

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 30.06.2006

Dear Sir,

We have to inform you that the Board of Directors of our Bank in its meeting held on Saturday, the 5th August 2006 at 10.30 AM has recommended the following:

- i) Cash Dividend : NIL
- ii) Bonus Issue : NIL
- iii) Right Shares : NIL

The financial results of the Bank are as follows:

	<u>As on 30.06.2006</u>	<i>(Rs. in Million)</i> <u>As on 30.06.2005</u>
- Mark-up Recovered	2,903.573	1,777.793
- Commission, Exchange & Brokerage Income	162.476	138.628
- Other Income	338.671	271.558
- Total Income	3,404.720	2,187.979
- Profit paid on Deposits, Borrowings etc.	1,721.842	753.883
- Operating Expenditure	610.453	483.158
- Bad Debts written off directly	0.061	0.206
- Provision against non-performing advances	190.685	---
- Total Expenditure	2,523.041	1,237.337
- Profit before taxation	881.679	950.642
- Provision for Taxation	231.752	217.526
- Net Profit for the Year (After Tax)	649.927	733.116
- Unappropriated Profit Brought Forward	455.676	466.417
- Profit available for appropriation	1,105.603	1,199.533
- Appropriated as under:		
- Transfer to Statutory Reserve	129.985	146.623
- Final Cash Dividend (Year 2005)	451.844	---
- Interim Cash Dividend (2005 ; 22.5%)	---	512.789
- Transfer to Revenue Reserve	---	416.300
- Un-appropriated profit carried forward	523.774	123.821
- Basic / Diluted earnings per share	2.38	2.68

Head Office