

Consolidated Condensed Interim Statement of Cash Flows

(Un-audited) for the quarter ended March 31, 2011

	Quarter Ended March 31, 2011	Quarter Ended March 31, 2010
	Rupees in '000	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	3,875,961	2,706,352
Less: Dividend income	326,817	354,776
	<u>3,549,144</u>	<u>2,351,576</u>
Adjustments for non-cash charges		
Depreciation / amortization	308,271	187,677
Provision against non-performing loans and advances and general provision – net	389,610	783,765
(Reversal) / provision for diminution in the value of investments – net	(77,959)	477,799
Unrealised gain on revaluation of held for trading securities – net	(11,157)	(201)
(Reversal) / provision against off-balance sheet obligations – net	(23,116)	58,354
Provision against other assets – net	12,000	–
Gain on sale of fixed assets	(113)	(3,138)
	<u>597,536</u>	<u>1,504,256</u>
	<u>4,146,680</u>	<u>3,855,832</u>
((Increase)/decrease in operating assets		
Lendings to financial institutions	(7,344,696)	2,737,073
Held for trading securities	843,591	(15,301)
Advances	11,242,085	9,526,303
Other assets (excluding advance taxation)	(674,418)	(180,529)
	<u>4,066,562</u>	<u>12,067,546</u>
Increase/(decrease) in operating liabilities		
Bills payable	537,319	481,399
Borrowings from financial institutions	(4,224,732)	(8,634,342)
Deposits	979,395	(11,132,851)
Other liabilities	(600,652)	(2,246,019)
	<u>(3,308,670)</u>	<u>(21,531,813)</u>
	<u>4,904,572</u>	<u>(5,608,435)</u>
Income tax paid	(1,714,011)	(60,809)
	<u>3,190,561</u>	<u>(5,669,244)</u>
Net cash flow from operating activities		
CASH FLOW FROM INVESTING ACTIVITIES		
Net investments in available-for-sale securities	(5,812,927)	406,400
Net investment in held-to-maturity securities	(113,005)	(161,198)
Dividend income received	119,645	190,613
Investments in operating fixed assets	(570,662)	(347,634)
Proceeds from sale of fixed assets	133	5,542
	<u>(6,376,816)</u>	<u>93,723</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Net payment of sub-ordinated loans	(600)	(600)
Dividend paid	(34)	(318)
	<u>(634)</u>	<u>(918)</u>
Net cash used in financing activities		
Decrease in cash and cash equivalents during the period	<u>(3,186,889)</u>	<u>(5,576,439)</u>
Cash and cash equivalents at beginning of the period	<u>31,751,190</u>	<u>27,354,760</u>
Cash and cash equivalents at end of the period	<u>28,564,301</u>	<u>21,778,321</u>

The annexed notes 1 to 20 form an integral part of these consolidated condensed interim financial statements.

Chief Financial Officer

President and Chief Executive Officer

Director

Director

Chairman