

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

Fax # 2415763/2460923/2437560

Subject: Financial Results for the First Quarter ended 31.03.2007

Dear Sir,

We have to inform you that the Board of Directors of our Bank in its meeting held at 3.00 PM on Tuesday, the 24th April 2007, has recommended the following:

- | | |
|---------------------------|-----|
| i) Cash Dividend | NIL |
| ii) Bonus Issue | NIL |
| iii) Right Shares | NIL |
| iv) Any other entitlement | NIL |

v) The financial results of the Bank are as follows:

	<i>(Rs. in Million)</i>	
	As on	As on
	<u>31.03.2007</u>	<u>31.03.2006</u>
Mark-up / return / interest earned	1,610,146	1,373,267
Mark-up / return / interest expensed	1,070,029	826,781
Net mark-up / interest income	540,117	546,486
Provision against non-performing advances	62,485	
Bad debts written off directly	104	
Net mark-up / interest income after provisions	477,529	546,486
NON-MARK UP / INTEREST INCOME		
Fees, commission and brokerage income	49,398	41,036
Dividend income	16,055	45,595
Income from trading in government securities – net	384	(28)
Income from trading in listed securities – net	32,896	104,705
Income from dealing in foreign currencies	38,721	43,220
Un-realized Gain on revaluation of investments classified as held for trading	16,107	–
Other income	28,730	24,025
Total non-mark-up / interest income	182,291	258,553
	659,820	805,039
NON-MARK-UP / INTEREST EXPENSES		
Administrative expenses	336,036	292,929
Other charges	154	12
Total non-mark-up / interest expenses	336,191	292,941
PROFIT BEFORE TAXATION	323,629	512,098
Taxation		
Current – for the period	118,034	108,000
Deferred	9,933	10,054
	127,967	118,054
PROFIT AFTER TAXATION	195,661	394,044
Basic / Diluted earning per share	0.72	1.44

We will be sending you 300 copies of printed accounts for distribution amongst the members of the Exchange in due course of time.

Yours sincerely,



Akbar A. Ladak
Chief Financial Officer



Rahat Saeed Khan
Company Secretary

Head Office