SILKBANK LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2024

	Note	June 30, 2024 Un-audited	December 31, 2023 Audited
		Rupees in '000	
ASSETS			
Cash and balances with treasury banks	8	12,657,988	14,055,139
Balances with other banks	9	1,744,190	1,839,082
Lendings to financial institutions	10	98,508	491,450
Investments	11	179,070,820	173,339,468
Advances	12	43,178,449	49,694,132
Property and equipment	13	2,592,293	2,681,797
Right-of-use assets	14	1,731,580	1,924,136
Intangible assets	15	283,351	317,415
Deferred tax assets	16	36,194,296	30,498,301
Other assets	17	17,362,368	17,229,757
Total Assets		294,913,843	292,070,677
LIABILITIES			
Bills payable	19	4,474,376	3,141,963
Borrowings	20	167,016,503	147,380,746
Deposits and other accounts	21	147,352,128	154,262,365
Lease liabilities	22	2,268,531	2,369,107
Subordinated debt	23	2,438,666	2,438,666
Deferred tax liabilities		-	-
Other liabilities	24	6,773,119	8,829,877
Total Assets		330,323,323	318,422,724
NET ASSETS		(35,409,480)	(26,352,047)
REPRESENTED BY			
Share capital - net		23,431,374	23,431,374
Statutory reserves		820,890	820,890
Surplus on revaluation of assets - net of tax	25	1,472,921	1,030,934
Accumulated losses		(61,134,665)	(51,635,245)
		(35,409,480)	(26,352,047)

CONTINGENCIES AND COMMITMENTS 26

The annexed notes 1 to 45 form an integral part of these condensed interim financial statements.

Chief Financial Officer

President & Chief Executive Officer

SILKBANK LIMITED

Director

Director

Director

SILKBANK LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT - UNAUDITED
FOR THE HALF YEAR ENDED JUNE 30, 2024

	Note	Quarter ended June 30, 2024	Quarter ended June 30, 2023	Half year ended June 30, 2024	Half year ended June 30, 2023
		Rupees in '000			
Mark-up / return / profit / interest earned	28	10,286,127	11,327,699	20,913,124	20,510,936
Mark-up / return / profit / interest expensed	29	(14,466,021)	(13,462,415)	(28,700,842)	(23,837,059)
Net Mark-up / return / profit / interest expense		(4,179,894)	(2,134,716)	(7,787,718)	(3,326,123)
NON MARK-UP / INTEREST INCOME					
Fee and commission income	30	680,591	740,233	1,392,498	1,572,641
Dividend income		11,941	11,941	11,941	11,941
Foreign exchange income		89,640	120,093	76,050	362,343
Loss from derivatives		-	(7,288)	(1)	(9,088)
Loss on securities	31	(20,559)	(43,680)	(18,661)	(77,445)
Other income	32	11,566	112,144	34,758	142,989
Total non-markup / interest income		773,179	933,443	1,496,585	2,003,381
Total loss		(3,406,715)	(1,201,273)	(6,291,133)	(1,322,742)
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	33	(1,971,781)	(1,905,242)	(3,913,439)	(3,753,813)
Workers Welfare Fund		-	-	-	-
Other charges	34	(2,434)	(1,285)	(12,178)	(2,937)
Total non-markup / interest expenses		(1,974,215)	(1,906,527)	(3,925,617)	(3,756,750)
Loss before provisions, extra ordinary / unusual item and taxation		(5,380,930)	(3,107,800)	(10,216,750)	(5,079,492)
Provisions and write offs - net	35	(4,791,597)	(2,476,234)	(5,147,547)	(2,866,493)
Extra ordinary / unusual items		-	-	-	-
LOSS BEFORE TAXATION		(10,172,527)	(5,584,034)	(15,364,297)	(7,945,985)
Taxation	36	3,891,733	2,154,435	5,840,986	3,019,448
LOSS AFTER TAXATION		(6,280,794)	(3,429,599)	(9,523,311)	(4,926,537)
		Rupees			
Basic and Diluted Loss Per Share	37	(0.69)	(0.38)	(1.05)	(0.54)

The annexed notes 1 to 45 form an integral part of these condensed interim financial statements.

Chief Financial Officer **President & Chief Executive Officer**

SILKBANK LIMITED

Director **Director** **Director**

SILKBANK LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY - UNAUDITED

FOR THE HALF YEAR ENDED JUNE 30, 2024

	Share capital		Statutory Reserve*	Surplus / (deficit) on revaluation of		Accumulated Losses	Total
	Issued, subscribed and paid up capital	Discount on issue of shares		Investments	Property & Equipment / Non Banking Assets		
	Rupees in '000						
Opening Balance as at January 01, 2023 - Un-audited	90,818,612	(67,387,238)	820,890	(1,270,292)	1,920,530	(38,873,264)	(13,970,762)
Loss after taxation for the half year ended June 30, 2023 - Un-audited	-	-	-	-	-	(4,926,537)	(4,926,537)
Other comprehensive income / (loss) - net of tax - Un-audited							
Movement in deficit on revaluation of investments - net of tax	-	-	-	(1,353,107)	-	-	(1,353,107)
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	3,617	3,617
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	(1,092)	-	(1,092)
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	(618)	-	(618)
Transfer from surplus on revaluation of property and equipment on account of incremental depreciation - net of tax	-	-	-	-	-	1,790	1,790
Transfer from surplus on revaluation of non-banking assets on account of incremental depreciation - net of tax	-	-	-	-	-	1,012	1,012
Closing Balance as at June 30, 2023 - Un-audited	90,818,612	(67,387,238)	820,890	(2,623,399)	1,918,820	(43,793,382)	(20,245,697)
Loss after taxation for the half year ended ended December 31, 2023 - Un-audited	-	-	-	-	-	(7,859,900)	(7,859,900)
Other comprehensive income / (loss) - net of tax - Un-audited							
Movement in deficit on revaluation of investments - net of tax	-	-	-	1,737,222	-	-	1,737,222
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	15,236	15,236
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	(1,091)	-	(1,091)
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	(618)	-	(618)
Transfer to statutory reserves	-	-	-	-	-	-	-
Transfer from surplus on revaluation of property and equipment on account of incremental depreciation - net of tax	-	-	-	-	-	1,789	1,789
Transfer from surplus on revaluation of non-banking assets on account of incremental depreciation - net of tax	-	-	-	-	-	1,012	1,012
Closing Balance as at December 31, 2023 - Audited	90,818,612	(67,387,238)	820,890	(886,177)	1,917,111	(51,635,245)	(26,352,047)
Loss after taxation for the half year ended June 30, 2024 - Un-audited	-	-	-	-	-	(9,523,311)	(9,523,311)
Other comprehensive income / (loss) - net of tax - Un-audited							
Movement in surplus on revaluation of investments - net of tax	-	-	-	443,697	-	-	443,697
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	21,089	21,089
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	(1,092)	-	(1,092)
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	(618)	-	(618)
Transfer from surplus on revaluation of property and equipment on account of incremental depreciation - net of tax	-	-	-	-	-	1,790	1,790
Transfer from surplus on revaluation of non-banking assets on account of incremental depreciation - net of tax	-	-	-	-	-	1,012	1,012
Closing Balance as at June 30, 2024 - Un-audited	90,818,612	(67,387,238)	820,890	(442,480)	1,915,401	(61,134,665)	(35,409,480)

* Statutory reserves represent amount set aside as per requirements of section 21 of the Banking Companies Ordinance, 1962.

The annexed notes 1 to 45 form an integral part of these condensed interim financial statements.

Chief Financial Officer

President & Chief Executive Officer

Director

Director

Director

SILKBANK LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT - UNAUDITED
FOR THE HALF YEAR ENDED JUNE 30, 2024

	Note	June 30, 2024	June 30, 2023
		Rupees in '000	
CASH FLOW FROM OPERATING ACTIVITIES			
Loss before taxation		(15,364,297)	(7,945,985)
Less: Dividend income		(11,941)	(11,941)
		(15,376,238)	(7,957,926)
Adjustments:			
Net Mark-up / return / profit / interest expense		7,787,718	3,326,123
Depreciation on property and equipment	33	111,242	134,473
Depreciation on right-of-use assets	33	264,225	291,023
Depreciation on non-banking assets acquired in satisfaction of claims	33	17,102	17,312
Amortization of intangible assets	33	34,064	27,328
Provisions against loans & advances	35	5,315,352	3,047,033
Gain on sale of property and equipment	32	(31)	(10,199)
Unrealized (gain) / loss on revaluation of investments - held-for-trading	31	(44)	9,533
Unrealized loss on revaluation of investments - REIT Units	31	21,841	44,592
Write offs against property and equipment	35	-	9,102
Write offs against property and equipment - Capital work-in-progress	35	-	5,887
		13,551,469	6,902,207
		(1,824,769)	-1,055,719
Decrease / (Increase) in operating assets			
Lendings to financial institutions		392,942	5,580,815
Net investments in held-for-trading securities		209,051	(10,226,362)
Advances		1,200,331	6,071,314
Other assets (excluding advance taxation)		(282,922)	(1,168,317)
		1,519,402	257,450
Increase / (Decrease) in operating liabilities			
Bills payable		1,332,413	658,674
Borrowings		19,635,757	30,245,670
Deposits		(6,910,237)	6,820,603
Other liabilities (excluding current taxation)		619,049	777,910
		14,676,982	38,502,857
		14,371,615	37,704,588
Interest received		21,192,307	16,731,653
Interest paid		(31,371,686)	(20,838,720)
Income tax paid		(262,477)	(240,415)
Net cash flow generated from operating activities		3,929,759	33,357,106
CASH FLOW FROM INVESTING ACTIVITIES			
Net investment in available-for-sale securities		(5,136,743)	(29,778,152)
Net investment in held-to-maturity securities		54,195	48,585
Dividend received		11,941	11,941
Net investment in property and equipment and intangible assets		(30,501)	(41,511)
Proceeds on disposal of property and equipment		8,794	66,323
Net cash flow used in investing activities		(5,092,314)	(29,692,814)
CASH FLOW FROM FINANCING ACTIVITIES			
Payment of lease liability against right-of-use assets		(329,488)	(377,213)
Net cash flow used in financing activities		(329,488)	(377,213)
(Decrease) / Increase in cash and cash equivalents		(1,492,043)	3,287,079
Cash and cash equivalents at the beginning of the period		15,894,221	10,785,266
Cash and cash equivalents at the end of the period	38	14,402,178	14,072,345

The annexed notes 1 to 45 form an integral part of these condensed interim financial statements.

Chief Financial Officer	President & Chief Executive Officer	Director	Director	Director

SILKBANK LIMITED