

No. 100 (5F)-44

Karachi: February 15, 2005

The Managing Director,
 Karachi Stock Exchange (Guarantec) Ltd.
 Stock Exchange Building,
 Stock Exchange Road,
 Karachi.

Fax No. 021-2415763 & 2437560

Subject:

**FINANCIAL RESULTS FOR THE YEAR
ENDED DECEMBER 31, 2004**

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on February 14, 2005 at 3:00 p.m. at Lahore, recommended the following:

- (i) **CASH DIVIDEND**
 A final Cash Dividend for the year ended December 31, 2004 at Rs. Nil per share i.e Nil %. Interim Cash Dividends already paid at Re.1.00 & Rs.1.50 per share i.e.25%.
- (ii) **BONUS SHARES**
 It has been recommended by the Board of Directors to issue Bonus Shares in the proportion of 10 shares for every 100 shares held i.e. 10%. The bonus shares will be entitled for the right shares.
- (iii) **RIGHT SHARES**
 The board has also decided to issue 15% Right Shares at a premium of Rs.15/- per share in proportion of 15 shares for every 100 shares. The said right issue will not be entitled for interim payment, if any, for the first quarter of 2005.

The financial results of the Company are as follows:

(Rs. in Million)

	<u>31.12.2004</u>	<u>31.12.2003</u>
Mark-up Received	9,347.25	\$10,369.99
Commission, Exchange, Brokerage & Other Income	3,997.62	4,531.81
Total Income	13,344.87	14,901.80
Profit paid on Deposits, Borrowing etc.	2,057.64	2,932.69
Operating Expenditure	7,597.64	8,356.19
Total Expenditure	9,655.28	11,288.88
Operating Profit	3,689.59	3,612.92
Exceptional item- Compensation on delayed tax refund	513.85	-
Net Profit for the year (Before Tax)	4,203.44	3,612.92
Provision for Taxation - Current / deferred	1,663.45	1,382.78
Net Profit for the year (After Tax)	2,539.99	2,230.14
Unappropriated Profit B/F	281.63	621.99