

**THE PUNJAB PROVINCIAL COOPERATIVE BANK LIMITED**

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**

**AS AT MARCH 31, 2019**

	<i>Note</i>	<b>March 31, 2019</b>	June 30, 2018
		<i>Rupees '000'</i>	
		<i>(Un-audited)</i>	<i>(Audited)</i>
<b>ASSETS</b>			
Cash and balances with treasury banks		485,860	1,218,756
Balances with other banks		2,670,609	805,565
Investments	5	1,670,671	2,911,628
Advances	6	9,358,608	10,207,775
Fixed assets	7	7,180,474	7,176,161
Intangible Assets		2,856	3,935
Deferred Tax Asset		-	-
Other assets	8	868,834	857,475
		<b>22,237,912</b>	<b>23,181,295</b>
<b>LIABILITIES</b>			
Bills payable		21,130	55,502
Deposits and other accounts	9	4,547,057	5,324,183
Other liabilities	10	3,418,699	3,569,088
		<b>7,986,886</b>	<b>8,948,773</b>
<b>NET ASSETS</b>		<b>14,251,026</b>	<b>14,232,522</b>
<b>REPRESENTED BY</b>			
Share capital		7,885,490	7,885,556
Reserves		741,858	742,108
Unappropriated loss		(1,622,245)	(1,780,620)
		<b>7,005,103</b>	<b>6,847,044</b>
Surplus on revaluation of assets		7,245,923	7,385,478
		<b>14,251,026</b>	<b>14,232,522</b>
<b>Contingencies and commitments</b>	11	-	-

*The annexed notes 1 to 19 form an integral part of this condensed interim financial information.*

**MUNIR AHMED**  
Acting President/CEO

**ZAHID MANSOOR**  
Chief Financial Officer

# THE PUNJAB PROVINCIAL COOPERATIVE BANK LIMITED

## CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE QUARTER ENDED MARCH 31, 2019

	Note	Nine months ended March 31		Quarter ended March 31	
		2019	2018	2019	2018
<b>Rupees '000'</b>					
Mark-up / return / interest earned		1,332,719	1,313,329	435,733	408,923
Mark-up / return / interest expensed		(163,474)	(104,068)	(80,009)	(35,882)
Net mark-up / interest income		1,169,245	1,209,261	355,724	373,041
<b>NON MARK-UP /INTEREST INCOME</b>					
Fee, commission and brokerage income		11,208	13,188	3,757	4,329
Dividend income		38,398	34,069	4,254	28
Gain on sale of operating fixed assets		-	2,506	-	2,506
Other income		77,637	71,592	26,773	22,872
Total non-markup/interest Income		127,243	121,355	34,784	29,735
Total Income		1,296,488	1,330,616	390,508	402,776
<b>NON MARK-UP/INTEREST EXPENSES</b>					
Operating expenses		(1,105,586)	(1,019,986)	(322,119)	(281,406)
Total non- markup/interest expenses		(1,105,586)	(1,019,986)	(322,119)	(281,406)
Profit before Provisions		190,902	310,630	68,389	121,370
Extra ordinary / unusual items		-	-	-	-
<b>PROFIT BEFORE TAXATION</b>		<b>190,902</b>	<b>310,630</b>	<b>68,389</b>	<b>121,370</b>
<b>TAXATION</b>					
Current year	12.1	(32,527)	(12,388)	-	-
Prior years		-	-	-	-
Deferred		-	-	-	-
		(32,527)	(12,388)	-	-
<b>PROFIT AFTER TAXATION</b>		<b>158,375</b>	<b>298,242</b>	<b>68,389</b>	<b>121,370</b>
<b>Earnings per share - basic and diluted (Rupees)</b>	13	<b>2.01</b>	<b>6.75</b>	<b>0.87</b>	<b>2.75</b>

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**MUNIR AHMED**  
Acting President/CEO

**ZAHID MANSOOR**  
Chief Financial Officer

**THE PUNJAB PROVINCIAL COOPERATIVE BANK LIMITED**

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME (UN-AUDITED)**

**FOR THE QUARTER ENDED MARCH 31, 2019**

	Nine months ended		Quarter ended	
	March 31		March 31	
	2019	2018	2019	2018
	<i>Rupees '000'</i>			
<b>Profit after taxation</b>	<b>158,375</b>	298,242	<b>68,389</b>	121,370
<b>Other comprehensive income</b>	-	-	-	-
<b>Total comprehensive income</b>	<b>158,375</b>	298,242	<b>68,389</b>	121,370

Surplus / (deficit) on revaluation of 'available for sale' securities is presented under a separate head below equity as 'surplus / (deficit) on revaluation of assets in accordance with the requirements specified by State Bank of Pakistan vide its BSD Circular No. 20 dated August 04, 2000 and BSD Circular No. 10 dated July 13, 2004 respectively.

*The annexed notes 1 to 19 form an integral part of this condensed interim financial information.*

**MUNIR AHMED**  
Acting President/CEO

**ZAHID MANSOOR**  
Chief Financial Officer

**THE PUNJAB PROVINCIAL COOPERATIVE BANK LIMITED**

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)  
FOR THE QUARTER ENDED MARCH 31, 2019**

	Share capital	Reserves			Un-appropriated profit / (loss)	Total
		Statutory reserve	Common good fund	Total reserves		
<i>Rupees '000'</i>						
<b>Balance as at July 01, 2017 - Audited</b>	7,885,482	707,659	5,214	712,873	(1,486,922)	7,111,433
Medical aid to staff	-	-	(593)	(593)	-	(593)
Profit after taxation	-	-	-	-	298,242	298,242
Other comprehensive income	-	-	-	-	-	-
<b>Balance as at March 31, 2018 - Un-audited</b>	<u>7,885,482</u>	<u>707,659</u>	<u>4,621</u>	<u>712,280</u>	<u>(1,188,680)</u>	<u>7,409,082</u>
Transfer to statutory reserve	-	29,963	-	29,963	(29,963)	-
Transfer to common good fund	-	-	-	-	-	-
Reissuance of shares	74	-	-	-	-	74
Medical aid to staff	-	-	(135)	(135)	-	(135)
Adjustment of Defined benefit plan	-	-	-	-	28,526	28,526
Other comprehensive income	-	-	-	-	(590,503)	(590,503)
<b>Balance as at June 30, 2018 - Audited</b>	<u>7,885,556</u>	<u>737,622</u>	<u>4,486</u>	<u>742,108</u>	<u>(1,780,620)</u>	<u>6,847,044</u>
Transfer to statutory reserve	-	-	-	-	-	-
Transfer to common good fund	-	-	-	-	-	-
Refund of shares	(66)	-	-	-	-	(66)
Medical aid to staff	-	-	(250)	(250)	-	(250)
Adjustment of Defined benefit plan	-	-	-	-	-	-
Other comprehensive income	-	-	-	-	158,375	158,375
<b>Balance as at March 31, 2019 - Un-Audited</b>	<u>7,885,490</u>	<u>737,622</u>	<u>4,236</u>	<u>741,858</u>	<u>(1,622,245)</u>	<u>7,005,103</u>

*The annexed notes 1 to 19 form an integral part of this condensed interim financial information.*

**MUNIR AHMED**  
Acting President/CEO

**ZAHID MANSOOR**  
Chief Financial Officer

# THE PUNJAB PROVINCIAL COOPERATIVE BANK LIMITED

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED MARCH 31, 2019

	Nine months ended	
	March 31, 2019	March 31, 2018
	<i>Rupees '000'</i>	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	190,902	310,630
Less: Dividend income	(38,398)	(34,069)
	152,504	276,561
<b>Adjustments</b>		
Depreciation	14,237	12,237
Amortization	1,079	-
Gain on sale of operating fixed assets	-	(2,506)
Provision for employees retirement benefits	181,143	160,154
	196,459	169,885
<b>(Increase) / Decrease in operating assets</b>		
Advances	849,167	(231,457)
Other Assets	(11,359)	(44,354)
	837,808	(275,811)
<b>Increase/ (Decrease) in operating liabilities</b>		
Bills payable	(34,372)	(27,853)
Deposits	(777,126)	(383,899)
Other liabilities	(343,407)	(268,755)
	(1,154,905)	(680,507)
Income tax paid	(20,652)	(15,321)
Net cash flow from operating activities	<b>11,214</b>	(525,193)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Investments in operating fixed assets	(18,550)	(10,007)
Cost incurred on capital work in progress	-	3,615
Net investment in of 'held-to-maturity' securities	1,101,402	(226,950)
Dividend received	38,398	34,069
Net cash used in investing activities	<b>1,121,250</b>	(199,273)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Medical aid to employees from common good fund	(250)	(593)
Refund of share money	(66)	-
Net cash flow from financing activities	<b>(316)</b>	(593)
Effects of exchange rate changes on cash and cash equivalents		
<b>Increase / (Decrease) in cash and cash equivalents</b>	<b>1,132,148</b>	(725,059)
Cash and cash equivalents at beginning of the period	2,024,321	2,610,537
Cash and cash equivalents at end of the period	<b>3,156,469</b>	1,885,478

*The annexed notes 1 to 19 form an integral part of this condensed interim financial information.*

**MUNIR AHMED**  
Acting President/CEO

**ZAHID MANSOOR**  
Chief Financial Officer

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE QUARTER ENDED MARCH 31, 2019

**1 STATUS AND NATURE OF BUSINESS**

The Punjab Provincial Cooperative Bank Limited ('the Bank') was incorporated in 1924 as a Cooperative Bank under the Cooperative Societies Act, 1912 (repealed). It was given the status of a Scheduled Bank by the State Bank of Pakistan ('the SBP') with effect from November 07, 1955. The Bank is operating under the supervision of the Cooperative Department, Government of Punjab and the SBP. The objects for which the Bank is established are to carry out the business of agricultural credit and other activities as defined in the Cooperative Societies Act, 1925 and its Rules. The Bank operates through its 151 (June 30, 2018 : 151) branches in the province of Punjab. The Registered Office of the Bank is located at Bank Square, The Mall, Lahore, Pakistan.

**2 BASIS OF PRESENTATION**

The financial information contained in this interim financial report is un-audited and has been presented in condensed form and does not include all the information as is required to be provided in a full set of annual financial statements. This condensed interim financial information should be read in conjunction with the audited financial statements of the bank for the year ended June 30, 2018.

**2.1 STATEMENT OF COMPLIANCE**

This condensed interim financial information has been prepared in accordance with the requirements of International Accounting Standard 34 - Interim Financial Reporting, and provisions of and directives issued under the Banking Companies Ordinance, 1962 ('the Ordinance'), the Cooperative Societies Act, 1925 ('the Act') and the Cooperative Societies Rules, 1927 ('the Rules'). In case where requirements differ, the provisions of and directives issued under the Ordinance, the Act and the Rules have been followed.

This condensed interim financial information comprises of the condensed interim balance sheet of the Bank as at March 31, 2019 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity together with the noted forming part thereof.

The SBP has deferred the applicability of IAS - 39, 'Financial Instruments: Recognition and Measurement' and IAS - 40, 'Investment Property' for Banking Companies through BSD Circular Letter No. 10 dated August 26, 2002 till further instructions. Further, the SECP has also deferred the applicability of IFRS - 7, 'Financial Instruments: Disclosures' through its S.R.O. 411(I)/2008 dated April 28, 2008. Accordingly, the requirements of these standards have not been considered in the preparation of this financial information. However, investments have been classified and valued in accordance with the requirements prescribed by the SBP through various circulars.

**2.2 Basis of measurement**

The financial information contained in this interim report has been prepared under the historical cost convention except for certain operating fixed assets at revalued amounts, certain investments at fair value and defined benefit obligations at present value. In this financial information, except for the amounts reflected in the cash flow statement, all transactions have been accounted for on accrual basis.

**2.3 Judgments, estimates and assumptions**

The preparation of financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions and judgments are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which forms the basis of making judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Subsequently, actual results may differ from these estimates.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE QUARTER ENDED MARCH 31, 2019

**2.4 Functional currency**

This financial information is prepared in Pak Rupees which is the Bank's functional currency.

**3 NEW AND REVISED STANDARDS, INTERPRETATIONS AND AMENDMENTS EFFECTIVE DURING THE YEAR.**

**3.1 IFRS 9 – Financial Instruments: Classification and Measurement (2014)**

IFRS 9 replaces IAS 39 - Financial Instruments: *Recognition and Measurement*. The standard contains requirements in the following areas:

- **Classification and measurement:** Financial assets are classified by reference to the business model within which they are held and their cash flow characteristics. The standard introduces a 'fair value through comprehensive income' category for certain debt instruments. Financial liabilities are classified in a similar manner to under IAS 39, however there are differences in the requirements applying to measurement of entity's own credit risk.
- **Impairment:** IFRS 9 introduces an 'expected credit loss' model for the measurement of the impairment of financial assets, so it is no longer necessary for a credit loss to have occurred before a credit loss is recognized.
- **Hedge accounting:** IFRS 9 introduces a new hedge accounting model that is designed to be more closely aligned with how entities undertake risk management activities when hedging financial and non-financial risk exposure.
- **Derecognition:** The requirements for the derecognition of financial assets and liabilities are carried forward from IAS 39.

Adoption of this IFRS 9 may result in material adjustment to carrying amounts of financial assets and liabilities. However, the financial impact of the same cannot be estimated with reasonable certainty at this stage.

**3.2 Banking Companies Ordinance, 1962 (Amendments to Second Schedule)**

**4 ACCOUNTING POLICIES AND METHODS OF COMPUTATION**

The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of preceding annual financial statements of the Bank for the year ended June 30, 2018.

**THE PUNJAB PROVINCIAL COOPERATIVE BANK LIMITED**

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE QUARTER ENDED MARCH 31, 2019**

**5 INVESTMENTS**

	<b>March 31, 2019 (Un-audited)</b>		
	<b>Held</b>	<b>Given as</b>	<b>Total</b>
	<b>by bank</b>	<b>collateral</b>	<b>Total</b>
	<i>Rupees '000'</i>	<i>Rupees '000'</i>	<i>Rupees '000'</i>
<b>Available-for-sale securities</b>			
Shares of listed companies	7,023	-	7,023
Shares of cooperative institutions	3,551	-	3,551
	<b>10,574</b>	<b>-</b>	<b>10,574</b>
<b>Held-to-maturity securities</b>			
Treasury bills	1,284,537	-	1,284,537
Pakistan Investment Bonds	-	-	-
Investment with NBFC	88,059	-	88,059
	<b>1,372,596</b>	<b>-</b>	<b>1,372,596</b>
	<b>1,383,170</b>	<b>-</b>	<b>1,383,170</b>
Provision for diminution in value of investments	(89,648)	-	(89,648)
Investments (net of provisions)	<b>1,293,522</b>	<b>-</b>	<b>1,293,522</b>
Surplus on revaluation of available-for-sale securities	377,149	-	377,149
	<b>1,670,671</b>	<b>-</b>	<b>1,670,671</b>
<b>June 30, 2018 (Audited)</b>			
	<b>Held</b>	<b>Given as</b>	<b>Total</b>
	<b>by bank</b>	<b>collateral</b>	<b>Total</b>
	<i>Rupees '000'</i>	<i>Rupees '000'</i>	<i>Rupees '000'</i>
<b>Available-for-sale securities</b>			
Shares of listed companies	7,023	-	7,023
Shares of cooperative institutions	3,551	-	3,551
	10,574	-	10,574
<b>Held-to-maturity securities</b>			
Treasury bills	2,385,939	-	2,385,939
Pakistan Investment Bonds	-	-	-
Investment with NBFC	88,059	-	88,059
	2,473,998	-	2,473,998
	2,484,572	-	2,484,572
Provision for diminution in value of investments	(89,648)	-	(89,648)
Investments (net of provisions)	2,394,924	-	2,394,924
Surplus on revaluation of available-for-sale securities	516,704	-	516,704
	<b>2,911,628</b>	<b>-</b>	<b>2,911,628</b>

	<b>March 31, 2019</b>	June 30, 2018
	<i>Rupees '000'</i>	
	<i>(Un-Audited)</i>	<i>(Audited)</i>
<b>6 ADVANCES</b>		
Loans, cash credits, running finances, etc. in Pakistan	<b>10,964,695</b>	11,813,862
Bills discounted and purchased (excluding treasury bills) payable in Pakistan	<b>184</b>	184
	<b>10,964,879</b>	11,814,046
Provisions against non-performing advances		
Specific	<b>(1,605,893)</b>	(1,605,893)
General	<b>(378)</b>	(378)
	<b>9,358,608</b>	10,207,775



**THE PUNJAB PROVINCIAL COOPERATIVE BANK LIMITED**

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE QUARTER ENDED MARCH 31, 2019**

- 6.1 Advances include Rs. 2,625,918 thousand (June 30, 2018: Rs. 2,288,968 thousand) which have been placed under non-performing status as detailed below:

	<b>March 31, 2019 (Un-audited)</b>				
	<b>Classified advances</b>			<b>Provision required</b>	<b>Provision held</b>
	<b>Domestic</b>	<b>Overseas</b>	<b>Total</b>		
	<i>Rupees '000'</i>				
Other Assets Especially Mentioned	653,199	-	653,199	40	
Substandard	288,422	-	288,422	5,419	5,419
Doubtful	160,337	-	160,337	18,453	18,453
Loss	1,523,960	-	1,523,960	1,482,237	1,582,021
	<b>2,625,918</b>	<b>-</b>	<b>2,625,918</b>	<b>1,506,149</b>	<b>1,605,893</b>
	<b>June 30, 2018 (Audited)</b>				
	<b>Classified advances</b>			<b>Provision required</b>	<b>Provision held</b>
	<b>Domestic</b>	<b>Overseas</b>	<b>Total</b>		
	<i>Rupees '000'</i>				
Other Assets Especially Mentioned	389,235	-	389,235	124	-
Substandard	229,901	-	229,901	2,604	3,788
Doubtful	173,751	-	173,751	14,803	9,702
Loss	1,496,081	-	1,496,081	1,447,417	1,592,403
	<b>2,288,968</b>	<b>-</b>	<b>2,288,968</b>	<b>1,464,948</b>	<b>1,605,893</b>

	<b>March 31, 2019</b>	<b>June 30, 2018</b>
	<i>Rupees '000'</i>	
	<i>(Un-Audited)</i>	<i>(Audited)</i>

**7 OPERATING FIXED ASSETS**

Capital work in progress	33,984	33,984
Property and equipment	7,146,490	7,142,177
	<b>7,180,474</b>	<b>7,176,161</b>

**7.1 Capital work in progress**

As at beginning of the period/year	33,984	33,984
Additions during the period/year	-	-
As at end of the period/year	<b>33,984</b>	<b>33,984</b>

**7.2 Property and equipment**

Net book value at the beginning of the period/year	7,142,177	7,132,520
Surplus on revaluation during the period/year	-	-
Additions during the period/year	18,550	29,190
	<b>7,160,727</b>	<b>7,161,710</b>
Net book value of assets disposed during the period/year	-	(1,091)
Depreciation for the period/year	(14,237)	(18,442)
Net book value at end of the period/year	<b>7,146,490</b>	<b>7,142,177</b>

- 7.2.1 Operating fixed assets include land and buildings comprising properties under litigation / disputes amounting to Rs. 175,687 thousand (June 30, 2018: Rs. 101,183 thousand) for which legal title has been acquired but the physical possession is under dispute.

**7.3 Intangible assets**

Net book value at beginning of the period/year	3,935	6,092
Additions during the period/year	-	-
Amortization for the period/year	(1,079)	(2,157)
Net book value at end of the period/year	<b>2,856</b>	<b>3,935</b>

**THE PUNJAB PROVINCIAL COOPERATIVE BANK LIMITED**

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE QUARTER ENDED MARCH 31, 2019**

	<i>Note</i>	<b>March 31, 2019</b>	June 30, 2018
<i>Rupees '000'</i>			
		<i>(Un-Audited)</i>	<i>(Audited)</i>
<b>8 OTHER ASSETS</b>			
Income / markup accrued on loans and advances in local currency		<b>682,170</b>	681,018
Advances, deposits, advance rent and other prepayments		<b>3,466</b>	14,953
Advance tax		-	-
Sundry debtors		<b>2,855</b>	2,440
Profit receivable from banks		<b>8,344</b>	4,658
Crop insurance recoverable		<b>130,942</b>	107,338
Live stock insurance recoverable		<b>15,951</b>	20,429
Branch adjustment account		-	-
Others		<b>91,585</b>	93,118
		<b>935,313</b>	923,954
Provisions held against other assets		<b>(66,479)</b>	(66,479)
		<b>868,834</b>	857,475

**9 DEPOSIT AND OTHER ACCOUNTS**

Fixed deposits		<b>340,198</b>	773,606
Savings deposits		<b>3,088,371</b>	3,124,543
Current accounts - non-remunerative		<b>1,031,978</b>	1,364,272
Call deposits		<b>2,185</b>	10,010
Other deposits	<i>9.1</i>	<b>84,325</b>	51,752
		<b>4,547,057</b>	5,324,183

**9.1** Others deposits include staff security deposits and employees' provident fund deposits.

	<i>Note</i>	<b>March 31, 2019</b>	June 30, 2018
<i>Rupees '000'</i>			
		<i>(Un-Audited)</i>	<i>(Audited)</i>
<b>10 OTHER LIABILITIES</b>			
Mark-up/ Return/ Interest payable in local currency		<b>35,838</b>	45,490
Accrued expenses		<b>3,910</b>	6,593
Provision for salary payable / VSS package		<b>164,285</b>	164,285
Sundry creditors		<b>64,693</b>	66,845
Advance taxation (payments less provision)		<b>55,692</b>	43,817
Dissolved bank payable		<b>37,427</b>	37,427
Provision for employees' gratuity		<b>92,276</b>	89,161
Provision for employees' pension fund		<b>2,599,799</b>	2,755,956
Provision for employees' compensated absences		<b>255,982</b>	245,946
Withholding tax payable		<b>3,597</b>	10,710
Branch adjustment account		<b>26,903</b>	17,895
Others	<i>10.1</i>	<b>78,297</b>	84,963
		<b>3,418,699</b>	3,569,088

**10.1** This includes amount of Rs. 6,274 thousand payable on account of Rahwali Sugar Mills and Bid Money of Rs. 12,300 thousand that was forfeited by the Bank as per settled agreement with respect to auction of land in 1999 on failure of the purchaser to deposit the remaining purchase money. However, the purchaser has filed a suit in the court against the Bank for recovery of the above said amounts that is pending for adjudication.

**THE PUNJAB PROVINCIAL COOPERATIVE BANK LIMITED**

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE QUARTER ENDED MARCH 31, 2019**

**11 CONTINGENCIES AND COMMITMENTS**

There is no significant change in the status of contingencies and commitments since June 30, 2018, with the exception of the following:

	<b>March 31, 2019</b>	June 30, 2018
	<i>Rupees '000'</i>	
	<i>(Un-Audited)</i>	<i>(Audited)</i>
The Bank has total of 122 (June 30, 2018 : 119) cases under litigation in different courts. The total amount involved in such outstanding cases aggregate to:	<b>246,319</b>	248,971

**12 TAXATION**

12.1 Tax has been charged under the prevailing Income Tax Ordinance, 2001.

**13 EARNINGS PER SHARE - BASIC**

13.1 The calculation is given as under:

	<b>Nine months ended</b>		Three months ended	
	<b>March 31</b>		March 31	
	<b>2019</b>	2018	<b>2019</b>	2018
Profit for the year (Rupees in Thousands)	158,375	298,242	68,389	121,370
Weighted average number of ordinary shares (Numbers)	78,854,900	78,868,421	78,854,900	78,868,421
Basic earnings per share (Rupees)	2.01	3.78	0.87	1.54

There is no dilutive effect on earnings per share during the year.

**14 TRANSACTIONS AND BALANCES WITH RELATED PARTIES**

Related parties from the Bank's perspective comprise key management personnel, pension fund trust and the Government of Punjab. Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, and includes the Chief Executive and Directors of the Bank.

Transactions with key management personnel are limited to payment of employee benefits and disbursement and recoveries of advances, including interest / mark-up thereon.

Details of transactions with related parties are as follows:

	<b>March 31 2019</b>	June 2018
	<i>Rupees '000'</i>	
	<i>(Un-Audited)</i>	<i>(Audited)</i>

**14.1 Transactions with related parties**

<b>Nature of relationship</b>	<b>Nature of transaction</b>		
Key management personnel	Short term employee benefits	<b>29,915</b>	34,794
	Advances disbursed	<b>5,545</b>	4,754
	Advances recovered	<b>3,690</b>	1,181
Pension fund trust	Contribution for the period	<b>319,846</b>	417,668

THE PUNJAB PROVINCIAL COOPERATIVE BANK LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE QUARTER ENDED MARCH 31, 2019

**14.2 Balances with related parties**

<b>Nature of relationship</b>	<b>Nature of transaction</b>		
Key management personnel	Advances recoverable	<b>8,915</b>	5,784
Pension fund trust	Payable to pension fund trust	<b>2,599,799</b>	2,755,956

There are no balances due to/from related parties as at the reporting date.

**15 EVENTS AFTER THE REPORTING PERIOD**

There are no significant events after the reporting period that may require adjustment of and/or disclosure in this condensed interim financial report.

**16 THE ADMINISTRATOR**

At present, the Secretary Co-operatives, Government of the Punjab is the Administrator of the Bank, having powers and duties of the Board of Directors.

**17 RECOVERABLE AMOUNTS AND IMPAIRMENT**

As at the reporting date, recoverable amounts of all assets/cash generating units are equal to or exceed their carrying amounts, unless stated otherwise in this condensed interim financial information.

**18 DATE OF AUTHORIZATION FOR ISSUE**

This condensed interim financial information have been approved by the Administrator of the Bank and authorized for issue on 03.05.2019.

**19 GENERAL**

**19.1** There are no other significant activities since June 30, 2018 affecting the interim financial information.

**19.2** Corresponding figures have been re-arranged where necessary to facilitate comparison. However, there are no significant reclassifications during the period.

**19.3** Figures have been rounded off to the nearest thousand rupees.

**MUNIR AHMED**  
Acting President/CEO

**ZAHID MANSOOR**  
Chief Financial Officer