JS BANK

JS Bank Limited

Condensed Interim Financial Information
for the Half Yearly Ended June 30, 2013
(Un-Audited)

Contents

Company Information

Board of Directors	Chairman	Mr. Jahangir Siddiqui
		Mr. Mazharul Haq Siddiqui
		Mr. Ashraf Nawabi
		Mr. Rafique R. Bhimjee
		Mr. Shahab Anwar Khawaja
		Mr. Adil Matcheswala
		Mr. Kalim-ur-Rahman
President Chief Executive Officer		Mr. Khalid Imran
Audit Committee	Chairman	Mr. Shahab Anwar Khawaja
	Member	Mr. Jahangir Siddiqui
	Member	Mr. Rafique R. Bhimjee
	Member	Mr. Adil Matcheswala
Company Secretary		Mr. Muhammad Yousuf Amanullah
Auditors		M. Yousuf Adil Saleem & Co. Chartered Accountants (Member firm of Deloitte Touche Tohmatsu)
Legal Advisors		Liaquat Merchant Associates Bawaney & Partners
Share Registrar		Technology Trade (Pvt.) Limited 241-C, Block-2, P.E.C.H.S., Karachi.
Registered Office		JS Bank Limited Shaheen Commercial Complex Dr. Ziauddin Ahmed Road P.O. Box 4847 Karachi-74200, Pakiatn. www.jsbl.com

DIRECTORS' REPORT

On behalf of the Board of Directors, I am pleased to present the reviewed financial statements of JS Bank Limited (the 'Bank') along with reviewed consolidated financial statements of the Bank with its subsidiaries JS Global Capital Limited and JS Investments Limited for the half year ended June 30, 2013.

The Economy

In last Monetary Policy Statement for FY13, the State Bank of Pakistan (SBP) cut the discount rate by 50bps to 9.0%. The SBP cited a continuous and broad-based decline in inflation, below potential gross domestic product (GDP) growth and the need to encourage private investment as the key drivers behind the decision to cut rates. With lower inflation number in June 2013 (5.9%), FY13 Consumer Price Index (CPI) averaged at 7.4%YoY. Low inflation was supported by (1) cut in gas prices in July 2012 and (2) soft international commodity prices, which manifested itself via lower food inflation. The current account registered a deficit of US$ 2.3 billion (~1.0% of GDP) in FY13, considerably lower than US$ 4.7 billion (2.2% of GDP) in the same period last year.

The banking sector aggregate deposits in 2Q2013 registered growth of 8%QoQ, reaching PKR 7.3 trillion. However, banks maintained their prudent lending stance, as gross advances remained flat QoQ at PKR 3.9 trillion leading to shrinkage in banking sectors' ADR to 53% from 57% in March 2013. Investments, on the other hand, grew 3% QoQ reaching PKR 4.1 trillion by the end of 2Q2013.

Our Business

The Bank continued to show impressive growth in deposits, assets, ADC, Bancassurance and remittance businesses. With a retail network of 186 branches across 101 cities, JS Bank is well poised to achieve greater growth in core and ancillary revenues during 2013 and beyond.

Our growth strategy is based on offering the right products to its customers, expansion of our network and ADC services, enhancing our services and delivery leading to increased customers' satisfaction. Retail Banking Group is currently working on introducing credit cards, adding to JS Bank's consumer banking products. Our Bancassurance product menu is also being enhanced through the launch of targeted Bancassurance solutions for our customers. In addition to deposit growth, the deposit mix improved leading to low cost CASA, reducing Bank's cost of funds.

Our vision to remain a bank with Exceptional Service Quality continues unabated. We also continue to focus on improving the level of services at branches all over Pakistan. The Bank's Service Quality team ensures robust monitoring and controls regime to have an edge over other banks in Pakistan.

Business at JS Bank continues to gain momentum, and our customer's growing trust and confidence in us will lead to impressive results in coming years.

The Corporate and Commercial Banking Division continue to progressively increase our asset portfolio to attain higher profitability, supported by strong trade business volumes. This will help in improving the Bank's fee income together with the mark-up income.

Continuing focus on fee based income our Investment Banking Group (IBG) successfully advised and arranged short term sukuk issue for a steel mill in Pakistan along with closing cumulative facilities of PKR 2,300 million for microfinance sector. IBG envisions a growth plan for 2013 with an objective to provide complete financial solutions to specialized areas including power, telecom, micro finance, mergers & acquisitions and debt syndications.

Financial Review

During the six months period under review, the balance sheet of JS Bank grew by 2.79% to PKR 83.842 billion, mainly due to an increase in the Bank's deposit base from PKR 62.544 billion to PKR 71.115 billion. On the assets side, the growth in advances was 17.15% whereas, there was a decrease in investments by 12.52%

The Bank has earned profit before tax of PKR 251.636 million (profit after tax of PKR 164.886 million) as compared to a profit before tax of PKR 370.755 million (profit after tax of PKR 278.739 million) in the corresponding period last year. The decrease in profit is mainly due to additional provisions for non-performing advance, and an increase in administrative expense mainly due to the opening of new branches. Going forward, we plan to further strengthen our branch network to increase our reach and mobilize low cost deposits. On the lending side, we plan to increase our focus on the Corporate, Commercial and SME sectors. We are confident that, with our current strategy our results will show impressive growth going forward.

JS Global Capital Limited

JS Global Capital Limited is the largest broking firm in Pakistan with a continued leadership position in the domestic capital markets. It is in the business of equity, fixed income, currencies and commodities brokerage and investment banking. JS Bank (51%) and Global Investment House (43%) are the sponsor shareholders. Global Investment House, based in Kuwait is one of the leading financial services companies with a growing footprint in the MENASA region.

The JS Global was incorporated under the laws of Pakistan having a paid up capital of PKR 500 million, and shareholders' equity of PKR 2.71 billion as on December 31, 2012. It is listed on the Karachi and Islamabad Stock Exchanges.

The Pakistan Credit Rating Agency (PACRA) has assigned long-term and short-term entity ratings to JS Global of "AA" (Double A) and "A1+" (A One plus), respectively. The ratings denote a very low expectation of credit risk emanating from very strong capacity for timely payment of financial commitments.

Summarized results of the Company are set out below:

	For the six months ended June 30, 2013 Unaudited
Profit before tax (PKR In million)	161.411
Profit after tax (PKR In million)	121.186
Earnings per share - Rupees	2.42

JS Investments Limited

JS Investments Limited (JSIL) a public listed company is the oldest and one of the leading private sector Asset Management Companies in Pakistan, with over PKR 13.25 billion (as on June 30, 2013) in assets under management, spread across various mutual funds, pension funds and separately managed accounts. It was incorporated in Pakistan on February 22, 1995 under the Companies Ordinance, 1984. Shares of the Company are quoted on the Karachi Stock Exchange since April 24, 2007.

JSIL has a Management Quality Rating of "AM2 -, with stable outlook" assigned by JCR-VIS and Credit Rating of "A+/A1 (Long/Short - term) assigned by PACRA.

JSIL has obtained the license of an "Investment Adviser" and "Asset Management Company" (AMC) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). In addition, it is also a licensed Pension Fund Manager under the Voluntary Pension System Rules, 2005, to manage voluntary pension Schemes. JSIL has a paid up capital of PKR 1,000 million, and shareholders' equity of PKR 1,625 million as on June 30, 2013.

Summarized results of the Company are set out below:

	For the six months ended June 30, 2013 Unaudited
Profit before tax (PKR In million)	97.141
Profit after tax (PKR In million)	85.155
Earnings per share - Rupee	0.85

Entity Ratings

The Pakistan Credit Rating Agency (PACRA) has maintained the long-term entity rating of JS Bank at "A+" (Single A Plus), and the short term rating at "A1" (A One). The ratings reflect the Bank's sound financial profile emanating from improving profitability, strong liquidity and sound capital adequacy.

Acknowledgements

We take this opportunity to express our gratitude to our customers and business partners for their continued support and trust. We greatly value and appreciate the guidance and co-operation provided by the State Bank of Pakistan, the Securities and Exchange Commission of Pakistan and other regulatory authorities. Finally, we are also thankful to our associates, staff and colleagues for their hard work and their commitment to the Bank.

Karachi: August 29, 2013

On behalf of the Board

Khalid Imran
President &
Chief Executive Officer

Deloitte.

M. Yousuf Adil Saleem & Co
Chartered Accountants
Cavish Court, A-35, Block 7 & 8
KCHSU, Sharea Faisal,
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REVIEW REPORT ON UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION TO THE MEMBERS

Introduction

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of JS Bank Limited (the Bank) as at June 30, 2013 and the related unconsolidated condensed interim profit and loss account, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim cash flow statement, unconsolidated condensed interim statement of changes in equity and notes to the accounts for the half year then ended (here-in-after referred to as the "unconsolidated condensed interim financial information"). Management is responsible for the preparation and presentation of this unconsolidated condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this unconsolidated condensed interim financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying unconsolidated condensed interim financial information as of and for the half year ended June 30, 2013 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Emphasis of matter

We draw attention to note 1.3 to the accompanying unconsolidated condensed interim financial information wherein management has explained the plans of the Bank to meet the minimum capital requirements as prescribed by the State Bank of Pakistan as the Bank does not meet the minimum capital requirement currently. Our conclusion is not qualified in respect of this matter.

Deloitte.

M. Yousuf Adil Saleem & Co
Chartered Accountants

Other matters

The figures of the unconsolidated condensed interim profit and loss account and the unconsolidated condensed interim statement of comprehensive income for the quarters ended June 30, 2013 and 2012 have not been reviewed, as we are required to review only the cumulative figures for the half year ended June 30, 2013.

M. Yousuf Adil Saleem & Co.

Chartered Accountants

Engagement Partner:
Nadeem Yousuf Adil

Place: Karachi
Date: August 29, 2013

Member of
Deloitte Touche Tohmatsu Limited

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2013

	Note	(Unaudited) June 30, 2013	* Restated (Audited) December 31, 2012
		(Rupees in '000)	
ASSETS			
Cash and balances with treasury banks		**5,456,125**	5,027,797
Balances with other banks		**542,986**	1,178,265
Lendings to financial institutions	7	**8,116,205**	3,940,958
Investments - net	8	**40,465,471**	46,259,398
Advances - net	9	**23,493,531**	20,054,921
Operating fixed assets	10	**3,324,198**	3,165,117
Deferred tax assets - net	11	**725,213**	699,272
Other assets		**1,718,150**	1,244,267
		83,841,879	81,569,995
LIABILITIES			
Bills payable		**1,355,302**	713,747
Borrowings	12	**1,005,600**	8,222,273
Deposits and other accounts	13	**71,114,557**	62,543,793
Sub-ordinated loans		**-**	-
Liabilities against assets subject to finance lease		**-**	-
Deferred tax liabilities		**-**	-
Other liabilities		**1,330,501**	1,122,764
		74,805,960	72,602,577
NET ASSETS		**9,035,919**	8,967,418
REPRESENTED BY:			
Share capital		**10,724,643**	10,724,643
Discount on issue of shares		**(2,105,401)**	(2,105,401)
Reserves		**264,708**	231,754
Accumulated profits / (losses)		**66,909**	(64,909)
		8,950,859	8,786,087
Surplus on revaluation of assets - net of tax	14	**85,060**	181,331
		9,035,919	8,967,418
CONTINGENCIES AND COMMITMENTS	15		

* Change in accounting policy as disclosed in note 5

The annexed notes from 1 to 23 form an integral part of this unconsolidated condensed interim financial information.

Chairman | President & Chief Executive Officer | Director | Director

UNCONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED)

FOR THE HALF YEAR ENDED JUNE 30, 2013

	Note	Quarter ended June 30, 2013	Quarter ended * Restated June 30, 2012	Half year ended June 30, 2013	Half year ended * Restated June 30, 2012
		(Rupees in '000)			
Mark-up / return / interest earned		**1,691,067**	1,393,774	**3,309,739**	2,668,161
Mark-up / return / interest expensed		**1,136,846**	891,344	**2,288,892**	1,678,692
Net mark-up / interest income		**554,221**	502,430	**1,020,847**	989,469
Provision against non-performing loans and advances		**(124,119)**	(59,465)	**(218,141)**	(59,401)
(Provision) / reversal against diminution in value of investments		**(343)**	(22,707)	**6,816**	(7,799)
Bad debts written off directly		**-**	-	**-**	-
		(124,462)	(82,172)	**(211,325)**	(67,200)
Net mark-up / interest income after provisions		**429,759**	420,258	**809,522**	922,269
NON MARK-UP / INTEREST INCOME					
Fee, commission and brokerage income		**172,112**	141,884	**324,127**	273,222
Dividend income		**28,572**	876	**176,741**	51,926
Income from dealing in foreign currencies		**77,034**	54,790	**131,693**	96,347
Gain on sale / redemption of securities		**211,700**	72,106	**309,700**	102,336
Unrealised gain on revaluation of investments classified as held-for-trading		**8,347**	2,106	**1,410**	248
Other income		**17,731**	15,021	**30,035**	29,427
Total non-mark-up / interest income		**515,496**	286,783	**973,706**	553,506
		945,255	707,041	**1,783,228**	1,475,775
NON MARK-UP / INTEREST EXPENSES					
Administrative expenses	16	**824,209**	604,473	**1,531,571**	1,104,325
Other provisions / write offs		**-**	-	**-**	-
Other charges	17	**-**	695	**21**	695
Total non-mark-up / interest expenses		**824,209**	605,168	**1,531,592**	1,105,020
		121,046	101,873	**251,636**	370,755
Extra ordinary / unusual items		**-**	-	**-**	-
PROFIT BEFORE TAXATION		**121,046**	101,873	**251,636**	370,755
Taxation					
- Current	18	**(36,849)**	(806)	**(60,854)**	(20,528)
- Prior years		**-**	50,661	**-**	50,661
- Deferred		**(3,536)**	(75,842)	**(25,896)**	(122,149)
		(40,385)	(25,987)	**(86,750)**	(92,016)
PROFIT AFTER TAXATION		**80,661**	75,886	**164,886**	278,739
		Rupee			
Basic and diluted earnings per share - restated	19	**0.08**	0.08	**0.15**	0.28

*** Change in accounting policy as disclosed in note 5**

The annexed notes from 1 to 23 form an integral part of this unconsolidated condensed interim financial information.

Chairman	President & Chief Executive Officer	Director	Director

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE HALF YEAR ENDED JUNE 30, 2013

	Quarter ended		Half Year ended	
	June 30, 2013	* Restated June 30, 2012	June 30, 2013	* Restated June 30, 2012
	------------------- (Rupees in '000)			--------------------
Profit after taxation for the period	**80,661**	75,886	**164,886**	278,739
Other comprehensive income				
Items that will not be reclassified to profit and loss				
Effect of retrospective change in accounting policy as disclosed in note 5	**-**	(849)	**-**	(1,698)
Actuarial gains and losses on defined benefits plan	**(57)**	-	**(114)**	-
Total items that will not be reclassified to profit and loss	**(57)**	(849)	**(114)**	(1,698)
	80,604	75,037	**164,772**	277,041
Items that may be reclassified subsequently to profit and loss				
Deficit on revaluation of available for sale securities	**(47,203)**	(35,764)	**(148,109)**	(9,749)
Deferred tax on revaluation of investments available for sale securities	**16,521**	(5,693)	**51,838**	3,412
Total Items that may be reclassified subsequently to profit and loss	**(30,682)**	(41,457)	**(96,271)**	(6,337)
Total comprehensive income	**49,922**	33,580	**68,501**	270,704

*** Change in accounting policy as disclosed in note 5**

The annexed notes from 1 to 23 form an integral part of this unconsolidated condensed interim financial information.

Chairman	President & Chief Executive Officer	Director	Director

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

FOR THE HALF YEAR ENDED JUNE 30, 2013

	Issued, Subscribed and paid-up share capital	Discount on issue of shares	Statutory reserve	Accumulated (losses) / profits	Total
	------ (Rupees in '000) ------				
Balance as at January 01, 2012 (Audited) as previously reported	10,002,930	(1,944,880)	89,978	(642,918)	7,505,110
Effect of retrospective change in accounting policy as disclosed in note 5	-	-	(71)	14,017	13,946
Balance as at January 01, 2012 restated	10,002,930	(1,944,880)	89,907	(628,901)	7,519,056
Comprehensive Income					
Profit after taxation for the half year ended June 30, 2012 as restated	-	-	-	278,739	278,739
Other comprehensive Income - net of tax for the half year ended June 30, 2012 as restated	-	-	-	(1,698)	(1,698)
	-	-	-	277,041	277,041
Transfer to statutory reserve- as restated	-	-	55,748	(55,748)	-
Balance as at June 30, 2012	10,002,930	(1,944,880)	145,655	(407,608)	7,796,097
Comprehensive Income					
Profit after taxation for the six months period ended December 31, 2012	-	-	-	430,495	430,495
Other comprehensive Income - net of tax for the six months ended December 31, 2012 as restated	-	-	-	(1,697)	(1,697)
	-	-	-	428,798	428,798
Transaction with owners recorded directly in equity					
Issue of shares during the period	721,713	-	-	-	721,713
Discount on issue of shares	-	(160,521)	-	-	(160,521)
	721,713	(160,521)	-	-	561,192
Transfers					
Transfer to statutory reserve- as restated	-	-	86,099	(86,099)	-
Balance as at December 31, 2012	10,724,643	(2,105,401)	231,754	(64,909)	8,786,087
Comprehensive Income					
Profit after taxation for the half year ended June 30, 2013	**-**	**-**	**-**	**164,886**	**164,886**
Other comprehensive Income - net of tax for the half year ended June 30, 2013	**-**	**-**	**-**	**(114)**	**(114)**
	-	**-**	**-**	**164,772**	**164,772**
Transfer to statutory reserve	**-**	**-**	**32,954**	**(32,954)**	**-**
Balance as at June 30, 2013	**10,724,643**	**(2,105,401)**	**264,708**	**66,909**	**8,950,859**

The annexed notes from 1 to 23 form an integral part of this unconsolidated condensed interim financial information.

Chairman   President & Chief Executive Officer   Director   Director

UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE HALF YEAR ENDED JUNE 30, 2013

	June 30, 2013	* Restated June 30, 2012
	(Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	251,636	370,755
Less: Dividend income	(176,741)	(51,926)
	74,895	318,829
Adjustments:		
Depreciation	124,637	108,257
Amortisation of intangibles	10,032	9,337
Charge for defined benefit plan	6,660	18,224
Unrealised gain on revaluation of investments classified as held-for-trading	(1,410)	(248)
Provision against non-performing loans and advances - net	218,141	59,401
(Reversal) / provision of diminution in the value of investments	(6,816)	7,799
Gain on sale of fixed assets	(30,035)	(29,427)
Provision for Workers' Welfare Fund	6,109	-
	327,318	173,343
	402,213	492,172
(Increase) / decrease in operating assets		
Lendings to financial institutions	(4,175,247)	(1,097,798)
Held-for-trading securities	(5,433,572)	(963,367)
Advances	(3,656,751)	(1,934,494)
Other assets (excluding advance taxation)	(526,858)	(546,353)
	(13,792,428)	(4,542,012)
Increase / (decrease) in operating liabilities		
Bills payable	641,555	(356,523)
Borrowings	(7,167,964)	355,508
Deposits	8,570,764	10,318,209
Other liabilities	212,986	39,113
	2,257,341	10,356,307
	(11,132,874)	6,306,467
Income tax (paid) / received	(3,043)	8,712
Gratuity paid	(22,968)	(75,000)
Net cash (used in) / from operating activities	(11,158,885)	6,240,179
CASH FLOW FROM INVESTING ACTIVITIES		
Net investment in available-for-sale securities	11,087,617	(5,237,993)
Dividend income received	176,741	51,926
Investment in operating fixed assets	(305,120)	(230,083)
Sale proceeds of property and equipment disposed-off	41,405	42,433
Net cash flow from / (used in) investing activities	11,000,643	(5,373,717)
CASH FLOW FROM FINANCING ACTIVITIES	-	-
(Decrease) / increase in cash and cash equivalents	(158,242)	866,462
Cash and cash equivalents at beginning of the period	6,157,353	4,016,008
Cash and cash equivalents at end of the period	5,999,111	4,882,470

The annexed notes from 1 to 23 form an integral part of this unconsolidated condensed interim financial information.

*** Change in accounting policy as disclosed in note 5**

Chairman | President & Chief Executive Officer | Director | Director

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2013

1. STATUS AND NATURE OF BUSINESS

1.1 JS Bank Limited (the Bank), incorporated in Pakistan, is a scheduled bank, engaged in commercial banking and related services. The Bank's ordinary shares are listed on Karachi Stock Exchange in Pakistan. The Bank is a subsidiary of Jahangir Siddiqui & Co. Ltd. (JSCL). The registered office of the Bank is situated at Shaheen Commercial Complex, Dr. Ziauddin Ahmed Road, Karachi. The Bank operates with 186 (December 31, 2012: 185) branches / sub-branches in Pakistan. The Bank is rated at "A+" (Single A Plus) for long term and "A1" (A One) for short term by Pakistan Credit Rating Agency (PACRA).

1.2 Jahangir Siddiqui Investment Bank Limited , JSIBL, (formerly Citicorp Investment Bank Limited which was acquired by Jahangir Siddiqui & Co. Ltd., JSCL, on February 01, 1999) and its holding company, JSCL, entered into a Framework Agreement with American Express Bank Limited, New York (AMEX) on November 10, 2005 for acquisition of its American Express Bank Limited (AEBL) Pakistan Operations. Consequently, a new banking company, JS Bank Limited (JSBL) was incorporated on March 15, 2006 and a restricted Banking License was issued by the State Bank of Pakistan (SBP) on May 23, 2006.

A Transfer Agreement was executed on June 24, 2006 between JSIBL and JSBL for the transfer of entire business and undertaking of JSIBL to JSBL and a separate Transfer Agreement was also executed on June 24, 2006 between AMEX and JSBL for the transfer of AEBL's commercial banking business in Pakistan with all assets and liabilities (other than certain excluded assets and liabilities) (AEBL business). The shareholders of JSIBL and JSBL in their respective extra ordinary general meetings held on July 31, 2006 approved a Scheme of Amalgamation (the Scheme) under Section 48 of the Banking Companies Ordinance, 1962. The Scheme was initially approved by the Securities and Exchange Commission of Pakistan vide its letter No. SC/NBFC(J)-R/JSIBL/2006/517 dated September 28, 2006. Subsequently, the Scheme was sanctioned by the SBP vide its order dated December 02, 2006 and, in accordance therewith, the effective date of amalgamation was fixed at December 30, 2006.

The Bank has signed a Sale and Purchase Agreement on September 10, 2012 with HSBC Middle East Limited for acquisition of HSBC - Pakistan operations. In this regard the Bank has applied to the SBP for an approval. Once the approval is received, the Bank will proceed towards completing other procedural formalities.

1.3 The State Bank of Pakistan (SBP) through its BSD Circular No. 7 dated April 15, 2009 has prescribed that the minimum paid up capital (net of losses) for Banks / Development Finance Institutions be raised to Rs.10 billion by the year ending December 31, 2013. In December 2012, the SBP granted an extension to the Bank up to June 30, 2013 for meeting the shortfall in the requirement of minimum capital requirement (MCR). Subsequently, to meet the shortfall, the Bank submitted a plan to SBP to issue perpetual non-cumulative irredeemable preference shares worth Rs. 500 million having face value of Rs.10 each. The SBP has granted in-principle approval for the issuance of these preference shares. The Bank is in the process of completing the procedural formalities and expects to complete the same by December 31, 2013. Further, the Bank is planning to issue right shares which will bring MCR of the Bank to Rs. 10 billion in line the requirement of the above mentioned circular. The paid-up capital (free of losses) of the Bank as at June 30, 2013 stood at Rs.8.619 billion.

2. STATEMENT OF COMPLIANCE

This unconsolidated condensed interim financial information of the Bank for the half year ended June 30, 2013 has been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting (IAS 34), provisions of the Companies Ordinance, 1984, Banking Companies Ordinance, 1962 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 Banking Companies Ordinance, 1962 and the said directives have been followed.

The SBP has deferred the applicability of International Accounting Standard (IAS) 39, 'Financial Instruments: Recognition and Measurement' and International Accounting Standard (IAS) 40, 'Investment Property' for Banking Companies through BSD Circular Letter No. 10 dated August 26, 2002. Further, according to the notification of SECP dated April 28, 2008, IFRS - 7 'Financial Instruments: Disclosures' has not been made applicable to banks. Accordingly, the requirements of these standards 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.

The disclosures made in this unconsolidated condensed interim financial information has been limited based on a format prescribed by the SBP vide BSD Circular No. 2 dated May 12, 2004 and IAS 34, do not include all the disclosures required in the annual financial statements. Accordingly, this unconsolidated condensed interim financial information should be read in conjunction with the annual audited financial statements of the Bank for the year ended December 31, 2012.

3. BASIS OF MEASUREMENT

This unconsolidated condensed interim financial information have been prepared under the historical cost convention except for held-for-trading, available-for-sale investments and derivative financial instruments which are stated at fair value and defined benefit liability which is stated at net present value.

4. 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 Bank for the year ended December 31, 2012.

5. ACCOUNTING POLICIES

The accounting policies 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 for the year ended December 31, 2012, except for change in accounting policy due to adoption of revised IAS 19 "Employee Benefits" with effect from January 01, 2013 and as fully explained in note 5.1 below:

5.1 Change in accounting policy - Staff retirement benefits

The amendments to IAS 19 change the accounting for defined benefit plans and termination benefits. The significant changes are as follows:

a) Unrecognized actuarial gains and losses:

The amendments require all actuarial gains and losses to be recognised immediately through other comprehensive income in order for the net plan asset or liability recognised in the statement of financial position to reflect the full value of the plan deficit or surplus. Previously, actuarial gains and losses over and above the corridor limit were amortised over the expected average remaining working lives of employees as allowed under the relevant provision of previous IAS 19.

b) Past service cost:

Past service cost (either vested or non-vested) is recognised immediately in the profit and loss as soon as the change in the benefit plans are made. Previously, non-vested portion was amortised over the expected avarage lives of employees.

c) Interest cost and expected return on plan assets

The interest cost and expected return on plan assets used in the previous version of IAS 19 are replaced with a 'net-interest' amount, which is calculated by applying the discount rate to the net defined benefit liability or asset.

d) Presentation of changes in defined benefit obligations and plan assets

Presentation of changes in defined benefit obligations and plan assets will be split into three components:

i) Service cost

recognised in profit or loss and includes current and past service cost as well as gains or losses on settlements.

ii) Net interest

recognised in profit or loss and calculated by applying the discount rate at the beginning of the reporting period to the net defined benefit liability or asset at the beginning of each reporting period.

iii) Re-measurement

recognised in other comprehensive income and comprises actuarial gains and losses on the defined benefit obligation, the excess of the actual return on plan assets over the change in plan assets due to the passage of time and the changes, if any, due to the impact of the asset ceiling. As a result, the profit or loss will no longer include an expected return on plan assets; instead, imputed finance income is calculated on the plan assets and is recognised as part of the net interest cost in profit or loss. Any actual return above or below the imputed finance income on plan assets is recognised as part of re-measurement in other comprehensive income.

5.2 Revised accounting policy of staff retirement benefits is as follows:

5.2.1 Defined benefit plans

The Bank operates an approved funded gratuity scheme covering all its eligible employees, which requires contribution to be made in accordance with the actuarial recommendations. An actuarial valuation of defined benefit scheme is conducted at the end of every year or any significant change occur. The most recent valuation in this regard was carried out as at June 30, 2013, using the projected unit credit actuarial valuation method. Under this method cost of providing for gratuity is charged to profit and loss account so as to spread the cost over the service lives of the employees in accordance with the actuarial valuation. Actuarial gains and losses are recognised immediately in other comprehensive income. Past-service costs are recognised immediately in profit and loss account, unless the changes to the plan are conditional on the employees remaining in service for a specified period of time (the vesting period). In this case, the past-service costs are amortised on a straight-line basis over the vesting period.

5.3 Effects of change in accounting policy

With effect from January 1, 2013, IAS 19 revised has become effective. The change in accounting policy has been accounted for restrospectively in accordance with International Accounting Standard - 8 Accounting Policies, Changes in Accounting Estimates 'and Errors'. Accordingly the opening equity has been adjusted and cost related to past service has not deferred. Cost deferred in the past has been recogised retrospectively so that the profit and loss account for the current period reflects values related to the current period only as if the revised standard had always applied.

Effect of retrospective application of change in accounting policy are as follows:

	December 31, 2012 (Audited)		
	As previously reported	Effect of Restatement	As Restated
	------------- (Rupees in '000) -------------		
Effect on balance Sheet			
Decrease in other liabilities - defined benefit obligation	1,134,373	(11,609)	1,122,764
Increase in reserves	231,613	141	231,754
Net decrease in accumulated losses	(76,377)	11,468	(64,909)

	Prior to January 01, 2012		
	As previously reported	Effect of Restatement	As Restated
	------------- (Rupees in '000) -------------		
Decrease in other liabilities - defined benefit obligation	765,019	(13,946)	751,073
Decrease in reserves	89,978	(71)	89,907
Net decrease in accumulated losses	(642,918)	14,017	(628,901)

	------Un-audited------		Audited
	Quarter ended June 30, 2012	Half year ended June 30, 2012	Prior to January 01, 2012
	------------- (Rupees in '000) -------------		
Effect on profit and loss account			
Net decrease in profit after tax due to amortisation of actuarial gains and losses recognised in other comprehensive income	(167)	(334)	(354)
Decrease in profit after tax due to recognition of past service cost in other comprehensive income	(94)	(188)	-
Increase in profit after tax due to increase in expected return on plan assets	656	1,313	-
Decrease in profit after tax due to decrease in curtailment gain	(131)	(262)	-
	264	529	(354)

	Half year ended June 30, 2012 (Un-audited)		
	As previously reported	Effect of Restatement	As Restated
	------------- (Rupees in '000) -------------		
Decrease in administrative expenses	1,104,854	(529)	1,104,325

	------Un-audited------		Audited
	Quarter ended June 30, 2012	Half year ended June 30, 2012	Prior to January 01, 2012
	------------- (Rupees in '000) -------------		
Effect on other comprehensive income			
Amortisation of actuarial gains reclassified to other comprehensive income	-	-	354
Net (expense) / income recognised in other comprehensive income	(849)	(1,698)	12,814
Increase in other comprehensive income due to recognition of negative past service cost	-	-	1,132
	(849)	**(1,698)**	**14,300**

	Half year ended June 30, 2012 (Un-audited)		
	As previously reported	Effect of Restatement	As Restated
	------------- (Rupees in '000) -------------		
Decrease in other comprehensive income	-	(1,698)	(1,698)

5.4 Staff retirement benefits

Changes in defined benefit obligation, fair value of plan assets are as follows:

Reconciliation of payable/ (receivable) to / from defined benefit plan

	Un-audited June 30, 2013	Audited December 31, 2012
	----- (Rupees in '000) -----	
Present Value of defined benefit obligation	**103,466**	91,269
Fair value of any plan assets	**(108,301)**	(79,911)
	(4,835)	11,358
Movement in net liability/ (asset) recognized		
Opening net (asset) / liability	**11,358**	61,399
Expense for the period	**6,660**	21,566
Contribution/Benefits Paid during the year	**(22,967)**	(75,000)
Other comprehensive income (OCI)	**114**	3,393
	(4,835)	11,358
Charge/ (prepaid) for the defined benefit plan		
Current service cost	**15,360**	27,745
Interest cost	**5,003**	7,600
Expected return	**(5,253)**	(9,375)
Curtailment gain	**(8,450)**	(4,404)
	6,660	21,566
Principal actuarial valuation assumptions:		
- Valuation discount Rate	**11.50%**	11.50%
- Salary increase rate	**11.50%**	11.50%
- Expected return on plan assets	**11.50%**	11.50%

6. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies applied during the period are consistent with those disclosed in the annual financial statements of the bank for the year ended December 31, 2012.

7. LENDINGS TO FINANCIAL INSTITUTIONS

	Note	(Unaudited) June 30, 2013	(Audited) December 31, 2012
		(Rupees in '000)	
Call money lendings		**500,000**	600,000
Lendings to financial institutions		**2,865,415**	1,136,983
Repurchase agreement lendings (Reverse Repo)	7.1 & 7.2	**4,750,790**	2,203,975
		8,116,205	3,940,958

7.1 Included herein a sum of Rs. 150 Million (December 31, 2012: 200 million) having a market value of Rs.158.607 (December 31, 2012: Rs. 204.675 million) due from, JS Global Capital Limited, a related party.

7.2 Repurchase agreement lendings are secured through Pakistan Investment Bonds and Market Treasury Bills having total market value of Rs. 4,775.954 million (December 31, 2012: Rs. 2,241.724 million)

8. INVESTMENTS

	Note	(Unaudited) June 30, 2013 Held by bank	Given as collateral	Total	(Audited) December 31, 2012 Held by bank	Given as collateral	Total
		(Rupees in '000)					
8.1 INVESTMENTS BY TYPES:							
Held-for-trading securities							
Market Treasury Bills		**6,843,691**	-	**6,843,691**	1,444,063	-	1,444,063
Pakistan Investment Bonds		**638,978**	-	**638,978**	505,542	-	505,542
Term Finance Certificates-listed		**50,874**	-	**50,874**	-	-	-
Ijara Sukuk Bonds		-	-	-	149,440	-	149,440
		7,533,543	-	**7,533,543**	2,099,045	-	2,099,045
Available-for-sale securities							
Market Treasury Bills		**15,929,517**	-	**15,929,517**	26,937,159	7,041,450	33,978,609
Pakistan Investment Bonds		**9,616,511**	-	**9,616,511**	3,746,352	-	3,746,352
Ordinary shares of listed companies		**1,266,782**	-	**1,266,782**	1,042,548	-	1,042,548
Ordinary shares of unlisted companies	8.1.1	**11,000**	-	**11,000**	-	-	-
Preference shares of a listed company		**136,590**	-	**136,590**	143,739	-	143,739
Term Finance Certificates-listed		**1,168,670**	-	**1,168,670**	1,589,004	-	1,589,004
Term Finance Certificates-unlisted	8.1.2	**543,834**	-	**543,834**	627,750	-	627,750
Sukuk Certificates		**150,000**	-	**150,000**	105,294	-	105,294
Ijara Sukuk Bonds		**71,821**	-	**71,821**	-	-	-
Closed end mutual funds	8.1.3	**99,701**	-	**99,701**	109,331	-	109,331
Open end mutual funds	8.1.4	**100,000**	-	**100,000**	40,000	-	40,000
US Dollar Bonds		**1,987,636**	-	**1,987,636**	787,052	-	787,052
		31,082,062	-	**31,082,062**	35,128,229	7,041,450	42,169,679
Investments in subsidiaries	8.1.5	**1,919,121**	-	**1,919,121**	1,919,121	-	1,919,121
Investments at cost		**40,534,726**	-	**40,534,726**	39,146,395	7,041,450	46,187,845
Less: Provision for diminution in value of investments	8.1.6 & 8.1.7	**(201,527)**	-	**(201,527)**	(208,344)	-	(208,344)
Investments (net of provision)		**40,333,199**	-	**40,333,199**	38,938,051	7,041,450	45,979,501
Unrealised gain on revaluation of investments classified as held-for-trading		**1,410**	-	**1,410**	926	-	926
Surplus on revaluation of available-for-sale securities	14	**130,862**	-	**130,862**	262,883	16,088	278,971
Total investments at carrying value		**40,465,471**	-	**40,465,471**	39,201,860	7,057,538	46,259,398

8.1.1 During the period, in accordance with the requirements of the Stock Exchanges (Corporatization, Demutualization and Integration) Act, 2012 (The Act), the Bank has received 3,034,603 shares of Rs. 10 each including trading right entitlement certificate (TREC) of the Islamabad Stock Exchange Limited (ISEL) in lieu of its Membership card held by the Bank. In the first phase the Bank has received 40% equity shares with trading rights i.e. 1,213,841 shares whereas the remaining 60% shares, i.e. 1,820,762 shares, are transferred to blocked CDC account maintained by ISEL. Further, the management believes that the carrying value of these shares is less than face value of shares therefore, no value has been allocated to TREC.

8.1.2 Included herein is the investment of Rs. 65.022 million (December 31, 2012: Rs.65.022 million) in Azgard Nine Limited, a related party, at the rate of 6 months KIBOR ask rate + 1.25% maturing on December 04, 2017.

8.1.3 Included herein is the investment of Rs.99.701 million (December 31, 2012: Rs.99.701 million) and having market value of Rs.105.210 million (December 31, 2012: Rs.78.711 million) in JS Value Fund, a related party.

8.1.4 Included herein are the investments in following related parties:

a) JS Islamic Government Securities Fund, a related party, amounting to Rs.100.000 million (December 31, 2012: NIL) and having market value of Rs. 101.516 (December 31, 2012:NIL).

b) JS Funds of Funds, a related party, amounting to Rs.NIL (December 31, 2012: 10.000 million) and having market value of Rs. NIL (December 31, 2012: 10.478 million).

c) JS Islamic Fund, a related party, amounting to Rs.NIL (December 31, 2012: 30.000 million) and having market value of Rs. NIL (December 31, 2012: 30.615 million).

8.1.5 Included herein are the investments in the following subsidiaries:

			Cost	
	Number of shares	**Percentage holding**	**Un-audited June 30, 2013**	**Audited December 31, 2012**
			(Rupees in '000)	
JS Global Capital Limited (JSGCL)	**25,525,169**	**51.05%**	**1,357,929**	1,357,929
JS Investments Limited (JSIL)	**52,236,978**	**52.24%**	**561,192**	561,192
			1,919,121	1,919,121

8.1.6 Included herein is the provision of Rs.68.216 million (December 31, 2012: Rs.68.216 million) against JS Value Fund, a related party.

8.1.7 The State Bank of Pakistan (SBP) vide its letter number BPRD/BRD-(Policy)/2013-11339 dated July 25, 2013 has allowed the relaxation from PR-8 to the Bank from provision required in respect of the Bank's exposure in Agritech Limited. The provision is held at 30% of the required provision (except for running finance facility, for which provision has been kept at 50% of the required provision) in this unconsolidated condensed interim financial information whereas the remaining provision will be made in phased manner at 40%, 50%, 60%, 75%, 85% and 100% by end of each quarter respectively till December 31, 2014. Had the relaxation not been granted by the SBP, the provision charge for the period would have been increased by Rs. 104.902 million.

9. ADVANCES - net	Note	(Unaudited) June 30, 2013	(Audited) December 31, 2012
		(Rupees in '000)	
Loans, cash credits, running finances, etc.			
In Pakistan		**21,273,703**	19,222,256
Outside Pakistan		**332,240**	245,323
		21,605,943	19,467,579
Net Investment in Finance lease - in Pakistan		**548,276**	388,725
Bills discounted and purchased (excluding market treasury bills)			
Payable in Pakistan		**661,483**	104,080
Payable outside Pakistan		**1,867,230**	1,065,790
		2,528,713	1,169,870
Advances - gross		**24,682,932**	21,026,174
Provision for non-performing advances			
- specific	9.1	**(1,187,454)**	(970,062)
- general (against consumer financing)		**(1,947)**	(1,191)
		(1,189,401)	(971,253)
Advances - net of provision		**23,493,531**	20,054,921

9.1 Advances include Rs. 2,948.033 million (December 31, 2012: Rs.3,037.264 million) which have been placed under non-performing status as detailed below:

Category of classification

	(Unaudited) June 30, 2013				
	Domestic	Overseas	Total	Provision required	Provision held
	(Rupees in '000)				
Other assets especially mentioned	-	-	-	-	-
Substandard	401,602	-	401,602	50,428	50,428
Doubtful	171,563	-	171,563	50,281	50,281
Loss	2,374,868	-	2,374,868	1,086,745	1,086,745
	2,948,033	-	2,948,033	1,187,454	1,187,454

Category of classification

	(Audited) December 31, 2012				
	Domestic	Overseas	Total	Provision required	Provision held
	(Rupees in '000)				
Other assets especially mentioned	-	-	-	-	-
Substandard	406,944	-	406,944	70,855	70,855
Doubtful	603,800	-	603,800	97,899	97,899
Loss	2,026,520	-	2,026,520	801,308	801,308
	3,037,264	-	3,037,264	970,062	970,062

9.1.1 The State Bank of Pakistan (SBP) vide its letter number BPRD/BRD(Policy)/2013-11339 dated July 25, 2013 has allowed the relaxation from PR-8 to the Bank from provision required in respect of the Bank's exposure in Agritech Limited. The provision is held at 30% of the required provision (except for running finance facility, for which provision has been kept at 50% of the required provision) in this unconsolidated condensed interim financial information whereas the remaining provision will be made in phased manner at 40%, 50%, 60%, 75%, 85% and 100% by end of each quarter respectively till December 31, 2014. Had the relaxation not been granted by the SBP, the provision charge for the period would have been increased by Rs. 391.990 million.

	Note	(Unaudited) June 30, 2013	(Audited) December 31, 2012
		(Rupees in '000)	
10. OPERATING FIXED ASSETS			
Capital work-in-progress		**82,880**	60,272
Property and equipment	10.1	**1,650,602**	1,508,088
Intangible assets	10.2	**1,590,716**	1,596,757
		3,324,198	3,165,117

	Note	(Unaudited) June 30, 2013	(Unaudited) June 30, 2012
10.1 Property and equipment			
Opening WDV		**1,508,088**	1,398,849
Addition during the period	10.1.1	**278,520**	213,723
Disposal during the period	10.1.2	**(11,370)**	(13,006)
Depreciation for the period		**(124,636)**	(108,255)
		1,650,602	1,491,311

10.1.1 The following additions were made to tangible property and equipment during the period:

Building on Lease hold land	**36,665**	24,266
Land	**-**	2,341
Furniture and Fixture	**17,359**	22,496
Electrical, office and computer equipment	**128,500**	84,484
Vehicles	**95,996**	80,136
	278,520	213,723

10.1.2 The following deletions were made to tangible property and equipment during the period:

Leasehold improvements	1,894	-
Electrical, office and computer equipment	850	1,817
Vehicles	8,626	11,189
	11,370	13,006

	Note	(Unaudited) June 30, 2013	(Audited) December 31, 2012
		(Rupees in '000)	
10.2 Intangible assets			
Trading Rights Entitlement Certificate	8.1.1	-	11,000
Computer Software		**127,092**	122,133
Goodwill		**1,463,624**	1,463,624
		1,590,716	1,596,757

11. DEFERRED TAX ASSETS - net

	Note	(Unaudited) June 30, 2013	(Audited) December 31, 2012
		(Rupees in '000)	
Deductible temporary differences arising from:			
Unused tax losses	11.1 & 11.2	**1,005,525**	984,193
Provision against investments and loans		**129,922**	179,789
Unrealized loss on revaluation of forward foreign exchange contracts		**5,317**	818
Minimum tax		**119,924**	81,968
		1,260,688	1,246,768
Taxable temporary differences arising from:			
Tangible property and equipment		**(155,456)**	(141,340)
Goodwill		**(332,974)**	(307,361)
Other Intangible assets		**(749)**	(831)
Unrealized gain on revaluation of investment classified as held-for-trading		**(494)**	(324)
Surplus on revaluation of investment classified as available-fo- sale		**(45,802)**	(97,640)
		(535,475)	(547,496)
		725,213	699,272

11.1 This represents deferred tax asset on carry forward losses and unabsorbed depreciation / amortisation relating to American Express Bank Limited-Pakistan Branch, Jahangir Siddiqui Investment Bank Limited (JSIBL) and the Bank. The management of the Bank believes that based on the projections of future taxable profit, it would be able to realise these tax losses in the future.

11.2 The management of the Bank has prepared a five year projections which has been approved by the Board of Directors of the Bank. The projections involves certain key assumptions underlying the estimation of future taxable profits projected in the projections. The determination of future taxable profits is most sensitive to certain key assumptions such as cost to income ratio of the Bank, deposit composition, growth of deposits and advances, investment returns, potential provision against assets, branch expansion plan, etc. Any significant change in the key assumptions may have an effect on the realisability of the deferred tax asset. The management believes that it is probable that the Bank will be able to achieve the profits projected in the projections and consequently the deferred tax asset will be fully realised in the future.

	(Unaudited) June 30, 2013	(Audited) December 31, 2012
	(Rupees in '000)	
12. BORROWINGS		
Secured		
Borrowings from SBP under export refinancing scheme	**1,005,600**	1,023,474
Repurchase agreement borrowings	**-**	7,050,090
	1,005,600	8,073,564
Unsecured		
Call borrowings	**-**	100,000
Overdrawn nostro accounts	**-**	48,709
	1,005,600	8,222,273
13. DEPOSITS AND OTHER ACCOUNTS		
Customers		
Fixed deposits	**21,394,458**	20,771,890
Savings deposits	**23,522,369**	17,964,800
Current accounts - non-remunerative	**20,369,040**	16,845,870
Margin accounts	**350,818**	317,491
	65,636,685	55,900,051
Financial institutions		
Remunerative deposits	**4,698,317**	6,420,235
Non-remunerative deposits	**779,555**	223,507
	5,477,872	6,643,742
	71,114,557	62,543,793
13.1 Particulars of deposits		
In local currency	**65,629,729**	58,657,117
In foreign currencies	**5,484,828**	3,886,676
	71,114,557	62,543,793

14. SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS - net of tax

Surplus / (deficit) on revaluation of available-for-sale securities - net of tax		
Term finance certificates-listed	**(60,245)**	(70,227)
Ordinary shares-listed	**142,637**	206,198
Preference shares-listed	**17,153**	14,507
Closed end mutual funds	**73,726**	47,422
Open end mutual funds	**1,516**	1,093
US dollar bonds	**(71,560)**	7,589
Government securities	**27,635**	72,389
	130,862	278,971
Related deferred tax liability	**(45,802)**	(97,640)
	85,060	181,331

	Note	(Unaudited) June 30, 2013	(Audited) December 31, 2012
		(Rupees in '000)	

15. CONTINGENCIES AND COMMITMENTS

15.1 Transaction-related contingent liabilities

Includes performance bonds, bid bonds, warranties, advance payment guarantees, shipping guarantees and standby letters of credit related to particular transactions.

	Note	June 30, 2013	December 31, 2012
i) Government		**1,913,314**	1,950,045
ii) Banking companies and other financial institutions		**206,671**	588,099
iii) Others	15.1.1	**321,621**	293,522
		2,441,606	2,831,666

15.1.1 Included herein the outstanding gurarantees of Rs. 5.613 million (December 31, 2012: Rs.430.295 million) of related parties.

15.2 Trade-related contingent liabilities

	June 30, 2013	December 31, 2012
Documentary credits	**5,111,263**	4,992,746

15.3 Other contingencies

	June 30, 2013	December 31, 2012
Claims not acknowledged as debts	**66,773**	66,718

15.4 Commitments in respect of forward exchange contracts

	June 30, 2013	December 31, 2012
Purchase	**3,498,345**	2,292,630
Sale	**3,894,472**	2,450,968

15.5 Commitments in respect of forward lending

	June 30, 2013	December 31, 2012
Forward commitment to extend credit	**780,918**	604,511

15.6 Other commitments

	June 30, 2013	December 31, 2012
Commitment in respect of capital expenditure	**31,719**	33,149

16. ADMINISTRATIVE EXPENSES

This includes salaries, wages and allowances amounting to Rs. 663.583 million (June 30, 2012: Rs. 559.654 million), rent, taxes, insurance and electricity charges amounting to Rs. 260.381 million (June 30, 2012: Rs. 185.185 million) and depreciation and amortisation amounting to Rs. 134.669 million (June 30, 2012: Rs. 117.594 million).

	(Unaudited)			
	Quarter ended		Half Year ended	
	June 30, 2013	June 30, 2012	June 30, 2013	June 30, 2012
	(Rupees in '000)			
17. OTHER CHARGES				
Penalties imposed by State Bank of Pakistan	**-**	695	**21**	695

18. TAXATION

In view of the tax losses of the Bank and JS Investments Limited (the subsidiary), tax provision has been made subject to minimum taxation @ 1% under section 113 of Income Tax Ordinance, 2001 in this unconsolidated condensed interim financial information.

19. BASIC AND DILUTED EARNINGS PER SHARE

	(Unaudited)			
	Quarter ended		Half Year ended	
	June 30, 2013	*Restated June 30, 2012	June 30, 2013	*Restated June 30, 2012
Profit after taxation for the period - attributable to ordinary equity holders of the Bank (Rs. in '000)	**80,661**	75,886	**164,886**	278,739
Weighted average number of outstanding ordinary shares during the period (no. in '000)	**1,072,464**	1,000,293	**1,072,464**	1,000,293
Basic and diluted earnings per share - Rupee	**0.08**	0.08	**0.15**	0.28

20. RELATED PARTY TRANSACTIONS

The Bank has related party relationship with its associates, parent, subsidiaries, companies having common directors, companies in which parent holds more than 20% shares, employee benefit plans, and its key management personnel (including their associates).

Contributions to the accounts in respect of staff retirement benefits are made in accordance with terms of the contribution plans. Remuneration of the key management personnel are in accordance with the terms of their employment. Other transactions are carried out as per agreed terms.

The details of transactions with related parties, other than those which have been specifically disclosed elsewhere in the financial information is as follows:

	Key management personnel		Subsidiary company		Other related parties		Total	
	Un-audited June 30, 2013	Audited December 31, 2012	Un-audited June 30, 2013	Audited December 31, 2012	Un-audited June 30, 2013	Audited December 31, 2012	Un-audited June 30, 2013	Audited December 31, 2012
	-------(Rupees in '000)-------							
Advances								
Opening balance	**93,552**	39,651	**156,193**	-	**1,378,039**	2,975,684	**1,627,784**	3,015,335
Disbursements	**25,282**	67,600	**419,796**	391,434	**1,608,205**	7,356,245	**2,053,283**	7,815,279
Repayments	**(16,023)**	(13,699)	**(334,182)**	(235,241)	**(1,785,169)**	(8,953,890)	**(2,135,374)**	(9,202,830)
Balance as at	**102,811**	93,552	**241,807**	156,193	**1,201,075**	1,378,039	**1,545,693**	1,627,784
Disbursements during the half year ended June 30, 2012		36,255		-		3,820,002		3,856,855
Repayments during the half year ended June 30, 2012		(8,105)		-		(3,656,516)		(3,664,621)
Mark-up / return / interest earned for the half year ended (un-audited) - June 30.	**2,068**	538	**11,251**	-	**62,234**	186,473	**75,553**	187,011

	Parent		Key management personnel		Subsidiary company		Other related parties		Total	
	Un-audited June 30, 2013	Audited December 31, 2012	Un-audited June 30, 2013	Audited December 31, 2012	Un-audited June 30, 2013	Audited December 31, 2012	Un-audited June 30, 2013	Audited December 31, 2012	Un-audited June 30, 2013	Audited December 31, 2012
	-------(Rupees in '000)-------									
Deposits										
Opening balance	**2,002,829**	560,818	**16,731**	10,994	**621,493**	1,316,216	**4,387,934**	1,733,460	**7,028,987**	3,621,488
Deposits	**5,011,128**	8,747,957	**138,880**	270,304	**111,592,549**	247,805,896	**22,720,873**	40,912,613	**139,463,430**	297,736,770
Withdrawals	**(5,014,839)**	(7,305,946)	**(138,489)**	(264,567)	**(112,001,231)**	(248,500,619)	**(23,857,735)**	(38,258,139)	**(141,012,294)**	(294,329,271)
Balance as at	**1,999,118**	2,002,829	**17,122**	16,731	**212,811**	621,493	**3,251,072**	4,387,934	**5,480,123**	7,028,987
Deposits during the half year ended June 30, 2012		1,485,626		165,403		100,132,020		17,932,819		119,715,868
Withdrawals during the half year ended June 30, 2012		(1,939,613)		(134,732)		(100,915,750)		(16,027,566)		(119,017,661)
Mark-up / return / interest expensed for the half year ended (un-audited) - June 30.	**64,691**	12,265	**150**	243	**16,773**	17,346	**163,609**	68,809	**245,223**	98,663

Material transactions with related parties are given below:

	Subsidiary company		Companies having common directorship		Companies in which parent company holds 20% or more		Other related parties		Total	
	June 30, 2013	June 30, 2012	June 30, 2013	June 30, 2012	June 30, 2013	June 30, 2012	June 30, 2013	June 30, 2012	June 30, 2013	June 30, 2012
	----(Unaudited)----									
	----(Rupees in '000)----									
Nature of transactions										
Sale of Term Finance Certificates	-	251,877	-	-	-	-	-	-	-	251,877
Purchase of Term Finance Certificates	-	331,201	-	-	-	-	-	16,347	-	347,548
Sale of Government Securities	**8,862,222**	8,066,482	**46,196,533**	15,788,001	-	440,027	**305,953**	152,739	**55,364,708**	24,447,249
Purchase of Government Securities	**8,264,937**	6,510,709	**16,345,268**	7,088,146	-	-	**4,491**	49,395	**24,614,696**	13,648,250
Sale of Sukuk / Ijara	-	1,740,857	-	60,882	-	1,028,388	-	-	-	2,830,127
Purchase of Sukuk / Ijara	-	2,846,907	-	-	-	-	-	-	-	2,846,907
Sale of shares / Units	-	-		-	-	-	**44,946**	353,682	**44,946**	353,682
Purchase of shares / Units	-	-	--	-	-	200,000	**100,000**	48,237	**100,000**	248,237
Reverse Repo / Call money lendings	**4,624,399**	2,858,851	-	-	-	-	-	-	**4,624,399**	2,858,851
Rent Received / Receivable	**1,616**	476	-	-	-	521	-	-	**1,616**	997
Call borrowing / Repo	-	-	-	-	**7,500,000**	3,150,000	-	-	**7,500,000**	3,150,000
Purchase of forward foreign exchange contracts	-	-	-	-	**4,818,017**	4,458,161	-	-	**4,818,017**	4,458,161
Sale of forward foreign exchange contracts	-	-	-	-	**6,434,814**	4,129,310	-	-	**6,434,814**	4,129,310
Letter of guarantees	-	-	-	-	-	-	**5,613**	42,904	**5,613**	42,904

	Subsidiary company		Companies having common directorship		Companies in which parent company holds 20% or more		Other related parties		Total	
	June 30, 2013	June 30, 2012	June 30, 2013	June 30, 2012	June 30, 2013	June 30, 2012	June 30, 2013	June 30, 2012	June 30, 2013	June 30, 2012
	(Unaudited) (Rupees in '000)									
Nature of transactions										
Insurance claim received	**-**	-	**3,526**	8,491	**-**	-	**-**	-	**3,526**	8,491
Insurance premium paid	**-**	-	**42,374**	23,016	**-**	-	**-**	-	**42,374**	23,016
Markup income on reverse repo	**3,316**	-	**-**	-	**-**	-	**-**	25,351	**3,316**	25,351
Markup expense on repo	**-**	-	**-**	-	**2,562**	-	**-**	-	**2,562**	-
Claim of expenses	**1,358**	-	**-**	-	**-**	-	**-**	-	**1,358**	-
Rent expense paid / accrued	**645**	-	**-**	-	**-**	-	**-**	-	**645**	-
Reimbursement of expenses	**498**	277	**-**	-	**-**	320	**-**	-	**498**	597
Services received	**762**	-	**-**	-	**-**	-	**8**	-	**770**	-
Commission paid / accrued	**6,600**	5,925	**-**	-	**-**	-	**-**	-	**6,600**	5,925
Commission income	**-**	1,200	**49,824**	44,632	**-**	1,240	**1,276**	57	**51,100**	47,129
Dividend income	**128,813**	51,050	**-**	-	**-**	-	**22,739**	-	**151,552**	51,050
Consultancy fee	**-**	-	**-**	-	**-**	-	**9,000**	3,000	**9,000**	3,000

	Parent company	
	June 30, 2013	June 30, 2012
	Un-audited (Rupees in '000)	
Nature of transactions		
Sale of Government Securities	**1,603,950**	-
Rent expense paid / accrued	**485**	451
Reimbursement of expenses	**1,024**	33

21. SEGMENT DETAILS WITH RESPECT TO BUSINESS ACTIVITIES

The segment analysis with respect to business activity is as follows:

	(Unaudited) June 30, 2013						
	Corporate finance	Trading and sales	Retail banking	Commercial banking	Payment and settlement	Others	Total
	(Rupees in '000)						
Total income -external	37,691	2,777,909	399,545	932,364	91,769	44,167	4,283,445
Inter-segment revenues-net	-	(1,650,187)	1,837,558	(187,371)	-	-	-
Net income / (loss)	37,691	1,127,722	2,237,103	744,993	91,769	44,167	4,283,445
Total expenses	(1,294)	(543,419)	(2,283,003)	(926,620)	(24,768)	(252,705)	(4,031,809)
Direct tax expense	-	-	-	-	-	-	(60,854)
Deferred tax expense	-	-	-	-	-	-	(25,896)
Segment assets	-	45,028,601	8,476,588	16,469,722	-	13,866,968	83,841,879
Segment non performing loans	-	149,860	29,135	2,908,898	-	-	3,097,893
Segment liabilities	-	1,815,671	57,228,136	14,249,990	-	1,512,163	74,805,960

	(Unaudited) June 30, 2012 - restated						
	Corporate finance	Trading and sales	Retail banking	Commercial banking	Payment and settlement	Others	Total
	(Rupees in '000)						
Total income -external	33,612	1,686,267	229,846	1,158,642	73,857	39,443	3,221,667
Inter-segment revenues-net	-	(1,198,472)	1,734,968	(536,496)	-	-	-
Net income / (loss)	33,612	487,795	1,964,814	622,146	73,857	39,443	3,221,667
Total expenses	(1,694)	(195,345)	(2,009,598)	(625,733)	-	(18,543)	(2,850,913)
Direct tax expense							(20,528)
Deferred tax expense							(122,149)
Segment assets	-	30,775,927	3,368,809	17,713,763	-	12,671,917	64,530,416
Segment non performing loans	-	-	31,718	2,840,543	-	-	2,872,261
Segment liabilities	-	2,530,736	43,030,132	10,380,755	-	839,890	56,781,513

22. DATE OF AUTHORISATION FOR ISSUE

This unconsolidated condensed interim financial information was authorised for issue by the Board of Directors on August 29, 2013.

23. GENERAL

23.1 Figures of the profit and loss account and comprehensive income for the quarters ended June 30, 2013 and June 30, 2012 have not been subjected to limited scope review by the auditors as they are only required to review half-yearly figures.

23.2 Comparative figures have been reclassified wherever necessary.

23.3 The figures in this unconsolidated condensed interim financial information have been rounded off to the nearest thousand.

Chairman | President & Chief Executive Officer | Director | Director

Consolidated Condensed Interim Financial Information
for the Half Year Ended June 30, 2013
(Un-Audited)

Deloitte.

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REVIEW REPORT ON CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION TO THE MEMBERS

Introduction

We have reviewed the accompanying consolidated condensed interim statement of financial position of JS Bank Limited (the Bank) as at June 30, 2013 and the related consolidated condensed interim profit and loss account, consolidated condensed interim statement of comprehensive income, consolidated condensed interim cash flow statement, consolidated condensed interim statement of changes in equity and notes to the accounts for the half year then ended (here-in-after referred to as the "consolidated condensed interim financial information"). The condensed interim financial information of the subsidiaries JS Global Capital Limited and JS Investments Limited for the half year ended June 30, 2013 were reviewed by us in accordance with International Standard on Review Engagements 2410. Management is responsible for the preparation and presentation of this consolidated condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this consolidated condensed interim financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated condensed interim financial information as of and for the half year ended June 30, 2013 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Emphasis of matter

We draw attention to note 1.2 to the accompanying consolidated condensed interim financial information wherein management has explained the plans of the Bank to meet the minimum capital requirements as prescribed by the State Bank of Pakistan as the Bank does not meet the minimum capital requirement currently. Our conclusion is not qualified in respect of this matter.

Member of
Deloitte Touche Tohmatsu Limited

Deloitte.

M. Yousuf Adil Saleem & Co
Chartered Accountants

Other matters

The figures of the subsidiary JS Global Capital Limited used in consolidated condensed interim profit and loss account, consolidated condensed interim statement of comprehensive income and consolidated condensed interim cash flow statement for the half year ended June 30, 2012 have not been reviewed by us as the accounting year of the subsidiary changed from June 30 to December 31, and the comparative period was not subject to review.

The figures of the subsidiary JS Investments Limited used in consolidated condensed interim statement of financial position as at December 31, 2012 were audited by another firm of chartered accountants who through their report dated February 22, 2013 expressed an unqualified opinion thereon.

The figures of the consolidated condensed interim profit and loss account and the consolidated condensed interim statement of comprehensive income for the quarters ended June 30, 2013 and 2012 have not been reviewed, as we are required to review only the cumulative figures for the half year ended June 30, 2013.

M. Yousuf Adil Saleem & Co
Chartered Accountants

Engagement Partner:
Nadeem Yousuf Adil

Place: Karachi
Date: August 29, 2013

Member of
Deloitte Touche Tohmatsu Limited

CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2013

	Note	(Unaudited) June 30, 2013	* Restated (Audited) December 31, 2012
		(Rupees in '000)	
ASSETS			
Cash and balances with treasury banks		**5,456,358**	5,027,942
Balances with other banks		**563,344**	1,193,864
Lendings to financial institutions	7	**7,724,399**	3,740,958
Investments - net	8	**42,423,280**	47,884,719
Advances - net	9	**23,503,483**	19,909,385
Operating fixed assets	10	**3,556,245**	3,412,167
Deferred tax assets - net	11	**888,808**	860,704
Other assets		**3,594,274**	1,989,038
		87,710,191	84,018,777
LIABILITIES			
Bills payable		**1,355,302**	713,747
Borrowings	12	**1,733,453**	8,704,685
Deposits and other accounts	13	**70,901,746**	61,934,787
Sub-ordinated loans		**-**	-
Liabilities against assets subject to finance lease		**-**	-
Deferred tax liabilities		**-**	-
Other liabilities		**2,338,087**	1,719,011
		76,328,588	73,072,230
NET ASSETS		**11,381,603**	10,946,547
REPRESENTED BY:			
Share capital		**10,724,643**	10,724,643
Discount on issue of shares		**(2,105,401)**	(2,105,401)
Reserves		**264,708**	231,754
Accumulated profits / (losses)		**60,877**	(50,689)
Non-controlling interest		**1,844,015**	1,863,194
		10,788,842	10,663,501
Surplus on revaluation of assets - net of tax	14	**592,761**	283,046
		11,381,603	10,946,547
CONTINGENCIES AND COMMITMENTS	15		

*** Change in accounting policy as disclosed in note 5**

The annexed notes from 1 to 25 form an integral part of this consolidated condensed interim financial information.

Chairman | President & Chief Executive Officer | Director | Director

CONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED)

FOR THE HALF YEAR ENDED JUNE 30, 2013

	Note	Quarter ended June 30, 2013	Quarter ended * Restated June 30, 2012	Half year ended June 30, 2013	Half year ended * Restated June 30, 2012
		(Rupees in '000)			
Mark-up / return / interest earned		**1,723,377**	1,425,039	**3,381,113**	2,744,961
Mark-up / return / interest expensed		**1,141,112**	880,805	**2,298,782**	1,663,524
Net mark-up / interest income		**582,265**	544,234	**1,082,331**	1,081,437
Provision against non-performing loans and advances		**(124,119)**	(59,465)	**(218,141)**	(59,401)
(Provision) / reversal of diminution in value of investments		**(343)**	(42,707)	**6,816**	(27,799)
Bad debts written off directly		**-**	-	**-**	-
		(124,462)	(102,172)	**(211,325)**	(87,200)
Net mark-up / interest income after provisions		**457,803**	442,062	**871,006**	994,237
NON MARK-UP / INTEREST INCOME					
Fee, commission and brokerage income		**308,626**	199,714	**572,077**	380,996
Dividend income		**91,934**	2,613	**171,162**	4,350
Income from dealing in foreign currencies		**77,025**	55,022	**131,722**	96,659
Gain on sale / redemption of securities		**241,953**	51,938	**351,168**	97,828
Unrealised gain on revaluation of investments classified as held-for-trading		**22,117**	70,863	**24,873**	69,163
Other income		**31,068**	20,873	**52,497**	36,933
Total non-mark-up / interest income		**772,723**	401,023	**1,303,499**	685,929
		1,230,526	843,085	**2,174,505**	1,680,166
NON MARK-UP / INTEREST EXPENSES					
Administrative expenses	16	**959,093**	679,444	**1,787,102**	1,247,478
Other provisions / write offs	17	**-**	(22,843)	**-**	(22,843)
Other charges	18	**-**	695	**21**	695
Total non-mark-up / interest expenses		**959,093**	657,296	**1,787,123**	1,225,330
		271,433	185,789	**387,382**	454,836
Extra ordinary / unusual items		**-**	-	**-**	-
PROFIT BEFORE TAXATION		**271,433**	185,789	**387,382**	454,836
Taxation					
- Current	19	**(75,318)**	(17,615)	**(118,782)**	(48,168)
- Prior years		**-**	50,661	**-**	50,661
- Deferred		**(3,155)**	(88,330)	**(21,956)**	(134,637)
		(78,473)	(55,284)	**(140,738)**	(132,144)
PROFIT AFTER TAXATION		**192,960**	130,505	**246,644**	322,692
Attributable to:					
Equity holders of the Bank		**138,488**	103,475	**144,634**	276,032
Non-controlling interest		**54,472**	27,030	**102,010**	46,660
		192,960	130,505	**246,644**	322,692
		Rupees			
Basic and diluted earnings per share - restated	20	**0.13**	0.10	**0.13**	0.28

*** Change in accounting policy as disclosed in note 5**

The annexed notes from 1 to 25 form an integral part of this consolidated condensed interim financial information.

Chairman	President & Chief Executive Officer	Director	Director

CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE HALF YEAR ENDED JUNE 30, 2013

	Quarter ended		Half Year ended	
	June 30, 2013	* Restated June 30, 2012	June 30, 2013	* Restated June 30, 2012
	------------------- (Rupees in '000)			--------------------
Profit after taxation for the period	**192,960**	130,505	**246,644**	322,692
Other comprehensive income				
Components of comprehensive income that will not be reclassified to profit and loss				
Effect of retrospective change in accounting as disclosed in note 5	**-**	(849)	**-**	(1,698)
Actuarial gains and losses on defined benefits plan	**(114)**	-	**(114)**	-
Total items that will not be reclassified to profit and loss	**(114)**	(849)	**(114)**	(1,698)
	192,846	129,656	**246,530**	320,994
Attributable to :				
Equity holders of the Bank	**138,374**	102,626	**144,520**	274,334
Non-controlling interest	**54,472**	27,030	**102,010**	46,660
	192,846	129,656	**246,530**	320,994
Components of comprehensive income that may be reclassified subsequently to profit and loss				
Surplus / (deficit) on revaluation of investments	**460,498**	(37,550)	**257,877**	(5,767)
Deferred tax on revaluation of investments - available for sale securities	**16,521**	11,123	**51,838**	2,018
Total Items that may be reclassified subsequently to profit and loss	**477,019**	(26,427)	**309,715**	(3,749)
Total comprehensive income for the period	**669,865**	103,229	**556,245**	317,245

*** Change in accounting policy as disclosed in note 5**

The annexed notes from 1 to 25 form an integral part of this consolidated condensed interim financial information.

Chairman | President & Chief Executive Officer | Director | Director

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

FOR THE HALF YEAR ENDED JUNE 30, 2013

	Issued, Subscribed and paid-up share capital	Discount on issue of shares	Statutory reserve	Accumulated (losses) / profits	Sub total	Non-Controlling Interest	Total
	(Rupees in '000)						
Balance as at January 01, 2012 (Audited) as previously reported	10,002,930	(1,944,880)	89,978	(642,058)	7,505,970	1,303,146	8,809,116
Effect of retrospective change in accounting policy as disclosed in note 5	-	-	(71)	14,017	13,946	-	13,946
Balance as at January 01, 2012 restated	10,002,930	(1,944,880)	89,907	(628,041)	7,519,916	1,303,146	8,823,062
Comprehensive Income							
Profit after taxation for the half year ended June 30, 2012 as restated	-	-	-	276,032	276,032	46,660	322,692
Other comprehensive Income - net of tax for the half year ended June 30, 2012 as restated	-	-	-	(1,698)	(1,698)	-	(1,698)
	-	-	-	274,334	274,334	46,660	320,994
Transaction with owners recorded directly in equity							
Dividend for the half year ended December 31, 2011 @ Rs.2 per ordinary share paid to non -controlling interest	-	-	-	-	-	(48,950)	(48,950)
Transfers							
Transfer to statutory reserve	-	-	55,748	(55,748)	-	-	-
Balance as at June 30, 2012	10,002,930	(1,944,880)	145,655	(409,455)	7,794,250	1,300,856	9,095,106
Non-controlling interest on acquisition of subsidiary	-	-	-	-	-	550,026	550,026
Purchase of non controlling interest by the Parent	-	-	-	-	-	(2,613)	(2,613)
Comprehensive Income							
Profit after taxation for the half year ended December 31, 2012	-	-	-	446,562	446,562	51,637	498,199
Other comprehensive Income - net of tax for the six months ended December 31, 2012 as restated	-	-	-	(1,697)	(1,697)	-	(1,697)
	-	-	-	444,865	444,865	51,637	496,502
Transaction with owners recorded directly in equity							
Issue of shares during the period	721,713	-	-	-	721,713	-	721,713
Discount on issue of shares	-	(160,521)	-	-	(160,521)	-	(160,521)
	721,713	(160,521)	-	-	561,192	-	561,192
Dividend for the period ended December 31, 2012 @ Rs.1.5 per ordinary share paid to non -controlling interest	-	-	-	-	-	(36,712)	(36,712)
Transfers							
Transfer to statutory reserve	-	-	86,099	(86,099)	-	-	-
Balance as at December 31, 2012	10,724,643	(2,105,401)	231,754	(50,689)	8,800,307	1,863,194	10,663,501
Comprehensive Income							
Profit after taxation for the half year ended June 30, 2013	**-**	**-**	**-**	**144,520**	**144,520**	**102,010**	**246,530**
Other comprehensive Income - net of tax	**-**	**-**	**-**	**-**	**-**	**-**	**-**
	-	**-**	**-**	**144,520**	**144,520**	**102,010**	**246,530**
Dividend for the period ended December 31, 2012 @ Rs. 4 per ordinary share paid to non -controlling interest	**-**	**-**	**-**	**-**	**-**	**(121,189)**	**(121,189)**
Transfers							
Transfer to statutory reserve	**-**	**-**	**32,954**	**(32,954)**	**-**	**-**	**-**
Balance as at June 30, 2013	**10,724,643**	**(2,105,401)**	**264,708**	**60,877**	**8,944,827**	**1,8 44,015**	**10,788,842**

The annexed notes from 1 to 25 form an integral part of this consolidated condensed interim financial information.

Chairman | President & Chief Executive Officer | Director | Director

CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE HALF YEAR ENDED JUNE 30, 2013

	June 30, 2013	*Restated June 30, 2012
	(Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	**387,382**	454,837
Less: Dividend income	**(171,162)**	(4,350)
	216,220	450,487
Adjustments:		
Depreciation	**133,723**	112,041
Amortisation of intangibles	**10,259**	9,391
Charge for defined benefit plan	**6,660**	18,223
Unrealised gain on revaluation of investments classified as held-for-trading	**(24,873)**	(69,163)
Provision against non-performing advances	**218,141**	59,401
(Reversal) / provision for diminution in value of investments	**(6,816)**	27,799
Other (reversals) / provisions / write offs	**-**	(22,843)
Gain on sale of fixed assets	**(32,180)**	(30,244)
Provision for workers' welfare fund	**14,746**	-
	319,660	104,605
	535,880	555,092
(Increase) / decrease in operating assets		
Lendings to financial institutions	**(3,983,441)**	(1,367,879)
Held-for-trading securities	**(5,329,552)**	(1,010,758)
Advances	**(3,812,239)**	(1,930,223)
Other assets	**(1,674,011)**	(734,322)
	(14,799,243)	(5,043,182)
Increase / (decrease) in operating liabilities		
Bills payable	**641,555**	(356,523)
Borrowings	**(6,922,523)**	128,203
Deposits	**8,966,959**	11,098,402
Other liabilities	**620,524**	(17,868)
	3,306,515	10,852,214
	(10,956,848)	6,364,124
Income tax paid	**(48,230)**	(10,743)
Gratuity paid	**(22,968)**	(75,000)
Net cash (used in) / flows from operating activities	**(11,028,046)**	6,278,381
CASH FLOW FROM INVESTING ACTIVITIES		
Net investment in available-for-sale securities	**11,080,558**	(5,193,006)
Dividend received	**171,162**	4,350
Investment in operating fixed assets	**(301,712)**	(235,700)
Sale proceeds of property and equipment disposed of	**45,832**	44,025
Net cash flows from / (used in) investing activities	**10,995,840**	(5,380,331)
CASH FLOW FROM FINANCING ACTIVITIES		
Dividend paid to non-controlling interest	**(121,189)**	(48,950)
(Decrease) / increase in cash and cash equivalents	**(153,395)**	849,100
Cash and cash equivalents at beginning of the period	**6,173,097**	4,044,289
Cash and cash equivalents at end of the period	**6,019,702**	4,893,389

The annexed notes from 1 to 25 form an integral part of this consolidated condensed interim financial information.

Chairman	President & Chief Executive Officer	Director	Director

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE HALF YEAR ENDED JUNE 30, 2013

1. STATUS AND NATURE OF BUSINESS

1.1 The "Group" consists of:

1.1.1 Holding Company

JS Bank Limited (the Bank), incorporated in Pakistan, is a scheduled bank, engaged in commercial banking and related services. The Bank's ordinary shares are listed on Karachi Stock Exchange Limited in Pakistan. The Bank is a subsidiary of Jahangir Siddiqui & Co. Ltd. (JSCL). The registered office of the Bank is situated at Shaheen Commercial Complex, Dr. Ziauddin Ahmed Road, Karachi. The Bank operates with 186 (December 31, 2012: 185) branches / sub-branches in Pakistan. The Bank is rated at "A+" (Single A Plus) for long term and "A1" (A One) for short term by Pakistan Credit Rating Agency (PACRA).

Jahangir Siddiqui Investment Bank Limited , JSIBL, (formerly Citicorp Investment Bank Limited which was acquired by Jahangir Siddiqui & Co. Ltd., JSCL, on February 01, 1999) and its holding company, JSCL, entered into a Framework Agreement with American Express Bank Limited, New York (AMEX) on November 10, 2005 for acquisition of its American Express Bank Limited (AEBL) Pakistan Operations. Consequently, a new banking company, JS Bank Limited (JSBL) was incorporated on March 15, 2006 and a restricted Banking License was issued by the State Bank of Pakistan (SBP) on May 23, 2006.

A Transfer Agreement was executed on June 24, 2006 between JSIBL and JSBL for the transfer of entire business and undertaking of JSIBL to JSBL and a separate Transfer Agreement was also executed on June 24, 2006 between AMEX and JSBL for the transfer of AEBL's commercial banking business in Pakistan with all assets and liabilities (other than certain excluded assets and liabilities) (AEBL business). The shareholders of JSIBL and JSBL in their respective extra ordinary general meetings held on July 31, 2006 approved a Scheme of Amalgamation (the Scheme) under Section 48 of the Banking Companies Ordinance, 1962. The Scheme was initially approved by the Securities and Exchange Commission of Pakistan vide its letter No. SC/NBFC(J)-R/JSIBL/2006/517 dated September 28, 2006. Subsequently, the Scheme was sanctioned by the SBP vide its order dated December 02, 2006 and, in accordance therewith, the effective date of amalgamation was fixed at December 30, 2006.

The Bank has signed a Sale and Purchase Agreement on September 10, 2012 with HSBC Middle East Limited for acquisition of HSBC - Pakistan operations. In this regard the Bank has applied to the SBP for an approval. Once the approval is received, the Bank will proceed towards completing other procedural formalties.

1.1.2 Subsidiary Company

1.1.2.1 JS Global Capital Limited (JSGCL)

JS Global Capital Limited (JSGCL), the Company, is principally owned by the Bank, holding 51.05% of it's equity interest. The Bank acquired effective controlling interest in JSGCL on December 21, 2011. JSGCL is a public listed company incorporated in Pakistan under the Companies Ordinance, 1984. The shares of the Company are listed on Karachi Stock Exchange Limited (KSEL) and Islamabad Stock Exchange Limited (ISEL) in Pakistan. Further, the Company is a corporate member of KSEL and member of Pakistan Merchantile Exchange Limited (formerly National Commodity Exchange Limited). The principal business of the Company is to carry out share brokerage, money market, forex and commodity brokerage, advisory and consultancy services. Other activities include investment in a mix of listed and unlisted equity and debt securities and reverse repurchase transactions. The registered office of the Company is situated at 6th floor, Faysal House, Shahra-e-Faisal, Karachi, Pakistan.

1.1.2.2 JS Investments Limited (JSIL)

JS Investments Limited (JSIL), the Company, is principally owned by the Bank, holding 52.24% of it's equity interest. The Bank acquired effective controlling interest in JSIL on November 01, 2012. JSIL is a public listed company incorporated in Pakistan on February 22, 1995 under the Companies Ordinance, 1984. The shares of the Company are listed on the KSEL in Pakistan since April 24, 2007. The registered office of the Company is situated at 7th floor, 'The Forum', Khayaban-e-Jami, Clifton, Karachi.

The Company has obtained the license of an "Investment Advisor" and "Asset Management Company" (AMC) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). In addition, the Company has also obtained registration to act as Pension Fund Manager under the Voluntary Pension System Rules, 2005.

1.1.2.2.1 The Company is an asset management company and pension fund manager for the following respective funds at period end:

Closed end funds:
- JS Value Fund Limited
- JS Growth Fund

Open end funds:
- Unit Trust of Pakistan
- JS Income Fund
- JS Islamic Fund
- JS Aggressive Asset Allocation Fund
- JS Fund of Funds
- JS KSE-30 Index Fund
- JS Aggressive Income Fund
- JS Large Cap Fund
- JS Cash Fund
- JS Islamic Government Securities

1.1.2.2.2 The Company is pension fund manager for the following funds at period end:

Pension funds:
- JS Pension Savings Fund
- JS Islamic Pension Savings Fund

These funds have been treated as related parties in this consolidated condensed interim financial information.

1.1.2.3 JS ABAMCO Commodities Limited (JSACL)

The Bank owns JS ABAMCO Commodities Limited (JSACL) indirectly through its subsidiary JSIL which has 100% holding in JSACL. JSACL was incorporated on September 25, 2007 as a public unlisted company under the Companies Ordinance, 1984 and is a wholly owned subsidiary company of JSIL. The principal activities of JSACL are to deal and effectuate commodity contracts; to become member of commodity exchange including National Commodity Exchange Limited and to carry on the business as brokers, advisory and consultancy services, dealers and representative of all kinds of commodity contracts and commodity backed securities. The registered office of the Company is situated at 7th floor, 'The Forum', Khayaban-e-Jami, Clifton, Karachi. The Company has not commenced its commercial operations up to the balance sheet date.

1.2 Compliance with Minimum Capital Requirement

The State Bank of Pakistan (SBP) through its BSD Circular No. 7 dated April 15, 2009 has prescribed that the minimum paid up capital (net of losses) for Banks / Development Finance Institutions be raised to Rs.10 billion by the year ending December 31, 2013. In December 2012, the SBP granted an extension to the Bank up to June 30, 2013 for meeting the shortfall in the requirement of minimum capital requirement (MCR). Subsequently, to meet the shortfall, the Bank submitted a plan to SBP to issue perpetual non-cumulative irredeemable preference shares worth Rs.. 500 million having face value of Rs.10 each. The SBP has granted in-principle approval for the issuance of these preference shares. The Bank is in the process of completing the procedural formalities and expects to complete the same by December 31, 2013. Further, the Bank is planning to issue right shares which will bring MCR of the Bank to Rs. 10 billion in line the requirement of the above mentioned circular. The paid-up capital (free of losses) of the Bank as at June 30, 2013 stood at Rs.8.619 billion.

1.3 Basis of consolidation

The basis of consolidation adopted in the preparation of this consolidated condensed interim financial information is the same as those applied in the preparation of annual consolidated financial statements for the year ended December 31, 2012.

2. STATEMENT OF COMPLIANCE

This consolidated condensed interim financial information of the Bank for the half year ended June 30, 2013 has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 - "Interim Financial Reporting" , provisions of the Companies Ordinance, 1984, Banking Companies Ordinance, 1962 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 Banking Companies Ordinance, 1962 and the said directives have been followed.

The SBP has deferred the applicability of International Accounting Standard (IAS) 39 - "Financial Instruments: Recognition and Measurement" and International Accounting Standard (IAS) 40 - "Investment Property" for Banking Companies through BSD Circular Letter No. 10 dated August 26, 2002. Further, according to the notification of SECP dated April 28, 2008, IFRS - 7 - "Financial Instruments: Disclosures" has not been made applicable to banks. Accordingly, the requirements of these standards have not been considered in the preparation of this consolidated condensed interim financial information. However, investments have been classified and valued in accordance with the requirements of various circulars issued by the SBP.

The disclosures made in this consolidated condensed interim financial information has been limited based on a format prescribed by the SBP vide BSD Circular No. 2 dated May 12, 2004 and International Accounting Standard 34 - "Interim Financial Reporting" and do not include all the disclosures required in the annual financial statements. Accordingly, this consolidated condensed interim financial information should be read in conjunction with the consolidated annual financial statements of the Bank for the year ended December 31, 2012.

3. BASIS OF MEASUREMENT

This consolidated condensed interim financial information has been prepared under the historical cost convention except for held-for-trading, available-for-sale investments and derivative financial instruments which are stated at fair value and defined benefit liability which is stated at net present value

4. ACCOUNTING ESTIMATES AND JUDGMENTS

The estimates / judgments and associated assumptions used in the preparation of this consolidated condensed interim financial information are consistent with those applied in the preparation of the consolidated annual financial statements of the Bank for the year ended December 31, 2012.

5. ACCOUNTING POLICIES

The accounting policies adopted in the preparation of this consolidated condensed interim financial information are the same as those applied in the preparation of the consolidated annual financial statements of the Bank for the year ended December 31, 2012, except for change in accounting policy due to adoption of revised IAS 19 - "Employee Benefits" with effect from 1 January 2013 and as fully explained in note 5.1 below:

5.1 Change in accounting policy - Staff retirement benefits

The amendments to IAS 19 change the accounting for defined benefit plans and termination benefits. The significant changes are as follows:

a) Unrecognized actuarial gains and losses:

The amendments require all actuarial gains and losses to be recognised immediately through other comprehensive income in order for the net plan asset or liability recognised in the statement of financial position to reflect the full value of the plan deficit or surplus. Previously, actuarial gains and losses over and above the corridor limit were amortised over the expected average remaining working lives of employees as allowed under the relevant provision of previous IAS 19.

b) Past service cost:

Past service cost (either vested or non-vested) is recognised immediately in the profit and loss as soon as the change in the benefit plans are made. Previously, non-vested portion was amortised over the expected avarage lives of employees.

c) Interest cost and expected return on plan assets

The interest cost and expected return on plan assets used in the previous version of IAS 19 are replaced with a 'net-interest' amount, which is calculated by applying the discount rate to the net defined benefit liability or asset.

d) Presentation of changes in defined benefit obligations and plan assets

Presentation of changes in defined benefit obligations and plan assets will be split into three components:

i) Service cost

recognised in profit or loss and includes current and past service cost as well as gains or losses on settlements.

ii) Net interest

recognised in profit or loss and calculated by applying the discount rate at the beginning of the reporting period to the net defined benefit liability or asset at the beginning of each reporting period.

iii) Re-measurement

recognised in other comprehensive income and comprises actuarial gains and losses on the defined benefit obligation, the excess of the actual return on plan assets over the change in plan assets due to the passage of time and the changes, if any, due to the impact of the asset ceiling. As a result, the profit or loss will no longer include an expected return on plan assets; instead, imputed finance income is calculated on the plan assets and is recognised as part of the net interest cost in profit or loss. Any actual return above or below the imputed finance income on plan assets is recognised as part of re-measurement in other comprehensive income.

5.2 Revised accounting policy of staff retirement benefits is as follows:

5.2.1 Defined benefit plans

The Bank operates an approved funded gratuity scheme covering all its eligible employees, which requires contribution to be made in accordance with the actuarial recommendations. An actuarial valuation of defined benefit scheme is conducted at the end of every year or any significant change occur. The most recent valuation in this regard was carried out as at June 30, 2013, using the projected unit credit actuarial valuation method. Under this method cost of providing for gratuity is charged to profit and loss account so as to spread the cost over the service lives of the employees in accordance with the actuarial valuation. Actuarial gains and losses are recognised immediately in other comprehensive income. Past-service costs are recognised immediately in profit and loss account, unless the changes to the plan are conditional on the employees remaining in service for a specified period of time (the vesting period). In this case, the past-service costs are amortised on a straight-line basis over the vesting period.

5.3 Effects of change in accounting policy

With effect from January 1, 2013, IAS 19 revised has become effective. The change in accounting policy has been accounted for restrospectively in accordance with International Accounting Standard - 8 Accounting Policies, Changes in Accounting Estimates 'and Errors'. Accordingly the opening equity has been adjusted and cost related to past service has not deferred. Cost deferred in the past has been recogised retrospectively so that the profit and loss account for the current period reflects values related to the current period only as if the revised standard had always applied.

Effect of retrospective application of change in accounting policy are as follows:

	December 31, 2012 (Audited)		
	As previously reported	Effect of Restatement	As Restated
	------------- (Rupees in '000) -------------		
Effect on balance Sheet			
Decrease in other liabilities - defined benefit obligation	1,730,620	(11,609)	1,719,011
Increase in reserves	231,613	141	231,754
Net decrease in accumulated losses	(62,157)	11,468	(50,689)

	Prior to January 01, 2012		
	As previously reported	Effect of Restatement	As Restated
	------------- (Rupees in '000) -------------		
Decrease in other liabilities - defined benefit obligation	1,128,444	(13,946)	1,114,498
Decrease in reserves	89,978	(71)	89,907
Net decrease in accumulated losses	(642,058)	14,017	(628,041)

Effect on profit and loss account	------Un-audited------ Quarter year ended June 30, 2012	Half year ended June 30, 2012	Audited Prior to January 01, 2012
	------------- (Rupees in '000)	-------------	
Net decrease in profit after tax due to amortisation of actuarial gains and losses recognised in other comprehensive income	(167)	(334)	(354)
Decrease in profit after tax due to recognition of past service cost in other comprehensive income	(94)	(188)	-
Increase in profit after tax due to increase in expected return on plan assets	656	1,313	-
Decrease in profit after tax due to decrease in curtailment gain	(131)	(262)	-
	264	**529**	**(354)**

	Half year ended June 30, 2012 (Unaudited)		
	As previously reported	Effect of Restatement	As Restated
	------------- (Rupees in '000)	-------------	
Decrease in administrative expenses	1,248,007	(529)	1,247,478

Effect on other comprehensive income	------Un-audited------ Quarter year ended June 30, 2012	Half year ended June 30, 2012	Audited Prior to January 01, 2012
	------------- (Rupees in '000)	-------------	
Amortisation of actuarial gains reclassified to other comprehensive income	-	-	354
Net (expense) / income recognised in other comprehensive income	(849)	(1,698)	12,814
Increase in other comprehensive income due to recognition of negative past service cost	-	-	1,132
	(849)	**(1,698)**	**14,300**

	Prior to January 01, 2012		
	As previously reported	Effect of Restatement	As Restated
	------------- (Rupees in '000)	-------------	
Decrease in other comprehensive income	-	(1,698)	(1,698)

5.4 Staff retirement benefits

Changes in defined benefit obligation, fair value of plan assets are as follows:

Reconciliation of payable/ (receivable) to / from defined benefit plan

	(Unaudited) June 30, 2013	(Audited) December 31, 2012
	----- (Rupees in '000) -----	
Present Value of defined benefit obligation	**103,466**	91,269
Fair value of any plan assets	**(108,301)**	(79,911)
	(4,835)	11,358
Movement in net liability/ (asset) recognized		
Opening net (asset) / liability	**11,358**	61,399
Expense for the period	**6,660**	21,566
Contribution/Benefits Paid during the year	**(22,967)**	(75,000)
Other comprehensive income (OCI)	**114**	3,393
	(4,835)	11,358
Charge/ (prepaid) for the defined benefit plan		
Current service cost	**15,360**	27,745
Interest cost	**5,003**	7,600
Expected return	**(5,253)**	(9,375)
Curtailment gain	**(8,450)**	(4,404)
	6,660	21,566
Principal actuarial valuation assumptions:		
- Valuation discount Rate	**11.50%**	11.50%
- Salary increase rate	**11.50%**	11.50%
- Expected return on plan assets	**11.50%**	11.50%

6. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies are consistent with those disclosed in the Consolidated Annual Financial Statements of the Bank for the year ended December 31, 2012.

	Note	(Unaudited) June 30, 2013	(Audited) December 31, 2012
		(Rupees in '000)	
7. LENDINGS TO FINANCIAL INSTITUTIONS			
Call money lendings		**500,000**	600,000
Lendings to financial institutions		**2,623,609**	1,136,983
Repurchase agreement lendings (Reverse Repo)	7.1	**4,600,790**	2,003,975
		7,724,399	3,740,958

7.1 Repurchase agreement lendings are secured through Pakistan Investment Bonds and Market Treasury Bills having total market value of Rs. 4,617.346 million (December 31, 2012: Rs. 2,241.724 million)

8. INVESTMENTS

8.1 INVESTMENTS BY TYPES:

	Note	(Unaudited) June 30, 2013 Held by bank	Given as collateral	Total	(Audited) December 31, 2012 Held by bank	Given as collateral	Total
		----------------------	(Rupees in '000)				------------------------
Held-for-trading securities							
Market Treasury Bills		**7,323,482**	**-**	**7,323,482**	1,933,372	228,700	2,162,072
Pakistan Investment Bonds		**903,161**	**-**	**903,161**	709,286	-	709,286
National Saving Bonds		**-**	**-**	**-**	186	-	186
Ijara Sukuk		**-**	**-**	**-**	149,440	-	149,440
Term Finance Certificates- listed	8.1.1	**210,573**	**-**	**210,573**	72,731	-	72,731
Term Finance Certificates- unlisted		**99,371**	**-**	**99,371**	20,527	-	20,527
Engro Rupiya Certificates		**40,485**	**-**	**40,485**	39,143	-	39,143
Ordinary Shares of listed companies		**260,553**	**-**	**260,553**	-	-	-
Open end mutual funds	8.1.2	**629,210**	**-**	**629,210**	912,801	-	912,801
		9,466,835	**-**	**9,466,835**	3,837,486	228,700	4,066,186
Available-for-sale securities							
Market Treasury Bills		**15,929,517**	**-**	**15,929,517**	26,937,159	7,041,450	33,978,609
Pakistan Investment Bonds		**9,616,511**	**-**	**9,616,511**	3,746,352	-	3,746,352
Ordinary shares of listed companies		**1,266,782**	**-**	**1,266,782**	1,042,548	-	1,042,548
Ordinary shares of unlisted companies	8.1.3	**26,273**	**-**	**26,273**	-	-	-
Preference shares of a listed company		**136,590**	**-**	**136,590**	143,739	-	143,739
Term Finance Certificates-listed		**1,168,670**	**-**	**1,168,670**	1,589,004	-	1,589,004
Term Finance Certificates-unlisted	8.1.4	**885,290**	**-**	**885,290**	974,206	-	974,206
Sukuk Certificates		**150,000**	**-**	**150,000**	105,294	-	105,294
Ijara Sukuk Bonds		**71,821**	**-**	**71,821**	-	-	-
Closed end mutual funds	8.1.2	**860,266**	**-**	**860,266**	1,151,696	-	1,151,696
Open end mutual funds	8.1.2	**1,104,418**	**-**	**1,104,418**	765,832	-	765,832
US Dollar Bonds		**1,987,636**	**-**	**1,987,636**	787,052	-	787,052
		33,203,774	**-**	**33,203,774**	37,242,882	7,041,450	44,284,332
Investments at cost		**42,670,609**	**-**	**42,670,609**	41,080,368	7,270,150	48,350,518
Less: Provision for diminution in value of investments	8.1.2, 8.1.4 & 8.1.5	**(1,432,723)**	**-**	**(1,432,723)**	(1,439,540)	-	(1,439,540)
Investments (net of provision)		**41,237,886**	**-**	**41,237,886**	39,640,828	7,270,150	46,910,978
Unrealised gain on revaluation of investments classified as held-for-trading		**23,293**	**-**	**23,293**	69,516	-	69,516
Surplus on revaluation of available-for-sale securities	8.1.6	**1,162,101**	**-**	**1,162,101**	888,137	16,088	904,225
		42,423,280	**-**	**42,423,280**	40,598,481	7,286,238	47,884,719

8.1.1 Included herein is the investment of Rs.9.187 million (December 31, 2012: Rs. 15 million) having a market value of Rs.9.098 million (December 31, 2012: Rs. 15 million) in Jahangir Siddiqui & Co. Ltd., parent company.

8.1.2 Included herein are investments in the following related parties:

Name of the company	Cost		Impairment		Market Value	
	(Unaudited) June 30, 2013	(Audited) December 31, 2012	(Unaudited) June 30, 2013	(Audited) December 31, 2012	(Unaudited) June 30, 2013	(Audited) December 31, 2012
Held-for-trading securities	-------------------------	-------------------------	------------------------- (Rupees in '000)	-------------------------	-------------------------	-------------------------
Open End Mutual Funds						
JS Cash Fund	**240,917**	250,216	**-**	-	**250,221**	289,086
JS Income Fund	**325,201**	308,754	**-**	-	**334,995**	325,793
Available-for-sale securities						
Closed End Mutual Funds						
JS Value Fund Ltd	**490,097**	479,034	**(351,879)**	(351,879)	**370,245**	272,202
JS Growth Fund	**760,563**	663,032	**(418,607)**	(418,607)	**705,268**	421,807
Open End Mutual Funds						
JS Large Cap Fund-Class B	**373,041**	373,041	**(231,668)**	(231,668)	**514,700**	393,017
JS Pension Savings Fund	**30,000**	30,000	**(11,529)**	(11,529)	**59,346**	41,808
JS Pension Savings Fund	**17,776**	18,894	**-**	-	**31,913**	33,269
JS Pension Savings Fund	**17,746**	18,970	**-**	-	**26,426**	26,940
JS Islamic Pension Savings Fund	**25,000**	25,000	**(2,288)**	(2,288)	**70,140**	53,193
JS Islamic Pension Savings Fund	**21,385**	23,269	**-**	-	**34,670**	36,470
JS Islamic Pension Savings Fund	**22,230**	23,659	**-**	-	**31,538**	32,618
JS Fund of Funds	**36,844**	65,000	**-**	-	**40,667**	65,502
JS Aggressive Income Fund	**40,000**	90,000	**-**	-	**38,642**	90,189
JS Islamic Fund	**-**	30,000	**-**	-	**-**	30,615
JS KSE 30 Index Fund	**-**	68,000	**-**	-	**-**	67,870
JS Islamic Government Securities	**130,000**	-	**-**	-	**131,630**	-

8.1.3 Demutualization of stock exchanges

8.1.3.1 Pursuant to demutualization of the Islamabad Stock Exchange Limited (ISEL) and Karachi Stock Exchange Limited (KSEL), the ownership rights in Stock Exchanges were segregated from the right to trade on an exchange. As a result of such demutualization, the Group received shares and Trading Right Entitlement Certificate (TREC) from the ISEL and KSEL against its membership card which was carried at Rs. 32 million in the books of the Group. This arrangement has resulted in allocation of:

- 3,034,603 shares at Rs. 10 each with a total face value of Rs. 30.346 million and TREC to the Bank, a parent company, by the ISEL.

- 4,007,383 shares at Rs. 10 each with a total face value of Rs. 40.074 million and TREC to the JS Global Capital Limited, JSGCL, a subsidiary company by the KSEL.

Out of total shares issued by the ISEL & KSEL, the Group has received 40% equity shares i.e. 2,816,794 shares in its CDC account. The remaining 60% shares (4,225,192 shares) have been transferred to CDC sub-account in the Bank's and JSGCL's name under the ISEL and KSEL participants IDs with the CDC which will remain blocked until these are divested/sold to strategic investor(s), general public and financial institutions and proceeds are paid to the Bank and JSGCL.

The Institute of Chartered Accountants of Pakistan in its technical guide dated May 29, 2013, concluded that the demutualization, in substance, had not resulted in exchange of dissimilar assets, and therefore no gain or loss should be recognized and the segregation of ownership rights and the trading rights should be accounted for by allocating the cost/carrying value of the membership card between the two distinct assets on a reasonable basis.

Therefore, after considering the above guide;

In case of Bank (parent company), the management believes that the carrying value of these shares is less than face value of shares therefore, no value has been allocated to TREC.

In case of JSGCL, recently, KSE has introduced a minimum capital regime for the brokers, and for this purpose have valued TREC at Rs. 15 million as per the decision of the BOD of the KSE. This fact indicates an acceptable level of value for TREC which is also used by the Stock Exchange for risk management and to safeguard the investor's interest. In the absence of an active market for TREC, this assigned value of Rs. 15 million has been considered as the closest estimate of the fair value of the TREC.

Therefore, based on the above estimates of fair values of KSE shares (Rs. 40 million) and TREC (Rs. 15 million), the JSGCL has allocated its carrying value of the membership card in the ratio of 0.73 to shares and 0.27 to TREC. Consequently, the investments have been recognized at Rs. 15.3 million and TREC at Rs. 5.7 million.

8.1.4 Included herein is the investment in Azgard Nine Limited (ANL), a related party as follows:

a) Rs. 65.022 million (December 31, 2012: Rs.65.022 million) at the rate of 6 months KIBOR ask rate + 1.25% maturing on December 04, 2017.

b) Rs. 326.456 million (December 31, 2012: Rs.326.456 million) at the rate of 11.00% maturing on October 19, 2020. The Group has recognized impairment on these Term Finance Certificates amounting to Rs. 283.441 million due to financial difficulties of ANL.

8.1.5 The State Bank of Pakistan (SBP) vide its letter number BPRD/BRD-(Policy)/2013-11339 dated July 25, 2013 has allowed the relaxation from PR-8 to the Bank from provision required in respect of the Bank's exposure in Agritech Limited. The provision is held at 30% of the required provision (except for running finance facility, for which provision has been kept at 50% of the required provision) in this consolidated condensed interim financial information whereas the remaining provision will be made in phased manner at 40%, 50%, 60%, 75%, 85% and 100% by end of each quarter respectively till December 31, 2014. Had the relaxation not been granted by the SBP, the provision charge for the period would have been increased by Rs. 104.902 million.

8.1.6 This includes surplus on revaluation of available for sale investments of subsidiaries amounting to Rs. 523.539 million which represents the pre-acquisition deficit and has been included here only for meeting with requirement of the prescribed format of Banks/DFIs issued by the State Bank of Pakistan.

9. ADVANCES - net

	Note	(Unaudited) June 30, 2013	(Audited) December 31, 2012
		(Rupees in '000)	
Loans, cash credits, running finances, etc.			
In Pakistan		**21,283,655**	19,076,720
Outside Pakistan		**332,240**	245,323
		21,615,895	19,322,043
Net Investment in Finance lease - in Pakistan		**548,276**	388,725
Bills discounted and purchased (excluding market treasury bills)			
Payable in Pakistan		**661,483**	104,080
Payable outside Pakistan		**1,867,230**	1,065,790
		2,528,713	1,169,870
Financing in respect of margin trading system		**-**	-
Advances - gross		**24,692,884**	20,880,638
Provision for non-performing advances			
- specific	9.1	**(1,187,454)**	(970,062)
- general (against consumer financing)		**(1,947)**	(1,191)
		(1,189,401)	(971,253)
Advances - net of provision		**23,503,483**	19,909,385

9.1 Advances include Rs. 2,948.033 million (December 31, 2012: Rs.3,037.264 million) which have been placed under non-performing status as detailed below:

Category of classification	Note	Domestic	Overseas	Total	Provision required	Provision held
		(Unaudited) June 30, 2013				
		---- (Rupees in '000) ----				
Other assets especially		-	-	-	-	-
mentioned		**401,602**	-	**401,602**	**50,428**	**50,428**
Substandard		**171,563**	-	**171,563**	**50,281**	**50,281**
Doubtful		**2,374,868**	-	**2,374,868**	**1,086,745**	**1,086,745**
Loss	9.1.1	**2,948,033**	-	**2,948,033**	**1,187,454**	**1,187,454**

Category of classification	Domestic	Overseas	Total	Provision required	Provision held
	(Audited) December 31, 2012				
	---- (Rupees in '000) ----				
	-	-	-	-	-
Other assets especially mentioned	406,944	-	406,944	70,855	70,855
Substandard	603,800	-	603,800	97,899	97,899
Doubtful	2,026,520	-	2,026,520	801,308	801,308
Loss	3,037,264	-	3,037,264	970,062	970,062

9.1.1 The State Bank of Pakistan (SBP) vide its letter number BPRD/BRD(Policy)/2013-11339 dated July 25, 2013 has allowed the relaxation from PR-8 to the Bank from provision required in respect of the Bank's exposure in Agritech Limited. The provision is held at 30% of the required provision (except for running finance facility, for which provision has been kept at 50% of the required provision) in this consolidated condensed interim financial information whereas the remaining provision will be made in phased manner at 40%, 50%, 60%, 75%, 85% and 100% by end of each quarter respectively till December 31, 2014. Had the relaxation not been granted by the SBP, the provision charge for the period would have been increased by Rs. 391.990 million.

	Note	(Unaudited) June 30, 2013	(Audited) December 31, 2012
		(Rupees in '000)	
10. OPERATING FIXED ASSETS			
Capital work-in-progress		**87,031**	66,014
Property and equipment	10.1	**1,763,655**	1,619,054
Intangible assets	10.2	**1,705,559**	1,727,099
		3,556,245	3,412,167

	Note	(Unaudited) June 30, 2013	(Unaudited) June 30, 2012
		(Rupees in '000)	
10.1 Property and equipment			
Opening WDV		**1,619,054**	1,418,793
Addition during the period	10.1.1	**291,974**	214,895
Disposal during the period	10.1.2	**(13,652)**	(13,067)
Depreciation for the period		**(133,721)**	(111,950)
		1,763,655	1,508,671

10.1.1 The following additions were made to tangible property and equipment during the period:

Building on Lease hold land	**36,665**	24,266
Land	**-**	2,341
Furniture and Fixture	**17,605**	22,912
Electrical, office and computer equipment	**133,392**	85,076
Vehicles	**104,312**	80,300
	291,974	214,895

10.1.2 The following deletions were made to tangible property and equipment during the period:

Leasehold improvements	**1,894**	-
Furniture and Fixture	**-**	-
Electrical, office and computer equipment	**850**	1,878
Vehicle	**10,908**	11,189
	13,652	13,067

	Note	(Unaudited) June 30, 2013	(Audited) December 31, 2012
		(Rupees in '000)	
10.2 Intangible assets			
Trading Rights Entitlement Certificate (TREC)	10.2.1	**5,728**	32,000
Pakistan Mercantile Exchange Limited	10.2.2	**3,500**	3,500
Rights of ICP Mutual Funds	10.2.3	**105,000**	105,000
Computer Software		**127,707**	122,975
Goodwill		**1,463,624**	1,463,624
		1,705,559	1,727,099

10.2.1 This represent Trading Right Entitlement Certificates (TRECs) received from Karachi Stock Exchange Limited (KSE) and Islamabad Stock Exchange Limited (ISE) in accordance with the requirements of the Stock Exchanges (Corporatisation, Demutualization and Integration) Act, 2012 (The Act). The Bank has also received shares of KSE and ISE after completion of the demutualisation process. The TRECs have been recorded at Rs. 5.728 million for KSE and for ISE the management believes that the carrying value of these shares is less than face value of shares therefore, no value has been allocated to it. For details refer note 8.1.3.

10.2.2 This represents membership card of Pakistan Mercantile Exchange. It has an indefinite useful life and is carried at cost.

10.2.3 This represents the amount paid to the Privatisation Commission, Government of Pakistan for the acquisition of the management rights of ICP Mutual Funds Lot "A".

11. DEFERRED TAX ASSETS - net	Note	(Unaudited) June 30, 2013	(Audited) December 31, 2012
		(Rupees in '000)	
Deductible temporary differences arising from:			
Unused tax losses	11.1 & 11.2	**1,044,632**	1,023,300
Provision against investments and loans		**270,595**	318,918
Unrealized loss on revaluation of forward foreign exchange contracts		**5,317**	818
Minimum tax		**119,924**	81,968
		1,440,468	1,425,004
Taxable temporary differences arising from:			
Tangible property and equipment		**(170,672)**	(152,772)
Goodwill		**(332,974)**	(307,361)
Other Intangible assets		**(747)**	-
Unrealized gain on revaluation of investment classified as held-for-trading		**(494)**	(6,527)
Surplus on revaluation of investments classified as available-for-sale		**(46,773)**	(97,640)
		(551,660)	(564,300)
		888,808	860,704

11.1 This represents deferred tax asset on carry forward losses and unabsorbed depreciation / amortisation relating to American Express Bank Limited-Pakistan Branch, Jahangir Siddiqui Investment Bank Limited (JSIBL) and the Group. The management of the Bank believes that based on the projections of future taxable profit, it would be able to realise these tax losses in the future.

11.2 The management of the Bank has prepared a five year projections which has been approved by the Board of Directors of the Bank. The projections involves certain key assumptions underlying the estimation of future taxable profits projected in the projections. The determination of future taxable profits is most sensitive to certain key assumptions such as cost to income ratio of the Bank, deposit composition, growth of deposits and advances, investment returns, potential provision against assets, branch expansion plan, etc. Any significant change in the key assumptions may have an effect on the realisability of the deferred tax asset. The management believes that it is probable that the Bank will be able to achieve the profits projected in the projections and consequently the deferred tax asset will be fully realised in the future.

	Note	(Unaudited) June 30, 2013	(Audited) December 31, 2012
		(Rupees in '000)	

12. BORROWINGS

	Note	June 30, 2013	December 31, 2012
Secured			
Borrowings from SBP under export refinancing scheme		**1,005,600**	1,023,474
Repurchase agreement borrowings		**232,984**	7,281,278
Short-term running finance		**494,869**	251,224
		1,733,453	8,555,976
Unsecured			
Call borrowings		-	100,000
Overdrawn nostro accounts		-	48,709
		1,733,453	8,704,685

13. DEPOSITS AND OTHER ACCOUNTS

	June 30, 2013	December 31, 2012
Customers		
Fixed deposits	**21,181,647**	20,771,890
Savings deposits	**23,522,369**	17,360,619
Current accounts - non-remunerative	**20,369,040**	16,841,045
Margin accounts	**350,818**	317,491
	65,423,874	55,291,045
Financial institutions		
Remunerative deposits	**4,698,317**	6,420,235
Non-remunerative deposits	**779,555**	223,507
	5,477,872	6,643,742
	70,901,746	61,934,787

13.1 Particulars of deposits

	June 30, 2013	December 31, 2012
In local currency	**65,421,822**	58,052,891
In foreign currencies	**5,479,924**	3,881,896
	70,901,746	61,934,787

14. SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS - net of tax

Surplus / (deficit) on revaluation of available-for-sale securities - net of tax

	June 30, 2013	December 31, 2012
Term finance certificates-listed	**(60,245)**	(70,227)
Ordinary shares-listed	**149,656**	213,217
Preference shares-listed	**17,153**	14,507
Closed end mutual funds	**383,353**	110,632
Open end mutual funds	**192,571**	32,579
US dollar bonds	**(71,560)**	7,589
Government securities	**27,635**	72,389
	638,563	380,686
Related deferred tax liability	**(45,802)**	(97,640)
	592,761	283,046

15. CONTINGENCIES AND COMMITMENTS

15.1 Transaction-related contingent liabilities

Includes performance bonds, bid bonds, warranties, advance payment guarantees, shipping guarantees and standby letters of credit related to particular transactions.

	Note	June 30, 2013	December 31, 2012
i) Government		**1,913,314**	1,950,045
ii) Banking companies and other financial institutions		**206,671**	188,099
iii) Others	15.1.1	**321,621**	293,522
		2,441,606	2,431,666

15.1.1 Included herein the outstanding gurarantees of Rs. 5.613 million (December 31, 2012: Rs.30.295 million) of related parties.

		(Unaudited) June 30, 2013	(Audited) December 31, 2012
		(Rupees in '000)	
15.2	**Trade-related contingent liabilities**		
	Documentary credits	**5,111,263**	5,392,746

15.3 Tax contingency - JS Investments Limited (JSIL)

In respect of the appeals filed by JSIL (subsidiary company) against orders passed for tax years 2006 and 2009 against demand of Rs. 162 Million and Rs. 66 Million respectively, the Commissioner Inland Revenue Appeal previously had not accepted the basis of addition and set aside both the orders in respect of allocation of expenses between various sources of income for fresh proceedings with the directions to apportion the common expenditure according to actual incurrence of expenditure to the various sources of income.

JSIL had filed second appeal in Appellate Tribunal Inland Revenue in respect of disallowances, resulting which, the CIR (Appeals) rectified the order passed by his predecessor for the Tax Year 2006, whereby the addition regarding the portion of capital gain included in dividend received from mutual funds was held deleted.

Appeal effect of the CIR (Appeals) order in tax year 2009 received. As a result the demand was reduced at Rs 59.93 million however; the direction of apportionment of expenditure according to actual incurrence of expenditure to the various sources of income was not followed. The company again filed appeals before the CIR (Appeals) against the above order.

Management and tax advisors are confident that good grounds exist to contest these disallowances and other points at appellate forums and these additions cannot be maintainable and eventually outcome will come in favor of the Company. Hence no provisions have been made in this consolidated condensed interim financial information.

15.4	**Other contingencies**		
	Claims not acknowledged as debts	**66,773**	66,718
15.5	**Commitments in respect of forward exchange contracts**		
	Purchase	**3,498,345**	2,292,630
	Sale	**3,894,472**	2,450,968
15.6	**Commitments in respect of forward lending**		
	Forward commitment to extend credit	**780,918**	604,511
15.7	**Other commitments**		
	Future commitment in respect of sale of equity and other securities	**262,500**	-
	Royalty and advisory payment	**10,000**	10,000
	Commitment in respect of capital expenditure	**32,421**	33,229
	Motor Vehicle acquired under ijarah from Bank Islami Limited - related party		
	- Due in one year	**2,418**	2,480
	- Due in two to five years	**-**	1,240
15.8	Future transactions of equity securities entered into by JSGCL (subsidiary company) in respect of which the sale transactions has not been settled as at June 30, 2013.	**262,500**	-

16. ADMINISTRATIVE EXPENSES

This includes salaries, wages and allowances amounting to Rs.783.763 million (June 30, 2012: Rs.708.674 million), rent, taxes, insurance and electricity charges amounting to Rs.302.586 million (June 30, 2012: Rs.226.185 million) and depreciation and amortisation amounting to Rs.143.982 million (June 30, 2012: Rs.126.430 million).

17. OTHER PROVISIONS / WRITE OFFs

This includes recovery from Azgard Nine Limited (a related party) on account of advisory fee amounting to Rs. NIL (June 30, 2012: 22.843 million).

	(Unaudited)			
	Quarter ended		Half Year ended	
	June 30, 2013	June 30, 2012	June 30, 2013	June 30, 2012
	(Rupees in '000)			
18. OTHER CHARGES				
Penalties imposed by State Bank of Pakistan	**-**	695	**21**	695

19. TAXATION

In view of the tax losses of the Bank and JS Investments Limited (the subsidiary), tax provision has been made subject to minimum taxation @ 1% under section 113 of Income Tax Ordinance, 2001 in this consolidated condensed interim financial information.

20. BASIC AND DILUTED EARNINGS PER SHARE

	(Unaudited)			
	Quarter ended		Half Year ended	
	June 30, 2013	*Restated June 30, 2012	June 30, 2013	*Restated June 30, 2012
Profit after taxation for the period - attributable to ordinary equity holders of the Bank (Rs. in '000)	**138,488**	103,475	**144,634**	276,032
Weighted average number of outstanding ordinary shares during the period (no. in '000)	**1,072,464**	1,000,293	**1,072,464**	1,000,293
Basic and diluted earnings per share - Rupee	**0.13**	0.10	**0.13**	0.28

21. RELATED PARTY TRANSACTIONS

The Group has related party relationship with its associates, parent, companies having common directors, companies in which parent holds more than 20% shares, employee benefit plans, and its key management personnel (including their associates).

Contributions to the accounts in respect of staff retirement benefits are made in accordance with terms of the contribution plans. Remuneration of the key management personnel are in accordance with the terms of their employment. Other transactions are carried out as per agreed terms.

The details of transactions with related parties, other than those which have been specifically disclosed elsewhere in the financial information is as follows:

	Key management personnel		Other related parties		Total	
	(Unaudited) June 30, 2013	(Audited) December 31, 2012	(Unaudited) June 30, 2013	(Audited) December 31, 2012	(Unaudited) June 30, 2013	(Audited) December 31, 2012
	(Rupees in '000)					
Advances						
Opening balance	**94,071**	39,651	**1,378,039**	2,975,684	**1,472,110**	3,015,335
Disbursements	**25,282**	69,045	**1,608,205**	7,356,245	**1,633,487**	7,425,290
Repayments	**(16,023)**	(14,625)	**(1,785,169)**	(8,953,890)	**(1,801,192)**	(8,968,515)
Balance as at	**103,330**	94,071	**1,201,075**	1,378,039	**1,304,405**	1,472,110
Disbursements during the half year ended June 30, 2012		36,853		3,820,002		3,856,855
Repayments during the half year ended June 30, 2012		(9,163)		(3,656,516)		(3,665,679)
Mark-up / return / interest earned for the half year ended (un-audited) - June 30.	**2,068**	719	**62,234**	186,473	**64,302**	177,310

	Parent		Key management personnel		Other related parties		Total	
	(Unaudited) June 30, 2013	(Audited) December 31, 2012	(Unaudited) June 30, 2013	(Audited) December 31, 2012	(Unaudited) June 30, 2013	(Audited) December 31, 2012	(Unaudited) June 30, 2013	(Audited) December 31, 2012
	(Rupees in '000)							
Deposits								
Opening balance	**2,002,829**	560,818	**16,731**	10,994	**4,387,067**	1,733,460	**6,406,627**	2,305,272
Deposits	**5,011,128**	8,747,957	**138,880**	270,304	**22,720,873**	40,912,613	**27,870,881**	49,930,874
Withdrawals	**(5,014,839)**	(7,305,946)	**(138,489)**	(264,567)	**(23,857,735)**	(38,259,006)	**(29,011,063)**	(45,829,519)
Balance as at	**1,999,118**	2,002,829	**17,122**	16,731	**3,250,205**	4,387,067	**5,266,445**	6,406,627
Deposits during the half year ended June 30, 2012		1,485,626		165,403		17,932,819		19,583,848
Withdrawals during the half year ended June 30, 2012		(1,939,613)		(134,732)		(15,383,132)		(17,457,477)
Mark-up / return / interest expensed for the half year ended (un-audited) - June 30.	**64,691**	12,265	**150**	243	**163,928**	68,809	**228,769**	81,317

Material transactions with related parties are given below:

	Companies having common directorship		Companies in which parent company holds 20% or more		Other related parties		Total	
	June 30, 2013	June 30, 2012	June 30, 2013	June 30, 2012	June 30, 2013	June 30, 2012	June 30, 2013	June 30, 2012
	(Unaudited)							
	(Rupees in '000)							
Nature of transactions								
Purchase of Term Finance Certificates	-	-	-	-	-	16,347	-	16,347
Sale of Government Securities	**46,196,533**	15,788,001	-	440,027	**305,953**	152,739	**46,502,486**	16,380,767
Purchase of Government Securities	**16,345,268**	7,088,146	-	-	**4,491**	49,395	**16,349,759**	7,137,541
Sale of Sukuk / Ijara	-	60,882	-	1,028,388	-	-	-	1,089,270
Sale of shares / Units	-	-	-	-	**279,175**	353,682	**279,175**	353,682
Purchase of shares / Units	-	-	-	275,000	**170,000**	48,237	**170,000**	323,237
Rent Received / Receivable	-	-	-	521	**27,114**	-	**27,114**	521
Call borrowing / Repo	-	-	**7,500,000**	3,150,000	-	-	**7,500,000**	3,150,000
Purchase of forward foreign exchange contracts	-	-	**4,818,017**	4,458,161	-	-	**4,818,017**	4,458,161
Sale of forward foreign exchange contracts	-	-	**6,434,814**	4,129,310	-	-	**6,434,814**	4,129,310
Letter of guarantees	-	-	-	-	**5,613**	42,904	**5,613**	42,904

Nature of transactions	Companies having common directorship		Companies in which parent company holds 20% or more		Other related parties		Total	
	June 30, 2013	June 30, 2012	June 30, 2013	June 30, 2012	June 30, 2013	June 30, 2012	June 30, 2013	June 30, 2012
	(Unaudited) (Rupees in '000)							
Insurance claim received	**3,526**	8,491	-	-	-	-	**3,526**	8,491
Insurance premium paid	**42,374**	23,016	-	-	**2,517**	-	**44,891**	23,016
Markup income on reverse repo	-	-	-	-	-	25,351	-	25,351
Markup expense on repo	-	-	**2,562**	-	-	-	**2,562**	-
Rent received / receivable	-	-	-	604	-	-	-	604
Claim of expenses	-	-	-	320	**1,482**	19,516	**1,482**	19,836
Reimbursement of expenses	-	-	-	-	**18,759**	-	**18,759**	-
Services rendered	-	-	-	-	**8**	-	**8**	-
Commission income	-	44,632	-	1,240	**1,427**	5,584	**1,427**	51,456
Dividend income	**49,824**	-	-	-	**141,606**	3,475	**191,430**	3,475
Consultancy / royality fee	-	5,000	-	-	**19,000**	3,000	**19,000**	8,000
Ijarah rental expense	-	-	-	-	**1,176**	-	**1,176**	-
Remunerative income	-	-	-	-	**131,825**	-	**131,825**	-

Nature of transactions	Parent company	
	June 30, 2013	June 30, 2012
	(Unaudited) (Rupees in '000)	
Sale of Government Securities	**1,603,950**	-
Rent expense paid / accrued	**485**	451
Reimbursement of expenses	**1,024**	33

22. SEGMENT DETAILS WITH RESPECT TO BUSINESS ACTIVITIES

The segment analysis with respect to business activity is as follows:

	(Unaudited) June 30, 2013								
	Corporate finance	Trading and sales	Retail banking	Commercial banking	Payment and settlement	Brokerage	Asset Management	Others	Total
	(Rupees in '000)								
Total income -external	37,691	2,645,780	399,545	931,886	91,769	304,725	229,153	44,063	4,684,612
Inter-segment revenues-net	-	(1,650,187)	1,837,558	(187,371)	-	-	-	-	-
Net income / (loss)	37,691	995,593	2,237,103	744,515	91,769	304,725	229,153	44,063	4,684,612
Total expenses	(1,294)	(536,819)	(2,266,230)	(926,620)	(24,768)	(161,303)	(127,654)	(252,542)	(4,297,230)
Direct tax expense	-	-	-	-	-	-	-	-	(118,782)
Deferred tax expense	-	-	-	-	-	-	-	-	(21,956)
Segment assets	-	42,921,980	8,476,588	16,227,916	-	3,904,094	2,323,331	13,856,282	87,710,191
Segment non performing loans	-	149,860	29,135	2,918,898	-	-	-	-	3,097,893
Segment liabilities	-	1,815,671	57,015,325	14,249,990	-	1,277,402	413,090	1,557,110	76,328,588

	(Unaudited) June 30, 2012 - restated								
	Corporate finance	Trading and sales	Retail banking	Commercial banking	Payment and settlement	Brokerage	Asset Management	Others	Total
	(Rupees in '000)								
Total income -external	33,612	1,631,516	229,846	1,158,642	73,857	263,974	-	39,443	3,430,890
Inter-segment revenues-net	-	(1,198,472)	1,734,968	(536,496)	-	-	-	-	-
Net income / (loss)	33,612	433,044	1,964,814	622,146	73,857	263,974	-	39,443	3,430,890
Total expenses	(1,694)	(188,379)	(1,986,275)	(625,733)	-	(155,431)	-	(18,543)	(2,976,055)
Direct tax expense									2,493
Deferred tax expense									(134,637)
Segment assets	-	29,417,998	3,368,809	17,713,763	-	2,433,169	-	12,672,231	65,605970
Segment non performing loans	-	-	31,718	2,840,543	-	-	-	-	2,872,261
Segment liabilities	-	2,530,736	42,497,645	10,380,755	-	306,444	-	839,890	56,555,470

23. DATE OF AUTHORISATION FOR ISSUE

This consolidated condensed interim financial information was authorised for issue by the Board of Directors on August 29, 2013.

24. NON-ADJUSTING EVENT AFTER THE BALANCE SHEET DATE

The Board of directors of the JSGCL have approved cash dividend of 35% (June 30, 2012 : 15%) for the half year ended June 30, 2013, amounting to Rs. 85.663 million (for the twelve months June 30, 2012 : 36.713 million) in their meeting held on August 22, 2013. for the minority shareholders.

25. GENERAL

25.1 Figures of the profit and loss account and comprehensive income for the quarters ended June 30, 2013 and June 30, 2012 have not been subjected to limited scope review by the auditors as they are only required to review half-yearly figures.

25.2 Comparative figures have been reclassified wherever necessary.

25.3 The figures in this consolidated condensed interim financial statements have been rounded off to the nearest thousand.

Chairman | President & Chief Executive Officer | Director | Director

JS Bank Limited
Head office:
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