

**PAK OMAN INVESTMENT
COMPANY LIMITED**

**UNCONSOLIDATED
CONDENSED INTERIM
FINANCIAL INFORMATION
(UN-AUDITED)**

**FOR THE FIRST QUARTER
ENDED MARCH 31, 2015**

PAK OMAN INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2015

March 31, 2015 ------(US Dollars in '000)-----	December 31, 2014		Note	(Unaudited) March 31, 2015 ------(Rupees in '000)-----	(Audited) December 31, 2014
ASSETS					
714	980	Cash and balances with treasury banks		72,828	99,912
1,060	2,640	Balances with other banks		108,045	269,173
12,859	6,025	Lendings to financial institutions		1,310,882	614,177
155,733	119,472	Investments - net	7	15,876,045	12,179,521
97,201	88,973	Advances - net	8	9,909,122	9,070,314
652	674	Operating fixed assets	9	66,494	68,669
3,607	3,728	Deferred tax assets -net	10	367,721	380,028
4,486	6,708	Other assets		457,322	683,829
276,312	229,200			28,168,459	23,365,623
LIABILITIES					
-	-	Bills payable		-	-
143,223	86,996	Borrowings		14,600,797	8,868,730
49,136	61,759	Deposits and other accounts	11	5,009,178	6,295,986
-	-	Sub-ordinated loans		-	-
4	5	Liabilities against assets subject to finance lease		396	488
-	-	Deferred tax liabilities		-	-
6,989	4,790	Other liabilities		712,351	488,248
199,352	153,550			20,322,722	15,653,452
76,960	75,650	NET ASSETS		7,845,737	7,712,171
REPRESENTED BY					
60,327	60,327	Share capital	12	6,150,000	6,150,000
7,669	7,090	Reserves		781,846	722,810
5,258	5,355	Unappropriated profit		536,060	545,915
73,254	72,772			7,467,906	7,418,725
3,706	2,878	Surplus on revaluation of assets - net of deferred tax	13	377,831	293,446
76,960	75,650			7,845,737	7,712,171
CONTINGENCIES AND COMMITMENTS					
			14		

The annexed notes from 1 to 21 form an integral part of this unconsolidated condensed interim financial information.

Chief Financial Officer

Managing Director
and Chief Executive

Managing Director
and Chief Executive

Chairman

PAK OMAN INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE FIRST QUARTER ENDED MARCH 31, 2015

March 31, 2015 -----(US Dollars in '000)----	March 31, 2014	Note	March 31, 2015 ------(Rupees in '000)-----	March 31, 2014
5,747	4,494	Mark-up/return/interest earned	585,907	458,117
3,670	2,720	Mark-up/return/interest expensed	374,108	277,247
2,077	1,774	Net mark-up/ interest income	211,799	180,870
(284)	49	(Reversal) / provision against non -performing advances	(28,989)	4,982
79	77	Provision for diminution in the value of investments	8,020	7,832
-	-	Bad debts written off directly	-	-
(205)	126		(20,969)	12,814
2,282	1,648	Net mark-up/ interest income after provisions	232,768	168,056
NON MARK-UP/INTEREST INCOME				
52	67	Fee, commission and brokerage income	5,351	6,838
149	51	Dividend income	15,234	5,234
-	-	Income from dealing in foreign currency	-	-
3,154	335	Gain on sale of securities	321,518	34,186
(170)	69	Unrealised (loss) / gain on revaluation of investments classified as 'held-for-trading' securities	(17,352)	7,002
4	2	Other income	375	234
3,189	524	Total non -mark up/interest income	325,126	53,494
5,471	2,172		557,894	221,550
NON MARK-UP/INTEREST EXPENSES				
969	843	Administrative expenses	98,816	85,941
-	56	Other write offs / provisions	-	5,664
88	53	Other charges	9,087	5,540
1,057	952	Total non-mark up/interest expenses	107,903	97,145
4,414	1,220		449,991	124,405
-	-	Extra ordinary /unusual items	-	-
4,414	1,220	PROFIT BEFORE TAXATION	449,991	124,405
1,543	317	Taxation - current	157,368	32,329
-	-	- prior	-	-
(25)	43	- deferred	(2,558)	4,420
1,518	360		154,810	36,749
2,896	860	PROFIT AFTER TAXATION	295,181	87,656
----- US Dollar -----			-----Rupees-----	
0.0047	0.0014	Basic and diluted earnings per share	0.48	0.14

The annexed notes from 1 to 21 form an integral part of this unconsolidated condensed interim financial information.

Chief Financial Officer

Managing Director
and Chief Executive

Managing Director
and Chief Executive

Chairman

PAK OMAN INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF
COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE FIRST QUARTER ENDED MARCH 31, 2015

March 31, 2015	March 31, 2014		March 31, 2015	March 31, 2014
------(US Dollars in '000)-----			------(Rupees in '000)-----	
2,896	860	PROFIT AFTER TAXATION	295,181	87,656
		Other comprehensive income		
-	-	Items that will not be reclassified subsequently to profit and loss account	-	-
<u>2,896</u>	<u>860</u>	Comprehensive income transferred to equity	<u>295,181</u>	<u>87,656</u>
		Component of comprehensive income not transferred to equity		
974	369	Surplus on revaluation of 'available for sale' investments	99,250	37,611
(146)	(213)	Related tax impact	(14,865)	(21,750)
828	156		84,385	15,861
<u>3,724</u>	<u>1,016</u>	Total comprehensive income	<u>379,566</u>	<u>103,517</u>

The annexed notes from 1 to 21 form an integral part of this unconsolidated condensed interim financial information.

Chief Financial Officer

Managing Director
and Chief Executive

Managing Director
and Chief Executive

Chairman

PAK OMAN INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE FIRST QUARTER ENDED MARCH 31, 2015

March 31, 2015 ------(US Dollars in '000)-----	March 31, 2014		Note	March 31, 2015 ------(Rupees in '000)-----	March 31, 2014
CASH FLOW FROM OPERATING ACTIVITIES					
4,414	1,220	Profit before taxation		449,991	124,405
149	51	Less: Dividend income		15,234	5,234
<u>4,265</u>	<u>1,169</u>			<u>434,757</u>	<u>119,171</u>
Adjustments for non-cash charges					
44	36	Depreciation		4,526	3,690
-	2	Amortisation of intangible assets		50	186
170	(69)	Unrealised loss / (gain) on revaluation of investments classified as 'held-for-trading' securities		17,352	(7,002)
(4)	(2)	Gain on sale of fixed assets		(375)	(234)
(284)	49	(Reversal) / provision against non -performing advances		(28,989)	4,982
79	77	Provision for diminution in the value of investments		8,020	7,832
<u>5</u>	<u>93</u>			<u>584</u>	<u>9,454</u>
<u>4,270</u>	<u>1,262</u>			<u>435,341</u>	<u>128,625</u>
(Increase) / decrease in operating assets					
(7,079)	3,977	Lendings to financial institutions		(721,705)	405,435
(46,928)	(5,417)	Net Investments in Held-for-Trading securities		(4,784,006)	(552,228)
(7,944)	4,799	Advances		(809,819)	489,255
1,613	344	Other assets		164,306	35,145
<u>(60,338)</u>	<u>3,703</u>			<u>(6,151,224)</u>	<u>377,607</u>
Increase / (decrease) in operating liabilities					
-	-	Bills payable		-	-
56,227	8,391	Borrowings		5,732,067	855,366
(12,623)	593	Deposits and other accounts		(1,286,808)	60,406
(628)	1,189	Other liabilities		(63,996)	121,293
<u>42,976</u>	<u>10,173</u>			<u>4,381,263</u>	<u>1,037,065</u>
<u>(13,092)</u>	<u>15,138</u>			<u>(1,334,620)</u>	<u>1,543,297</u>
(635)	(504)	Income tax paid		(64,742)	(51,428)
<u>(13,727)</u>	<u>14,634</u>	Net cash (used in) / from operating activities		<u>(1,399,362)</u>	<u>1,491,869</u>
CASH FLOW FROM INVESTING ACTIVITIES					
11,440	(15,242)	Net proceeds from / (Investments in) available-for-sale securities		1,166,218	(1,553,807)
(48)	-	Investment in Subsidiaries		(4,858)	-
264	34	Dividend income received		26,908	3,471
(24)	(108)	Investments in operating fixed assets		(2,401)	(11,024)
4	2	Sale proceeds on sale of fixed assets disposed off		375	234
<u>11,636</u>	<u>(15,314)</u>	Net cash from / (used in) investing activities		<u>1,186,242</u>	<u>(1,561,126)</u>
CASH FLOW FROM FINANCING ACTIVITIES					
(1)	(47)	Payment of lease obligation		(92)	(4,807)
<u>(2,092)</u>	<u>(727)</u>	Decrease in cash and cash equivalents		<u>(213,212)</u>	<u>(74,064)</u>
3,866	5,500	Cash and cash equivalents as at beginning of the period		394,085	560,645
<u>1,774</u>	<u>4,773</u>	Cash and cash equivalents at the end of the period	17	<u>180,873</u>	<u>486,581</u>

The annexed notes from 1 to 21 form an integral part of this unconsolidated condensed interim financial information.

Chief Financial Officer

Managing Director
and Chief Executive

Managing Director
and Chief Executive

Chairman

PAK OMAN INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE FIRST QUARTER ENDED MARCH 31, 2015

	Issued, subscribed and paid up capital	Reserves		Unappropriated profit	Total
		Statutory reserve	General reserve		
----- (Rupees in '000) -----					
Balance as at January 01, 2014	6,150,000	634,461	11,630	488,112	7,284,203
Total comprehensive income					
Net profit after tax for the first quarter ended March 31, 2014	-	-	-	87,656	87,656
<i>Other comprehensive income:</i>					
Remeasurement of defined benefit obligation - net	-	-	-	-	-
Total comprehensive income	-	-	-	87,656	87,656
Transfers					
Transfer to statutory reserve	-	17,531	-	(17,531)	-
Transaction with owners recognised directly in equity					
Dividend for the year ended December 31, 2013 (Re. 0.40 per share)	-	-	-	(246,000)	(246,000)
Balance as at March 31, 2014	6,150,000	651,992	11,630	312,237	7,125,859
Total comprehensive income					
Net profit after tax for the nine months ended December 31, 2014	-	-	-	295,937	295,937
<i>Other comprehensive income:</i>					
Remeasurement of defined benefit obligation - net	-	-	-	(3,071)	(3,071)
Total comprehensive income	-	-	-	292,866	292,866
Transfers					
Transfer to statutory reserve	-	59,188	-	(59,188)	-
Balance as at December 31, 2014	6,150,000	711,180	11,630	545,915	7,418,725
Balance as at January 01, 2015	6,150,000	711,180	11,630	545,915	7,418,725
Total comprehensive income					
Net profit after tax for the first quarter ended March 31, 2015	-	-	-	295,181	295,181
<i>Other comprehensive income:</i>					
Remeasurement of defined benefit obligation - net	-	-	-	-	-
Total comprehensive income	-	-	-	295,181	295,181
Transfers					
Transfer to statutory reserve	-	59,036	-	(59,036)	-
Transaction with owners recognised directly in equity					
Dividend for the year ended December 31, 2014 (Re. 0.40 per share)	-	-	-	(246,000)	(246,000)
Balance as at March 31, 2015	6,150,000	770,216	11,630	536,060	7,467,906

The annexed notes from 1 to 21 form an integral part of this unconsolidated condensed interim financial information.

Chief Financial Officer

Managing Director
and Chief Executive

Managing Director
and Chief Executive

Chairman

PAK OMAN INVESTMENT COMPANY LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE FIRST QUARTER ENDED MARCH 31, 2015

1. LEGAL STATUS AND NATURE OF BUSINESS

Pak Oman Investment Company Limited (the Company) was incorporated as a private limited company on July 23, 2001. Subsequently, on March 17, 2004 the Company was converted into a public limited company. It is a joint venture between the Government of Pakistan and the Government of the Sultanate of Oman. The Company's objectives inter alia include promotion of the economic growth of Pakistan and Oman through industrial development and agro-based industries on commercial basis and to carry on the business of finance and / or investment bank. The registered office of the company is situated at 1st Floor, Tower A, Finance and Trade Centre, Shahrah-e-Faisal, Karachi, Pakistan. The Company operates a branch at Lahore and other representative offices at Islamabad, Gwadar and Muscat. The Company is designated as a development financial institution (DFI) under BPD Circular No. 35 dated October 28, 2003 issued by State Bank of Pakistan (SBP).

2. BASIS OF PREPARATION

The disclosures made in this unconsolidated condensed interim financial information have been limited based on the format prescribed by the SBP vide BSD Circular Letter No. 2, dated May 12, 2004 and IAS 34, 'Interim Financial Reporting' and do not include all the information required in the annual financial statements. Accordingly, this condensed interim financial information should be read in conjunction with the annual financial statements of the Company for the year ended December 31, 2014.

New accounting standard effective during the period

During the period, the company adopt IFRS 10 'Consolidated Financial Statements' replaces the part of IAS 27 'Consolidated and Separate Financial Statements'. IFRS 10 introduces a new approach to determining which investees should be consolidated. The single model to be applied in the control analysis requires that an investor controls an investee when the investor is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. IFRS 10 has made consequential changes to IAS 27 which is now called 'Separate Financial Statements' and will deal with only separate financial statements. Accordingly, following companies considered as Subsidiaries of the company:

Pak Oman Microfinance Bank Limited
Pak Oman Advantage Fund
Pak Oman Advantage Islamic Income Fund
Pak Oman Islamic Asset Allocation fund
Pak Oman Advantage Asset Allocation Fund
Pak Oman Government Securities Fund

The US dollar amounts shown in the unconsolidated condensed interim statement of financial position, unconsolidated condensed interim profit and loss account, unconsolidated condensed interim statement of comprehensive income and unconsolidated condensed interim cash flow statement are stated solely for information purposes. For this purpose the amounts in Pakistan rupees have been converted into US Dollar at a rate of Rs. 101.9442 = US dollar 1 for the first quarter ended March 31, 2015 and the corresponding period.

3. STATEMENT OF COMPLIANCE

This unconsolidated condensed interim financial information of the Company for the first quarter ended March 31, 2015 have been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 – Interim Financial Reporting, provisions of the Companies Ordinance, 1984, directives issued by the Securities and Exchange Commission of Pakistan (SECP) and the SBP. In case where requirements differ, the provisions of the Companies Ordinance, 1984 and the said directives shall prevail.

The SBP has deferred the applicability of IAS 39, 'Financial Instruments: Recognition and Measurement' and IAS 40, 'Investment Property' for Non Banking Financial Institutions in Pakistan vide BSD Circular Letter number 11 dated September 11, 2002, till further instructions. Further, according to the notification of SECP dated April 28, 2008, the International Financial Reporting Standard (IFRS) 7 "Financial Instruments: Disclosures" has not been made applicable for banks and NBFIs. Therefore, it is also not applicable on the Company as it follows the same format of reporting as made applicable on banks by the SBP and accordingly, the requirements of this standard have not been considered in the preparation of this unconsolidated condensed interim financial information. However, investments have been classified and valued in accordance with the requirements of various circulars issued by the SBP.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of this unconsolidated condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Company for the year ended December 31, 2014.

5. ACCOUNTING ESTIMATES AND JUDGEMENTS

The estimates / judgments and associated assumptions used in the preparation of this unconsolidated condensed interim financial information are consistent with those applied in the preparation of the annual financial statements of the Company for the year ended December 31, 2014.

6. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Company for the year ended December 31, 2014.

7 INVESTMENTS - net

Note	March 31, 2015 (Unaudited)			December 31, 2014 (Audited)		
	Held by the Company	Given as collateral	Total	Held by the Company	Given as collateral	Total
------(Rupees in '000)-----						
7.1 Investments by types						
Held-for-trading securities						
Pakistan investment bonds	226,758	467,170	693,928	132,289	7,815	140,104
Market treasury bills (T-Bills)	779,208	3,891,501	4,670,709	514,762	-	514,762
Listed ordinary shares	129,164	-	129,164	54,929	-	54,929
	1,135,130	4,358,671	5,493,801	701,980	7,815	709,795
Available-for-sale securities						
Pakistan investment bonds	75,256	4,810,059	4,885,315	760,494	5,861,428	6,621,922
Listed ordinary shares	613,972	-	613,972	608,691	-	608,691
Unlisted ordinary shares	121,333	226,000	347,333	131,333	226,000	357,333
Sukuk certificates	1,110,097	-	1,110,097	1,158,039	-	1,158,039
Term finance certificates (TFCs)	2,718,993	-	2,718,993	2,119,506	-	2,119,506
	4,639,651	5,036,059	9,675,710	4,778,063	6,087,428	10,865,491
Associates						
Japan Power Generation Limited	51,921	70,726	122,647	51,921	70,726	122,647
Subsidiaries						
Pak Oman Asset Management Company Limited	168,300	-	168,300	168,300	-	168,300
Pak Oman Microfinance Bank Limited	384,708	-	384,708	384,708	-	384,708
Pak Oman Advantage Fund	262,828	-	262,828	262,828	-	262,828
Pak Oman Advantage Islamic Income Fund	60,525	-	60,525	92,667	-	92,667
Pak Oman Islamic Asset Allocation Fund	92,414	-	92,414	92,414	-	92,414
Pak Oman Advantage Asset Allocation Fund	84,078	-	84,078	84,078	-	84,078
Pak Oman Government Securities Fund	97,000	-	97,000	60,000	-	60,000
	1,149,853	-	1,149,853	1,144,995	-	1,144,995
Investments at cost	6,976,555	9,465,456	16,442,011	6,676,959	6,165,969	12,842,928
Less: Provision for diminution in the value of investments	1,051,176	59,271	1,110,447	1,066,719	59,271	1,125,990
Investments - net of provisions	5,925,379	9,406,185	15,331,564	5,610,240	6,106,698	11,716,938
(loss) / gain on revaluation of held-for-trading securities	(17,425)	4,181	(13,244)	3,948	160	4,108
Surplus on revaluation of available-for-sale securities	(1,609)	559,334	557,725	16,384	442,091	458,475
Total investments at carrying value	5,906,345	9,969,700	15,876,045	5,630,572	6,548,949	12,179,521

7.2 In respect of term finance certificates and shares of Agritech Limited, the State Bank of Pakistan (SBP) vide their letter number BPRD/BRD-(Policy)/2014-11546 dated June 27, 2014 has provided further relaxation and advised to record provision and impairment on existing credit exposure and mark-to-market loss on shares in a phased manner upto 65%, 70%, 75%, 80%, 85%, 90% and 100% by June 30, 2014, September 30, 2014, December 31, 2014, March 31, 2015, June 30, 2015, September 30, 2015 and December 31, 2015 respectively calculated under Prudential Regulations. The Company has maintained 80% (December 31, 2014: 75%) provision on credit exposure and 86.11% (December 31, 2014: 86.90%) impairment on mark-to-market loss on shares in this unconsolidated condensed interim financial information.

As per the terms of the Share Transfer and Debt Swap Agreement, Agritech Limited Shares shall be held by the respective trustees for the TFC issues in their name for and on behalf of TFC Holders who shall be the beneficial owners of the subject shares in proportion to their holdings. The Trustees for the TFC issue are authorised pursuant to shareholders investors agreement to hold the said ordinary shares for and on behalf of TFC holders for a period of five years from the date of transfer.

7.3 The Company has now decided for injecting further equity into Pak Oman Asset Management Company Limited to make it complaint to regulatory requirements and ensure successful operations through its restructuring / re-organisation. The process to increase the equity is in progress.

	(Un-audited) March 31, 2015	(Audited) December 31, 2014
	----- (Rupees in '000) -----	
8. ADVANCES - net		
Loans in Pakistan	9,085,931	8,689,030
Net investment in finance lease in Pakistan	1,688,116	1,275,198
Advances - gross	<u>10,774,047</u>	<u>9,964,228</u>
Less: Provision for non-performing advances	(864,925)	(893,914)
Advances - net of provision	<u><u>9,909,122</u></u>	<u><u>9,070,314</u></u>

8.1 Advances include amount aggregating Rs. 956.958 million (December 31, 2014: Rs. 1,037.908 million), which have been placed under the non-performing status as detailed below:

March 31, 2015 (Un-audited)					
Category of classification	Domestic	Overseas	Total	Provision required	Provision held
	----- (Rupees in '000) -----				
Substandard	50,583	-	50,583	8,090	8,090
Doubtful	-	-	-	-	-
Loss	906,375	-	906,375	856,835	856,835
	<u>956,958</u>	<u>-</u>	<u>956,958</u>	<u>864,925</u>	<u>864,925</u>
December 31, 2014 (Audited)					
Category of classification	Domestic	Overseas	Total	Provision required	Provision held
	----- (Rupees in '000) -----				
Substandard	57,950	-	57,950	8,090	8,090
Doubtful	-	-	-	-	-
Loss	979,958	-	979,958	885,824	885,824
	<u>1,037,908</u>	<u>-</u>	<u>1,037,908</u>	<u>893,914</u>	<u>893,914</u>

8.2 In accordance with BSD Circular No. 2 dated January 27, 2009 issued by the SBP, the Company has availed the benefit of FSV against the non-performing advances and term finance certificates. As of March 31, 2015, the Company has availed total accumulated FSV benefit amounting to Rs. 186.131 million (net of tax Rs. 120.985 million). Accordingly, accumulated profit of Rs. 120.985 million (net of transfer to statutory reserves Rs. 96.788 million) will not be available for the distribution as cash or stock dividend to the shareholders / bonus to employees of the Company as required by the aforementioned SBP directives.

(Un-Audited)	
First quarter ended	
March 31, 2015	March 31, 2014
----- (Rupees in '000) -----	

9. OPERATING FIXED ASSETS

During the period additions to operating fixed assets were as follows:

Owned

Office equipment	66	580
Computer equipment	-	1,010
Furniture and fixture	100	-
Vehicles	1,822	3,355
Capital work in progress	413	6,079
	<u>2,401</u>	<u>11,024</u>

(Un-Audited) (Audited)
March 31, 2015 December 31, 2014
 -----(Rupees in '000)-----

10 DEFERRED TAX ASSETS - net

Deferred tax assets arising in respect of:

Provision for diminution in the value of investments	314,477	311,670
Amortisation of premium on federal government securities	1,400	573
Assets subject to finance leases	68	70
Accelerated tax depreciation allowances	755	(21)
Revaluation on investments classified as held-for-trading	243	(1,394)
Provision against non-performing loans and advances	302,724	312,870
	619,667	623,768

Less: Deferred tax liabilities arising in respect of:

Revaluation on investments classified as available-for-sale	(179,894)	(165,029)
Dividend receivable	(1,144)	(2,312)
Net investment in finance leases	(70,908)	(76,399)
	(251,946)	(243,740)
	367,721	380,028

11 DEPOSITS AND OTHER ACCOUNTS

Certificate of investments - remunerative (in local currency)		
Financial institutions	1,441,847	2,888,748
Others	3,567,331	3,407,238
	5,009,178	6,295,986

11.1 The rate of return on deposits maturing between April 2015 to July 2017 (2014: January 2015 to July 2017) is 7.7 to 12 (2014: 9 to 12) percent per annum.

12 SHARE CAPITAL

12.1 Authorized capital

(Un-Audited) March 31, 2015	(Audited) December 31, 2014		(Un-Audited) March 31, 2015	(Audited) December 31, 2014
----- (Number of shares) -----			----- (Rupees in '000) -----	
1,000,000,000	1,000,000,000	Ordinary shares of Rs. 10 each	10,000,000	10,000,000

12.2 Issued, subscribed and paid - up capital

615,000,000	615,000,000	Ordinary shares of Rs. 10 each	6,150,000	6,150,000
--------------------	-------------	--------------------------------	------------------	-----------

12.3 The Ministry of Finance on behalf of the Government of Pakistan and the Sultanate of Oman through its Ministry of Finance each holds 307,495,900 (2014: 307,495,900) ordinary shares of the Company, while 4,100 (2014: 4,100) ordinary shares each are held by the Secretary - Economic Affairs Division, Government of Pakistan and Ministry of Commerce and Industry, Sultanate of Oman.

15 **BASIC AND DILUTED EARNINGS PER SHARE (Un-Audited)**

	First quarter ended	
	March 31, 2015	March 31, 2014
Profit after taxation (Rupees in '000)	295,181	87,656
Weighted average number of ordinary shares (in '000)	615,000	615,000
Basic and diluted earnings per share (Rupee)	0.48	0.14

16 **SEGMENT ANALYSIS WITH RESPECT TO BUSINESS ACTIVITIES (Un-Audited)**

16.1 The segment analysis with respect to business activities are as follows:

	Corporate Finance	Trading & Sales	Commercial Banking	Total
-----Rupees in '000-----				
First quarter ended March 31, 2015 (Un-Audited)				
Total income	2,635	638,044	270,354	911,033
Total expense	17,270	267,448	176,324	461,042
Net income	(14,635)	370,596	94,030	449,991
First quarter ended March 31, 2015 (Un-Audited)				
Segment assets - net	-	17,838,410	10,330,049	28,168,459
Segment liabilities	-	12,404,521	7,918,201	20,322,722
First quarter ended March 31, 2014 (Un-Audited)				
Total income	450	298,394	212,767	511,611
Total expense	14,997	205,534	166,675	387,206
Net income	(14,547)	92,860	46,092	124,405
First quarter ended March 31, 2014 (Un-Audited)				
Segment assets - net	-	11,386,486	7,476,999	18,863,485
Segment liabilities	-	6,480,851	5,324,272	11,805,123

17 **CASH AND CASH EQUIVALENTS**

	(Un-Audited)	
	March 31, 2015	March 31, 2014
----- (Rupees in '000) -----		
Cash and balances with treasury banks	72,828	80,433
Balances with other banks	108,045	206,148
Placements	-	200,000
	180,873	486,581

18. **RELATED PARTY TRANSACTIONS**

18.1 The Company has related party relationship with its associates, subsidiaries, employee benefit plans and its key management personnel (including their associates). The details of investments in subsidiaries and associates are stated in note 7 to this unconsolidated condensed interim financial information.

Contributions to the accounts in respect of staff retirement benefits are made in accordance with actuarial valuation /terms of the contribution plan. Remuneration of the key management personnel are in accordance with the terms of their employment. Advances are given to employees as per the Company's Policy. Transactions with other related parties are carried out on commercial terms and as per market rates.

Related parties of the Company comprises of:

Subsidiaries

- Pak Oman Asset Management Company Limited
- Pak Oman Microfinance Bank Limited
- Pak Oman Advantage Fund
- Pak Oman Advantage Islamic Income Fund
- Pak Oman Islamic Asset Allocation Fund
- Pak Oman Advantage Asset Allocation Fund
- Pak Oman Government Securities Fund

Associates

- Japan Power Generation Limited

Key management Personnel

- All heads of departments
- Directors

Retirement benefit fund

- Defined benefit plan
- Defined contribution plan

Other related party

- Orient Power Company (Private) Limited

19. CREDIT RATING

The JCR VIS Credit Rating Company Limited has maintained the company's rating of AA+ (Double AA Plus) in the long term and A-1+ (A One Plus) for the short term.

20. GENERAL

Figures have been rounded off to the nearest rupee in thousand.

21. DATE OF AUTHORISATION FOR ISSUE

This unconsolidated condensed interim financial information was authorised on April 23, 2015 by the board of directors.

Chief Financial Officer

**Managing Director
and Chief Executive**

**Managing Director
and Chief Executive**

Chairman