

August 27, 2008

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

Subject: Financial Results for the Half-year ended June 30, 2008

Dear Sir,

We have to inform you that the Board of Directors of our Bank in their meeting held on Wednesday, August 27, 2008 at Karachi 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 as follows:

	April 1, to June 30, 2008	April 1, to June 30, 2007 (Rupees in '000)	January 1, to June 30, 2008	January 1, to June 30, 2007
Mark-up / return / interest earned	1,060,566	636,270	2,121,656	1,177,849
Mark-up / return / interest expensed	(941,086)	(509,803)	(1,705,504)	(941,568)
Net mark-up / return / interest income	119,480	126,467	416,152	236,281
(Charge) / reversal of provision against loans and advances - net	(67,994)	(10,463)	(105,768)	20,664
(Provision) / reversal of provision for diminution in the value of investments	(38,945)	2,026	(38,945)	2,026
Bad debts written off directly	(230)	-	(230)	-
Net mark-up / interest income after provisions	(107,169)	(8,437)	(144,943)	22,690
	12,311	118,030	271,209	258,971
Non mark-up / interest income				
Fee, commission and brokerage income	47,101	31,042	89,685	56,350
Dividend income	43,202	200,100	48,283	204,444
Income from dealing in foreign currencies	110,192	5,035	155,605	15,633
Income on trading in government securities	-	-	-	-
Gain on sale of investments (other than government securities)	164,035	63,889	164,652	98,751
Unrealised (loss) / gain on revaluation of investments classified as held for trading	(18,985)	6,770	4,615	44,084
Other income	45,371	10,289	61,207	20,699
Total non mark-up / interest income	390,916	317,125	524,047	439,961
	403,227	435,155	795,256	698,932
Non mark-up / interest expenses				
Administrative expenses	(383,219)	(268,732)	(678,027)	(502,953)
Other provisions / write offs	-	(3)	-	(3)
Other charges	(9,144)	(12,251)	(9,266)	(12,332)
Total non mark-up / interest expenses	(392,363)	(280,986)	(687,293)	(515,288)
Profit before taxation	10,864	154,169	107,963	183,644