

2024 THIRD QUARTERLY



COMPANY INFORMATION

BOARD OF DIRECTORS

Haji Jan Muhammad (Chairman)
Mr Muhammad Mehboob
Mrs. Zillay Huma Khan
Mr Faisal Zahid
Mr. Shaukat Zaman
Mr. Farrukh Siddiqui
Mr. Muhammad Bilal Chaudhry

PRESIDENT & CEO

Mr Zafar M Sheikh

AUDIT COMMITTEE

Mr. Farrukh Siddiqui (Chairman)
Haji Jan Muhammad
Mr Muhammad Mehboob
Mr Faisal Zahid

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr Faisal Zahid (Chairman)
Mr Zafar M Sheikh
Mr Muhammad Mehboob
Mrs. Zillay Huma Khan

RISK MANAGEMENT COMMITTEE

Mr. Shaukat Zaman
Mr Muhammad Mehboob
Mr. Farrukh Siddiqui
Mr Faisal Zahid
Mr Zafar M Sheikh

CHIEF FINANCIAL OFFICER

Mr. Shakeel Ahmed

SHARIAH ADVISOR

Mufti Abdul Ghaffar

AUDITORS

BKR International Muniff Ziauddin & Co.
Chartered Accountant

TAX ADVISORS

Grant Thoranton Anjum Rahman
Chartered Accountants

LEGAL ADVISORS

Rizwan Ahmed (Barrister at Law)
Ahmad, Azim & Co (Advocates)

SHARE REGISTRAR

M/s. C&K Management
Associates (Pvt) Limited
404, Trade Tower,
near Hotel Metropole, Karachi.

BANKERS

JS Bank Limited
United Bank Limited
Bank Makramah Limited

REGISTERED OFFICE

Suite No. 3, 1st Floor, Junaid Plaza,
I-10, Markaz, Islamabad.
Tel : (051) 4102919
Website : www.sibl.com.pk

KARACHI OFFICE

502, 5th Floor, Madina City Mall,
Abdullah Haroon Road, Saddar Karachi.
Tel: (021) 35659753-54
Fax: (021) 35659755
E-mail : sibl@sibl.com.pk

DIRECTOR'S REPORT

The directors of Security Investment Bank Limited (the Company) are pleased to present the Financial Statements of the Company for the quarter ended 30 September 2024.

Pakistan's economic outlook has improved since the start of FY25, with economic momentum picking up after the completion of bailout package from the IMF. The government secured a final approval from the IMF for a fresh \$7 billion loan program that will bring significant improvement in growth, inflation and deficits compared to the crisis in FY23. Foreign exchange reserves have strengthened from previously critically low levels, import and currency restrictions that hurt industrial activity have eased. Inflation has also under control, helping monetary authority to lower borrowing cost by 450 basis points since June this year.

The efforts of present government has pledged to achieve a sustained growth by undertaking structural reforms in the economy. Their administration forecasts further stabilization in FY25, with growth projected to rise 3.0 per cent (from 2.4 per cent in FY24) and inflation to ease to 12.5 per cent (from 23.4 per cent in FY24)

SBP, Monetary Policy Committee (Committee) reviewed its policy frequently to take appropriate action towards supporting growth, financial stability and fiscal adjustments. During the quarter under review, the Committee, keeping the view of overall economic situation, decided to cut the policy rate by 200 basis points at 17.50%.

During the quarter under review, the Pakistan Stock Exchange Ltd (KSE-100 index) registered rising trend and KSE 100 index posted all time high at 81292 points at the closing of the quarter 2024 as compared to 78528 points as of June 30, 2024.

Business Performance Review

Alhamdulillah, your company declared profit from its operation Rs. 67 million and incurred unrealized gain on re-measurement of investment Rs. 2 million, resulted operating profit before taxes of Rs. 69 million for the quarter ended 30 September 2024 as compared to operating Profit before taxes Rs. 50 million of the corresponding period. Your Company's EPS was Rs. 0.972 as compared to Rs. 0.917 of the corresponding period.

The board wishes to place on record the gratitude to Pakistan Stock Exchange and Securities and Exchange Commission of Pakistan for their continued valued support, assistance and guidance. The board would also like to thank untiring efforts of the Management and staff.

On behalf of the Board

Haji Jan Muhammad
Chairman
Karachi, 29 October 2024

ڈائریکٹرز کی رپورٹ

سیکیورٹی انویسٹمنٹ بینک لمیٹڈ (کمپنی) کے ڈائریکٹرز 30 ستمبر 2024 کو ختم ہونے والی سہ ماہی کے لیے کمپنی کے مالی بیانات پیش کرنے پر خوش ہیں۔

مالی سال 25 کے آغاز سے پاکستان کا معاشی نقطہ نظر بہتر ہوا ہے، آئی ایم ایف سے بیل آؤٹ پیکیج کی تکمیل کے بعد معاشی رفتار میں تیزی آئی ہے۔ حکومت نے IMF سے 7 بلین ڈالر کے نئے قرضے کے پروگرام کے لیے حتمی منظوری حاصل کر لی ہے جو مالی سال 23 کے بحران کے مقابلے ترقی، افراط زر اور خسارے میں نمایاں بہتری لائے گا۔ زرمبادلہ کے ذخائر پہلے کی انتہائی نچلی سطح سے مضبوط ہوئے ہیں، صنعتی سرگرمیوں کو نقصان پہنچانے والی درآمدات اور کرنسی کی پابندیوں میں نرمی آئی ہے۔ افراط زر بھی کنٹرول میں ہے، اس سال جون سے مائیٹری اتھارٹی کو قرض لینے کی لاگت کو 450 بیس پوائنٹس تک کم کرنے میں مدد ملی ہے۔

موجودہ حکومت کی کوششوں نے معیشت میں ڈھانچہ جاتی اصلاحات کر کے پائیدار ترقی حاصل کرنے کا عہد کیا ہے۔ ان کی انتظامیہ نے مالی سال 25 میں مزید استحکام کی پیش گوئی کی ہے، جس میں شرح نمو 3.0 فیصد (24 میں 2.4 فیصد سے) اور افراط زر 12.5 فیصد (مالی سال 24 میں 23.4 فیصد سے) تک پہنچنے کی پیش گوئی کی گئی ہے۔

ایس بی پی، مائیٹری پالیسی کمیٹی (کمپنی) نے ترقی، مالی استحکام اور مالیاتی ایڈجسٹمنٹ کو سپورٹ کرنے کے لیے مناسب اقدام کرنے کے لیے اپنی پالیسی کا اکثر جائزہ لیا۔ زیر جائزہ سہ ماہی کے دوران، کمیٹی نے مجموعی اقتصادی صورتحال کو مدنظر رکھتے ہوئے، پالیسی ریٹ میں 200 بیس پوائنٹس کی کمی کا فیصلہ 17.50 فیصد پر کیا۔

زیر جائزہ سہ ماہی کے دوران، پاکستان اسٹاک ایکسچینج لمیٹڈ (KSE-100 انڈیکس) نے بڑھتے ہوئے رجحان کو درج کیا اور KSE 100 انڈیکس 30 جون 2024 تک 78528 پوائنٹس کے مقابلے میں 2024 کی سہ ماہی کے اختتام پر 81292 پوائنٹس پر تمام وقت کی بلند ترین سطح پر پہنچ گیا۔

کاروباری کارکردگی کا جائزہ

الحمدلہ، آپ کی کمپنی نے اپنے آپریشن سے منافع کا اعلان کیا ہے۔ 67 ملین اور سرمایہ کاری کی دوبارہ پیمائش پر غیر حقیقی فائدہ اٹھایا گیا 2 ملین، ٹیکس سے پہلے آپریٹنگ منافع کے نتیجے میں 30 ستمبر 2024 کو ختم ہونے والی سہ ماہی کے لیے 69 ملین ٹیکس سے پہلے آپریٹنگ منافع کے مقابلے میں۔ اسی مدت کے 50 ملین۔ آپ کی کمپنی کا EPS روپے تھا۔ 0.972 روپے کے مقابلے میں اسی مدت کا 0.917۔

بورڈ پاکستان اسٹاک ایکسچینج اور سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے مسلسل قابل قدر تعاون، مدد اور رہنمائی کے لیے ان کا شکریہ ادا کرنا چاہتا ہے۔ بورڈ انتظامیہ اور عملے کی انتہک کوششوں کا بھی شکریہ ادا کرنا چاہے گا۔

بورڈ کی جانب سے

حاجی جان محمد

چینرمین

کراچی، 29 اکتوبر 2024

SECURITY INVESTMENT BANK LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2024

		September 2024 (Un-audited)	December 2023 (Audited)
	Note	----- Rupees -----	
Non - Current Assets			
Property, plant and equipment	4	154,430,130	155,531,709
Ijarah assets-under financing arrangements	5	48,811,772	2,770,833
Intangible assets	6	2,500,000	2,530,000
Long term financing	7	42,372,103	21,568,239
Long term loans and advances	8	8,837,542	4,051,558
		256,951,547	186,452,339
Current Assets			
Short term financing		41,706,672	75,435,072
Current portion of long term financing	7	10,209,756	10,872,229
Short term investments	10	478,852,465	476,530,655
Current portion of Loans and advances	8	1,691,352	6,412,436
Deposits, prepayments and other receivables		1,833,470	6,519,332
Profit receivable		35,687,036	14,590,025
Tax refund due from Government	11	44,829,798	56,075,091
Cash and bank balances	12	14,507,434	3,282,919
		629,317,983	649,717,759
		886,269,530	836,170,098
EQUITY AND LIABILITIES			
Share Capital and Reserves			
Authorised Share Capital			
100,000,000 ordinary shares of Rs.10/- each		1,000,000,000	1,000,000,000
Issued, subscribed and paid up capital		583,770,929	514,335,580
Statutory reserves		149,142,208	207,232,485
Unappropriated Profit		85,882,961	66,219,450
		818,796,098	787,787,515
Non-Current Liabilities			
Deferred tax		3,083,572	3,083,572
Current Liabilities			
Unclaimed dividend		10,941,685	2,090,749
Advance against property	13	23,333,331	-
Accrued and other liabilities		30,114,844	43,208,262
		64,389,860	45,299,011
Contingencies and commitments	14		
		886,269,530	836,170,098

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

Statement under section 232 (1) of the Companies Act, 2017

At the time of the meeting of the Board of Directors, the Chief Executive Officer was not in Pakistan as such these financial statements, as approved by the Board of Directors, have been signed by two directors along with Chief Financial Officer.

SHAKEEL AHMED
CHIEF FINANCIAL OFFICER

FAISAL ZAHID
DIRECTOR

HAJI JAN MOHAMMAD
CHAIRMAN/DIRECTOR

**SECURITY INVESTMENT BANK LIMITED
CONDENSED INTERIM STATEMENT PROFIT OR LOSS (UN-AUDITED)
FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2024**

	Nine Months Ended		Quarter Ended	
	September 2024	September 2023	September 2024	September 2023
	----- Rupees -----			
Income				
Income on financing and placements	27,132,093	19,915,314	13,179,681	6,671,371
Return on securities	60,038,658	32,347,965	21,242,357	17,052,722
Gain on sale of shares	14,962,293	6,904,665	-	6,904,665
Profit on deposit with banks	1,642,923	1,075,110	462,409	548,640
Other income	940,109	1,051,102	211,139	286,140
	104,716,076	61,294,156	35,095,586	31,463,538
Expenditure				
Operating expenses	38,178,166	26,693,539	16,585,849	9,723,728
	66,537,910	34,600,617	18,509,737	21,739,810
Operating profit before tax				
Unrealized gain on remeasurement of investments classified as fair value through profit or loss	2,603,885	15,892,394	-	8,330,478
	69,141,795	50,493,011	18,509,737	30,070,288
Profit before taxation				
Taxation	(12,416,433)	(3,318,006)	-	-
	56,725,362	47,175,005	18,509,737	30,070,288
Profit after tax				
Earning per share - basic and diluted	0.972	0.917	0.317	0.585

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CHIEF FINANCIAL OFFICER

FAISAL ZAHID
DIRECTOR

HAJI JAN MOHAMMAD
CHAIRMAN/DIRECTOR

SECURITY INVESTMENT BANK LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2024

	Nine Months Ended		Quarter Ended	
	September 2024	September 2023	September 2024	September 2023
	----- Rupees -----			
Profit after tax	56,725,362	47,175,005	18,509,737	30,070,288
Other Comprehensive loss for the period	-	-	-	-
Total comprehensive income for the period	56,725,362	47,175,005	18,509,737	30,070,288

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Statement under section 232 (1) of the Companies Act, 2017

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SHAKEEL AHMED
 CHIEF FINANCIAL OFFICER

FAISAL ZAHID
 DIRECTOR

HAJI JAN MOHAMMAD
 CHAIRMAN/DIRECTOR

**SECURITY INVESTMENT BANK LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2024**

	September 2024	September 2023
	----- Rupees -----	
CASH FLOW FROM OPERATING ACTIVITIES		
Operating profit before taxation	66,537,910	34,600,617
Adjustments for non-cash and other items		
Depreciation - owned asset	1,308,422	1,276,347
Depreciation - ijarah asset	6,358,061	-
Amortization	30,000	45,000
Gain on disposal of shares	(14,962,293)	(6,904,665)
Unrealized gain on remeasurement of investments	(2,603,885)	-
Gain on sale of fixed assets	-	(49,998)
	<u>(9,869,695)</u>	<u>(5,633,316)</u>
Cash flows from operating activities before working capital changes	56,668,215	28,967,301
(Increase) / Decrease in operating assets		
Financing and placements	-	29,149,626
Loans and advances	-	(6,290,366)
Deposits, prepayment and other receivables	4,685,862	(2,502,906)
Profit receivable	(21,097,011)	(1,691,295)
	<u>(16,411,149)</u>	<u>18,665,059</u>
(Decrease) / Increase in operating liabilities		
Accrued and other liabilities	<u>(13,093,419)</u>	<u>(3,030,571)</u>
	<u>(13,093,419)</u>	<u>(3,030,571)</u>
Net changes in operating assets and liabilities	(29,504,568)	15,634,488
Income tax paid	<u>(3,598,457)</u>	<u>(2,200,540)</u>
Net cash inflows from operating activities	23,565,190	42,401,249
CASH FLOW FROM INVESTING ACTIVITIES		
Long term investment	-	(3,814,568)
Purchase of fixed assets	206,850	(388,994)
Sales proceed against sales of fixed assets	-	50,000
Purchase of ijarah assets	(52,399,000)	-
Investment in Government securities - net	(78,900,000)	(91,000,000)
Sale proceeds of quoted shares - net	98,761,878	28,245,854
Advance against property	23,333,331	-
Dividend paid	(16,865,843)	-
Short term financing	33,728,400	-
Long term financing - net	(20,141,391)	22,711,161
Net cash inflows / (outflows) from investing activities	(12,275,775)	(44,196,547)
CASH FLOW FROM FINANCING ACTIVITIES		
Loan and advances - net	<u>(64,900)</u>	<u>-</u>
Net cash inflows / (outflows) from financing activities	(64,900)	-
Net increase / (decrease) in cash and cash equivalents	11,224,515	(1,795,298)
Cash and cash equivalents at the beginning of the period	3,282,919	7,618,713
Cash and cash equivalents at the end of the period	14,507,434	5,823,415

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

Statement under section 232 (1) of the Companies Act, 2017

At the time of the meeting of the Board of Directors, the Chief Executive Officer was not in Pakistan as such these financial statements, as approved by the Board of Directors, have been signed by two directors along with Chief Financial Officer.

SHAKEEL AHMED
CHIEF FINANCIAL OFFICER

FAISAL ZAHID
DIRECTOR

HAJI JAN MOHAMMAD
CHAIRMAN/DIRECTOR

SECURITY INVESTMENT BANK LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2024

	Share capital	Statutory reserve	Accumulated profit	Total
<i>Rupees</i>				
Balance as at January 01, 2023	514,335,580	191,277,571	2,399,795	708,012,946
Profit for the period	-	-	47,175,005	47,175,005
Other comprehensive loss	-	-	-	-
	-	-	47,175,005	47,175,005
Statutory reserves	-	9,435,001	(9,435,001)	-
Balance as at September 30, 2023	514,335,580	200,712,572	40,139,799	755,187,951
Balance as at January 01, 2024	514,335,580	207,232,485	66,219,450	787,787,515
Profit for the period	-	-	56,725,362	56,725,362
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	-	56,725,362	56,725,362
Transactions with the owner of the Bank contributions and distributions				
Bonus shares	69,435,349	(69,435,349)	-	-
Profit distribution for the year ended December 31, 2023	-	-	(25,716,779)	(25,716,779)
Transfer to statutory reserves	-	11,345,072	(11,345,072)	-
Balance as at September 30, 2024	583,770,929	149,142,208	85,882,961	818,796,098

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CHIEF FINANCIAL OFFICER

FAISAL ZAHID
DIRECTOR

HAJI JAN MOHAMMAD
CHAIRMAN/DIRECTOR

**SECURITY INVESTMENT BANK LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2024**

1 LEGAL STATUS AND NATURE OF BUSINESS

Security Investment Bank Limited (the Bank) is a public limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The Company was incorporated in Pakistan on 23 May 1991 and started its commercial operation on 31 December 1991. Its shares are quoted on Pakistan Stock Exchange. The registered office of SIBL is situated at Office No.3, 1st Floor, Junaid Plaza, 1-10 Markaz, Islamabad.

The Company is licensed to carry out business of investment finance services as a Non-Banking Finance Company (NBFC) under section 282C of the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 issued by the Securities and Exchange Commission of Pakistan (SECP) as amended through SRO 1002 (I) /2015 dated October 15, 2015 and Non-Banking Finance Companies and Notified Entities Regulations 2008 as amended through SRO 1160(I) / 2015 dated November 25, 2015 (previously this was covered under SRO 585(1)/87 dated July 13, 1987, issued by the Ministry of Finance).

The bank had not renewed its credit rating as the status of the bank was non deposit taking entity. Previously, VIS Credit Rating Company Limited (VIS) had assigned initial entity ratings of 'A-/A-2' to Security Investment Bank Limited (SIBL). The long term rating of 'A-' signifies adequate credit quality. The short term rating of 'A-2' signifies good certainty of timely payment.

2 BASIS OF PRESENTATION

2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. Such standards comprise of

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards
- Provisions of and directives issued under the Companies Act, 2017; and
- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations)
- Directives issued by SECP

Where provisions of and directives issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations have been followed.

The condensed interim financial statements do not include all the information and disclosures required for full annual audited financial statements and should be read in conjunction with the annual audited financial statements of the Bank as at and for the year ended Decemeber 31, 2023

2.2 New standards, amendments to approved accounting standards and new interpretations

2.2.1 Standards, amendments to published standards and interpretations that are effective in the current year

There were certain amendments to accounting and reporting standards which became effective for the Bank for the current year. However, these are considered not to be relevant or to have any significant impact on the Company's financial reporting and, therefore, have not been disclosed in these financial statements.

2.2.2 Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Bank

There is a standard and certain other amendments to accounting and reporting standards that are not yet effective and are considered either not to be relevant or to have any significant impact on the Company's financial statements and operations and, therefore, have not been disclosed in these financial statements.

3 MATERIAL ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of condensed interim financial statements in conformity with the approved accounting and reporting standards as applicable in Pakistan for interim reporting requires management to make estimates, judgements and assumption that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on the historical experience and other factors, including reasonable expectations of future events. Revision to accounting estimates are recognised prospectively commencing from the period of revision.

Judgements and estimates made by the management in the preparation of these condensed interim financial statements are same as those applied to financial statements as at and for the year ended December 31, 2023.

The Bank's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended December 31, 2023.

	September 2024 (Un-audited)	December 2023 (Audited)
Note	----- Rupees -----	
4 PROPERTY, PLANT AND EQUIPMENTS - (OWNED)		
Book value at the beginning of the period / year	155,531,709	153,697,765
Addition - at cost	206,850	3,541,771
Disposal		
Cost	(194,700)	(268,753)
Accumulated Depreciation	194,694	268,750
	(6)	(3)
Depreciation charged	(1,308,422)	(1,707,824)
Book value at the end of the period / year	154,430,130	155,531,709
5 PROPERTY, PLANT AND EQUIPMENTS - (IJARAH)		
Book value at the beginning of the period	2,770,833	-
Addition - at cost	52,399,000	2,850,000
Deletion - net	-	-
Depreciation charged	(6,358,061)	(79,167)
Book value at the end of the period / year	48,811,772	2,770,833
6 INTANGIBLES		
PMEX card	2,500,000	2,500,000
DHA membership	6.1 -	30,000
	2,500,000	2,530,000

	September 2024 (Un-audited)	December 2023 (Audited)
Note	----- Rupees -----	
6.1 DHA membership		
Book value at the beginning of the period	30,000	90,000
Addition	-	-
Deletion	-	-
Amortization charged	(30,000)	(60,000)
Book value at the end of the period / year	<u>-</u>	<u>30,000</u>
7 LONG TERM FINANCING		
Secured and considered good Murahaba Finance		
- Murahaba finance	82,894,803	42,488,932
- Deferred Murahaba income	(30,312,944)	(10,048,464)
Murahaba receiveable	7.1 52,581,859	32,440,468
Less: Current maturity	(10,209,756)	(10,872,229)
	<u>42,372,103</u>	<u>21,568,239</u>
7.1 These represent financing of vehicle on murahaba basis against hypothecation of vehicles for a period of 3 years to 5 years, carrying mark up 1 Year KIBOR + 3% to 4% per annum (2023: 1 Year KIBOR+3% to 4%).		
8 LONG TERM LOANS AND ADVANCES		
Advances-secured	8.1 7,593,899	7,563,994
- Staff Advance	434,995	400,000
- Against expenses	8.2 2,500,000	2,500,000
- Against office premises	10,528,894	10,463,994
	<u>(1,691,352)</u>	<u>(6,412,436)</u>
Less: Current portion	<u>8,837,542</u>	<u>4,051,558</u>
8.1 This includes interest free loan to CEO amounting to Rs. 6.5 million (2023: Rs.6.5 million) for a period of 5 years.		
8.2 This amount represents advance paid for office space in National Commodity Exchange Limited Building (NCEL) in the year 2003-2004 and 2004-2005. The said building is still under construction.		
9 SHORT TERM FINANCING - Secured and considered good		
Murahaba finance	<u>41,706,672</u>	<u>75,435,072</u>
10 SHORT TERM INVESTMENTS		
Measured at amortized cost		
Government Securities - T Bill	448,000,000	369,100,000
Sukkuks	20,000,000	20,000,000
Measured at fair value through profit or loss		
Quoted shares	<u>10,852,465</u>	<u>87,430,655</u>
	<u>478,852,465</u>	<u>476,530,655</u>
11 TAX REFUND DUE FROM GOVERNMENT		
Advance tax	297,566,739	296,395,600
Less: Accumulated provisions for taxation	(252,736,941)	(240,320,509)
	<u>44,829,798</u>	<u>56,075,091</u>

	September 2024 (Un-audited)	December 2023 (Audited)
	----- Rupees -----	
12 CASH AND BANK BALANCES		
With State Bank of Pakistan in current account	8,538	5,021
With other banks in		
- Current accounts	10,773,397	1,922,462
- Deposit accounts	3,651,043	1,323,086
	14,424,440	3,245,548
Cash in hand	74,456	32,350
	14,507,434	3,282,919
13 ADVANCE AGAINST PROPERTY		
Advance against property	23,333,331	-
<p>This amount represents arrangement made through sales agreement dated January 11, 2024 wherein both the parties i.e Security Investment Bank Limited and ARY Laguna (Pvt) Limited. Both the parties agreed to sale/purchase a commercial plot situated at 49-C, Bader Commercial, Street 12, Phase V, DHA Karachi at the sale consideration of Rs. Rs.120 million to be paid in 36 equal monthly installment. Security Investment Bank Limited has agreed to execute the deed of conveyance in favor of ARY Laguna (Pvt) Limited only upon full and final and complete payment of the purchase price.</p>		
14 CONTINGENCIES AND COMMITMENTS		
There is no change in the status of contingencies and commitment		
15 TRANSACTION WITH RELATED PARTIES		
<p>Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions and includes subsidiary company, associated companies with or without common directors, directors and major shareholder and their close family members, key management personnel and retirement benefit funds. The Bank has a policy whereby all transactions with related parties are entered into at arm's length prices using comparable uncontrolled price method and are in the normal course of business at contracted rates and terms determined in accordance with market rates. Transactions with related parties during the period are as follows:</p>		
	September 2024 (Un-audited)	December 2023 (Audited)
	----- Rupees -----	
Office Rent		
Associated undertaking	377,520	343,200
PERIOD END BALANCES		
Balance at period end		
Accrued and other liabilities		
ARY IQ precious Metals(Privat) Limited		
-Associated Undertaking	23,535	23,535
Deposits, prepayments and other receivables		
ARY Services (Private) Limited - Associated undertakings	377,520	343,200
Long term receiveable-Property		
ARY Laguna (Pvt) Ltd	23,333,331	-

16 DATE OF AUTHORIZATION

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

17 GENERAL

Figures have been rounded off to the nearest rupee.

Statement under section 232 (1) of the Companies Act, 2017

At the time of the meeting of the Board of Directors, the Chief Executive Officer was not in Pakistan as such these financial statements, as approved by the Board of Directors, have been signed by two directors along with Chief Financial Officer.

SHAKEEL AHMED
CHIEF FINANCIAL OFFICER

FAISAL ZAHID
DIRECTOR

HAJI JAN MOHAMMAD
CHAIRMAN/DIRECTOR



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