

## 1 CAPITAL ASSESSMENT AND ADEQUACY

### 1.1 Scope of Application

SBP Capital Adequacy Frameworks (Basel II and III) are applicable to JS Bank Limited on Standalone basis as well as on Consolidated basis by consolidating its partly owned subsidiaries - JS Global Capital Limited, JS Investments Limited and Bank Islami Pakistan Ltd. Standardised Approach is used for calculating the Capital Adequacy for Credit and Market risk, whereas, Basic Indicator Approach (BIA) is used for Operational Risk Capital Adequacy purposes.

### 1.2 Capital Structure- Basel III

**Bank's regulatory capital is analyzed into two tiers:**

Tier I capital (going concern capital) Which comprises of:

- a. Common equity Tier I which includes fully issued, subscribed and paid up capital, balance in share premium account, reserve for bonus issue, general reserves as per the financial statements and net un-appropriated profits etc. after deductions of investments in equity of subsidiary companies engaged in banking and financial activities, goodwill & other intangible assets and deficit on revaluation of available for sale investments due to insufficiency of Additional Tier I and Tier II to cover deductions.
- b. Additional Tier I which includes Instruments issued in the form of perpetual non-cumulative preference shares by the banks, share premium resulting from the issuance of the instruments after deduction of goodwill & other intangible assets, deficit on revaluation of available for sale investments and deferred tax assets.

Tier II capital (going concern or supplementary capital), which includes general provision for loan losses (up to maximum of 1.25% of risk weighted assets), reserve on the revaluation of fixed assets, equity investments and foreign exchange translation reserve and subordinated debt.

### 1.3 Capital Adequacy

#### Capital Management

The primary objective of the Bank's capital management is to ensure that the Bank complies with all regulatory capital requirements and at the same time maintains strong credit ratings and healthy capital ratios in order to support its business and to maximize shareholders' value.

#### Statutory Minimum Capital Requirement (MCR) and Capital Adequacy Ratio (CAR)

The State Bank of Pakistan (SBP) through its BSD Circular no. 7 dated April 15, 2009 require Banks to raise and maintain their paid up capital (net of losses) equivalent to Rs.10 billion. The paid-up capital (free of losses) of the Bank as at December 31, 2023 stood at Rs.20.506 billion. In addition banks are also required to maintain a minimum Capital Adequacy Ratio (CAR) of 11.5% of their risk weighted exposure. The Bank's CAR at Consolidated level as at December 31, 2023 was approximately 16.69% of its risk weighted assets.

The Basel III instructions issued by SBP has been adopted by the banks as per the phase-in arrangements prescribed by SBP, starting from December 31, 2013, with full implementation of capital ratios by the year-end 2019. Following Ratios were applicable for the mentioned periods

**Phase-in Arrangement and Full implementation of the minimum capital**

Sr	Ratio	year									As of Dec 31
		2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
1	CET1	5.5%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%	6.0%
2	ADT-1	1.5%	1.5%	1.5%	1.5%	1.5%	1.5%	1.5%	1.5%	1.5%	1.5%
3	Tier 1	7.0%	7.5%	7.5%	7.5%	7.5%	7.5%	7.5%	7.5%	7.5%	7.5%
4	Total Capital	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%	10.0%
5	CCB (Consisting of CETI only)	-	0.25%	0.65%	1.275%	1.90%	2.5%	1.5%	1.5%	1.5%	1.5%
6	Total Capital plus CCB	10.0%	10.25%	10.65%	11.275%	11.90%	12.5%	11.5%	11.5%	11.5%	11.5%

Note 1.4 Capital Adequacy Ratio (CAR) disclosure:

CONSOLIDATED CAPITAL ADEQUACY RETURN AS OF DECEMBER 31, 2023

		2023	2022
		Rupees in '000	
		Amount	Amount
<b>Common Equity Tier 1 capital (CET1): Instruments and reserves</b>			
1	Fully Paid-up Capital/ Capital deposited with SBP	20,506,625	12,974,643
2	Balance in Share Premium Account	-	-
3	Reserve for issue of Bonus Shares	-	-
4	Discount on Issue of shares	-	(2,855,401)
5	General/ Statutory Reserves	7,306,299	2,787,201
6	Gain/(Losses) on derivatives held as Cash Flow Hedge	-	-
7	Unappropriated/unremitted profits/ (losses)	17,808,561	8,644,267
8	Minority Interests arising from CET1 capital instruments issued to third parties by consolidated bank subsidiaries (amount allowed in CET1 capital of the consolidation group)	3,777,960	32,185
9	<b>CET 1 before Regulatory Adjustments</b>	49,399,445	21,582,895
10	Total regulatory adjustments applied to CET1 (Note 1.4.1)	6,625,425	2,431,335
11	<b>Common Equity Tier 1</b>	42,774,020	19,151,560
<b>Additional Tier 1 (AT 1) Capital</b>			
12	Qualifying Additional Tier-1 capital instruments plus any related share premium		
13	of which: Classified as equity		
14	of which: Classified as liabilities	5,350,000	2,500,000
15	Additional Tier-1 capital instruments issued to third parties by consolidated subsidiaries (amount allowed in group AT 1)	8,441	
16	of which: instrument issued by subsidiaries subject to phase out		
17	<b>AT1 before regulatory adjustments</b>	5,358,441	2,500,000
18	Total regulatory adjustment applied to AT1 capital (Note 1.4.2)	-	-
19	Additional Tier 1 capital after regulatory adjustments	5,358,441	2,500,000
20	<b>Additional Tier 1 capital recognized for capital adequacy</b>	5,358,441	2,500,000
21	<b>Tier 1 Capital (CET1 + admissible AT1) (11+20)</b>	48,132,461	21,651,560
<b>Tier 2 Capital</b>			
22	Qualifying Tier 2 capital instruments under Basel III plus any related share premium	9,906,864	2,895,040
23	Tier 2 capital instruments subject to phaseout arrangement issued under pre-Basel 3 rules		
24	Tier 2 capital instruments issued to third parties by consolidated subsidiaries (amount allowed in group tier 2)	154,915	
25	of which: instruments issued by subsidiaries subject to phase out		
26	General provisions or general reserves for loan losses-up to maximum of 1.25% of Credit Risk Weighted Assets	1,945,525	212,114
27	Revaluation Reserves (net of taxes)		
28	of which: Revaluation reserves on fixed assets	3,522,103	1,147,729
29	of which: Unrealized gains/losses on AFS	401,665	397,714
30	Foreign Exchange Translation Reserves		
31	Undisclosed/Other Reserves (if any)		
32	<b>T2 before regulatory adjustments</b>	15,931,072	4,652,597
33	Total regulatory adjustment applied to T2 capital (Note 1.4.3)	-	-
34	Tier 2 capital (T2) after regulatory adjustments	15,931,072	4,652,597
35	Tier 2 capital recognized for capital adequacy	15,440,920	4,652,597
36	Portion of Additional Tier 1 capital recognized in Tier 2 capital	-	-
37	<b>Total Tier 2 capital admissible for capital adequacy</b>	15,440,920	4,652,597
38	<b>TOTAL CAPITAL (T1 + admissible T2) (21+37)</b>	63,573,381	26,304,157
39	<b>Total Risk Weighted Assets (RWA) {for details refer Note 1.7}</b>	381,014,084	191,365,296
<b>Capital Ratios and buffers (in percentage of risk weighted assets)</b>			
40	<b>CET1 to total RWA</b>	11.23%	10.01%
41	<b>Tier-1 capital to total RWA</b>	12.63%	11.31%
42	<b>Total capital to total RWA</b>	16.69%	13.75%
43	Bank specific buffer requirement (minimum CET1 requirement plus capital conservation buffer plus any other buffer requirement)	7.50%	7.50%
44	of which: capital conservation buffer requirement	1.50%	1.50%
45	of which: countercyclical buffer requirement	0.00%	0.00%
46	of which: D-SIB or G-SIB buffer requirement	0.00%	0.00%
47	CET1 available to meet buffers (as a percentage of risk weighted assets)	11.23%	9.73%
<b>National minimum capital requirements prescribed by SBP</b>			
48	<b>CET1 minimum ratio (Inclusive of CCB)</b>	7.50%	7.50%
49	<b>Tier 1 minimum ratio (Inclusive of CCB)</b>	9.00%	9.00%
50	<b>Total capital minimum ratio</b>	11.50%	11.50%

2023

2022

Rupees in '000

Regulatory Adjustments and Additional Information		Amount	Amounts subject to Pre-Basel III treatment*	Amount
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Note 1.4.1	Common Equity Tier 1 capital: Regulatory adjustments			
1	Goodwill (net of related deferred tax liability)	3,358,144	-	834,267
2	All other intangibles (net of any associated deferred tax liability)	3,267,281	-	1,597,068
3	Shortfall in provisions against classified assets	-	-	-
4	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	-	-
5	Defined-benefit pension fund net assets	-	-	-
6	Reciprocal cross holdings in CET1 capital instruments of banking, financial and insurance entities	-	-	-
7	Cash flow hedge reserve	-	-	-
8	Investment in own shares/ CET1 instruments	-	-	-
9	Securitization gain on sale	-	-	-
10	Capital shortfall of regulated subsidiaries	-	-	-
11	Deficit on account of revaluation from bank's holdings of fixed assets/ AFS	-	-	-
12	Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-	-	-
13	Significant investments in the common stocks of banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	-	-
14	Deferred Tax Assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-	-	-
15	Amount exceeding 15% threshold	-	-	-
16	of which: significant investments in the common stocks of financial entities	-	-	-
17	of which: deferred tax assets arising from temporary differences	-	-	-
18	National specific regulatory adjustments applied to CET1 capital	-	-	-
19	Investments in TFCs of other banks exceeding the prescribed limit	-	-	-
20	Any other deduction specified by SBP (mention details)	-	-	-
21	Adjustment to CET1 due to insufficient AT1 and Tier 2 to cover deductions	-	-	-
22	Total regulatory adjustments applied to CET1 (sum of 1 to 21)	6,625,425	-	2,431,335

Note 1.4.2	Additional Tier-1 & Tier-1 Capital: regulatory adjustments			
23	Investment in mutual funds exceeding the prescribed limit (SBP specific adjustment)	-	-	-
24	Investment in own AT1 capital instruments	-	-	-
25	Reciprocal cross holdings in Additional Tier 1 capital instruments of banking, financial and insurance entities	-	-	-
26	Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-	-	-
27	Significant investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation	-	-	-
28	Portion of deduction applied 50:50 to Tier-1 and Tier-2 capital based on pre-Basel III treatment which, during transitional period, remain subject to deduction from additional tier-1 capital	-	-	-
29	Adjustments to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-	-	-
30	Total regulatory adjustment applied to AT1 capital (sum of 23 to 29)	-	-	-

Note 1.4.3	Tier 2 Capital: regulatory adjustments			
31	Portion of deduction applied 50:50 to Tier-1 and Tier-2 capital based on pre-Basel III treatment which, during transitional period, remain subject to deduction from tier-2 capital	-	-	-
32	Reciprocal cross holdings in Tier 2 instruments of banking, financial and insurance entities	-	-	-
33	Investment in own Tier 2 capital instrument	-	-	-
34	Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-	-	-
35	Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation	-	-	-
36	Total regulatory adjustment applied to T2 capital (sum of 31 to 35)	-	-	-

Note 1.4.4	Additional Information	2023		2022	
		Rupees in '000		Rupees in '000	
		Amount		Amount	
	<b>Risk Weighted Assets subject to pre-Basel III treatment</b>				
37	Risk weighted assets in respect of deduction items (which during the transitional period will be risk weighted subject to Pre-Basel III Treatment)				
(i)	of which: deferred tax assets	-		-	
(ii)	of which: Defined-benefit pension fund net assets	-		-	
(iii)	of which: Recognized portion of investment in capital of banking, financial and insurance entities where holding is less than 10% of the issued common share capital of the entity	-		-	
(iv)	of which: Recognized portion of investment in capital of banking, financial and insurance entities where holding is more than 10% of the issued common share capital of the entity	-		-	
	<b>Amounts below the thresholds for deduction (before risk weighting)</b>				
38	Non-significant investments in the capital of other financial entities	-		-	
39	Significant investments in the common stock of financial entities	-		-	
40	Deferred tax assets arising from temporary differences (net of related tax liability)	-		-	
	<b>Applicable caps on the inclusion of provisions in Tier 2</b>				
41	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardized approach (prior to application of cap)	1,945,525		212,114	
42	Cap on inclusion of provisions in Tier 2 under standardized approach	3,488,519		1,507,463	
43	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)	-		-	
44	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach	-		-	

1.5 Capital Structure Reconciliation 2023

Consolidated

Step : 1

	As Per Balance Sheet	Under regulatory scope of consolidation
<b>December 31, 2023</b>		
<b>Rupees in '000</b>		
<b>Assets</b>		
Cash and balances with treasury banks	82,182,460	82,182,460
Balanced with other banks	5,302,080	5,302,080
Lending to financial institutions	16,502,138	16,502,138
Investments	582,645,128	582,645,128
Advances	434,453,374	434,453,374
Operating fixed assets	36,590,929	36,590,929
Deferred tax assets	-	-
Other assets	72,324,972	72,324,972
<b>Total assets</b>	<b>1,230,001,081</b>	<b>1,230,001,081</b>
<b>Liabilities &amp; Equity</b>		
Bills payable	10,793,898	10,793,898
Borrowings	88,031,534	88,031,534
Deposits and other accounts	1,007,819,494	1,007,819,494
Sub-ordinated loans	11,344,671	11,344,671
Liabilities against assets subject to finance lease	-	-
Deferred tax liabilities	890,194	890,194
Other liabilities	51,133,169	51,133,169
<b>Total liabilities</b>	<b>1,170,012,960</b>	<b>1,170,012,960</b>
Share capital/ Head office capital account	20,506,625	20,506,625
Reserves	7,306,299	7,306,299
Unappropriated/ Unremitted profit/ (losses)	17,808,561	17,808,561
Minority Interest	-	-
Surplus on revaluation of assets	4,880,072	4,880,072
<b>Total Equity</b>	<b>50,501,557</b>	<b>50,501,557</b>
<b>Non-controlling interest</b>	<b>9,486,564</b>	<b>9,486,564</b>
<b>Total liabilities &amp; equity</b>	<b>1,230,001,081</b>	<b>1,230,001,081</b>

Step : 2

	As Per Balance Sheet	Under regulatory scope of consolidation	Reference
<b>December 31, 2023</b>			
<b>Assets</b>			
Cash and balances with treasury banks	82,182,460	82,182,460	
Balances with other banks	5,302,080	5,302,080	
Lending to financial institutions	16,502,138	16,502,138	
Investments	582,645,128	582,645,128	
<i>of which: Non-significant capital investments in capital of other financial institutions exceeding 10% threshold</i>	-	-	a
<i>of which: significant capital investments in financial sector entities exceeding regulatory threshold</i>	-	-	b
<i>of which: Mutual Funds exceeding regulatory threshold</i>	-	-	c
<i>of which: reciprocal crossholding of capital instrument</i>	-	-	d
<i>of which: Investment in TFCs of other banks exceeding the prescribed limit</i>	-	-	e
Advances	434,453,374	434,453,374	
<i>shortfall in provisions/ excess of total EL amount over eligible provisions under IRB</i>	-	-	f
<i>general provisions reflected in Tier 2 capital</i>	-	-	g
Fixed Assets	36,590,929	36,590,929	
Deferred Tax Assets	-	-	
<i>of which: DTAs excluding those arising from temporary differences</i>	-	-	h
<i>of which: DTAs arising from temporary differences exceeding regulatory threshold</i>	-	-	i
Other assets	72,324,972	72,324,972	
<i>of which: Goodwill</i>	3,358,144	3,358,144	j
<i>of which: Intangibles</i>	3,267,281	3,267,281	k
<i>of which: Defined-benefit pension fund net assets</i>	-	-	l
<b>Total assets</b>	<b>1,230,001,081</b>	<b>1,230,001,081</b>	

	As Per Balance Sheet	Under regulatory scope of consolidation	Reference
	December 31, 2023		
	Rupees in '000		
<b>Liabilities &amp; Equity</b>			
Bills payable	10,793,898	10,793,898	
Borrowings	88,031,534	88,031,534	
Deposits and other accounts	1,007,819,494	1,007,819,494	
Sub-ordinated loans	11,344,671	11,344,671	
<i>of which: eligible for inclusion in AT1</i>	5,350,000	5,350,000	m
<i>of which: eligible for inclusion in Tier 2</i>	5,994,671	5,994,671	n
Liabilities against assets subject to finance lease		-	
Deferred tax liabilities	890,194	890,194	
<i>of which: DTLs related to goodwill</i>	890,194	890,194	o
<i>of which: DTLs related to intangible assets</i>	-	-	p
<i>of which: DTLs related to defined pension fund net assets</i>	-	-	q
<i>of which: other deferred tax liabilities</i>	-	-	r
Other liabilities	51,133,169	51,133,169	
<b>Total liabilities</b>	<b>1,170,012,960</b>	<b>1,170,012,960</b>	
Share capital	20,506,625	20,506,625	
<i>of which: amount eligible for CET1</i>	20,506,625	20,506,625	s
<i>of which: amount eligible for AT1</i>	-	-	t
Reserves	7,306,299	7,306,299	
<i>of which: portion eligible for inclusion in CET1(provide breakup)</i>	7,306,299	7,306,299	u
<i>of which: portion eligible for inclusion in Tier 2</i>	-	-	v
Unappropriated profit/ (losses)	17,808,561	17,808,561	w
Minority Interest	-	-	
<i>of which: portion eligible for inclusion in CET1</i>	-	-	x
<i>of which: portion eligible for inclusion in AT1</i>	-	-	y
<i>of which: portion eligible for inclusion in Tier 2</i>	-	-	z
Surplus on revaluation of assets	4,880,072	4,880,072	
<i>of which: Revaluation reserves on Property</i>	-	-	aa
<i>of which: Unrealized Gains/Losses on AFS</i>	-	-	
<i>In case of Deficit on revaluation (deduction from CET1)</i>	-	-	ab
<b>Total liabilities &amp; Equity</b>	<b>1,220,514,517</b>	<b>1,220,514,517</b>	

**Capital Structure Reconciliation 2022**
**Consolidated**
**Step : 1**

	As Per Balance Sheet	Under regulatory scope of consolidation
<b>December 31, 2022</b>		
<b>Rupees in '000</b>		
<b>Assets</b>		
Cash and balances with treasury banks	24,765,248	24,765,248
Balances with other banks	1,859,792	1,859,792
Lending to financial institutions	11,351,162	11,351,162
Investments	303,368,466	303,368,466
Advances	231,558,755	231,558,755
Operating fixed assets	15,078,690	15,078,690
Deferred tax assets	-	-
Other assets	32,547,846	32,547,846
<b>Total assets</b>	<b>620,529,959</b>	<b>620,529,959</b>
<b>Liabilities &amp; Equity</b>		
Bills payable	5,402,945	5,402,945
Borrowings	98,531,096	98,531,096
Deposits and other accounts	462,757,638	462,757,638
Sub-ordinated loans	6,995,000	6,995,000
Liabilities against assets subject to finance lease	212,327	212,327
Deferred tax liabilities	-	-
Other liabilities	23,374,566	23,374,566
<b>Total liabilities</b>	<b>597,273,572</b>	<b>597,273,572</b>
Share capital/ Head office capital account	10,119,242	10,119,242
Reserves	2,787,201	2,787,201
Unappropriated/ Unremitted profit/ (losses)	8,643,962	8,643,962
Minority Interest	363,274	363,274
Surplus on revaluation of assets	1,342,708	1,342,708
<b>Total Equity</b>	<b>23,256,387</b>	<b>23,256,387</b>
<b>Total liabilities &amp; equity</b>	<b>620,529,959</b>	<b>620,529,959</b>

**Step : 2**

	As Per Balance Sheet	Under regulatory scope of consolidation	Reference
<b>December 31, 2022</b>			
<b>Assets</b>			
Cash and balances with treasury banks	24,765,248	24,765,248	
Balances with other banks	1,859,792	1,859,792	
Lending to financial institutions	11,351,162	11,351,162	
Investments	303,368,466	303,368,466	
<i>of which: Non-significant capital investments in capital of other financial institutions exceeding 10% threshold</i>			a
<i>of which: significant capital investments in financial sector entities exceeding regulatory threshold</i>			b
<i>of which: Mutual Funds exceeding regulatory threshold</i>	-	-	c
<i>of which: reciprocal crossholding of capital instrument</i>	-	-	d
<i>of which: Investment in TFCs of other banks exceeding the prescribed limit</i>	-	-	e
Advances	231,558,755	231,558,755	
<i>shortfall in provisions/ excess of total EL amount over eligible provisions under IRB</i>	-	-	f
<i>general provisions reflected in Tier 2 capital</i>	-	-	g
Fixed Assets	15,078,690	15,078,690	
Deferred Tax Assets	-	-	
<i>of which: DTAs excluding those arising from temporary differences</i>	-	-	h
<i>of which: DTAs arising from temporary differences exceeding regulatory threshold</i>	-	-	i
Other assets	32,547,846	32,547,846	
<i>of which: Goodwill</i>	834,267	834,267	j
<i>of which: Intangibles</i>	1,597,068	1,597,068	k
<i>of which: Defined-benefit pension fund net assets</i>	-	-	l
<b>Total assets</b>	<b>620,529,959</b>	<b>620,529,959</b>	



	As Per Balance Sheet	Under regulatory scope of consolidation	Reference
	December 31, 2022		
	Rupees in '000		
<b>Liabilities &amp; Equity</b>			
Bills payable	5,402,945	5,402,945	
Borrowings	98,531,096	98,531,096	
Deposits and other accounts	462,757,638	462,757,638	
Sub-ordinated loans	6,995,000	6,995,000	
<i>of which: eligible for inclusion in AT1</i>	2,500,000	2,500,000	m
<i>of which: eligible for inclusion in Tier 2</i>	4,495,000	4,495,000	n
Liabilities against assets subject to finance lease		-	
Deferred tax liabilities	212,327	212,327	
<i>of which: DTLs related to goodwill</i>	212,327	212,327	o
<i>of which: DTLs related to intangible assets</i>	-	-	p
<i>of which: DTLs related to defined pension fund net assets</i>	-	-	q
<i>of which: other deferred tax liabilities</i>	-	-	r
Other liabilities	23,374,566	23,374,566	
<b>Total liabilities</b>	<b>597,273,572</b>	<b>597,273,572</b>	
Share capital	10,119,242	10,119,242	
<i>of which: amount eligible for CET1</i>	10,119,242	10,119,242	s
<i>of which: amount eligible for AT1</i>	-	-	t
Reserves	2,787,201	2,787,201	
<i>of which: portion eligible for inclusion in CET1 (provide breakup)</i>	2,787,201	2,787,201	u
<i>of which: portion eligible for inclusion in Tier 2</i>	-	-	v
Unappropriated profit/ (losses)	8,643,962	8,643,962	w
Minority Interest	363,274	363,274	
<i>of which: portion eligible for inclusion in CET1</i>	-	-	x
<i>of which: portion eligible for inclusion in AT1</i>	-	-	y
<i>of which: portion eligible for inclusion in Tier 2</i>	-	-	z
Surplus on revaluation of assets	1,342,708	1,342,708	
<i>of which: Revaluation reserves on Property</i>	-	-	
<i>of which: Unrealized Gains/Losses on AFS</i>	-	-	aa
<i>In case of Deficit on revaluation (deduction from CET1)</i>	-	-	ab
<b>Total liabilities &amp; Equity</b>	<b>620,529,959</b>	<b>620,529,959</b>	

**Consolidated**

**2023**

**Component of  
regulatory capital  
reported by bank  
(Rupees in '000)**

**Reference**

**Common Equity Tier 1 capital (CET1): Instruments and reserves**

Fully Paid-up Capital/ Capital deposited with SBP	20,506,625	(s)
Balance in Share Premium Account	-	
Reserve for issue of Bonus Shares	-	
Discount on issue of Shares (enter negative number)	-	
General/ Statutory Reserves	7,306,299	(u)
Gain/(Losses) on derivatives held as Cash Flow Hedge	-	
Unappropriated/unremitted profits/(losses)	17,808,561	(w)
Minority Interests arising from CET1 capital instruments issued to third party by consolidated bank subsidiaries (amount allowed in CET1 capital of the consolidation group)	3,777,960	(x)
	<b>49,399,445</b>	

**CET 1 before Regulatory Adjustments**

**Common Equity Tier 1 capital: Regulatory adjustments**

Goodwill (net of related deferred tax liability)	3,358,144	(j) - (o)
All other intangibles (net of any associated deferred tax liability)	3,267,281	(k) - (p)
Shortfall of provisions against classified assets	-	(f)
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	{{(h) - (r)} * x%
Defined-benefit pension fund net assets	-	{{(l) - (q)} * x%
Reciprocal cross holdings in CET1 capital instruments	-	(d)
Cash flow hedge reserve	-	
Investment in own shares/ CET1 instruments	-	
Securitization gain on sale	-	
Capital shortfall of regulated subsidiaries	-	
Deficit on account of revaluation from bank's holdings of property/ AFS	-	(ab)
Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-	(a) - (ac) - (ae)
Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	(b) - (ad) - (af)
Deferred Tax Assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-	(i)
Amount exceeding 15% threshold	-	
of which: significant investments in the common stocks of financial entities	-	
of which: deferred tax assets arising from temporary differences	-	
National specific regulatory adjustments applied to CET1 capital	-	
Investment in TFCs of other banks exceeding the prescribed limit	-	
Any other deduction specified by SBP (mention details)	-	
Regulatory adjustment applied to CET1 due to insufficient AT1 and Tier 2 to cover deductions	-	
<b>Total regulatory adjustments applied to CET1 (sum of 9 to 25)</b>	<b>6,625,425</b>	
<b>Common Equity Tier 1</b>	<b>42,774,020</b>	

	<b>Component of regulatory capital reported by bank (Rupees in '000)</b>	<b>Reference</b>
<b>Additional Tier 1 (AT 1) Capital</b>		
Qualifying Additional Tier-1 instruments plus any related share premium	5,350,000	
of which: Classified as equity		(t)
of which: Classified as liabilities	5,350,000	(m)
Additional Tier-1 capital instruments issued by consolidated subsidiaries and held by third parties (amount allowed in group AT 1)	-	(y)
of which: instrument issued by subsidiaries subject to phase out	-	
<b>AT1 before regulatory adjustments</b>	<b>5,350,000</b>	
<b>Additional Tier 1 Capital: regulatory adjustments</b>		
Investment in mutual funds exceeding the prescribed limit (SBP specific adjustment)	-	
Investment in own AT1 capital instruments	-	
Reciprocal cross holdings in Additional Tier 1 capital instruments	-	
Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	8,441	(ac)
Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation	-	(ad)
Portion of deduction applied 50:50 to core capital and supplementary capital based on pre-Basel III treatment which, during transitional period, remain subject to deduction from tier-1 capital	-	
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-	
Total of Regulatory Adjustment applied to AT1 capital	-	
Additional Tier 1 capital	5,358,441	
<b>Additional Tier 1 capital recognized for capital adequacy</b>	<b>5,358,441</b>	
<b>Tier 1 Capital (CET1 + admissible AT1)</b>	<b>48,132,461</b>	
<b>Tier 2 Capital</b>		
Qualifying Tier 2 capital instruments under Basel III	9,906,864	
Capital instruments subject to phase out arrangement from tier 2 (Pre-Basel III instruments)	-	(n)
Tier 2 capital instruments issued to third party by consolidated subsidiaries (amount allowed in group tier 2)	154,915	(z)
of which: instruments issued by subsidiaries subject to phase out	-	
General Provisions or general reserves for loan losses-up to maximum of 1.25% of Credit Risk Weighted Assets	1,945,525	(g)
Revaluation Reserves eligible for Tier 2	3,923,768	
of which: portion pertaining to Property	3,522,103	portion of (aa)
of which: portion pertaining to AFS securities	401,665	
Foreign Exchange Translation Reserves	-	(v)
Undisclosed/Other Reserves (if any)	-	
<b>T2 before regulatory adjustments</b>	<b>15,931,072</b>	

	<b>Component of regulatory capital reported by bank (Rupees in '000)</b>	<b>Reference</b>
<b>Tier 2 Capital: regulatory adjustments</b>		
Portion of deduction applied 50:50 to core capital and supplementary capital based on pre-Basel III treatment which, during transitional period, remain subject to deduction from tier-2 capital	-	
Reciprocal cross holdings in Tier 2 instruments	-	
Investment in own Tier 2 capital instrument	-	
Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-	(ae)
Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation	-	(af)
Amount of Regulatory Adjustment applied to T2 capital	-	
Tier 2 capital (T2)	-	
Tier 2 capital recognized for capital adequacy	15,441,170	
Excess Additional Tier 1 capital recognized in Tier 2 capital	-	
Total Tier 2 capital admissible for capital adequacy	15,441,170	
<b>TOTAL CAPITAL (T1 + admissible T2)</b>	<b>63,573,631</b>	

Consolidated

2022

Component of  
regulatory capital  
reported by bank  
(Rupees in '000)

Reference

**Common Equity Tier 1 capital (CET1): Instruments and reserves**

Fully Paid-up Capital/ Capital deposited with SBP	12,974,643	(s)
Balance in Share Premium Account	-	
Reserve for issue of Bonus Shares	-	
Discount on issue of Shares (enter negative number)	(2,855,401)	
General/ Statutory Reserves	2,787,201	(u)
Gain/(Losses) on derivatives held as Cash Flow Hedge	-	
Unappropriated/unremitted profits/(losses)	8,644,267	(w)
Minority Interests arising from CET1 capital instruments issued to third party by consolidated bank subsidiaries (amount allowed in CET1 capital of the consolidation group)	32,185	(x)

**21,582,895**

**CET 1 before Regulatory Adjustments**

**Common Equity Tier 1 capital: Regulatory adjustments**

Goodwill (net of related deferred tax liability)	834,267	(j) - (o)
All other intangibles (net of any associated deferred tax liability)	1,597,068	(k) - (p)
Shortfall of provisions against classified assets	-	(f)
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	{(h) - (r)} * x%
Defined-benefit pension fund net assets	-	{(l) - (q)} * x%
Reciprocal cross holdings in CET1 capital instruments	-	(d)
Cash flow hedge reserve	-	
Investment in own shares/ CET1 instruments	-	
Securitization gain on sale	-	
Capital shortfall of regulated subsidiaries	-	
Deficit on account of revaluation from bank's holdings of property/ AFS	-	(ab)
Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-	(a) - (ac) - (ae)
Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation (amount above 10% threshold)	-	(b) - (ad) - (af)
Deferred Tax Assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-	(i)
Amount exceeding 15% threshold	-	
of which: significant investments in the common stocks of financial entities	-	
of which: deferred tax assets arising from temporary differences	-	
National specific regulatory adjustments applied to CET1 capital	-	
Investment in TFCs of other banks exceeding the prescribed limit	-	
Any other deduction specified by SBP (mention details)	-	
Regulatory adjustment applied to CET1 due to insufficient AT1 and Tier 2 to cover deductions	-	
<b>Total regulatory adjustments applied to CET1 (sum of 9 to 25)</b>	<b>2,431,335</b>	
<b>Common Equity Tier 1</b>	<b>19,151,560</b>	

	<b>Component of regulatory capital reported by bank (Rupees in '000)</b>	<b>Reference</b>
<b>Additional Tier 1 (AT 1) Capital</b>		
Qualifying Additional Tier-1 instruments plus any related share premium	2,500,000	
of which: Classified as equity		(t)
of which: Classified as liabilities	2,500,000	(m)
Additional Tier-1 capital instruments issued by consolidated subsidiaries and held by third parties (amount allowed in group AT 1)	-	(y)
of which: instrument issued by subsidiaries subject to phase out	-	
<b>AT1 before regulatory adjustments</b>	<b>2,500,000</b>	
<b>Additional Tier 1 Capital: regulatory adjustments</b>		
Investment in mutual funds exceeding the prescribed limit (SBP specific adjustment)	-	
Investment in own AT1 capital instruments	-	
Reciprocal cross holdings in Additional Tier 1 capital instruments	-	
Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-	(ac)
Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation	-	(ad)
Portion of deduction applied 50:50 to core capital and supplementary capital based on pre-Basel III treatment which, during transitional period, remain subject to deduction from tier-1 capital	-	
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-	
Total of Regulatory Adjustment applied to AT1 capital	-	
Additional Tier 1 capital	2,500,000	
<b>Additional Tier 1 capital recognized for capital adequacy</b>	<b>2,500,000</b>	
<b>Tier 1 Capital (CET1 + admissible AT1)</b>	<b>21,651,560</b>	
<b>Tier 2 Capital</b>		
Qualifying Tier 2 capital instruments under Basel III	2,895,040	
Capital instruments subject to phase out arrangement from tier 2 (Pre-Basel III instruments)	-	(n)
Tier 2 capital instruments issued to third party by consolidated subsidiaries (amount allowed in group tier 2)	7,190	(z)
of which: instruments issued by subsidiaries subject to phase out	-	
General Provisions or general reserves for loan losses-up to maximum of 1.25% of Credit Risk Weighted Assets	212,114	(g)
Revaluation Reserves eligible for Tier 2	1,538,253	
of which: portion pertaining to Property	1,147,729	portion of (aa)
of which: portion pertaining to AFS securities	390,524	
Foreign Exchange Translation Reserves	-	(v)
Undisclosed/Other Reserves (if any)	-	
<b>T2 before regulatory adjustments</b>	<b>4,652,597</b>	

	<b>Component of regulatory capital reported by bank (Rupees in '000)</b>	<b>Reference</b>
<b>Tier 2 Capital: regulatory adjustments</b>		
Portion of deduction applied 50:50 to core capital and supplementary capital based on pre-Basel III treatment which, during transitional period, remain subject to deduction from tier-2 capital	-	
Reciprocal cross holdings in Tier 2 instruments	-	
Investment in own Tier 2 capital instrument	-	
Investments in the capital instruments of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-	(ae)
Significant investments in the capital instruments issued by banking, financial and insurance entities that are outside the scope of regulatory consolidation	-	(af)
Amount of Regulatory Adjustment applied to T2 capital	-	
Tier 2 capital (T2)	-	
Tier 2 capital recognized for capital adequacy	4,652,597	
Excess Additional Tier 1 capital recognized in Tier 2 capital	-	
Total Tier 2 capital admissible for capital adequacy	4,652,597	
<b>TOTAL CAPITAL (T1 + admissible T2)</b>	<b>26,304,157</b>	

1.6 Main Features of Regulatory Capital Instruments

	Main Features	Common Shares	Common Shares	Sub-debt	Sub-debt	Sub-debt
1	Issuer	JS Bank	JS Bank	JS Bank	JS Bank	JS Bank
2	Unique identifier (eg KSE Symbol or Bloomberg identifier etc.)	JSB	JSB	JSB	JSB	JSB
3	Governing law(s) of the instrument	SECP	SECP	SECP	SECP	SECP
	Regulatory treatment					
4	Transitional Basel III rules	Common Equity Tier-1	Common Equity Tier-1	Additional Tier-1	Tier-2	Tier-2
5	Post-transitional Basel III rules	Common Equity Tier-1	Common Equity Tier-1	Additional Tier-1	Tier-2	Tier-2
6	Eligible at solo/ group/ group&solo	Solo and Group	Solo and Group	Solo and Group	Solo and Group	Solo and Group
7	Instrument type	Ordinary Shares	Ordinary Shares	Subordinated Debt	Subordinated Debt	Subordinated Debt
8	Amount recognized in regulatory capital (Currency in PKR thousands, as of reporting date)	10,119,242	10,387,383	2,500,000	2,500,000	3,500,000
9	Par value of instrument	10	10	100,000	100,000	100,000
10	Accounting classification	Shareholders Equity	Shareholders Equity	Liability	Liability	Liability
11	Original date of issuance	2006	2023	31-Dec-18	28-Dec-21	30-Aug-23
12	Perpetual or dated	No Maturity	No Maturity	Perpetual	Dated	Dated
13	Original maturity date	NA	NA	NA	28-Dec-28	30-Aug-33
14	Issuer call subject to prior supervisory approval	No	No	Yes	Yes	Yes
15	Optional call date, contingent call dates and redemption amount	NA	NA	On any profit payment date after 5 years from issue date, partially or fully	On or after 10th redemption, on any profit date, partially or fully	On any profit payment date on or after five years from the Issue Date.
16	Subsequent call dates, if applicable	NA	NA	NA	NA	NA
	Coupons / dividends					
17	Fixed or floating dividend/ coupon	NA	NA	Floating	Floating	Floating
18	coupon rate and any related index/ benchmark	NA	NA	Floating at 6 Months KIBOR*(Base Rate) plus 225 basis points semi annually without any floor or CAP	Floating at 6 Months KIBOR*(Base Rate) plus 200 basis points per annum without any floor or CAP	Floating at 3 Months KIBOR*(Base Rate) plus 200 basis points per annum without any floor or CAP
19	Existence of a dividend stopper	NA	NA	Yes, the issuer will not make any dividend payments on equity/common shares in the event of non-payment of mark-up on TFCs	NA	NA
20	Fully discretionary, partially discretionary or mandatory	NA	NA	Fully discretionary	Fully discretionary	Fully discretionary
21	Existence of step up or other incentive to redeem	NA	NA	NA	NA	NA
22	Noncumulative or cumulative	NA	NA	Noncumulative	Cumulative	Cumulative
23	Convertible or non-convertible	NA	NA	Convertible	Convertible	Convertible
24	If convertible, conversion trigger (s)	NA	NA	At the option of supervisor it can be converted into common equity upon occurrence of certain trigger events , called point of non viability(PONV). The PONV is the earlier of; 1. A decision made by SBP that a conversion or temporary/ permanent write off is necessary without which the bank would become non viable. 2. the decision to make a public sector injection of capital, or equivalent support, without which the bank would have become non viable, as determined by SBP.	At the option of supervisor it can be converted into common equity upon occurrence of certain trigger events , called point of non viability(PONV). The PONV is the earlier of; 1. A decision made by SBP that a conversion or temporary/ permanent write off is necessary without which the bank would become non viable. 2. the decision to make a public sector injection of capital, or equivalent support, without which the bank would have become non viable, as determined by SBP.	At the option of supervisor it can be converted into common equity upon occurrence of certain trigger events , called point of non viability(PONV). The PONV is the earlier of; 1. A decision made by SBP that a conversion or temporary/ permanent write off is necessary without which the bank would become non viable. 2. the decision to make a public sector injection of capital, or equivalent support, without which the bank would have become non viable, as determined by SBP.
25	If convertible, fully or partially	NA	NA	May convert fully or partially	May convert fully or partially	May convert fully or partially
26	If convertible, conversion rate	NA	NA	To be determined in the case of trigger event	To be determined in the case of trigger event	To be determined in the case of trigger event
27	If convertible, mandatory or optional conversion	NA	NA	Optional	Optional	Optional
28	If convertible, specify instrument type convertible into	NA	NA	Ordinary Shares	Ordinary Shares	Ordinary Shares
29	If convertible, specify issuer of instrument it converts into	NA	NA	NA	NA	NA
30	Write-down feature	NA	NA	Yes	Yes	Yes
31	If write-down, write-down trigger(s)	NA	NA	At the option of supervisor it can be converted into common equity upon occurrence of certain trigger events , called point of non viability(PONV). The PONV is the earlier of; 1. A decision made by SBP that a conversion or temporary/ permanent write off is necessary without which the bank would become non viable. 2. the decision to make a public sector injection of capital, or equivalent support, without which the bank would have become non viable, as determined by SBP.	At the option of supervisor it can be converted into common equity upon occurrence of certain trigger events , called point of non viability(PONV). The PONV is the earlier of; 1. A decision made by SBP that a conversion or temporary/ permanent write off is necessary without which the bank would become non viable. 2. the decision to make a public sector injection of capital, or equivalent support, without which the bank would have become non viable, as determined by SBP.	At the option of supervisor it can be converted into common equity upon occurrence of certain trigger events , called point of non viability(PONV). The PONV is the earlier of; 1. A decision made by SBP that a conversion or temporary/ permanent write off is necessary without which the bank would become non viable. 2. the decision to make a public sector injection of capital, or equivalent support, without which the bank would have become non viable, as determined by SBP.
32	If write-down, full or partial	NA	NA	Either partially or fully	Either partially or fully	Either partially or fully
33	If write-down, permanent or temporary	NA	NA	Permanent	Permanent	Permanent
34	If temporary write-down, description of write-up	NA	NA	NA	NA	NA
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	NA	NA	Deposits	Deposits	Deposits
36	Non-compliant transitioned features	NA	NA	No	No	No
37	If yes, specify non-compliant features	NA	NA	NA	NA	NA



## 1.7 Capital Adequacy

Consolidated	Capital Requirements		Risk Weighted Assets	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	Rupees in '000			
<b>Credit Risk</b>				
<b>On balance sheet</b>				
Corporate	12,182,839	4,552,045	105,937,734	39,582,999
Retail	6,024,539	4,956,246	52,387,294	43,097,795
Banks and DFIs	677,221	155,039	5,888,874	1,348,166
Public sector entity	5,305	-	46,131	-
Sovereign (include GoP and SBP)	321,296	150,519	2,793,875	1,308,859
Residential mortgage finance	1,833,127	771,576	15,940,235	6,709,359
Past due loans	1,205,180	1,413,826	10,479,829	12,294,143
Fixed assets	3,364,187	1,381,490	29,253,803	12,012,955
Other assets	3,602,258	2,033,485	31,323,982	17,682,475
	29,215,952	15,414,226	254,051,756	134,036,751
<b>Off balance sheet</b>				
Non market related	2,307,169	1,586,221	20,062,337	13,793,228
Market related	118,446	142,873	1,029,965	1,242,373
	2,425,615	1,729,094	21,092,302	15,035,601
<b>Equity Exposure Risk in the Banking Book</b>				
Listed	416,595	627,522	3,622,563	5,456,712
Unlisted	36,213	40,158	314,894	349,201
	452,807	667,680	3,937,456	5,805,913
<b>Total Credit Risk</b>	<b>32,094,374</b>	<b>17,811,000</b>	<b>279,081,514</b>	<b>154,878,265</b>
<b>Market Risk</b>				
Interest rate risk	195,929	81,805	1,703,731	711,345
Equity position risk etc.	295,248	131,107	2,567,375	1,140,062
Foreign exchange risk	217,038	34,006	1,887,288	295,703
<b>Total Market Risk</b>	<b>708,215</b>	<b>246,918</b>	<b>6,158,394</b>	<b>2,147,110</b>
<b>Operational Risk</b>				
<u>Capital Requirement for operational risks</u>	<b>11,014,030</b>	<b>3,949,091</b>	<b>95,774,177</b>	<b>34,339,921</b>
<b>TOTAL</b>	<b>43,816,620</b>	<b>22,007,009</b>	<b>381,014,085</b>	<b>191,365,296</b>
<b>Capital Adequacy Ratio</b>				
Total eligible common equity tier 1 capital held (e)		<b>42,774,020</b>		19,151,560
Total eligible tier 1 capital held (f)		<b>48,132,461</b>		21,651,560
Total eligible regulatory capital held (e)		<b>63,573,631</b>		26,304,157
Total Risk Weighted Assets (i)		<b>381,014,085</b>		186,735,869
	<b>Required</b>	<b>Actual</b>	<b>Required</b>	<b>Actual</b>
CET1 to total RWA	7.50%	11.23%	7.50%	10.01%
Tier-1 capital to total RWA	9.00%	12.63%	9.00%	11.31%
Total capital to total RWA	11.50%	16.69%	11.50%	13.75%

## 1.8 Leverage Ratio

Total eligible tier 1 capital held	<b>48,132,461</b>	21,651,560
Total Exposure	<b>1,363,431,140</b>	675,826,471
Leverage Ratio	<b>3.53%</b>	<b>3.20%</b>

1.1.2.1 Credit exposures and comparative figures subject to the standardised approach

Consolidated			2023			
Exposures	Rating category No.	Rating risk weighted	Amount outstanding	Deduction CRM	Net amount	Risk weighted asset
----- Rupees in '000 -----						
Cash and Cash Equivalents		0%	21,683,476	-	21,683,476	-
Corporate	0	0%	-	-	-	-
	1	20%	66,552,958	-	66,552,958	13,310,592
	2	50%	73,792,578	9,218,283	64,574,295	32,287,147
	3,4	100%	5,499,276	336,760	5,162,517	5,162,517
	5,6	150%	-	-	-	-
	Unrated	100%	95,525,427	61,551,733	33,973,694	33,973,694
	Unrated-2	125%	24,736,234	7,773,207	16,963,027	21,203,784
			266,106,473	78,879,983	187,226,490	105,937,734
Retail		0%	-	-	-	-
		20%	-	-	-	-
		50%	-	-	-	-
		75%	86,748,623	16,898,898	69,849,725	52,387,294
			86,748,623	16,898,898	69,849,725	52,387,294
Banks						
- Over 3 Months		0%	-	-	-	-
	1	20%	5,216,328	1,443,526	3,772,803	754,561
	2,3	50%	267,313	2,147	265,167	132,583
	4,5	100%	-	-	-	-
	6	150%	-	-	-	-
	Unrated	50%	140,825	1,461	139,364	69,682
			5,624,466	1,447,133	4,177,333	956,826
- Maturity Upto and under 3 Months in FCY		0%	-	-	-	-
	1,2,3	20%	3,956,142	3,016	3,953,126	790,625
	4,5	50%	528,518	-	528,518	264,259
	6	150%	9,665	-	9,665	14,497
	unrated	20%	1,016,235	192	1,016,043	203,209
			5,510,560	3,208	5,507,352	1,272,590
- Maturity Upto and under 3 Months in PKR		0%	-	-	-	-
- Maturity Upto and under 3 Months in PKR		20%	18,852,935	555,645	18,297,289	3,659,458
			18,852,935	555,645	18,297,289	3,659,458
Residential Mortgage Finance		35%	39,493,862	-	45,543,527	15,940,235
Public Sector Entity						
		0%	3,038,343	-	3,038,343	-
	1	20%	-	-	-	-
	2,3	50%	-	-	-	-
	4,5	100%	-	-	-	-
	6	150%	-	-	-	-
	Unrated	50%	56,824,710	56,732,449	92,261	46,131
			59,863,054	56,732,449	3,130,604	46,131
Sovereigns (SBP / GoP)			619,562,705	-	619,500,098	2,793,875
Other Sovereigns		0%	17,983,006	-	17,983,006	-
Equity Investments - Listed		100%	3,622,563	-	3,622,563	3,622,563
- Unlisted		150%	209,929	-	209,929	314,894
Significant Investment and DTA		250%	613,569	-	613,569	1,533,922
			4,446,060	-	4,446,060	5,471,378
Past Due Loans (Not Secured by Residential Mortgages)	S.P less than 20%	150%	4,722,745	-	4,264,495	6,396,742
	S.P between 20% to 50%	100%	1,588,090	-	1,588,090	1,588,090
	S.P greater than 50%	50%	961,146	-	961,146	480,573
Past Due Loans (Secured by Residential Mortgages)	S.P less than 20%	100%	1,699,401	-	1,699,401	1,699,401
	S.P greater than 50%	50%	630,044	-	630,044	315,022
			9,601,427	-	9,143,177	10,479,829
Investment in fixed assets		100%	29,253,803	-	29,253,803	29,253,803
Other assets		100%	29,790,060	-	29,790,060	29,790,060
<b>Total</b>			<b>1,214,520,510</b>	<b>154,517,316</b>	<b>1,065,532,002</b>	<b>257,989,212</b>

\* Credit Risk Mitigation (CRM)

257,989,212

Credit exposures and comparative figures subject to the standardised approach

Consolidated Exposures	Rating category No.	Rating risk weighted	2022			Risk weighted asset
			Amount outstanding	Deduction CRM	Net amount	
			----- Rupees in '000 -----			
Cash and Cash Equivalents		0%	8,312,929	-	8,312,929	-
Corporate	0	0%	-	-	-	-
	1	20%	15,322,107	2,411,334	12,910,774	2,582,155
	2	50%	36,489,652	10,186,758	26,302,894	13,151,447
	3,4	100%	1,815,373	28,530	1,786,843	1,786,843
	5,6	150%	-	-	-	-
	Unrated	100%	77,386,009	55,589,232	21,796,778	21,796,778
	Unrated-2	125%	1,473,412	1,260,791	212,621	265,777
			132,486,553	69,476,645	63,009,910	39,583,000
Retail		0%	-	-	-	-
		20%	-	-	-	-
		50%	-	-	-	-
		75%	72,314,008	14,850,281	57,463,727	43,097,795
			72,314,008	14,850,281	57,463,727	43,097,795
Banks						
- Over 3 Months		0%	-	-	-	-
	1	20%	1,444,064	30,085	1,413,979	282,796
	2,3	50%	260,957	3,236	257,721	128,861
	4,5	100%	60,149	358	59,790	59,790
	6	150%	-	-	-	-
	Unrated	50%	624,837	7,574	617,263	308,631
			2,390,007	41,253	2,348,753	780,078
- Maturity Upto and under 3 Months in FCY		0%	-	-	-	-
	1,2,3	20%	1,513,713	1,930	1,511,783	302,357
	4,5	50%	177,000	-	177,000	88,500
	6	150%	5,068	-	5,068	7,602
	unrated	20%	116,196	1,061	115,135	23,027
			1,811,977	2,991	1,808,986	421,486
- Maturity Upto and under 3 Months in PKR		0%	-	-	-	-
- Maturity Upto and under 3 Months in PKR		20%	740,303	7,294	733,009	146,602
			740,303	7,294	733,009	146,602
Residential Mortgage Finance		35%	19,169,596	-	19,169,596	6,709,359
Public Sector Entity						
		0%	-	-	-	-
	1	20%	-	-	-	-
	2,3	50%	-	-	-	-
	4,5	100%	-	-	-	-
	6	150%	-	-	-	-
	Unrated	50%	15,829	-	15,829	7,915
			15,829	-	15,829	7,915
Sovereigns (SBP / GoP)		0%	313,564,403	-	311,768,975	1,308,859
Equity Investments - Listed		100%	5,456,712	-	5,456,712	5,456,712
- Unlisted		150%	232,800	-	232,800	349,201
Significant Investment and DTA		250%	-	-	-	-
			5,689,512	-	5,689,512	5,805,913
Past Due Loans (Not Secured by Residential Mortgages)	S.P less than 20%	150%	6,748,531	-	6,748,531	10,122,796
	S.P between 20% to 50%	100%	1,990,079	-	1,990,079	1,990,079
	S.P greater than 50%	50%	362,538	-	362,538	181,269
Past Due Loans (Secured by Residential Mortgages)	S.P less than 20%	100%	-	-	-	-
	S.P greater than 50%	50%	-	-	-	-
			9,101,147	-	9,101,147	12,294,143
Investment in fixed assets		100%	12,012,955	-	12,012,955	12,012,955
Other assets		100%	17,682,475	-	17,682,475	17,682,475
<b>Total</b>			<b>595,291,694</b>	<b>84,378,464</b>	<b>509,117,803</b>	<b>139,850,580</b>

\* Credit Risk Mitigation (CRM)

139,850,580

# Consolidated LCR - JSBL

CY2023

<i>PKR in '000</i>		TOTAL UNWEIGHTED VALUE (average)	TOTAL WEIGHTED VALUE (average)
<b>HIGH QUALITY LIQUID ASSETS</b>			
1	Total high quality liquid assets (HQLA)		518,459,296
<b>CASH OUTFLOWS</b>			
2	Retail deposits and deposits from small business customers of which:	519,537,646	41,630,338
2.1	stable deposit	206,468,528	10,323,426
2.2	Less stable deposit	313,069,118	31,306,912
3	Unsecured wholesale funding of which:	360,914,719	151,261,005
3.1	Operational deposits (all counterparties)	-	-
3.2	Non-operational deposits (all counterparties)	360,914,719	151,261,005
3.3	Unsecured debt		
4	Secured wholesale funding		6,420,580
5	Additional requirements of which:	75,911,539	5,232,580
5.1	Outflows related to derivative exposures and other collateral requirements	5,232,580	5,232,580
5.2	Outflows related to loss of funding on debt products		
5.3	Credit and Liquidity facilities	70,678,959	-
6	Other contractual funding obligations	3,872,716	3,872,716
7	Other contingent funding obligations	158,139,826	7,906,991
8	<b>TOTAL CASH OUTFLOWS</b>		216,324,211
<b>CASH INFLOWS</b>			
9	Secured lending	52,314,114	26,215,473
10	Inflows from fully performing exposures		
11	Other Cash inflows	13,163,943	8,062,479
12	<b>TOTAL CASH INFLOWS</b>		34,277,952
<b>TOTAL ADJUSTED VALUE</b>			
21	<b>TOTAL HQLA</b>		518,459,296
22	<b>TOTAL NET CASH OUTFLOWS</b>		182,046,259
23	<b>LIQUIDITY COVERAGE RATIO</b>		284.80%

# Consolidated LCR - JSBL

CY2022

<i>PKR in '000</i>		TOTAL UNWEIGHTED VALUE (average)	TOTAL WEIGHTED VALUE (average)
<b>HIGH QUALITY LIQUID ASSETS</b>			
1	Total high quality liquid assets (HQLA)		107,591,422
<b>CASH OUTFLOWS</b>			
2	Retail deposits and deposits from small business customers of which:	202,005,913	18,843,545
2.1	stable deposit	27,140,916	1,357,046
2.2	Less stable deposit	174,864,997	17,486,500
3	Unsecured wholesale funding of which:	128,853,080	63,449,452
3.1	Operational deposits (all counterparties)	-	-
3.2	Non-operational deposits (all counterparties)	128,853,080	63,449,452
3.3	Unsecured debt		
4	Secured wholesale funding		-
5	Additional requirements of which:	75,911,539	5,232,580
5.1	Outflows related to derivative exposures and other collateral requirements	5,232,580	5,232,580
5.2	Outflows related to loss of funding on debt products		
5.3	Credit and Liquidity facilities	70,678,959	-
6	Other contractual funding obligations	3,872,716	3,872,716
7	Other contingent funding obligations	154,999,421	4,766,586
8	<b>TOTAL CASH OUTFLOWS</b>		96,164,880
<b>CASH INFLOWS</b>			
9	Secured lending	58,714,690	29,355,877
10	Inflows from fully performing exposures		
11	Other Cash inflows	13,163,943	8,062,479
12	<b>TOTAL CASH INFLOWS</b>		37,418,356
<b>TOTAL ADJUSTED VALUE</b>			
21	<b>TOTAL HQLA</b>		107,591,422
22	<b>TOTAL NET CASH OUTFLOWS</b>		58,746,523
23	<b>LIQUIDITY COVERAGE RATIO</b>		183.15%

# JS Bank Consolidated Net Stable Funding Ratio 2023

LR IX

		unweighted value by residual maturity				weighted value
		No Maturity	< 6 months	6 months to < 1 yr	≥ 1 yr	
<i>(Amount in PKR in thousands)</i>						
<b>ASF Item</b>						
1	Capital:					
2	Regulatory capital	76,102,304				76,102,304
3	Other capital instruments	2,500,000			8,997,767	11,497,767
4	Retail deposits and deposit from small business customers:					-
5	Stable deposits		109,995,604	54,447,939	148,387,924	304,531,581
6	Less stable deposits		126,522,174	131,886,509	32,992,043	264,553,590
7	Wholesale funding:					-
8	Operational deposits		5,668,721			2,834,361
9	Other wholesale funding		239,789,171	12,218,659	95,149,492	177,623,205
10	Other liabilities:					-
11	NSFR derivative liabilities					
12	All other liabilities and equity not included in other categories		124,012,470	840,000	49,545,073	120,992,464.92
13	<b>Total ASF</b>					<b>958,135,272</b>
<b>RSF item</b>						
14	Total NSFR high-quality liquid assets (HQLA)		630,958,975			51,557,533
15	Deposits held at other financial institutions for operational purposes	1,373,974				686,987
16	Performing loans and securities:					
17	Performing loans to financial institutions secured by Level 1 HQLA		-			-
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions		16,502,138			2,475,320.67
19	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs, of which:		26,648,593	38,234,937	127,314,313	163,368,167
20	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk		12,363,121	8,778,070	23,908,200	29,270,872
21	Securities that are not in default and do not qualify as HQLA including exchange-traded equities.				1,431,360	1,216,656
22	Other assets:					
23	Physical traded commodities, including gold					
24	Assets posted as initial margin for derivative contracts					
25	NSFR derivative assets			(1,516,693)		
26	NSFR derivative liabilities before deduction of variation margin posted				240,679	251,910
27	All other assets not included in the above categories				293,067,973	196,187,523
28	Off-balance sheet items		236,669,024	4,184,236	10,399,278	12,562,627
29	<b>Total RSF</b>					<b>457,577,597</b>
30	<b>Net Stable Funding Ratio (%)</b>					<b>209.39%</b>

# JS Bank Consolidated Net Stable Funding Ratio 2022

LR IX

		unweighted value by residual maturity				weighted value
		No Maturity	< 6 months	6 months to < 1 yr	≥ 1 yr	
<i>(Amount in PKR in thousands)</i>						
<b>ASF Item</b>						
1	Capital:					
2	Regulatory capital	21,915,266				21,915,266
3	Other capital instruments	6,995,000				6,995,000
4	Retail deposits and deposit from small business customers:					
5	Stable deposits	17,489,060	3,317,555	1,230,030	1,605,365	22,459,910
6	Less stable deposits	151,338,251	28,761,104	11,182,638	4,392,773	176,107,289
7	Wholesale funding:					
8	Operational deposits	7,014,014				3,507,007
9	Other wholesale funding	122,796,190	100,271,136		16,202,589	127,736,253
10	Other liabilities:					
11	NSFR derivative liabilities				56,155.00	
12	All other liabilities and equity not included in other categories		100,698,100		320,000	11,097,534
13	<b>Total ASF</b>					<b>369,818,259</b>
<b>RSF item</b>						
14	Total NSFR high-quality liquid assets (HQLA)		287,067,113			30,435,581
15	Deposits held at other financial institutions for operational purposes					
16	Performing loans and securities:					
17	Performing loans to financial institutions secured by Level 1 HQLA		11,351,162			1,135,116
18	Performing loans to financial institutions secured by non-Level 1 HQLA and unsecured performing loans to financial institutions					
19	Performing loans to non-financial corporate clients, loans to retail and small business customers, and loans to sovereigns, central banks and PSEs, of which:				154,945,637	131,703,792
20	With a risk weight of less than or equal to 35% under the Basel II Standardised Approach for credit risk			19,650,505		12,772,829
21	Securities that are not in default and do not qualify as HQLA including exchange-traded equities.				4,227,506	3,593,380
22	Other assets:					
23	Physical traded commodities, including gold					
24	Assets posted as initial margin for derivative contracts					
25	NSFR derivative assets		51,215			
26	NSFR derivative liabilities before deduction of variation margin posted		11,231			11,231
27	All other assets not included in the above categories		63,974,782	31,676,146	47,640,126	112,003,067
28	Off-balance sheet items		127,235,455			6,361,773
29	Total RSF					298,016,768
30	Net Stable Funding Ratio (%)					124.09%