

Table of Content's

Corporate Information	01
Director's Review	02
Interim Condensed Balance Sheet	03
Interim Condensed Profit And Loss Account	04
Interim Condensed Statement Of Comprehensive Income	05
Interim Condensed Statement Of Changes In Equity	06
Interim Condensed Cash Flow Statement	07
Notes To The Interim Condensed Financial Statements	08

Corporate Information

Corporate Information

Board of Directors

Mr. Michael Patrick Foley	Chairman
Mr. Nadeem Hussain	Chief Executive Officer & President
Mr. Irfan Wahab Khan	Director
Mr. Roar Bjaerum	Director
Mr. Salim Raza	Director
Mr. Nizar Noor Muhammad	Director
Ms. Mayada Baydas	Director
Mr. Aslam Hayat	Director
Mr. Henning Thronsen	Director

Chief Financial Officer

Mr. Salman Lakhani

Company Secretary

Ms. Sana Tariq

Human Resource Management & Planning Committee

Mr. Irfan Wahab Khan	Chairman
Mr. Nizar Noor Muhammad	Member
Mr. Michael Patrick Foley	Member

Branchless Banking Steering Committee

Mr. Irfan Wahab Khan	Chairman
Mr. Nadeem Hussain	Member
Mr. Roar Bjaerum	Member
Mr. Michael Patrick Foley	Member
Mr. Nizar Noor Mohammed	Member
Mr. Salim Raza	Member

Audit Committee

Mr. Salim Raza	Chairman
Mr. Roar Bjaerum	Member
Mr. Nizar Noor Muhammad	Member

Risk Management Committee

Mr. Salim Raza	Chairman
Mr. Roar Bjaerum	Member

Executive Compensation Review Committee

Mr. Michael Patrick Foley
Mr. Salim Raza
Mr. Aslam Hayat

Auditors

KPMG Taseer Hadi & Co Chartered Accountants

Legal Advisors

Ali & Ali Barristers and Corporate Consultants

Registered Office

Tameer Microfinance Bank Limited
15-A Block 7-8, Central Commercial Area, K.C.H.S. Union, Karachi - 75350, Pakistan
Tel: +92-21-111-111-004
Website: <http://www.tameerbank.com>
Email: info@tameerbank.com

Director's Review

The Board of Directors is pleased to present the unaudited condensed interim financial information of the Bank for the nine months ended September 30, 2015.

<u>Financial Highlights</u>	Quarter ended March 31, 2015	Quarter ended March 31, 2014
	Rupees in 000's	
Profit before provisions and taxation	967,953	775,729
Provision against loans and advances	(37,472)	(13,834)
Bad debts written off directly - net of recoveries	(30,328)	(58,608)
	(67,800)	(72,441)
Profit before taxation	900,153	703,288
Taxation	(313,560)	(244,088)
Profit After Taxation	586,593	459,200
Earnings per share (FTQ)	<i>4.36</i>	<i>3.41</i>

During the nine months ended September 30, 2015, the Bank's made profit before taxation stood at Rs. 900.153 million as compared to Rs. 703.288 million for the previous corresponding period, registering a sound increase of 28%.

Net interest income of the bank increased by 27% to reach Rs. 2,025.442 million as compared to Rs. 1,588.826 million in corresponding period last year. Non markup income has registered an impressive growth of 23% to reach at Rs. 1,188.713 million.

Gross Advances increased by 25% to reach Rs.11,203.241 million as at September 30, 2015. Deposits grew by 24% to reach Rs. 15,244.506 million.

We continue to strengthen our presence in the markets place as of September 30, 2015 we operate through 66 Branches and 101 Services Centre nationwide and continued to upgrade its touch point infrastructure to provide a better customer experience.

PACRA and JCR, premier rating agencies of the country have determined the long-term and short-term rating of the Bank as 'A+' and 'A-1' respectively. The ratings denote a low expectation of credit risk. The capacity for timely payments of financial commitments is considered strong.

The Board would like to thank our valued customers for their continued patronage and support, the State Bank of Pakistan, Securities Exchange commission of Pakistan and other regulatory authorities for their continuous guidance and support with whom we enjoy a very cordial relationship. The Board would like to place on record its appreciation for the hard work, dedication, professionalism and sincere efforts of the senior management, officer, and staff of the Bank at all levels.



Nadeem Hussain
Chief Executive Officer
Date: 00-00-2015
Place: Karachi

INTERIM CONDENSED BALANCE SHEET (UN-AUDITED)

AS AT SEPTEMBER 30, 2015

Note	September 30, 2015 (Un-Audited)	December 31, 2014 (Audited) ------(Rupees in '000)-----
------	---------------------------------------	--

ASSETS

Cash and balances with State Bank of Pakistan and National Bank of Pakistan	5	1,677,374	1,371,733
Balances with other banks	6	1,026,611	717,070
Lending to financial institutions		150,000	-
Investments	7	5,373,024	3,775,640
Advances- net of provisions	8	11,143,678	8,941,759
Operating fixed assets	9	637,168	556,761
Other assets		1,413,008	1,030,330
Deferred tax assets - net		3,758	-
		<u>21,424,621</u>	<u>16,393,293</u>

LIABILITIES

Deposits and other accounts	10	15,244,506	12,261,354
Borrowings	11	129,670	239,211
Subordinated debt		-	-
Other liabilities		2,603,749	1,044,847
Deffered tax liabilities		-	3,960
		<u>17,977,925</u>	<u>13,549,372</u>
		<u>3,446,696</u>	<u>2,843,921</u>

NET ASSETS

REPRESENTED BY:

Share capital	1,346,939	1,346,939
Reserves	982,049	828,142
Accumulated Profit	<u>1,076,330</u>	<u>646,831</u>
	3,405,318	2,821,912
Surplus on revaluation of assets - net of tax	399	(959)
Deffered Grants	40,979	22,968
	<u>3,446,696</u>	<u>2,843,921</u>

MEMORANDUM / OFF BALANCE SHEET ITEMS

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.



President &
Chief Executive Officer



Director

INTERIM CONDENSED PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2015

Note	Nine months ended	Quarter ended	Nine months ended	Quarter ended	
	September 30, 2015	September 30, 2015	September 30, 2015	September 30, 2015	
----- (Rupees in '000) -----					
Mark-up / return / interest earned	12	2,541,333	921,904	2,167,629	756,397
Mark-up / return / interest expensed	13	(515,891)	(169,713)	(578,804)	(193,979)
Net mark-up / return / interest income		<u>2,025,442</u>	<u>752,191</u>	<u>1,588,826</u>	<u>562,418</u>
Provision against non-performing loans and advances		(37,472)	(16,913)	(13,834)	(5,709)
Provision for diminution in the value of investments - net		-	-	-	-
Bad debts written off directly		(30,328)	(9,891)	(58,608)	(27,915)
		(67,800)	(26,804)	(72,441)	(33,624)
Net mark-up / return / interest income after provisions		<u>1,957,642</u>	<u>725,387</u>	<u>1,516,385</u>	<u>528,794</u>
NON MARK-UP / INTEREST INCOME					
Fee, commission and brokerage income	14	1,060,977	363,208	900,401	320,548
Dividend income		-	-	-	-
Other income		127,736	53,152	63,419	27,573
Total non mark-up / interest income		<u>1,188,713</u>	<u>416,360</u>	<u>963,820</u>	<u>348,121</u>
		<u>3,146,355</u>	<u>1,141,747</u>	<u>2,480,205</u>	<u>876,915</u>
NON MARK-UP / INTEREST EXPENSES					
Administrative expenses		(2,226,851)	(835,510)	(1,755,382)	(639,972)
Other provisions / write-offs		(1,022)	(399)	(7,176)	(6,696)
Other charges		(18,329)	(6,076)	(14,358)	(4,610)
Total non mark-up / interest expenses		<u>(2,246,202)</u>	<u>(841,985)</u>	<u>(1,776,917)</u>	<u>(651,278)</u>
		<u>900,153</u>	<u>299,762</u>	<u>703,288</u>	<u>225,637</u>
Extraordinary / unusual items		-	-	-	-
Profit before taxation		<u>900,153</u>	<u>299,762</u>	<u>703,288</u>	<u>225,637</u>
TAXATION					
- Current		(320,326)	(96,036)	(234,244)	(76,810)
- Prior years		-	-	-	-
- Deferred		6,766	-	(9,844)	-
		(313,560)	(96,036)	(244,088)	(76,810)
PROFIT AFTER TAXATION		<u>586,593</u>	<u>203,725</u>	<u>459,200</u>	<u>148,827</u>
----- Rupees -----					
Basic and diluted earnings per share		<u>4.36</u>	<u>1.51</u>	<u>3.41</u>	<u>1.10</u>

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.



President &
Chief Executive Officer



Director

INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2015

	Nine months ended September 30, 2015	Quarter ended September 30, 2015	Nine months ended September 30, 2015	Quarter ended September 30, 2015
	----- (Rupees in '000)-----			
Net profit for the period	586,593	203,725	459,200	148,827
Other comprehensive income not to be reclassified to profit and loss account in subsequent periods				
Actuarial loss on defined benefit plan	(4,619)	-	(2,897)	-
Effect of taxation	1,432	-	683	-
	(3,187)	-	(2,214)	-
Total comprehensive income / (loss) for the period	<u>583,406</u>	<u>203,725</u>	<u>456,986</u>	<u>148,827</u>

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.



President &
Chief Executive Officer



Director

INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

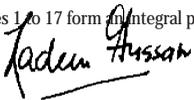
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2015

	Capital reserves					Total
	Share capital	Share premium	Statutory reserve	Depositors' Protection Fund	Accumulated Profit/loss	
	(Rupees in '000)					
Balance as at 01 January 2014	1,346,939	343,469	228,012	70,224	205,787	2,194,431
Net Profit / (loss) for the year	-	-	-	-	459,200	459,200
Other comprehensive income / (loss)	-	-	-	-	(2,214)	(2,214)
Total comprehensive income / (loss) for the year	-	-	-	-	456,986	456,986
Interim Cash Dividend - 31 March 2014 at the rate of Re 0.38 per share					(51,453)	(51,453)
Transfer to statutory reserve *			91,840		(91,840)	-
Contribution to Depositors' Protection Fund **				29,576	(29,576)	-
Balance as at 30 Sep 2014	1,346,939	343,469	319,852	99,800	489,904	2,599,964
Net Profit / (loss) for the year	-	-	-	-	249,293	249,293
Other comprehensive income / (loss)	-	-	-	-	(27,345)	(27,345)
Total comprehensive income / (loss) for the year 221,948					-	221,948
Transfer to statutory reserve *			49,859		(49,859)	-
Contribution to Depositors' Protection Fund **				15,162	(15,162)	-
Balance as at 31 Dec 2014	1,346,939	343,469	369,711	114,962	646,831	2,821,912
Net Profit / (loss) for the period	-	-	-	-	586,593	586,593
Other comprehensive income	-	-	-	-	(3,187)	(3,187)
Total comprehensive income for the period	-	-	-	-	583,406	583,406
Transfer to statutory reserve *	-	-	117,319	-	(117,319)	-
Contribution to Depositors' Protection Fund **	-	-	-	36,589	(36,589)	-
Balance as at 30 Sep 2015	1,346,939	343,469	487,030	151,551	1,076,330	3,405,318

* In accordance with the requirements of the Microfinance Institution Ordinance, 2001 and the Prudential Regulations for Microfinance Banks issued by the SBP (Prudential Regulations), the Bank has transferred an amount equivalent to 20% of profit after tax to the statutory reserve.

** In accordance with the requirements of the Microfinance Institution Ordinance, 2001 and the Prudential Regulations, the Bank has transferred an amount equivalent to 5% of profit after tax to the Depositors' Protection Fund, plus the return earned on such funds.

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.



 President &
 Chief Executive Officer



 Director

INTERIM CONDENSED CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2015

31-March-15 31-March-14

(Un-Audited)
------(Rupees in '000)-----

CASH FLOW FROM OPERATING ACTIVITIES

Profit before taxation	900,153	703,288
Adjustments:		
Depreciation and amortisation	124,826	113,112
Grant income recognised	(21,591)	(14,508)
Reversal / provision against non-performing advances	67,800	72,441
Loss/ (Gain) on sale of operating fixed asset	(2,543)	(1,690)
Amortisation of discount on investments	(257,813)	(205,409)
Finance charges on leased assets	821	1,259
Loss on derrivative financial instruments	-	-
Provision for gratuity fund	31,824	24,692
Other provisions	1,022	7,176
	(55,654)	(2,926)
<i>(Increase) / decrease in operating assets</i>		
Advances	(2,253,784)	(764,552)
Other assets (excluding advance taxation)	(382,678)	(21,029)
	(2,636,462)	(785,581)
<i>Increase / (decrease) in operating liabilities</i>		
Deposits and other accounts	2,983,152	1,700,032
Other liabilities (excluding current taxation)	1,558,902	809,391
	4,542,054	2,509,423
Income tax paid Advance Tax	(282,444)	(45,013)
Payment to employee gratuity fund	(51,097)	(23,204)
Net cash flow from operating activities	<u>2,416,550</u>	<u>2,355,986</u>

CASH FLOW FROM INVESTING ACTIVITIES

Purchase of investments in available-for-sale securities	(23,528,702)	(20,209,790)
Investments in operating fixed assets	(219,181)	(201,414)
Sale proceed from disposal of available-for-sale securities	22,162,237	19,357,152
Sale proceed from disposal of operating fixed assets	9,678	9,299
<i>Net cash flow from investing activities</i>	<u>(1,575,968)</u>	<u>(1,044,753)</u>

CASH FLOW FROM FINANCING ACTIVITIES

Payments of lease obligation	(5,461)	(7,325)
Borrowing from financial institution	(109,541)	(167,874)
Subordinated debt	-	(493,528)
Cash dividend paid to shareholders	-	(48,934)
Grant received	39,602	15,310
<i>Net cash flow from financing activities</i>	<u>(75,400)</u>	<u>(702,350)</u>
	<u>765,182</u>	<u>608,882</u>
Cash and cash equivalents at beginning of the period	<u>2,088,803</u>	<u>1,796,233</u>
Cash and cash equivalents at end of the period	<u><u>2,853,985</u></u>	<u><u>2,405,115</u></u>

CASH AND CASH EQUIVALENTS

Cash and balances with SBP and NBP	1,677,374	1,299,864
Balances with other Banks	1,026,611	1,105,252
Lending to financial institutions	150,000	-
	<u>2,853,985</u>	<u>2,405,115</u>



President &
Chief Executive Officer



Director

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2015

1. STATUS AND NATURE OF BUSINESS

- 1.1 Tameer Microfinance Bank Limited (the Bank) was incorporated in Pakistan on 01 August 2005 as a public limited company under the Companies Ordinance, 1984. The Bank obtained Microfinance banking license from the SBP on 05 August 2005 to operate on a nationwide basis and received the certificate of commencement of business from the Securities and Exchange Commission of Pakistan (SECP) on 05 September 2005. The Bank is a subsidiary of Telenor Pakistan (Private) Limited (the holding company) which owns 51% shareholding in the Bank. The Bank's registered office is situated at 15-A, Block 7 & 8, Central Commercial Area, K.C.H.S. Union, Karachi. The Bank's principal business is to provide microfinance banking and related services to the poor and underserved segment of the society with a view to alleviate poverty under the Microfinance Institution Ordinance, 2001. In 2009, the Bank also started Branchless Banking services with the holding company under the Branchless Banking license from the SBP.

2. STATEMENT OF COMPLIANCE

These interim condensed financial statements of the Bank have been prepared, in accordance with the requirements of the International Accounting Standard 34 - 'Interim Financial Reporting', provisions of the Companies Ordinance, 1984, the Microfinance Institution Ordinance, 2001 and directives issued by the Securities and Exchange Commission of Pakistan (SECP) and the State Bank of Pakistan (SBP). In case where requirements differ, the provisions of the Companies Ordinance, 1984, the Microfinance Institution Ordinance, 2001 and the said directives have been followed.

These interim condensed financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the annual financial statements of the Bank as at 31 December 2014.

3. BASIS OF MEASUREMENT

- 3.1 These interim condensed financial statements have been prepared under historical cost convention except for available for sale investments which are measured at fair value.
- 3.2 These interim condensed financial statements have been presented in Pakistani Rupees, which is the Bank's functional and presentation currency.

4. SIGNIFICANT ACCOUNTING POLICIES AND FINANCIAL RISK MANAGEMENT

- 4.1 The accounting policies adopted for the preparation of these interim condensed financial statements are the same as those applied in the preparation of the annual financial statements for the year ended December 31, 2014, except as follows:

New, Amended And Revised Standards And Interpretations of IFRSs

The Bank has adopted the following revised standards, amendments and interpretation of IFRSs which became effective during the period:

IAS 32 – Financial Instruments : Presentation – (Amendment)

IAS 36 – Impairment of Assets – (Amendment)

IFRIC 21 – Levies

IFAS 3 – Profit and Loss Sharing on Deposits

The adoption of the above standards / amendments did not have any effect on the interim condensed financial statements.

- 4.2 The financial risk management objectives and policies adopted by the Bank are consistent with those disclosed in the annual financial statements of the Bank for the year ended 31 December 2014.

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2015

	Note	September 30, 2015 (Un-Audited)	December 31, 2014 (Audited)
------(Rupees in '000)-----			

5 CASH AND BALANCE WITH SBP & NBP

Cash in Hand - Local Currency		724,762	558,280
Balance with State Bank of Pakistan	5.1	901,671	763,620
Balance with National Bank of Pakistan	5.1	50,941	49,833
		<u>1,677,374</u>	<u>1,371,733</u>

5.1 Represent current accounts maintained with SBP and NBP to meet the minimum balance requirement equivalent to 5% as cash reserve and 10% as liquidity reserve of the Bank's time and demand liabilities in accordance with the Prudential Regulations.

	Note	September 30, 2015 (Un-Audited)	December 31, 2014 (Audited)
------(Rupees in '000)-----			

6 BALANCE WITH OTHER BANKS / NBFIs/MFBs

In Pakistan			
- Current accounts		9,614	7,953
- PLS deposit accounts		816,997	709,117
- Term deposit accounts		200,000	-
		<u>1,026,611</u>	<u>717,070</u>

7 INVESTMENTS

Federal Government Securities - available-for-sale			
Market Treasury Bills			
	7.1	5,372,616	3,777,071
Deficit on revaluation of assets		408	(1,431)
		<u>5,373,024</u>	<u>3,775,640</u>

7.1 These carry interest rates ranging between 6.47% to 6.95% (2014: 9.41% to 9.95%) per annum and will mature upto Jan 2016. These securities have an aggregate face value of Rs. 5,400 million (2014: Rs. 3,800 million).

	Note	30-Sep-15 (Un-Audited)		31-Dec-14 (Audited)	
		Number of loans	(Rupees in '000)	Number of loans	(Rupees in '000)

8 ADVANCES

Micro credit					
- Secured		107,890	6,842,270	98,158	6,430,685
- Unsecured		<u>158,946</u>	<u>4,360,971</u>	<u>128,712</u>	<u>2,550,705</u>
		266,836	11,203,241	226,870	8,981,390
Less: Provision held					
- Specific	8.1	914	(10,845)	625	(9,586)
- General		-	(48,718)	-	(30,045)
			(59,563)		(39,631)
			<u>11,143,678</u>		<u>8,941,759</u>

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2015

8.1 Advances include Rs. 164.546 million (31 December 2014: Rs. 74.381 million) which have been placed under non-performing status as detailed below:

	30-Sep-15			31-Dec-14		
	Amount outstanding	Provision required	Provision held	Amount outstanding	Provision required	Provision held
	----- (Rupees in '000) -----			----- (Rupees in '000) -----		
OAEM	86,588	-	-	43,238	-	-
Substandard	42,097	2,252	2,252	5,967	590	590
Doubtful	32,768	6,363	6,363	17,065	2,639	2,639
Loss	3,094	2,231	2,231	8,111	6,357	6,357
	<u>164,546</u>	<u>10,845</u>	<u>10,845</u>	<u>74,381</u>	<u>9,586</u>	<u>9,586</u>

9 OPERATING FIXED ASSETS

Property and equipment
Intangible assets
Capital work-in-progress - advance against purchase of fixed assets

	30-Sep-15 (Un-Audited)	31-Dec-14 (Audited)
	----- (Rupees in '000) -----	
	552,595	491,148
	25,221	34,958
	<u>59,352</u>	<u>30,655</u>

9.1 Addition during the period - at cost

Improvements to leasehold buildings
Furniture and Fixtures
Electrical, office and computer equipments
Vehicles-owned
Intangible assets

	30-Sep-15 (Un-Audited)	31-Dec-14 (Audited)
	----- (Rupees in '000) -----	
	34,095	36,265
	27,435	30,456
	88,010	95,017
	35,493	19,355
	5,452	19,746
	<u>190,484</u>	<u>200,839</u>

9.2 Deletion during the period - at cost

Furniture and Fixtures
Electrical, office and computer equipments
Vehicles-owned
Vehicles-Leased

	30-Sep-15 (Un-Audited)	31-Dec-14 (Audited)
	-	291
	20	103
	11,873	9,119
	5,828	5,230
	<u>17,721</u>	<u>14,744</u>

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2015

	30-Sep-15 (Un-Audited)	31-Dec-14 (Audited)
	----- (Rupees in '000) -----	
10 DEPOSITS AND OTHER ACCOUNTS		
Current deposits	9,487,001	6,757,528
Fixed deposits	4,535,789	4,638,659
Saving deposits	1,221,715	865,167
	<u>15,244,506</u>	<u>12,261,354</u>
10.1 Particulars of deposits by ownership		
Individual depositors	11,992,891	10,630,350
Institutional depositors		
- Corporations / firms etc	3,189,004	1,595,357
- Banks / financial institutions	62,610	35,647
	<u>15,244,506</u>	<u>12,261,354</u>

11 BORROWINGS

Banks / financial Institutions inside Pakistan		129,670	239,211
		<u>129,670</u>	<u>239,211</u>
Detail of borrowings			
Unsecured			
Microfinance Credit Guarantee Facility (MCGF)	11.1	130,417	240,695
Unamortised transaction cost		(746)	(1,484)
		<u>129,670</u>	<u>239,211</u>

11.1 This represents financing from commercial banks under the MCGF scheme introduced by the SBP to facilitate and promote channelization of funds from banks / DFIs to Microfinance institutions. These carry mark-up rate of 6 months' KIBOR plus 2% (2014: 6 months' KIBOR plus 2%) and are repayable in fixed installments over a period of 2-5 years.

	Nine months ended September 30, 2015	Quarter ended September 30, 2015	Nine months ended September 30, 2015	Quarter ended September 30, 2015
	----- (Rupees in '000) -----			
12 MARK-UP / RETURN / INTEREST EARNED				
On loans and advances	2,180,635	793,960	1,858,193	618,737
On available for sale investments	257,813	94,831	205,409	106,204
On deposits with financial institutions	49,535	16,261	52,433	19,893
On call money lendings	27,262	8,239	17,711	2,819
On repurchase agreement lendings	26,088	8,613	33,883	8,744
	<u>2,541,333</u>	<u>921,904</u>	<u>2,167,629</u>	<u>756,397</u>
13 MARK-UP / RETURN / INTEREST EXPENSED				
On Deposits	499,803	165,748	479,741	163,277
On Borrowings	16,088	3,965	41,875	13,261
On Subordinated Debt	-	-	57,189	17,441
	<u>515,891</u>	<u>169,713</u>	<u>578,804</u>	<u>193,979</u>

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2015

Nine months ended September 30, 2015	Quarter ended September 30, 2015	Nine months ended September 30, 2015	Quarter ended September 30, 2015
(Rupees in '000)			

14 FEE, COMMISSION AND BROKERAGE INCOME

Loan processing fee		257,389	83,842	225,188	84,689
Income from branchless banking	14.1	791,390	275,496	666,587	234,109
Others		12,198	3,870	8,626	1,750
		<u>1,060,977</u>	<u>363,208</u>	<u>900,401</u>	<u>320,548</u>

14.1 Represents income from branchless banking operations (Easy Paisa) carried out by the Bank together with the holding company under the SBP's Branchless Banking Regulations. As per the agreement with the holding company, income from Easy Paisa is shared between the Bank and the holding company in the ratio of 14% and 86% (2014: 14% and 86%) respectively.

15. RELATED PARTY TRANSACTIONS

Related parties of the Bank comprise of subsidiaries, associates (including entities having directors in common with the Bank), retirement benefit funds, major share holders, directors and key management personnel and their close family members.

Balances with related parties have been disclosed in respective notes. Transactions with related parties, other than those disclosed elsewhere in the Interim Condensed financial statements, are summarised as follows:

	30-Sep-2015				31-December-2014			
	Holding Company	Directors and key management personnel	Others	Total	Holding Company	Directors and key management personnel	Others	Total
	(Rupees in '000)				(Rupees in '000)			
Advances								
At 01 January	-	33,526	-	33,526	-	31,614	-	31,614
Given during the period	-	27,135	-	27,135	-	25,062	-	25,062
Repaid during the period	-	(13,326)	-	(13,326)	-	(23,150)	-	(23,150)
At 30th Sep / 31st Dec	-	47,335	-	47,335	-	33,526	-	33,526
Deposits								
At 01 January	75,979	5,787	318,856	400,622	99,868	2,305	233,789	335,962
Received during the period	43,708,165	233,106	487,701	44,428,972	54,625,681	404,962	319,890	55,350,533
Withdrawn during the period	(43,422,164)	(229,567)	(414,814)	(44,066,546)	(54,649,570)	(401,480)	(234,823)	(55,285,873)
At 30th Sep / 31st Dec	361,980	9,326	391,742	763,048	75,979	5,787	318,856	400,622
Other Liabilities								
Payable against branchless banking transactions	250,189	-	-	250,189	166,604	-	-	166,604
Mark-up payable	-	-	26,201	26,201	-	-	25,520	25,520
Accrued Expenses	63,754	-	-	63,754	12,791	-	-	12,791
At 30th Sep / 31st Dec	313,943	-	26,201	340,143	179,395	-	25,520	204,915
Other Assets								
Other receivable	47,358	-	-	47,358	-	-	-	-
At 30th Sep / 31st Dec	47,358	-	-	47,358	-	-	-	-

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2015

	30-Sep-2015				31-December-2014			
	Un-Audited				Audited			
	------(Rupees in '000)-----				------(Rupees in '000)-----			
Expenses								
Rent and taxes	-	-	-	-	6,800	-	-	6,800
Mark-up expense	-	-	35,321	35,321	6,692	-	26,191	32,882
Communication expenses	2,246	-	-	2,246	4,469	-	-	4,469
Deposit Mobilization Commission	117,936	-	-	117,936	74,403	-	-	74,403
Contribution to defined contribution plan	-	-	29,870	29,870	-	-	24,975	24,975
Charge for defined benefit plan	-	-	31,824	31,824	-	-	24,692	24,692
Period ended 30 Sep	120,182	-	97,016	217,198	92,364	-	75,858	168,221

16 GENERAL

16.1 Figures have been rounded off to the nearest thousand rupees

17 DATE OF AUTHORISATION

These interim condensed financial statements were authorised for issue by the Board of Directors in their meeting held on _____.



President &
Chief Executive Officer



Director