

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

Fax # 2415763 / 2437560

Subject: Financial Results for the Half-year ended 30.06.2005

Dear Sir,

We have to inform you that the Board of Directors of our Bank in its meeting held on Saturday, the 13th August 2005 at 12.30 Noon has recommended the following:

- i) **Cash Dividend** : 22.5% Cash Dividend
- ii) **Bonus Issue** : No Bonus Shares have been recommended.
- iii) **Right Shares** : No Right Shares have been recommended.

The financial results of the Bank are as follows:

	<u>As on 30.06.2005</u>	<i>(Rs. in Million)</i> <u>As on 30.06.2004</u>
- Mark-up Recovered	1,777.793	1,183.111
- Commission, Exchange & Brokerage Income	148.516	148.666
- Other Income	261.670	268.074
- Reversal of Provision on Loans / Investments	---	9.659
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- Total Income	2,187.979	1,607.510
- Profit paid on Deposits, Borrowings etc.	753.883	682.826
- Operating Expenditure	483.158	368.430
- Bad Debts written off directly	0.296	---
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- Total Expenditure	1,237.337	1,051.256
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- Profit before taxation	950.642	556.254
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- Provision for Taxation	217.526	125.783
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- Net Profit for the Year (After Tax)	733.116	430.471
- Unappropriated Profit Brought Forward	469.709	23.133
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- Profit available for appropriation	1,202.825	453.604
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- Appropriated as under:		
- Transfer to Statutory Reserve	148.623	86.094
- Interim Cash Dividend (2005 : 22.5% and 2004 : 15%)	512.789	273.488
- Transfer to Revenue Reserve	416.300	---
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	1,075.712	359.582
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- Un-appropriated profit carried forward	127.113	94.022
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- Basic / Diluted earnings per share	3.22	2.33
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Head Office