



August 26, 2010

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, 2010**

Dear Sir,

We have to inform you that the Board of Directors of our Bank in their meeting held on Thursday, August 26, 2010 at 1:30 PM 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:

	Half year ended		Quarter ended	
	30 June 2010	30 June 2009	30 June 2010	30 June 2009
	(Rupees in '000)			
Mark-up / return / interest earned	2,672,532	2,624,506	1,417,073	1,109,573
Mark-up / return / interest expensed	(2,564,939)	(2,911,383)	(1,254,108)	(1,449,141)
Net mark-up / return / interest income	107,593	(286,877)	162,965	(339,568)
Reversal / (provision) against non-performing loans and advances	89,095	(587,266)	28,249	(696,645)
Provision for diminution in the value of investments	(12,147)	(117,660)	(20,672)	(117,660)
Bad debts written off directly	(13,740)	(324)	(9,812)	(324)
	63,208	(705,250)	(2,235)	(814,629)
Net mark-up / return / interest after provisions	170,801	(992,127)	160,730	(1,154,197)
<b>NON MARK-UP / INTEREST INCOME</b>				
Fee, commission and brokerage income	153,672	70,149	92,635	30,620
Dividend income	31,167	46,323	14,878	31,265
Income / (loss) from dealing in foreign currencies	31,836	(20,318)	16,508	(33,369)
Gain on sale / redemption of securities	86,672	183,059	3,725	144,280
Unrealised gain / (loss) on revaluation of investments classified as held-for-trading	5	-	119	(5)
Other income	62,229	38,825	40,164	27,310
Total non mark-up / interest income	365,581	318,038	168,029	200,101
	536,382	(674,089)	328,759	(954,096)