Ref. BOK/HO/CS/2015/1375-A

August 28, 2015

**The General Manager**
Karachi Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
KARACHI.

Subject: **FINANCIAL RESULTS FOR THE HALF YEAR ENDED JUNE 30, 2015**

Dear Sir,

We have to inform you that the Board of Directors of our Bank in their 132nd meeting held on August 27, 2015 at 02:00 p.m. at The Bank of Khyber, 38 – Zahoor Plaza, Blue Area, Islamabad, recommended the following:

| | | |
|---|---|---|
| (i) | **CASH DIVIDEND** | **NIL** |
| (ii) | **BONUS SHARES** | **NIL** |
| (iii) | **RIGHT SHARES** | **NIL** |
| (iv) | **ANY OTHER ENTITLEMENT / CORPORATE ACTION** | **NIL** |
| (v) | **ANY OTHER PRICE – SENSITIVE INFORMATION** | **NIL** |

The financial results of the Bank are attached as Annexure – I.

The above entitlement will be paid to the shareholders whose names will appear in the Register of Members on **NIL.**

The Share Transfer Books of the company will be closed from **NIL** to **NIL** (both days inclusive). Transfers received at the THK Associates (Pvt) Limited, 2nd Floor, State Life Building No. 3, Dr. Ziauddin Ahmed Road, Karachi at the close of the business on **NIL** will be treated in time for the purpose of the above entitlement to the transferees.

We will be sending 200 copies of printed Accounts for distribution amongst the members of the Exchange.

Yours faithfully,

**Muhammad Ali Qadri**
JVP / Head Shares Deptt: /
Assistant Company Secretary

ANNEXURE – I

THE BANK OF KHYBER
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE THREE MONTHS AND SIX MONTHS ENDED JUNE 30, 2015

| | Note | Three months ended June 30, 2015 | Six months ended June 30, 2015 | Three months ended June 30, 2014 | Six months ended June 30, 2014 |
|---|---|---|---|---|---|
| | | Rupees in '000' | | | |
| Mark-up / return / interest earned | | 2,573,408 | 5,429,479 | 2,205,193 | 4,387,416 |
| Mark-up / return / interest expensed | | 1,514,221 | 3,208,541 | 1,354,381 | 2,728,244 |
| Net mark-up / interest income | | 1,059,187 | 2,220,938 | 850,812 | 1,659,172 |
| Provision / (reversal of provision) against non-performing loans and advances - net | | 197,055 | 504,726 | (33,096) | 41,670 |
| Reversal of provision for diminution in the value of investments - net | | (1,722) | (1,868) | (22,583) | (24,131) |
| Bad debts written off directly | | - | - | - | 747 |
| | | 195,333 | 502,858 | (55,679) | 18,286 |
| Net mark-up / interest income after provisions | | 863,854 | 1,718,080 | 906,491 | 1,640,886 |
| **NON MARK-UP / INTEREST INCOME** | | | | | |
| Fee, commission and brokerage income | | 67,058 | 129,537 | 70,028 | 116,052 |
| Dividend income | | 25,293 | 57,068 | 15,448 | 51,394 |
| Income from dealing in foreign currencies | | 23,952 | 54,458 | 60,191 | 109,758 |
| Gain on sale of securities - net | | 340,907 | 418,289 | 172,222 | 228,585 |
| Unrealised (loss)/gain on revaluation of investments classified as held-for-trading - net | | (18,191) | (1,075) | 1,394 | (8,833) |
| Other income | | 39,134 | 60,187 | 31,900 | 47,211 |
| Total non mark-up / interest income | | 478,153 | 718,464 | 351,183 | 544,167 |
| | | 1,342,007 | 2,436,544 | 1,257,674 | 2,185,053 |
| **NON MARK-UP / INTEREST EXPENSES** | | | | | |
| Administrative expenses | | 684,251 | 1,320,369 | 631,099 | 1,179,249 |
| (Reversals) / Provisions against other assets | | (18,464) | (18,464) | - | 139 |
| (Reversal) / Provisions against Workers Welfare Fund | 15 | (172,132) | (164,120) | - | - |
| Other charges | | 9,758 | 9,758 | 29,937 | 36,444 |
| Total non mark-up / interest expenses | | 503,413 | 1,147,543 | 661,036 | 1,215,832 |
| | | 838,594 | 1,289,001 | 596,638 | 969,221 |
| Extra ordinary / unusual item | | - | - | - | - |
| **PROFIT BEFORE TAXATION** | | 838,594 | 1,289,001 | 596,638 | 969,221 |
| Taxation | | | | | |
| Current | | (276,780) | (422,597) | (189,336) | (318,518) |
| Prior | 16 | (124,428) | (124,428) | - | - |
| Deferred | | (35,956) | (31,941) | (20,439) | (16,969) |
| | | (437,164) | (578,966) | (209,775) | (335,487) |
| **PROFIT AFTER TAXATION** | | 401,430 | 710,035 | 386,863 | 633,734 |
| Unappropriated profit brought forward | | 944,283 | 635,678 | 862,044 | 615,173 |
| Accumulated profit carried forward | | 1,345,713 | 1,345,713 | 1,248,907 | 1,248,907 |
| **Earnings per share - Basic and Diluted (in Rupees)** | 17 | 0.40 | 0.71 | 0.39 | 0.63 |

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