



First Prudential Modaraba

PPMCE/1/2
September 16, 2007

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

Subject: FINANCIAL RESULTS FOR THE YEAR ENDED JUNE 30, 2007

Dear Sir,
We have to inform you that the Board of Directors of our Management Company, Prudential Capital Management Limited, in their meeting held at 09.00 a.m. on Sunday, 16th September 2007, at Mehsons Estate, 1st Floor, Block I, Talpur Road, Karachi recommended:

CASH DIVIDEND

A final Cash dividend for the year ended 30 June, 2007 at Rs 0.30 paise per share i.e. 3%.

FINANCIAL RESULTS

For the Year ended June 30, 2007

	2007 <u>RUPEES</u>	2006 <u>RUPEES</u>
Operating Income	130,837,831	124,827,156
PROVISION/ CHANGES IN FAIR VALUE (Provision)/Reversal of provision for doubtful recoveries	1,794,154	1,105,341
(Loss) on change in fair value of investments	24,455,387	(4,122,684)
	<u>26,249,541</u>	<u>(3,017,343)</u>
	157,087,372	124,809,813
EXPENDITURE:		
Administrative expenses	19,657,562	24,880,561
Depreciation on assets leased out	75,836,978	73,406,014
Bank and other charges	35,978	102,515
	<u>(95,524,518)</u>	<u>(98,389,090)</u>
Profit for the period	61,562,854	23,420,723
Modaraba Company's management fee	(6,043,436)	(2,207,910)
Profit before taxation	55,519,418	21,212,807
Provision for taxation	(1,128,495)	(361,180)
Profit after taxation	<u>54,390,921</u>	<u>20,868,627</u>
Dividend declared	-	(21,804,415)
Transferred to Statutory reserves	<u>(10,878,185)</u>	<u>(1,974,248)</u>
Accumulated loss brought forward	<u>(428,112,313)</u>	<u>(423,182,277)</u>
Accumulated loss carried forward	<u>(384,599,575)</u>	<u>(428,112,313)</u>
Ending per Certificate	<u>0.62</u>	<u>0.24</u>