by decreasing the interest rates along 3m, 6m, 1y, 3y, 5y and 10y maturities equivalent to the maximum quarterly increase experienced during the last 6 years (April-09).	Historical	0	0	0	34
IR-4	Impact of Increase in interest rate by 100bps on investment portfolio only		0	1	2	31
ER-1	Depreciation of Pak Rupee exchange rate by 30%.	Hypothetical	0	0	1	33
ER-2	Depreciation of Pak Rupee exchange rate by 14.5% equivalent to the quarterly high depreciation of rupee against dollar experienced during the last 6 years (May08-Aug08).	Historical	0	0	1	33
ER-3	Appreciation of Pak Rupee exchange rate by 7.5% equivalent to the quarterly high level of appreciation of rupee against dollar experienced during the last 5 years (Jun13-Sep13)	Historical	0	0	1	33
EQ-1	Fall in general equity prices by 41.4% equivalent to maximum decline in the index during last 6 years (Oct08-Jan09).	Historical	0	0	2	32
EQ-2	Fall in general equity prices by 50%.	Hypothetical	0	0	2	32
	Liquidity Shocks		No. of Banks with no liquidity after			
			3 Days	4 Days	5 Days	
L-1	Withdrawal of customer deposits by 2%, 5%, 10%, 10% and 10% for five consecutive days respectively.	Hypothetical	0	0	0	
			1 Day	2 Days	3 Days	
L-2	Withdrawal of Wholesale Deposits and Unsecured Borrowings by 10%, 20%, and 50% for three consecutive days respectively.	Hypothetical	0	0	1	
			Number of Banks with			
			LCR<1			
L-3	Shock to Liquidity Coverage Ratio Applying 20% haircut to the value of Investments in Government Securities*	Hypothetical		1		

\* Excluding IDBL.

Table 1.14: List of Banks

CY13	Dec-14	Mar-15	Jun-15
<b>A. Public Sector Com. Banks (5)</b>	<b>A. Public Sector Com. Banks (5)</b>	<b>A. Public Sector Com. Banks (5)</b>	<b>A. Public Sector Com. Banks (5)</b>
First Women Bank Ltd.	First Women Bank Ltd.	First Women Bank Ltd.	First Women Bank Ltd.
National Bank of Pakistan	National Bank of Pakistan	National Bank of Pakistan	National Bank of Pakistan
Sindh Bank Ltd.	Sindh Bank Ltd.	Sindh Bank Ltd.	Sindh Bank Ltd.
The Bank of Khyber	The Bank of Khyber	The Bank of Khyber	The Bank of Khyber
The Bank of Punjab	The Bank of Punjab	The Bank of Punjab	The Bank of Punjab
<b>B. Local Private Banks (22)</b>	<b>B. Local Private Banks (22)</b>	<b>B. Local Private Banks (22)</b>	<b>B. Local Private Banks (21)</b>
AlBaraka Bank (Pakistan) Ltd.	AlBaraka Bank (Pakistan) Ltd.	AlBaraka Bank (Pakistan) Ltd.	AlBaraka Bank (Pakistan) Ltd.
Allied Bank Ltd.	Allied Bank Ltd.	Allied Bank Ltd.	Allied Bank Ltd.
Askari Bank Ltd.	Askari Bank Ltd.	Askari Bank Ltd.	Askari Bank Ltd.
Bank AL Habib Ltd.	Bank AL Habib Ltd.	Bank AL Habib Ltd.	Bank AL Habib Ltd.
Bank Alfalah Ltd.	Bank Alfalah Ltd.	Bank Alfalah Ltd.	Bank Alfalah Ltd.
BankIslami Pakistan Ltd.	BankIslami Pakistan Ltd.	<i>BankIslami Pakistan Ltd.*</i>	<i>BankIslami Pakistan Ltd.*</i>
Burj Bank Ltd.	Burj Bank Ltd.	Burj Bank Ltd.	Burj Bank Ltd.
Dubai Islamic Bank Pakistan Ltd.	Dubai Islamic Bank Pakistan Ltd.	Dubai Islamic Bank Pakistan Ltd.	Dubai Islamic Bank Pakistan Ltd.
Faysal Bank Ltd.	Faysal Bank Ltd.	Faysal Bank Ltd.	Faysal Bank Ltd.
Habib Bank Ltd.	Habib Bank Ltd.	Habib Bank Ltd.	Habib Bank Ltd.
Habib Metropolitan Bank Ltd.	Habib Metropolitan Bank Ltd.	Habib Metropolitan Bank Ltd.	Habib Metropolitan Bank Ltd.
JS Bank Ltd.	JS Bank Ltd.	JS Bank Ltd.	JS Bank Ltd.
KASB Bank Ltd.	KASB Bank Ltd.	<i>KASB Bank Ltd.*</i>	MCB Bank Ltd.
MCB Bank Ltd.	MCB Bank Ltd.	MCB Bank Ltd.	Meezan Bank Ltd.
Meezan Bank Ltd.	Meezan Bank Ltd.	Meezan Bank Ltd.	NIB Bank Ltd.
NIB Bank Ltd.	NIB Bank Ltd.	NIB Bank Ltd.	SAMBA Bank Ltd.
SAMBA Bank Ltd.	SAMBA Bank Ltd.	SAMBA Bank Ltd.	Silk Bank Ltd.
Silk Bank Ltd.	Silk Bank Ltd.	Silk Bank Ltd.	Soneri Bank Ltd.
Soneri Bank Ltd.	Soneri Bank Ltd.	Soneri Bank Ltd.	Standard Chartered Bank (Pakistan) Ltd.
Standard Chartered Bank (Pakistan) Ltd.	Standard Chartered Bank (Pakistan) Ltd.	Standard Chartered Bank (Pakistan) Ltd.	Summit Bank Ltd.
Summit Bank Ltd.	Summit Bank Ltd.	Summit Bank Ltd.	United Bank Ltd.
United Bank Ltd.	United Bank Ltd.	United Bank Ltd.	
<b>C. Foreign Banks (7)</b>	<b>C. Foreign Banks (6) ###</b>	<b>C. Foreign Banks (6) ###</b>	<b>C. Foreign Banks (5) ###</b>
Bank of Tokyo - Mitsubishi UFJ, Ltd.	Bank of Tokyo - Mitsubishi UFJ, Ltd.	Bank of Tokyo - Mitsubishi UFJ, Ltd.	Bank of Tokyo - Mitsubishi UFJ, Ltd.
Barclays Bank PLC	Barclays Bank PLC	<i>Barclays Bank PLC**</i>	Citibank N.A.
Citibank N.A.	Citibank N.A.	Citibank N.A.	Deutsche Bank AG
Deutsche Bank AG	Deutsche Bank AG	Deutsche Bank AG	Industrial and Commercial Bank of China Ltd.
HSBC Bank Middle East Ltd.	Industrial and Commercial Bank of China Ltd.	Industrial and Commercial Bank of China Ltd.	HSBC Bank Oman S.A.O.G. #
Industrial and Commercial Bank of China Ltd.	HSBC Bank Oman S.A.O.G. #	HSBC Bank Oman S.A.O.G. #	
HSBC Bank Oman S.A.O.G. #			
<b>D. Specialized Banks (4)</b>	<b>D. Specialized Banks (4)</b>	<b>D. Specialized Banks (4)</b>	<b>D. Specialized Banks (4)</b>
Industrial Development Bank Ltd. ##	Industrial Development Bank Ltd. ##	Industrial Development Bank Ltd. ##	Industrial Development Bank Ltd. ##
Punjab Provincial Co-operative Bank Ltd.	Punjab Provincial Co-operative Bank Ltd.	Punjab Provincial Co-operative Bank Ltd.	Punjab Provincial Co-operative Bank Ltd.
SME Bank Ltd.	SME Bank Ltd.	SME Bank Ltd.	SME Bank Ltd.
Zarai Taraqiati Bank Ltd.	Zarai Taraqiati Bank Ltd.	Zarai Taraqiati Bank Ltd.	Zarai Taraqiati Bank Ltd.
<b>All Commercial Banks (34)</b>	<b>All Commercial Banks (33)</b>	<b>All Commercial Banks (33)</b>	<b>All Commercial Banks (31)</b>
Include A + B + C	Include A + B + C	Include A + B + C	Include A + B + C
<b>All Banks (38)</b>	<b>All Banks (37)</b>	<b>All Banks (37)</b>	<b>All Banks (35)</b>
Include A + B + C + D	Include A + B + C + D	Include A + B + C + D	Include A + B + C + D

\* KASB Bank Limited was de-scheduled on May 7, 2015, on account of its amalgamation with and into BankIslami Pakistan Limited, under Section 47 of the Banking Companies Ordinance, 1962.

\*\*Barclays Bank PLC (Pakistan Branch Business) was de-scheduled on June 11, 2015, on account of its merger with and into Habib Bank Limited.

#The name of "Oman International Bank S.A.O.G." was changed to "HSBC Bank Oman S.A.O.G." with effect from June 03, 2012.

## The name of "Industrial Development Bank of Pakistan" was changed to "Industrial Development Bank Ltd." with effect from November 13, 2012.

### HSBC Bank Middle East Limited (HBME Branch Business) was de-scheduled on October 17, 2014, on account of its merger with and into Meezan Bank Limited.

## **2. Islamic Banking**

**Table 2.1: Financial Soundness Indicators of Islamic Banking<sup>^</sup>**

	Percent								
	Dec-09	Dec-10	Dec-11	Dec-12	Dec-13	Jun-14	Dec-14	Mar-15	Jun-15
<b>Capital</b>									
Total Capital to Total RWA*	18.5	16.8	18.0	15.3	13.4	15.0	13.8	14.6	14.6
Tier 1 Capital to Total RWA*	18.4	16.3	17.2	14.7	12.4	13.2	12.5	13.5	13.5
Capital to Total Assets	11.4	9.7	8.7	7.6	6.9	7.2	6.5	6.4	6.0
<b>Asset Quality</b>									
NPFs to Total Financing	6.3	7.3	7.6	7.6	5.7	5.3	4.7	4.8	5.8
Provision to NPFs	51.7	58.6	63.0	66.5	74.4	79.7	83.9	87.2	90.4
Net NPFs to Net Financing	3.1	3.2	2.9	2.7	1.5	1.1	0.8	0.6	0.6
Net NPFs to Capital <sup>#</sup>	11.5	12.3	10.5	9.8	6.9	4.7	3.9	3.1	3.3
<b>Earnings</b>									
ROA before Tax	0.7	0.6	1.9	1.4	1.0	1.5	1.5	1.5	1.2
ROA after Tax	0.6	0.6	1.6	1.2	0.9	1.2	1.2	1.2	0.6
ROE before Tax	5.9	5.9	20.8	16.8	14.4	20.6	20.9	23.3	19.5
ROE after Tax	4.6	5.2	17.3	14.1	12.0	16.1	16.5	18.7	9.8
Net Mark-Up Income to Gross Income	79.4	78.5	82.4	80.1	78.5	75.4	77.9	82.5	80.8
Operating Expense to Gross Income	70.3	72.6	60.4	67.3	69.7	66.6	66.0	63.9	66.0
Trading Income to Gross Income <sup>#</sup>	0.9	0.5	1.2	3.9	4.2	4.2	3.7	1.8	2.6
Personnel Expenses to Non-interest Expenses <sup>#</sup>	36.6	37.8	38.1	37.8	40.8	40.8	40.0	41.8	40.6
<b>Liquidity</b>									
Liquid Assets to Total Assets	25.1	31.4	40.0	46.7	41.9	38.8	32.6	31.7	34.4
Liquid Assets to Total Deposits	32.5	38.4	49.3	55.3	49.0	45.3	38.4	36.8	40.1
Liquid Assets/Short term Liabilities <sup>#</sup>	33.8	43.6	57.5	68.3	62.0	82.1	66.4	63.0	68.2
Financing to Deposits	54.3	46.2	38.4	32.7	36.3	34.8	38.2	35.6	40.0
Customer Deposits to Total Financing <sup>#</sup>	166.1	192.7	229.8	271.3	242.7	256.5	236.0	255.9	223.5

<sup>^</sup> Statistics for Islamic Banking are also part of the overall Banking Statistics (Section 1)

\* Capital Adequacy Ratios pertain to Islamic Banks only, while remaining FSIs are based on statistics of Islamic Banks and Islamic Banking Branches.

<sup>#</sup> New Ratios introduced as per IMF's compilation guide on Financial Soundness Indicators (highlighted in Blue).

**Table 2.2: Group-wise Balance Sheet and Income Statement of Islamic Banks/Branches<sup>^</sup>**

June 30, 2015 (Un-audited)

PKR million

Financial Position	Islamic Banks	Islamic Banking Branches	Islamic Banking Institutions^	Absolute change	
				QoQ	YoY
ASSETS					
Cash & Balances With Treasury Banks	72,234	31,665	103,899	17,410	27,968
Balances With Other Banks	19,477	20,866	40,342	20,622	(12,575)
Due from Financial Institutions	255,973	106,428	362,401	85,700	206,945
Investments - Net	193,785	185,388	379,174	10,992	21,401
Financing - Net	334,386	177,508	511,894	112,375	187,372
Operating Fixed Assets	17,879	6,278	24,156	2,357	4,388
Deferred Tax Assets	7,591	2	7,593	4,440	4,986
Other Assets	27,677	37,750	65,427	(61,329)	(34,139)
TOTAL ASSETS	929,002	565,885	1,494,887	192,567	406,345
LIABILITIES					
Bills Payable	13,500	6,204	19,704	5,923	5,548
Due to Financial Institution	36,780	18,171	54,951	21,046	28,374
Deposits And Other Accounts	791,406	489,162	1,280,568	158,246	348,633
Sub-ordinated Loans	6,997	-	6,997	858	2,847
Liabilities Against Assets Subject To Finance Lease	-	-	-	-	-
Deferred Tax Liabilities	320	210	530	204	(607)
Other Liabilities	25,998	16,128	42,125	(449)	9,593
TOTAL LIABILITIES	875,000	529,875	1,404,875	185,828	394,388
NET ASSETS	54,002	36,010	90,012	6,739	11,957
NET ASSETS REPRESENTED BY: -					
Share Capital	63,694	15,624	79,317	24,404	26,333
Reserves	1,132	45	1,177	(5,676)	(1,907)
Unappropriated Profit	(12,728)	18,618	5,890	(13,154)	(9,896)
Share Holders' Equity	52,097	34,287	86,384	5,574	14,530
Surplus/Deficit On Revaluation Of Assets	1,904	1,723	3,627	1,165	(2,573)
TOTAL	54,002	36,010	90,012	6,739	11,957
PROFIT AND LOSS STATEMENT	Islamic Banks	Islamic Banking Branches	Islamic Banking Institutions^	Absolute change	
				YoY	
Mark-Up Income	32,320	19,364	51,684	10,899	
Mark-Up Expenses	15,988	10,048	26,036	3,025	
Net Mark-Up Income	16,332	9,316	25,648	7,874	
Provisions & Bad Debts Written Off Directly/(Reversals)	2,106	384	2,490	2,304	
Net Mark-Up Income After Provision	14,226	8,932	23,158	5,571	
Fees, Commission & Brokerage Income	1,978	1,171	3,150	493	
Dividend Income	132	360	492	343	
Income From Dealing In Foreign Currencies	986	104	1,089	(457)	
Other Income	1,039	317	1,356	(98)	
Total Non - Markup Income	4,135	1,952	6,087	281	
Total Income	18,361	10,884	29,245	5,851	
Administrative Expenses	14,405	5,957	20,362	4,897	
Other Expenses	492	103	595	359	
Total Non-Markup Expenses	14,897	6,060	20,957	5,256	
Profit before Tax and Extra ordinary Items	3,464	4,824	8,288	595	
Extra ordinary/unusual Items -- Gain/(Loss)	-	-	-	(1)	
PROFIT/ (LOSS) BEFORE TAXATION	3,464	4,824	8,288	596	
Less: Taxation	3,718	419	4,137	2,425	
PROFIT/ (LOSS) AFTER TAX	(254)	4,405	4,151	(1,828)	

<sup>^</sup> Statistics for Islamic Banking are also part of the overall Banking Statistics (Section 1)

Table 2.3: List of Islamic Banking Institutions

As of March 31, 2015	As of June 30, 2015
<b>Islamic Banks</b>	<b>Islamic Banks</b>
1 AlBaraka Bank (Pakistan) Ltd.	1 AlBaraka Bank (Pakistan) Ltd.
2 BankIslami Pakistan Ltd.	2 BankIslami Pakistan Ltd.
3 Burj Bank Ltd.	3 Burj Bank Ltd.
4 Dubai Islamic Bank Pakistan Ltd	4 Dubai Islamic Bank Pakistan Ltd
5 Meezan Bank Ltd	5 Meezan Bank Ltd
<b>Conventional Banks having Islamic Banking Branches</b>	<b>Conventional Banks having Islamic Banking Branches</b>
1 Askari Bank Ltd.	1 Askari Bank Ltd.
2 Allied Bank Ltd.	2 Allied Bank Ltd.
3 Bank Al Habib Ltd	3 Bank Al Habib Ltd
4 Bank Alfalah Ltd	4 Bank Alfalah Ltd
5 Faysal Bank Ltd.	5 Faysal Bank Ltd.
6 Habib Bank Ltd	6 Habib Bank Ltd
7 Habib Metropolitan Bank	7 Habib Metropolitan Bank
8 MCB Bank Ltd	8 MCB Bank Ltd
9 National Bank of Pakistan	9 National Bank of Pakistan
10 Silk Bank Ltd	10 Silk Bank Ltd
11 Sindh Bank Ltd	11 Sindh Bank Ltd
12 Soneri Bank Ltd	12 Soneri Bank Ltd
13 Standard Chartered Bank	13 Standard Chartered Bank
14 Summit Bank Ltd.	14 Summit Bank Ltd.
15 The Bank of Khyber	15 The Bank of Khyber
16 The Bank of Punjab	16 The Bank of Punjab
17 United Bank Ltd.	17 United Bank Ltd.
<b>Grand Total 22 (5+17)</b>	<b>Grand Total 22 (5+17)</b>



### **3. Development Finance Institutions**

Table 3.1: Financial Soundness Indicators of DFIs

	Percent								
	CY09	CY10	CY11	CY12	CY13	Jun-14	Dec-14	Mar-15	Jun-15
<b>Capital</b>									
Total Capital to Total RWA	52.5	56.3	56.9	54.8	51.4	44.4	44.8	46.4	45.0
Tier 1 Capital to Total RWA	52.4	56.6	57.4	54.9	50.7	43.8	43.6	45.2	43.8
Capital to Total Assets	42.9	44.4	41.2	41.3	40.9	41.9	43.4	42.4	34.3
<b>Asset Quality</b>									
NPLs to Total Loans	27.1	29.9	29.3	31.8	30.0	28.9	25.3	24.6	22.0
Provision to NPLs	69.8	59.4	59.4	63.1	67.5	68.8	74.5	75.0	78.7
Net NPLs to Net Loans	10.1	14.8	14.4	14.7	12.2	11.3	7.9	7.5	5.7
Net NPLs to Capital	7.4	11.4	11.3	11.6	9.1	7.7	5.0	4.9	3.9
Investment in Equities to Capital <sup>#</sup>	19.5	17.0	15.6	10.8	11.9	18.0	15.4	12.9	15.4
<b>Earnings</b>									
ROA before Tax	1.3	2.7	1.9	0.9	3.6	4.7	5.4	5.3	5.8
ROA after Tax	0.8	1.4	0.6	-0.2	8.8	3.9	4.5	4.1	4.4
ROE before Tax	2.9	6.2	4.4	2.1	3.1	11.2	12.7	12.3	13.5
ROE after Tax	1.7	3.3	1.5	-0.4	7.5	9.3	10.6	9.5	10.3
Net Interest Income to Gross Income	79.9	83.1	84.1	71.0	60.7	56.0	56.0	53.9	52.2
Operating Expense to Gross Income	36.9	39.5	58.7	42.1	40.9	31.3	31.0	32.1	30.8
Trading Income to Gross Income <sup>#</sup>	7.6	5.4	2.6	6.0	10.8	15.2	16.0	26.9	24.3
Personnel Expenses to Non-interest Expenses <sup>#</sup>	53.0	56.2	35.3	50.0	59.6	60.5	59.0	69.3	61.1
<b>Liquidity</b>									
Liquid Assets/Total Assets	35.9	32.6	40.3	39.5	41.3	41.1	43.3	44.3	43.1
Liquid Assets/Total Deposits	262.4	271.6	480.6	410.7	688.2	584.7	508.6	614.8	413.9
Liquid Assets/Short term Liabilities <sup>^</sup>	70.4	65.3	80.4	81.3	84.8	83.0	84.8	88.1	86.4
Advances/Deposits	229.2	285.3	385.5	340.4	505.9	404.9	323.9	383.5	279.7
Customer Deposits to Total Loans <sup>#</sup>	24.0	14.4	13.0	15.2	14.0	9.5	11.4	10.3	16.8

\* Effective from June 30, 2015, Regulatory Capital, as defined under Basel requirements, has been used to calculate Capital to Total Assets and Net NPLs to Capital Ratios (highlighted in Red). Prior to Jun-15, Balance Sheet Capital was used for calculation of these ratios.

<sup>#</sup> New Ratios introduced as per IMF's compilation guide on Financial Soundness Indicators (highlighted in Blue).

<sup>^</sup> Based on un-audited quarterly numbers only.

Table 3.2: Balance Sheet and Income Statement of DFIs

PKR million										
Financial Position	CY10	CY11	CY12	CY13	Jun-14	Dec-14	Mar-15	Jun-15	Absolute change	
									QoQ	YoY
<b>ASSETS</b>										
Cash & Balances With Treasury Banks	1,740	2,341	519	447	475	550	441	653	212	177
Balances With Other Banks	2,866	1,423	3,601	3,041	2,978	3,509	2,803	3,419	616	441
Lending To Financial Institutions	8,720	2,909	2,198	10,788	8,833	3,548	1,712	4,304	2,592	(4,528)
Investments - Net	64,115	81,379	79,065	79,497	94,496	108,317	115,793	110,666	(5,127)	16,170
Advances - Net	45,234	46,547	45,988	45,263	46,960	48,594	50,266	53,651	3,385	6,691
Operating Fixed Assets	2,974	2,930	3,345	3,468	3,383	3,392	3,357	3,310	(47)	(73)
Deferred Tax Assets	1,098	1,193	1,169	1,392	1,124	1,180	1,146	1,427	281	303
Other Assets	5,500	5,103	4,545	5,240	6,963	7,037	6,235	6,675	439	(289)
<b>TOTAL ASSETS</b>	<b>132,248</b>	<b>143,825</b>	<b>140,431</b>	<b>149,137</b>	<b>165,213</b>	<b>176,127</b>	<b>181,753</b>	<b>184,104</b>	<b>2,351</b>	<b>18,891</b>
<b>LIABILITIES</b>										
Bills Payable	-	-	-	-	-	-	-	-	-	-
Borrowings From Financial Institution	50,306	64,885	58,165	67,306	72,511	74,450	80,099	75,099	(5,001)	2,588
Deposits And Other Accounts	15,856	12,074	13,510	8,947	11,599	15,002	13,107	19,179	6,072	7,580
Sub-ordinated Loans	-	-	-	-	-	-	-	-	-	-
Liabilities Against Assets Subject To Finance Lease	15	19	11	6	1	0	0	0	(0)	(0)
Deferred Tax Liabilities	637	669	897	550	937	1,195	1,382	1,463	80	526
Other Liabilities	6,757	6,899	8,203	9,702	10,926	9,063	10,114	10,508	394	(418)
<b>TOTAL LIABILITIES</b>	<b>73,571</b>	<b>84,546</b>	<b>80,786</b>	<b>86,511</b>	<b>95,974</b>	<b>99,710</b>	<b>104,704</b>	<b>106,249</b>	<b>1,545</b>	<b>10,275</b>
<b>NET ASSETS</b>	<b>58,677</b>	<b>59,279</b>	<b>59,646</b>	<b>62,626</b>	<b>69,239</b>	<b>76,417</b>	<b>77,049</b>	<b>77,855</b>	<b>806</b>	<b>8,616</b>
<b>NET ASSETS REPRESENTED BY: -</b>										
Share Capital	48,343	48,409	48,409	48,627	48,627	48,627	48,627	49,227	600	600
Reserves	7,272	7,454	6,637	7,248	7,523	9,409	9,911	10,099	188	2,576
Unappropriated Profit	2,116	2,513	2,485	4,579	10,806	14,358	14,573	14,433	(140)	3,626
<b>Share Holders' Equity</b>	<b>57,732</b>	<b>58,375</b>	<b>57,532</b>	<b>60,454</b>	<b>66,957</b>	<b>72,395</b>	<b>73,111</b>	<b>73,759</b>	<b>648</b>	<b>6,802</b>
Surplus/Deficit On Revaluation Of Assets	945	904	443	537	2,282	4,022	3,938	4,096	158	1,814
<b>TOTAL</b>	<b>58,677</b>	<b>59,279</b>	<b>57,975</b>	<b>60,992</b>	<b>69,239</b>	<b>76,417</b>	<b>77,049</b>	<b>77,855</b>	<b>806</b>	<b>8,616</b>
<b>OPERATING POSITION</b>										
	<b>CY10</b>	<b>CY11</b>	<b>CY12</b>	<b>CY13</b>	<b>Jun-14</b>	<b>Dec-14</b>	<b>Mar-15</b>	<b>Jun-15</b>	<b>Change</b>	
									<b>YoY</b>	
Mark-Up/ Return/Interest Earned	13,942	15,202	14,928	11,320	6,130	14,001	3,706	7,217	1,087	
Mark-Up/ Return/Interest Expenses	7,318	8,030	8,524	5,906	3,129	6,949	1,651	3,165	36	
<b>Net Mark-Up / Interest Income</b>	<b>6,625</b>	<b>7,172</b>	<b>6,403</b>	<b>5,414</b>	<b>3,001</b>	<b>7,052</b>	<b>2,055</b>	<b>4,052</b>	<b>1,051</b>	
Provisions & Bad Debts Written Off Directly/(Reversals)	1,238	941	3,975	63	53	(6)	234	176	123	
<b>Net Mark-Up / Interest Income After Provision</b>	<b>5,386</b>	<b>6,231</b>	<b>2,428</b>	<b>5,350</b>	<b>2,948</b>	<b>7,059</b>	<b>1,821</b>	<b>3,876</b>	<b>928</b>	
Fees, Commission & Brokerage Income	148	124	108	134	75	158	19	70	(5)	
Dividend Income	484	854	1,036	1,469	424	764	212	442	18	
Income From Dealing In Foreign Currencies	(483)	(160)	148	143	(114)	(81)	20	20	135	
Other Income	1,194	534	1,329	1,766	1,974	4,700	1,509	3,184	1,210	
<b>Total Non - Markup / Interest Income</b>	<b>1,343</b>	<b>1,352</b>	<b>2,620</b>	<b>3,511</b>	<b>2,359</b>	<b>5,541</b>	<b>1,761</b>	<b>3,717</b>	<b>1,358</b>	
<b>Total Income</b>	<b>6,729</b>	<b>7,583</b>	<b>5,049</b>	<b>8,861</b>	<b>5,308</b>	<b>12,600</b>	<b>3,581</b>	<b>7,593</b>	<b>2,285</b>	
Administrative Expenses	2,977	3,102	3,396	3,659	1,678	3,866	1,200	2,311	633	
Other Expenses	166	1,905	399	(12)	(1)	33	24	81	82	
Total Non-Markup/Interest Expenses	3,144	5,007	3,795	3,646	1,677	3,899	1,224	2,391	715	
Profit before Tax and Extra ordinary Items	3,586	2,576	1,254	5,215	3,631	8,701	2,357	5,202	1,571	
Extra ordinary/unusual Items -- Gain/(Loss)	-	-	-	-	-	-	-	-	-	
<b>Profit/ (Loss) Before Taxation</b>	<b>3,586</b>	<b>2,576</b>	<b>1,254</b>	<b>5,215</b>	<b>3,631</b>	<b>8,701</b>	<b>2,357</b>	<b>5,202</b>	<b>1,571</b>	
Less: Taxation	1,690	1,690	1,501	758	610	1,425	534	1,230	620	
<b>Profit/ (Loss) after Taxation</b>	<b>1,896</b>	<b>886</b>	<b>(247)</b>	<b>4,458</b>	<b>3,021</b>	<b>7,276</b>	<b>1,823</b>	<b>3,972</b>	<b>951</b>	

**Table 3.3: List of Development Finance Institutions**

As of March 31, 2015	As of June 30, 2015
1. House Building Finance Company Ltd.	1. House Building Finance Company Ltd.
2. PAIR Investment Company Ltd.	2. PAIR Investment Company Ltd.
3. Pak Brunei investment Company Ltd.	3. Pak Brunei investment Company Ltd.
4. Pak Libya Holding Company Ltd.	4. Pak Libya Holding Company Ltd.
5. Pak Oman Investment Company Ltd.	5. Pak Oman Investment Company Ltd.
6. Pak-China Investment Company Ltd.	6. Pak-China Investment Company Ltd.
7. Pakistan Kuwait Investment Company Ltd.	7. Pakistan Kuwait Investment Company Ltd.
8. Saudi Pak Industrial & Agricultural Investment Company Ltd.	8. Saudi Pak Industrial & Agricultural Investment Company Ltd.

Table 4: Key Variables and FSIs for Other Sectors

amount in PKR million, ratio in percent

	Dec-13	Mar-14	Jun-14	Sep-14	Dec-14
<b>Other financial corporations* (OFCs)</b>					
<b>OFCs' financial assets to total financial assets</b>	<b>12.4</b>	<b>12.5</b>	<b>12.5</b>	<b>12.3</b>	<b>12.9</b>
OFCs' financial assets	1,489,349	1,535,489	1,589,645	1,557,636	1,786,569
Total financial assets	12,026,338	12,287,737	12,704,374	12,686,773	13,892,830
<b>OFCs' financial assets to gross domestic product</b>	<b>6.6</b>	<b>6.8</b>	<b>6.3</b>	<b>6.1</b>	<b>6.5</b>
OFCs' financial assets	1,489,349	1,535,489	1,589,645	1,557,636	1,786,569
Gross domestic product	22,489,077	22,489,077	25,401,895	25,401,895	27,383,722
<b>Nonfinancial corporations**</b>					
<b>Total debt to equity</b>	<b>163.0</b>				
Total debt	3,352,332				
Equity	2,056,759				
<b>Return on equity</b>	<b>20.0</b>				
Earnings before interest and tax (EBIT)	384,754				
Equity	1,921,179				
<b>Earnings to interest and principal expenses</b>	<b>208.2</b>				
Earnings before interest and tax (EBIT)	384,754				
Debt service payments	184,818				
<b>Market liquidity</b>					
<b>Average daily turnover ratio in the securities market^</b>	<b>0.6</b>	<b>0.6</b>	<b>0.6</b>	<b>0.4</b>	<b>0.5</b>

\* Other financial corporations (OFCs) include insurance, development finance institutions, leasing companies, investment banks, modarba companies, housing finance companies, mutual funds, venture capital companies, discount houses, and microfinance banks. The numbers are taken from Table 2.10 of the Statistical Bulletin.

\*\* Nonfinancial corporations include listed non-financial companies. The numbers are taken from S&DWH's publication "Financial Statement Analysis of companies (Non-Financial) listed at KSE".

^ The ratio is based on banks' and non-banks' dealings in Government Securities. It is calculated by dividing the daily average traded volume of Government Securities by the quarterly average outstanding Government Securities. The numbers are taken from DMMD's publications "Cumulative Trading Volumes of Government Securities" & "Bank & Non-Bank Holding of GoP Securities"