

22 September 2007

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

Subject: FINANCIAL RESULTS FOR THE YEAR ENDED 30 JUNE 2007

Dear Sir:

We have to inform you that the Board of Directors of our company in their meeting held at 11.00 a.m. on 22 September 2007, recommended the following:

**CASH DIVIDEND**

A final Cash Dividend for the year ended 30 June 2007 @ Rs. 0.60 per share i.e. 6%. This is in addition to Interim Dividend already paid at Rs. 1/- per share i.e. 10% making a total of 16% dividend for the year.

The financial results of the company are as follows:

	2007 Rupees	2006 Rupees
<b>INCOME</b>		
Lease Income	139,126,980	94,757,002
Mark-up on deposits/placements	2,026,250	9,361,087
Other operating Income	38,523,637	25,275,846
	<u>179,676,867</u>	<u>129,393,935</u>
<b>EXPENSES</b>		
Administrative and operating expenses	19,641,471	15,832,838
Financial charges	86,861,413	64,366,458
Amortisation of deferred cost	4,750,000	6,000,000
	<u>111,252,884</u>	<u>85,999,296</u>
<b>PROFIT BEFORE TAXATION</b>	<b>68,423,983</b>	<b>43,394,639</b>
Provision for taxation		
- Current year	3,084,539	2,406,632
- Prior year		296,026
- Deferred	4,655,760	(1,485,187)
	<u>7,740,299</u>	<u>1,217,471</u>
<b>NET PROFIT FOR THE YEAR</b>	<b>60,683,684</b>	<b>42,177,168</b>
Unappropriated profit brought forward	18,867,269	12,595,450
	<u>79,550,953</u>	<u>54,772,618</u>
Transfer from surplus on revaluation of fixed assets	126,360	30,085
	<u>79,677,313</u>	<u>54,802,703</u>
<b>APPROPRIATIONS</b>		
Transfer to reserve fund	(12,136,737)	(8,435,434)
Dividend - Final 2006 @ 6% (2005 @ 5%)	(18,000,000)	(12,500,000)
Dividend interim 2007 @ 10% (2006 @ 6%)	(30,000,000)	(15,000,000)
	<u>(60,136,737)</u>	<u>(35,935,434)</u>
<b>UNAPPROPRIATED PROFIT CARRIED FORWARD</b>	<b>19,540,576</b>	<b>18,867,269</b>
	<u>2.02</u>	<u>1.52</u>
<b>EARNINGS PER SHARE - Basic and diluted</b>		