

PICIC

Pakistan Industrial Credit & Investment Corporation Ltd.

Ref No AC-110-900

October 28, 2005

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

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

The General Manager
Islamabad Stock Exchange
(Guarantee) Limited
Stock Exchange Building
101-E, Fazal 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 NINE MONTHS PERIOD ENDED SEPTEMBER 30, 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 Friday, 28th October 2005 has approved the un-audited financial statements of the Corporation for the nine months period ended September 30, 2005 and approved Bonus Shares @ 20%.

The financial results of the Corporation are as follows:

	For the quarter ended		For the nine months ended	
	Sep 30, 2005	Sep 30, 2004	Sep 30, 2005	Sep 30, 2004
	(Rupees in '000)			
Mark-up / return / interest earned	502,780	309,671	1,447,677	897,047
Mark-up / return / interest expensed	461,719	183,215	1,056,798	480,541
Net mark-up / interest income	41,061	126,456	390,879	416,506
Provision made against non-performing loans and advances - net	5,907	5,264	22,034	13,413
(Reversal) provision against diminution in the value of investments	-	-	(2,164)	(490)
Bad debts directly written off	-	319	946	1,307
NET MARK-UP/ INTEREST INCOME AFTER PROVISIONS	35,154	120,873	346,063	402,276
NON MARK-UP / INTEREST INCOME				
Fee, commission and brokerage income	4,261	1,890	9,907	170,547
Dividend income	622,605	350,723	939,046	439,359
Income from trading in government securities - net	10,803	(57,739)	10,803	(77,368)
Income from trading in listed securities - net	256,559	160,411	711,795	881,653
Income from dealing in foreign currencies	-	-	-	-
Gain / (loss) on re-measurement of hdd for trading investment	1,629	(888)	276	(888)
Other income	3,737	20,868	19,735	30,711
Total non-mark-up / interest income	899,594	473,271	1,690,662	1,444,014
NON MARK-UP / INTEREST EXPENSES	934,748	596,144	2,030,725	1,846,790
Administrative expenses	135,595	122,670	389,331	322,164
Other provisions / write offs / (reversals)	51,443	-	(12,173)	-
Other charges	-	-	1,267	45,563
Total non-mark-up / interest expenses	187,038	122,670	378,445	367,727
Extra ordinary / unusual items	-	-	-	-
PROFIT BEFORE TAXATION	747,710	473,474	1,652,280	1,478,563
Taxation:				
- Current	11,468	3,912	63,582	13,739
- Prior years	-	-	394	-
- Deferred	(16,641)	(22,405)	202,606	141,509
	(5,178)	(18,493)	266,579	155,248
PROFIT AFTER TAXATION	752,888	491,967	1,385,701	1,323,315
	(Rupees)		(Rupees)	
BASIC/ DILUTED EARNINGS PER SHARE	2.39	1.76	4.40	4.75

Yours truly, **KARACHI STOCK EXCHANGE**

CORPORATE REPRESENTATIVE

(Imran Ahmad Mirza)
Chief Financial Officer

31.10.05

9:10

Zameer
(Syed Muhammad Ali Zameer)
Secretary