PICIC

Pakistan Industrial Credit & Investment Corporation Ltd.

Ref No.AC-110/502

May 14, 2005

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

The General Manager
Lahore Stock Exchange
(Guarantee) Limited
19 Khayaban-e-Aiwan-e-Iqbal
Lahore

The General Manager
Islamabad Stock Exchange
(Guarantee) Limited
Stock Exchange Building
101-E, Fazlul Haq Road
Blue Area, Islamabad

The Securities and Exchange
Commission of Pakistan
7th Floor, NIC Building,
63-Jinnah Avenue,
Blue Area
Islamabad

SUB: FINANCIAL RESULTS FOR THE QUARTER ENDED MARCH 31, 2005

Dear Sir

We are pleased to inform you that the Board of Directors of Pakistan Industrial Credit & Investment Corporation Limited (PICIC) in their meeting held on Saturday, 14th May 2005 has approved the un-audited financial statements of the Corporation for the quarter ended March 31, 2005 and approved **1st Interim Cash Dividend @ 15%**

The financial results of the Corporation are as follows:

	For the quarter ended	
	March 31, 2005	March 31, 2004
	(Rupees in '000)	
Mark-up / return / interest earned	450,896	285,902
Mark-up / return / interest expensed	271,928	144,297
Net mark-up / interest income	178,968	141,205
Provision against/ (written back) non-performing loans and advances - net	(8,019)	
(Appreciation)/ provision against diminution in the value of investments	(2,164)	
Bad debts directly written off	473	473
	(9,710)	473
NET MARK-UP/ INTEREST INCOME AFTER PROVISIONS	188,676	140,732
NON MARK-UP / INTEREST INCOME		
Fee, commission and brokerage income	1,250	103,370
Dividend income	130,289	64,859
Income from trading in government securities - net	-	
Income from trading in listed securities - net	208,423	160,039
Income from dealing in foreign currencies	-	
(Loss) on remeasurement of held for trading investment	(4,629)	
Other income	7,580	6,274
Total non-mark-up / interest income	340,913	334,537
	529,589	475,269
NON MARK-UP / INTEREST EXPENSES		
Administrative expenses	115,508	88,430
Other provisions / write offs	-	
Other charges	-	27,504
Total non-mark-up / interest expenses	115,508	115,934
	414,081	359,335
Extra-ordinary / unusual items	-	-
PROFIT BEFORE TAXATION	414,081	359,335
Taxation:		
- Current	4,964	5,341
- Prior years	-	
- Deferred	34,653	(20,117)
	39,619	(14,776)
PROFIT AFTER TAXATION	374,462	374,091
	(Rupees)	
BASIC/ DILUTED EARNINGS PER SHARE	1.78	2.14

Yours truly

(Imran Ahmad Mirza)
Chief Financial Officer

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