



First Habib Modaraba

5TH FLOOR, HBZ PLAZA, (HIRANI CENTRE) I.I. CHUNDRIGAR ROAD. KARACHI-74200
 TEL : 2635949-51 FAX : 2627373 E-mail : fhm@habibmodaraba.com Website : www.habibmodaraba.com

FHM/KSE/1008/2008
 October 8, 2008

The General Manager
 Karachi Stock Exchange (Guarantee) Ltd.
 Stock Exchange Building,
 Stock Exchange Road,
 Karachi.

Dear Sir,

Subject: **FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER 2008**

We wish to inform you that the Board of Directors of the company in their meeting held on October 8, 2008 at 11:30 a.m. at 5th Floor, HBZ Plaza, I.I. Chundrigar Road, Karachi recommended the following:

- | | |
|--------------------|-----|
| (i) CASH DIVIDEND | NIL |
| (ii) BONUS SHARES | NIL |
| (iii) RIGHT SHARES | NIL |

The financial results of the Modaraba are as follows;

	September 30, 2008 Rupees	September 30, 2007 Rupees
OPERATING INCOME		
Ijarah Rentals	420,073,118	417,835,304
OPERATING COST		
Depreciation on Ijarah assets	327,201,764	334,294,782
Administrative expenses	15,009,838	9,583,341
	342,211,602	343,878,123
	77,861,516	73,957,181
Other income	6,377,639	37,701,934
	84,239,155	111,659,115
Financial expenses	20,012,265	51,590,503
	64,226,890	60,068,612
Modaraba company's management fee	(6,422,689)	(6,006,861)
Profit for the period	57,804,201	54,061,751
Earnings per certificate - basic and diluted	0.29	0.54

We will be sending you 300 copies of printed Accounts for distribution amongst the members of the Exchange.

Yours sincerely,


ADNAN KHANWEY
 Company Secretary