

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

Fax # 2415763 / 2437560
RE: FINANCIAL RESULTS FOR THE YEAR ENDED 31ST DECEMBER 2006

Dear Sir,

We have to inform you that the Board of Directors of PICIC Commercial Bank Limited in its meeting held at Karachi on Tuesday the 20th February 2007 at 11.00 a.m., recommended the following for the year ended 31st December 2006:

- 1) (i) **Cash Dividend** : No Cash Dividend has been recommended.
- (ii) **Bonus Issue** : No Bonus Share has been recommended.
- (iii) **Right Shares** : No Right Share has been recommended.

- 2) Financial results for the year ended 31st December 2006 are as follows :

(Rs. in '000)

	<u>As on 31.12.2006</u>	<u>As on 31.12.2005</u>
Mark-up / return / interest earned	5,795,979	4,171,890
Mark-up / return / interest expensed	3,530,329	2,081,889
Net mark-up / interest income	2,265,650	2,110,001
Provision against non-performing loans and advances	476,376	8,871
Provision for diminution in the value of investments	375	619
Bad debts written off directly	133	296
Net mark-up / interest income after provisions	1,788,768	2,100,215
Non-Mark-up / Interest Income		
Fees, commission and brokerage income	206,873	174,501
Dividend income	131,811	149,909
Income from dealing in foreign currencies	142,710	105,278
Gain on sale of securities	250,428	414,257
Unrealised loss on revaluation of investments classified as held for trading	(2,545)	---
Other income	128,188	114,654
Total non-mark-up / interest income	857,465	958,597
	2,646,231	3,058,812
Non-mark-up / Interest Expenses		
Administrative expenses	1,350,451	1,147,703
Other provisions / write offs	---	---
Other charges	16,565	5,489
Total non-mark-up / interest expenses	1,367,016	1,153,192
	1,279,215	1,905,620
Extra ordinary and exceptional items	---	---
Profit Before Taxation	1,279,215	1,905,620

Continued on Page 2

Head Office