



Bank AL Habib Limited

PRINCIPAL OFFICE: 2nd FLOOR MACKINNON'S BUILDING, I.I. CHUNDRIGAR ROAD, KARACHI-PAKISTAN
PHONES : (92-21) 2412421-2412986 & 111-786-110 FAX : (92-21) 2419752 & 2401171 TELEX: 21285 ALHAB PK

February 21, 2007

The General Manager
The Karachi Stock Exchange (Guarantee) Ltd
Stock Exchange Building
Stock Exchange Road
Karachi
Fax # : 021-2437560 / 021-2460923 / 021-2415763

Dear Sir,

FINANCIAL RESULTS FOR THE YEAR ENDED DECEMBER 31, 2006

We wish to inform you that the Board of Directors of the Bank in their meeting held on February 21, 2007 at 12:00 noon at Principal Office of the Bank Located at Mackinnons Building I.I.Chundrigar Road, Karachi recommended the following:

(i) **Cash Dividend**

A final cash dividend for the year ended December 31, 2006 at Rs 1.50 per share i.e. 15%.

(ii) **Bonus Shares**

It has been recommended by the Board of Directors to issue bonus shares in the proportion of 40 shares for every 100 shares held i.e. 40 %.

(iii) **Right Shares**

-- NIL --

(iv) **Any other entitlement/corporate action**

-- NIL --

(v) **Any other price-sensitive information**

-- NIL --

(Rupees in thousand)

	2006	2005
Mark-up/Return/Interest Earned	7,857,745	4,935,626
Mark-up/Return/Interest Expensed	(4,078,200)	(2,143,510)
Net Mark-up / return/ Interest Income	3,779,545	2,792,116
Reversal / (Provision) against non-performing loans and advances	(19,652)	(73,817)
Provision for diminutions in the value of Investment	(1,307)	(1,513)
Bad debts written directly	(20,959)	(75,330)
Net Mark-up/Interest Income after provisions	3,758,586	2,716,786
NON-MARK-UP/INTEREST INCOME		
Fees, Commission and Brokerage Income	576,308	508,744
Dividend Income	41,717	38,820
Income from dealing in foreign currencies	466,761	300,795
Gain on sale of securities	84,055	27,564
Other Income	194,403	160,141
Total Non-Mark-up/Interest Income	1,363,244	1,036,064
	5,121,830	3,752,850
NON-MARK-UP/INTEREST EXPENSES		
Administrative Expenses	(2,432,395)	(1,728,389)
Other Assets written off	-	-
Other Charges	(54)	(2,453)
Total Non-Mark-up/Interest Expense	(2,432,449)	(1,730,842)