



First Prudential Modaraba

Ref: FPM/SH/E/3/Q1Y/2007/
October 27, 2007

The General Manager,
Karachi Stock Exchange (Guarantee) Ltd.,
Stock Exchange Building,
Stock Exchange Road,
Karachi-74000

Subject: **FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2007**

Dear Sir,

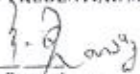
We have to inform you that the Board of Directors of our Management Company, Prudential Capital Management Limited, in their meeting held at 1.30 p.m on Saturday, October 27, 2007 at Registered office Suit No.54, Ground Floor, Beverly Centre, Blue Area, Islamabad recommended the following:

FINANCIAL RESULTS
For the Quarter ended September 30, 2007

	2007	2006
	<u>RUPEES</u>	<u>RUPEES</u>
Operating Income	30,963,070	32,546,137
PROVISION/ CHANGES IN FAIR VALUE		
(Provision)/Reversal of provision for doubtful receivables	815,552	600,000
(Loss)/Gain on change in fair value of investment	(9,770,427)	4,934,526
	(8,954,875)	5,534,526
	22,008,195	38,080,663
EXPENDITURE		
Administrative expenses	3,657,177	4,196,242
Depreciation on assets leased out	17,181,896	19,599,039
Bank and other charges	35,637	15,265
	(20,874,710)	(24,530,546)
Profit for the period	1,133,485	13,550,116
Modaraba Company's management fee	(67,918)	(1,352,077)
Profit before taxation	1,065,567	12,198,039
Provision for taxation	(454,304)	(29,346)
Profit after taxation	611,263	12,168,693
Accumulated loss brought forward	(384,599,575)	(429,089,699)
Accumulated loss carried forward	(383,988,312)	(416,921,006)
Earning per Certificate	0.007	0.14

We will be sending you 300 copies of printed accounts for distribution amongst the members of the Exchange.

Yours faithfully,
For **FIRST PRUDENTIAL MODARABA**


(M. Javed Parvaz)
Chief Executive