



**PAKISTAN KUWAIT INVESTMENT
COMPANY (PRIVATE) LIMITED**

**FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 30 JUNE 2009**

Ford Rhodes Sidat Hyder & Co.
Chartered Accountants
Progressive Plaza, Beaumont Road
P.O. Box 15541, Karachi 75530, Pakistan
Tel: +9221 565 0007
Fax: +9221 568 1965
www.ey.com/pk

REPORT TO THE MEMBERS ON REVIEW OF INTERIM FINANCIAL INFORMATION

Introduction

We have reviewed the accompanying condensed interim balance sheet of Pakistan Kuwait Investment Company (Private) Limited as at 30 June 2009 and the related condensed interim profit and loss account and condensed interim statement of changes in equity and cash flows, together with the notes forming part thereof (hereinafter referred to as the "interim financial information") for the six month period then ended. Management is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The financial statements for the year ended 31 December 2008 were audited by another firm of chartered accountants whose report, dated 05 March 2009, expressed an unqualified opinion on those statements.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Condensed Interim Financial Information Performed by the Independent Auditor of the Entity." A review of condensed interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for condensed interim financial reporting.

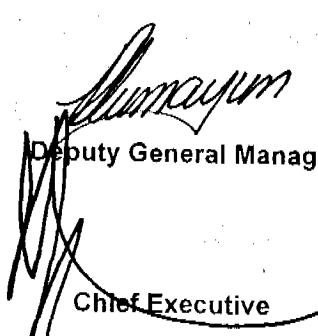
KARACHI: 17 August 2009

Ford Rhodes Sidat Hyder & Co.
CHARTERED ACCOUNTANTS

PAK KUWAIT INVESTMENT COMPANY (PRIVATE) LIMITED
INTERIM CONDENSED BALANCE SHEET
AS AT 30 JUNE 2009

	Note	30 June 2009 (Un-Audited)	31 December 2008 (Audited)
ASSETS			
Cash and balances with treasury banks		30,666	17,179
Balances with other banks		2,059,536	2,759,358
Lendings to financial institutions		1,100,000	500,000
Investments	5	13,251,464	8,436,921
Advances	6	2,871,140	3,358,935
Operating fixed assets		108,706	107,138
Deferred tax assets		247,903	126,230
Other assets		280,940	162,751
		<u>19,950,355</u>	<u>15,468,512</u>
LIABILITIES			
Bills payable		-	-
Borrowings	7	8,691,975	6,370,782
Deposits and other accounts	8	2,174,451	37,500
Sub-ordinated loans		-	-
Liabilities against assets subject to finance lease		-	-
Deferred tax liabilities		-	-
Other liabilities		-	-
		<u>462,584</u>	<u>750,649</u>
		<u>11,329,010</u>	<u>7,158,931</u>
NET ASSETS		<u>8,621,345</u>	<u>8,309,581</u>
REPRESENTED BY			
Share capital		6,000,000	6,000,000
Reserves		3,288,822	6,447,712
Unappropriated losses		(742,166)	(4,079,185)
		<u>8,546,656</u>	<u>8,368,527</u>
Surplus / (deficit) on revaluation of assets - net of tax	9	74,689	(58,946)
		<u>8,621,345</u>	<u>8,309,581</u>
CONTINGENCIES AND COMMITMENTS	10		

The annexed notes 1 to 14 form an integral part of these interim condensed financial statements.


Deputy General Manager


Chief Executive


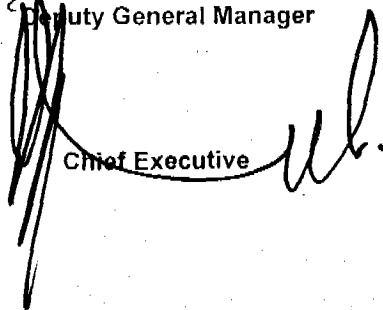

Chief Executive


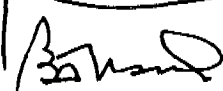

Director

PAK KUWAIT INVESTMENT COMPANY (PRIVATE) LIMITED
INTERIM CONDENSED PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE HALF YEAR ENDED 30 JUNE 2009

	Quarter ended 30 June 2009	Half year ended 30 June 2009	Quarter ended 30 June 2008	Half year ended 30 June 2008
Note	----- (Rupees in '000) -----			
Mark-up / return / interest earned	407,522	802,491	254,548	580,671
Mark-up / return / interest expensed	269,165	457,645	124,093	305,696
Net mark-up / interest income	138,357	344,846	130,455	274,975
Provision against non-performing loans and advances	192,870	278,051	72,633	89,442
Provision for diminution in value of investments	18,436	165,813	1,017,977	1,019,238
Bad debts written off directly	-	-	-	-
	211,306	443,864	1,090,610	1,108,680
Net mark-up / interest expense after provisions	(72,949)	(99,018)	(960,155)	(833,705)
Non mark-up / interest income				
Fee, commission and brokerage income	230	443	1,790	3,072
Dividend income	23,681	47,907	18,517	49,807
Income from dealing in foreign currencies	-	-	-	-
Gain on sale / redemption of securities	208,267	394,508	94,229	282,881
Unrealised gain / (loss) on revaluation of investments classified as held-for-trading	421	(1,153)	(106,787)	(79,482)
Unrealised deficit on revaluation of derivative instrument	-	-	1,168	-
Other income	2,960	10,032	8,967	14,023
Total non mark-up / interest income	235,559	451,737	17,884	270,301
	162,610	352,719	(942,271)	(563,404)
Non mark-up / interest expenses				
Administrative expenses	64,417	127,901	83,312	161,118
Other provisions / write offs	-	-	-	-
Other charges	-	203	-	-
Total non mark-up / interest expenses	64,417	128,104	83,312	161,118
	98,193	224,615	(1,025,583)	(724,522)
Extraordinary / unusual items	-	-	-	-
Profit / (loss) before taxation	98,193	224,615	(1,025,583)	(724,522)
Taxation – Current	68,353	171,304	47,980	153,775
– Prior years	(76,401)	(124,818)	(53,793)	(50,373)
– Deferred	(8,048)	46,486	(5,813)	103,402
Profit / (loss) after taxation	106,241	178,129	(1,019,770)	(827,924)
Earnings per share (On shares of Rs. 25,000 each)	442.67	742.20	(4,249.04)	(3,449.68)

The annexed notes 1 to 14 form an integral part of these interim condensed financial statements.

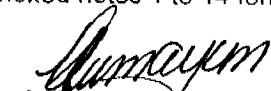

Deputy General Manager

Chief Executive


Chief Executive

Director

PAK KUWAIT INVESTMENT COMPANY (PRIVATE) LIMITED
INTERIM CONDENSED CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED 30 JUNE 2009

	30 June 2009	30 June 2008
	(Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (loss) before taxation	224,615	(724,522)
Less: Dividend income	47,907	49,807
	<u>176,708</u>	<u>(774,329)</u>
Adjustments for:		
Depreciation	5,602	8,692
Provision against non-performing loans and advances	278,051	89,442
Provision for diminution in value of investments	165,813	1,019,238
Unrealised gain / (loss) on revaluation of investments classified as held-for-trading	1,153	79,482
Gain on sale of fixed assets	(495)	(983)
	<u>450,124</u>	<u>1,195,871</u>
	<u>626,832</u>	<u>421,542</u>
(Increase) / decrease in operating assets		
Lendings to financial institutions	(600,000)	5,643,967
Advances	209,744	481,054
Other assets	(112,889)	31,206
	<u>(503,145)</u>	<u>6,156,227</u>
Increase / (decrease) in operating liabilities		
Borrowings	2,321,193	(4,684,893)
Deposits and other accounts	2,136,951	(1,865,000)
Other liabilities (excluding current taxation)	(55,274)	(71,155)
	<u>4,402,870</u>	<u>(6,621,048)</u>
	<u>4,526,557</u>	<u>(43,279)</u>
Income tax paid	(404,095)	(54,508)
Net cash inflow / (outflow) from operating activities	<u>4,122,462</u>	<u>(97,787)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Proceed from sale of available-for-sale investments	(4,971,740)	(1,151,505)
Proceed from sale of held-for-trading investments	127,011	(35,167)
Dividend received	42,607	47,977
Proceed from sale of operating fixed assets	(8,476)	(7,359)
Sale proceeds of operating fixed assets	1,801	2,723
Net cash out flow from investing activities	<u>(4,808,797)</u>	<u>(1,143,331)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Dividend paid	-	(480,000)
Decrease in cash and cash equivalent	<u>(686,335)</u>	<u>(1,721,118)</u>
Cash and cash equivalent at the beginning of the period	2,776,537	5,373,858
Cash and cash equivalent at the end of the period	<u>2,090,202</u>	<u>3,652,740</u>

The annexed notes 1 to 14 form an integral part of these interim condensed financial statements.


Deputy General Manager


Chief Executive


Chief Executive


Director

PAK KUWAIT INVESTMENT COMPANY (PRIVATE) LIMITED
INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED 30 JUNE 2009

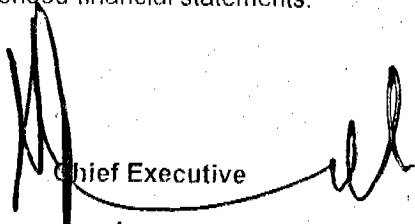
	Share capital	Statutory reserve	Tax reserve	Revenue reserve	Accumulated losses	Total
	(Rupees in '000)					
Balance as at 01 January 2008	6,000,000	3,288,822	80,045	2,422,404	1,159,325	12,950,596
Loss after taxation	-	-	-	-	(827,924)	(827,924)
Cash dividend (Rs. 2,000/- per share)	-	-	-	-	(480,000)	(480,000)
Transfer to contingencies reserves	-	-	-	46,482	(46,482)	-
Transfer to marketable and government securities reserve	-	-	(80,045)	694,400	(614,355)	-
Balance as at 30 June 2008	<u>6,000,000</u>	<u>3,288,822</u>	<u>-</u>	<u>3,163,286</u>	<u>(809,436)</u>	<u>11,642,672</u>
Balance as at 01 January 2009	6,000,000	3,288,822	-	3,158,890	(4,079,185)	8,368,527
Profit after taxation	-	-	-	-	178,129	178,129
Transfer from contingencies reserve to accumulated losses	-	-	-	(274,837)	274,837	-
Transfer from marketable and government securities reserve to accumulated loss	-	-	-	(2,884,053)	2,884,053	-
Balance as at 30 June 2009	<u>6,000,000</u>	<u>3,288,822</u>	<u>-</u>	<u>-</u>	<u>(742,166)</u>	<u>8,546,656</u>

The annexed notes 1 to 14 form an integral part of these interim condensed financial statements.

Insit


Deputy General Manager


Chief Executive


Chief Executive


Director

PAK KUWAIT INVESTMENT COMPANY (PRIVATE) LIMITED
NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED 30 JUNE 2009

1. STATUS AND NATURE OF BUSINESS

Pakistan Kuwait Investment Company (Private) Limited ("the Company") was incorporated in Pakistan as a Private Limited Company on 17 March 1979. The registered office is situated at 4th floor, block 'C', Finance and Trade Centre, Shahrah-e-Faisal, Karachi. The Company is a 50:50 joint venture between the Government of Pakistan and Kuwait. The objective of the Company is to profitably promote industrial investment in Pakistan. The Company has two wholly owned subsidiaries, First Choice Securities Limited (FCSL) and Pak Kuwait Financial Services Limited (PKFSL). FCSL is principally engaged in the business of equity brokerage, money markets and foreign exchange brokerage, equity research and corporate financial advisory services. The principal business of PKFSL is to provide Assets Management Services. Both FCSL and PKFSL have not started their operations.

These are separate condensed financial statements of the Company in which investment in subsidiaries are accounted for on the basis of direct equity interest and are not consolidated.

2. BASIS OF PRESENTATION

These interim condensed financial statements have been prepared based on the format prescribed by the State Bank of Pakistan (SBP) vide BSD Circular Letter No. 2, dated 12 May 2004 and IAS 34 "Interim Financial Reporting" and do not include all the information required in the annual financial statements. Accordingly, these interim condensed financial statements should be read in conjunction with the annual financial statements of the Company for the year ended 31 December 2008.

3. STATEMENT OF COMPLIANCE

3.1 These interim condensed financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984 and the directives issued by SBP. In case requirements differ, the provisions of and directives issued under the Companies Ordinance, 1984, and directives issued by the SBP shall prevail. The disclosures in these accounts have, however, been limited based on the requirements of International Accounting Standard 34, Interim Financial Reporting.

3.2 The SBP has deferred the applicability of International Accounting Standard (IAS) 39, "Financial Instruments: Recognition and Measurement" and IAS 40, "Investment Property" for Banks and Development Financial Institutions (DFIs) in Pakistan. Accordingly, the requirements of these standards have not been considered in the preparation of these financial statements. However, investments have been classified and valued in accordance with the requirement of various circulars issued by the SBP.

4. ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these interim condensed financial statements are consistent with those applied in the preparation of the annual financial statements of the Company for the year ended 31 December 2008.

Mud

5. INVESTMENTS

5.1 Investments by type

	June 30, 2009			December 31, 2008		
	Held by the Company	Given as collateral	Total	Held by the Company	Given as collateral	Total
(Rupees in '000)						
Held for trading securities						
Shares of listed companies	14,868	-	14,868	421,790	-	421,790
Available-for-sale securities						
Market treasury bills	1,044,743	6,642,065	7,686,808	605,632	3,349,317	3,954,949
Pakistan investment bonds	820,951	-	820,951	-	-	-
Shares of listed companies	2,495,849	-	2,495,849	6,238,029	-	6,238,029
Shares of unlisted companies	119,688	-	119,688	151,546	-	151,546
Listed preference shares	92,284	-	92,284	96,003	-	96,003
Listed term finance certificates	481,147	-	481,147	124,341	-	124,341
Unlisted term finance certificates	36,111	-	36,111	93,958	-	93,958
	5,090,773	6,642,065	11,732,838	7,309,509	3,349,317	10,658,826
Associates	2,225,559	-	2,225,559	1,726,560	-	1,726,560
Subsidiaries	81,120	-	81,120	81,120	-	81,120
Total investments - at cost	7,412,320	6,642,065	14,054,385	9,538,979	3,349,317	12,888,296
Less: Provision for diminution in the value of investments	(880,088)	-	(880,088)	(4,091,851)	-	(4,091,851)
Total investments - net of provisions	6,532,232	6,642,065	13,174,297	5,447,128	3,349,317	8,796,445
(Deficit) on revaluation of 'held for trading' securities	(1,153)	-	(1,153)	(301,064)	-	(301,064)
Surplus / (deficit) on revaluation of 'available-for-sale' securities	92,203	(13,883)	78,320	(59,621)	1,161	(58,460)
Total investments	6,623,282	6,628,182	13,251,464	5,086,443	3,350,478	8,436,921

5.1.1 During the period, further investment of Rs.517.226 million was made in Meezan Bank Limited through right shares.

	Note	June 30, 2009	December 31, 2008
(Rupees in '000)			
(Un Audited) (Audited)			
6. ADVANCES			
Loans, cash credits, running finances etc.			
In Pakistan		2,552,986	2,685,896
Net investment in finance leases			
In Pakistan		1,464,634	1,583,220
Advances gross		4,017,620	4,269,116
Provision for non-performing advances.	6.2	(1,146,480)	(910,181)
Advances - net of provision		2,871,140	3,358,935

6.1 Advances include Rs.1,621.117 million (2008: Rs 1,278.058 million) which have been placed under non-performing status as detailed below:

Category of classification	Domestic	Overseas	Total	Provision Required	Provision Held
(Rupees in '000)					
Substandard	482,254	-	482,254	120,564	120,564
Doubtful	225,894	-	225,894	112,947	112,947
Loss	912,969	-	912,969	912,969	912,969
	1,621,117	-	1,621,117	1,146,480	1,146,480

msy

6.2 Provision for non-performing advances

Note

June 30,
2009
(Rupees in '000)
(Un-Audited)

December 31,
2008
(Audited)

Opening balance		910,181	338,539
Charge for the year		324,959	607,032
Reversal		(46,908)	(35,390)
		278,051	571,642
Amount written off against provisions		(41,752)	-
Closing balance		1,146,480	910,181

7. BORROWINGS FROM FINANCIAL INSTITUTIONS

Secured

Repurchase agreement borrowings	7.1	6,804,263	3,351,634
Term finance certificates (TFCs)		1,550,000	1,650,000
Borrowing from SBP under LTF-EOP		337,712	369,148

Unsecured

Term finance certificates (TFCs)		-	1,000,000
		8,691,975	6,370,782

7.1 The Company has arranged borrowings from various financial institutions against sale and repurchase of government securities. The mark-up on these finances is 12% to 13.9% (2008: 11% to 14.9%) percent per annum with maturity of two to sixty one days (2008: three to six days).

Note

June 30,
2009
(Rupees in '000)
(Un-Audited)

December 31,
2008
(Audited)

8. DEPOSITS AND OTHER ACCOUNTS

Certificates of investment (COIs) / deposits

Financial institutions		1,560,000	-
Others		614,451	37,500
	8.1	2,174,451	37,500

8.1 The profit rates on these COIs / deposits range between 12.48% and 14% (2008: 9.75% to 14.03%) percent per annum. COIs are due for maturity between July 22, 2009 and May 22, 2012 (2008: January 19, 2009 and March 22, 2010). Included in COIs is an amount of Rs. 2,142 million (2008: Rs. 35 million) payable within twelve months. All COIs / deposits are in local currency.

June 30,
2009
(Rupees in '000)
(Un-Audited)

December 31,
2008
(Audited)

9. SURPLUS / (DEFICIT) ON REVLUATION OF ASSETS - NET OF TAX

Federal and provincial government securities		6,742	902
Quoted shares		77,032	(59,956)
Other securities		(9,085)	108
		74,689	(58,946)

10. CONTINGENCIES AND COMMITMENTS

10.1 Other contingencies

Direct credit substitute - guarantee issued		1,550	1,550
---	--	-------	-------

10.2 The Income Tax Department has amended the deemed assessment orders for the tax years 2004 to

msd

2008, raising a tax demand of Rs 1.1 billion, mainly due to additions in respect of allocation of expenses against exempt capital gains and dividend income subject to tax at reduced rate.

The tax department has not accepted the Company's contention on the matter of allocation of expenses on exempt capital gains and dividend income. The orders to this effect have already been framed for the tax years 2003 to 2008. The total additions made in tax years 2003 to 2008 under this head amounts to Rs 3.122 billion.

In tax year 2003, the same issue has been set aside by the Income Tax Appellate Tribunal (ITAT), with direction to the tax authorities that the allocation of financial cost has to be made by taking into account the 'cost of investment' rather than the 'gross turnover'. Further, the company has made representation before Federal Board of Revenue for necessary clarification and has also referred the above matter to Alternate Dispute Resolution Committee (ADRC), a mechanism available to provide an opportunity to tax payer for an easy and efficient resolution of dispute.

An appeal has been filed with the Commissioner of Income Tax (Appeals) for the tax years 2004 to 2008. The company has already made a provision of Rs.506 million against the demand for the above-mentioned years based on cost of investments. The management is confident that the ultimate outcome of the appeal would be in favor of the Company on the basis of the advice of the tax consultants and the relevant law and the facts.

June 30, December 31,
2009 2008
(Rupees in '000)
(Un-Audited) (Audited)

10.3 Other commitments

Undisbursed sanctions for financial assistance in the form of

- equity participation -	166,220	1,135,100
- loans and advances	737,293	200,936
	<u>903,513</u>	<u>1,336,036</u>

11. SEGMENT DETAILS WITH RESPECT TO BUSINESS ACTIVITIES

The segment analysis with respect to business activities is as follows :

	Corporate Finance	Treasury	Investment Banking	Capital Markets	Others	Total
	(Rupees in '000)					
For the half year ended 30 June 2009						
(Un-Audited)						
Total income – gross	204,533	610,079	-	432,640	8,129	1,255,381
Total mark-up / return / interest expense	(142,223)	(315,422)	-	-	-	(457,645)
Segment provision / impairment / unrealised losses	(251,090)	(2,478)	-	(191,449)	-	(445,017)
	<u>(393,313)</u>	<u>(317,900)</u>	<u>-</u>	<u>(191,449)</u>	<u>-</u>	<u>(902,662)</u>
Net operating (loss) / income	<u>(188,780)</u>	<u>292,179</u>	<u>-</u>	<u>241,191</u>	<u>8,129</u>	<u>352,719</u>
Administrative expenses and other charges						(128,104)
Profit before taxation						<u>224,615</u>
For the half year ended 30 June 2009						
(Un-Audited)						
Segment assets – net	2,935,212	12,322,721	-	4,261,270	431,152	19,950,355
Segment non-performing loans	1,621,117	-	-	-	-	1,621,117
Segment provision required and held	1,146,480	-	-	-	-	1,146,480
Segment liabilities	2,014,836	9,026,791	-	-	287,383	11,329,010
Segment return on net assets (ROA) % *	13.10%	14.32%	-	13.70%	4.64%	-
Segment cost of funds (%) *	11.84%	13.70%	-	-	-	-

* Based on daily average assets and funds.

msd

	Corporate Finance	Treasury	Investment Banking	Capital Markets	Others	Total
(Rupee in '000)						
For the half year ended 30 June 2008 (Un-Audited)						
Total income – gross	232,385	361,412	2,840	327,192	6,625	930,454
Total mark-up / return / interest expense	(244,429)	(61,267)	-	-	-	(305,696)
Segment provision / impairment / unrealised gains	(91,745)	-	-	(1,096,417)	-	(1,188,162)
	(336,174)	(61,267)	-	(1,096,417)	-	(1,493,858)
Net operating income	(103,789)	300,145	2,840	(769,225)	6,625	(563,404)
Administrative expenses and other charges						(161,118)
Profit before taxation						<u>(724,522)</u>
For the year ended 31 December 2008						
Segment assets – net	3,908,126	7,732,843	-	3,384,138	443,405	15,468,512
Segment non-performing loans	1,278,058	-	-	-	-	1,278,058
Segment provision required and held	910,181	-	-	-	-	910,181
Segment liabilities	3,019,148	3,389,134	-	-	750,649	7,158,931
Segment return on net assets (ROA) %	9.81%	12.74%	-	6.92%	3.21%	-
Segment cost of funds (%)	10.96%	8.79%	-	-	-	-

Under the Company policy, capital market department assets are financed through equity funds.

12. RELATED PARTY TRANSACTIONS

The Company has related party relationship with its associates, associated undertakings, subsidiary companies, employee benefit plans, key management personnel and its directors.

The Company enters into transactions with related parties in the normal course of business. These transactions were carried out on commercial terms and at market rates.

	Half year ended	
	June 30, 2009	June 30, 2008
	(Rupees in '000) (Un-Audited)	
Expenses charged to a related party	8,047	5,217
Expenses charged by		
- associates	2,649	2,817
- related parties	9,021	5,995
Dividend income from other related parties	-	8,681
Mark-up earned on placement / COI / with an associate	-	454
Mark-up earned on loans and advances		
- associates	1,088	2,363
- other related parties	-	3,498
Mark-up expense on COIs of other related parties	163	125
Contribution made to provident fund	2,564	3,012
Contribution made to gratuity fund	5,465	3,486

Handwritten signature

	June 30, 2009 (Un- Audited)	December 31, 2008 (Audited) (Restated)
Placements / COIs with an associate		
Balance as at January 1	-	35,684
Addition / (deletion) during the period / year	-	(47,205)
Recovery during the period / year	-	11,521
Balance as at	-	(35,684)
Loans and advances to key management personnel		
Balance as at January 1	6,704,	17,768
Disbursement during the period / year	16,000	-
Recovery during the period / year	(559)	(11,064)
Balance as at	15,441	(11,064)
	22,145	6,704
Advances to associates / other related parties / subsidiaries	-	12,500
Mark-up receivable on placement / COI / leases & loans and advances with associates	-	49
Bank balances with an associate	11,516	6,906
Mark-up payable to other related parties	86	97
Investments in		
- quoted, at market values		
- associates	2,515,702	3,591,019
- unquoted, at cost		
- subsidiary companies	81,120	81,120
- associates	312,053	300,280
- other related parties	500	500
Commitments for investment in equity of / loan to associates	166,220	1,135,100

Key management personnel

Key management personnel include the Managing Director, Deputy General Manager, Chief Financial Officer, Head of Corporate Finance and Banking, Head of Risk Management, Head of Capital Market and Treasury, Head of Internal Audit, Head of Compliance, Head of Liability and Head of Human Resources. Their salaries and other benefits amount to Rs. 25.458 million (2008: Rs. 29.008 million) and staff retirement benefits amount to Rs. 0.945 million (2008: Rs. 2.33 million).

13. DATE OF AUTHORISATION FOR ISSUE


These unconsolidated condensed interim financial information were authorised for issue in the Board of Directors meeting held on 17 AUG 2009.

msk

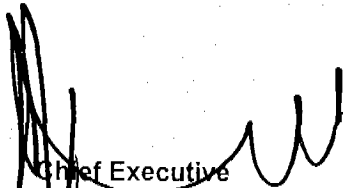
14. GENERAL

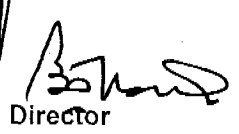
- 14.1** Figures of the profit and loss account for the quarters ended June 30, 2009 and June 30, 2008 have not been subjected to limited scope review by the auditors.
- 14.2** The figures have been rounded off to nearest thousand rupees.
- 14.3** The JCR-VIS Credit Rating Company Limited has maintained long term credit ratings of AAA (Triple A) and the short term rating of A1+ (A one plus) for the Company. The Pakistan Credit Rating Agency (PACRA) has maintained the long-term entity rating of AA+ (Double A plus), while maintained the short term rating at A1+ (A one plus).

Final


Deputy General Manager


Chief Executive


Chief Executive


Director