

STATE BANK OF PAKISTAN
Balance Sheet as at 30th June, 1996
ISSUE DEPARTMENT

LIABILITIES			ASSETS						
	30th June, 1996	30th June, 1995				30th June, 1996			30th June, 1995
	<u>Rupees</u>	<u>Rupees</u>				<u>Rupees</u>			<u>Rupees</u>
Notes held in the Banking Department	164,701,370	233,228,434	I. A.	Gold Coin and Bullion ⁽¹⁾		27,116,613,540			24,260,085,180
Notes in Circulation	250,455,588,026	229,079,994,137		Silver Bullion		Nil			Nil
				Special Drawing Rights held with the					
				International Monetary Fund		Nil			Nil
				Approved Foreign Exchange		32,381,501,329			70,008,899,830
				India notes representing assets receivable					
				from the Reserve Bank of India		430,993,541			425,605,740
						59,929,108,410			94,694,590,750

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Balance Sheet as at 30th June, 1996

BANKING DEPARTMENT

LIABILITIES			ASSETS		
	30th June, 1996 Rupees	30th June, 1995 Rupees		30th June, 1996 Rupees	30th June, 1995 Rupees
Capital Paid Up	100,000,000	100,000,000	Notes	164,701,370	233,228,434
Reserve Fund	4,000,000,000	3,650,000,000	Rupee Coin	42,015	1,123
Rural Credit Fund	2,600,000,000	2,500,000,000	Subsidiary Coins	415,527	236,898
Industrial Credit Fund	1,600,000,000	1,500,000,000	Bills Purchased and Discounted:-		
Export Credit Fund	1,500,000,000	1,350,000,000	(a) Internal:-		
Loans Guarantee Fund	500,000,000	500,000,000	(i) Agricultural Sector	Rs. Nil	Rs. 3,660,000,000
Housing Credit Fund	700,000,000	700,000,000	(ii) Industrial Sector	Rs. Nil	Rs. Nil
			(iii) Export Sector	Rs. 3,566,738	Rs. 3,566,738
			(iv) Housing Sector	Rs. Nil	Rs. Nil
			(v) Others	Rs. 33,400,000	Rs. 33,400,000
Deposits:-				36,966,738	3,696,966,738
(a) Federal Government	26,732,551,215	29,362,691,321	(b) External	Nil	Nil
(b) Provincial Government	2,444,892,392	7,134,696,366	(c) Government Treasury Bills	3,030,281,104	2,695,692,217
(c) Banks ⁽²⁾	49,851,646,024	68,991,821,721			
(d) Others	52,309,851,185	43,374,595,269			
			Balances held outside Pakistan ⁽⁵⁾	39,547,502,659	15,245,902,496
Allocating of Special	8,618,629,288	8,290,193,541	Special Drawing Rights held with the		
Drawing Rights			International Monetary Fund	54,983,264	130,725,890
Bills Payable	127,936,533	103,705,953	Loans and Advances to Governments	300,000,000	300,000,000
			Government Debtors balances	7,464,404,756	2,851,958,512
Revaluation Account ⁽³⁾	25,101,604,200	22,212,821,602	Loans and Advances to Scheduled Banks		
Other Liabilities ^{(4) (9)}	69,328,555,388	39,765,794,355	A. Agricultural Sector	Rs. 43,000,762,475	Rs. 40,141,005,597
			B. Industrial Sector	Rs. 9,054,940,467	Rs. 9,205,610,920
			C. Export Sector	Rs. 83,933,000	Rs. 27,809,768,665
			D. Housing Sector	Rs. Nil	Rs. Nil
			E. Others	Rs. 4,475,146,871	Rs. 4,471,401,720
				56,614,782,813	81,627,786,902
			Loans and Advances to Non-Bank		
			Financial Institutions ⁽⁶⁾ :-		
			A. Agricultural Sector	Rs. Nil	Rs. Nil
			B. Industrial Sector	Rs. 6,655,198,773	Rs. 6,481,283,830
			C. Export Sector	Rs. Nil	Rs. Nil
			D. Housing Sector	Rs. 6,496,300,000	Rs. 6,496,300,000
			E. Others	Rs. 12,447,159,808	Rs. 10,084,147,650
				25,598,658,581	23,061,731,480
			Investments:-		
			A. Scheduled Banks ⁽⁷⁾	Rs. 9,312,818,692	Rs. 9,237,912,780
			B. Non-Bank Financial Institutions ⁽⁷⁾	Rs. 2,151,088,605	Rs. 2,151,088,605
			C. Government Securities ⁽⁸⁾	Rs. 47,697,156,718	Rs. 76,241,722,528
			D. Others	Rs. Nil	Rs. Nil
				59,161,064,015	87,630,723,913
			Other Assets ⁽⁹⁾	53,541,863,383	12,061,365,525
Total Liabilities	245,515,666,225	229,536,320,128	Total Assets	245,515,666,225	229,536,320,128

Notes: Entire Capital paid up vests in the Federal Government.

Commitments for forward exchange operations stood at U.S.\$ 8,421.051 million against forward sales.

⁽¹⁾ Gold in pursuance of Section 30(2) of the State Bank of Pakistan Act, 1956 has been valued at market value of fine gold contents thereof on the basis of gold rates obtaining in London Bullion Market.

⁽²⁾ Refers to scheduled banks. ⁽³⁾ Represents unrealised appreciation/depreciation on revaluation of Gold. ⁽⁴⁾ Includes Contingency Accounts.

⁽⁵⁾ Includes Cash and Short Term Securities. ⁽⁶⁾ Returns on Profit and Loss sharing accounts included in Loans and Advances is accounted for when declared by the loanee. ⁽⁷⁾ Valued at cost.

⁽⁸⁾ Valued at market rate ⁽⁹⁾ Includes "special deposit of bank under Export Refinance" and "Loans and Advances to scheduled banks--Export sector" during the current year only.

REPORT OF THE AUDITORS

TO THE SHAREHOLDERS OF THE STATE BANK OF PAKISTAN

We have examined the balance sheets of Issue Department and Banking Department of the State Bank of Pakistan as at June 30, 1996 and also the annexed Profit and loss account for the year ended on that date with the books and records maintained at Central Directorate and with returns submitted and certified by the Chief Managers of the respective offices and branches including returns received from Dacca Office and Chittagong, Sylhet and Rajshahi Branches till December 3, 1971 and Khulna and Bogra Branches till November 26, 1971. The Books of account of Karachi, Quetta and Faisalabad Offices were audited by M/s. Taseer Hadi Khalid & Co and of Lahore Offices by M/s. Sidat Hyder Qamar Maqbool & Co, while the books of the Central Directorate were audited jointly.

(2) Events have rendered impossible the verification of assets held with the Reserve Bank of India pending transfer to Pakistan and balances pertaining to transactions in Former East Pakistan included in the Balance sheets of the Issue and Banking Departments. Reliability of the aforesaid balances is subject to a final settlement between the Government of Pakistan and the Government of India and Bangladesh respectively.

(3) Subject to the contents of the preceding paragraph we report that, in our opinion the balance sheets are full and fair balance sheets containing all necessary particulars prescribed by the State Bank of Pakistan Act, 1956 and are properly drawn up in accordance with the Act and such balance sheets exhibit a true and fair view of the State of the Bank's affairs according to the best of our information and explanations given to us and as shown by the books of the Bank.

Karachi, the 22nd day of August 1996

Sidat Hyder Qamar Maqbool & Co
Chartered Accountants

Taseer Hadi Khalid & Co
Chartered Accountants

STATE BANK OF PAKISTAN

Profit and Loss Account for the Year ended 30th June,1996

I N C O M E		
	30th June, 1996	30th June, 1995
	<u>Rupees</u>	<u>Rupees</u>
Interest, Discount, Exchange, Commission and Return*,etc	18,456,598,133	25,944,896,758
EXPENDITURE		
Establishment	1,541,419,410	1,534,803,093
Directors' Fees and Expenses	269,593	372,842
Auditors' Fees	260,000	140,000
Rent, Taxes, Insurance, Lighting, etc	69,379,047	55,210,478
Law Charges	2,821,157	8,735,363
Postage and Telegram Charges	9,230,822	7,344,817
Remittance of Treasure	19,058,684	13,484,462
Stationary, etc	9,458,798	8,632,705
Depreciation and Repairs to Bank's Property	59,249,640	55,114,776
Agency Charges	359,003,469	308,668,079
SDR Charges	350,472,420	371,608,467
Contribution To Staff and Superannuation Funds	200,000,000	200,000,000
Contribution to Staff welfare Fund	128,600,000	132,300,000
Miscellaneous Expenses	426,873,017	396,783,036
Sub-Total	3,176,096,057	3,093,198,118
Security Printing (Cheques, Note Forms, etc)	1,549,002,076	1,565,198,640
Net Available Balance	13,731,500,000	21,286,500,000
Total	18,456,598,133	25,944,896,758
Amount transferred to Reserve Fund	350,000,000	1,000,000,000
Amount set aside for payment Dividend at the rate of 10 percent per annum	10,000,000	10,000,000
Amount transferred to Rural Credit Fund	100,000,000	600,000,000
Amount transferred to Industrial Credit Fund	100,000,000	500,000,000
Amount transferred to Export Credit Fund	150,000,000	500,000,000
Amount transferred to Loans Guarantee Fund	Nil	200,000,000
Amount transferred to Housing Credit Fund	Nil	Nil
Surplus payable to the Federal Government	13,021,500,000	18,476,500,000
Balance carried forward	Nil	Nil
Total	13,731,500,000	21,286,500,000

RESERVE FUND ACCOUNT

By balance on 30th June, 1995	3,650,000,000	2,650,000,000
By transfer from Profit and Loss Account	350,000,000	1,000,000,000
Total	4,000,000,000	3,650,000,000

*Return means income from non-bearing scheme/investments.

FARHAT SAEED
Director of Accounts

MAHFOOZ ALAM
Deputy Governor

DR. MUHAMMAD YAQUB
Governor

Dated the 22nd day of August, 1996