

Unconsolidated Condensed Interim Statement of Cash Flow

(Un-audited) for the nine months ended September 30, 2010

	Nine Months Ended September 30, 2010	Nine Months Ended September 30, 2009
	Rupees in '000	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	8,750,074	7,475,559
Less: Dividend income	828,758	1,092,982
	<u>7,921,316</u>	<u>6,382,577</u>
Adjustments for non-cash charges		
Depreciation / amortization	625,165	462,454
Provision against non-performing loans and advances and general provision - net	2,837,331	2,568,953
Provision for diminution in the value of investments - net	595,729	579,719
Provision /(reversal of provision) against lending to financial institutions	(280,195)	189,750
Unrealised loss / (gain) on revaluation of held for trading securities - net	8,124	(4,205)
Provision/(reversal of provision) against off-balance sheet obligations - net	(99,778)	187,554
Provision against other assets - net	-	143,000
Operating fixed assets written off	5	-
Gain on sale of fixed assets	(15,927)	(3,138)
Bad debts written off directly	-	282
	<u>3,670,454</u>	<u>4,124,369</u>
	<u>11,591,770</u>	<u>10,506,946</u>
(Increase) / decrease in operating assets		
Lendings to financial institutions	21,839,158	(6,111,516)
Held for trading securities	(16,989)	(72,609)
Advances	13,662,578	(71,297)
Other assets (excluding advance taxation)	(3,048,832)	(1,678,662)
	<u>32,435,915</u>	<u>(7,934,084)</u>
Increase / (decrease) in operating liabilities		
Bills payable	355,668	1,294,918
Borrowings from financial institutions	(9,940,924)	1,638,003
Deposits	(299,560)	4,112,527
Other liabilities	258,349	(3,087,917)
	<u>(9,626,467)</u>	<u>3,957,531</u>
Income tax paid	34,401,218	6,530,393
	<u>(972,534)</u>	<u>(2,122,237)</u>
Net cash flow from operating activities	<u>33,428,684</u>	<u>4,408,156</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Net investments in available-for-sale securities	(30,248,004)	(7,772,720)
Net investment in held-to-maturity securities	757,536	1,804,493
Dividend income received	663,541	1,023,753
Investments in operating fixed assets	(3,216,852)	(1,307,731)
Proceeds from sale of fixed assets	20,197	17,574
Net cash used in investing activities	<u>(32,023,582)</u>	<u>(6,234,631)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Net payment of sub-ordinated loan	(1,700)	2,999,500
Dividend paid	(2,978,003)	(2,049,240)
Net cash used in financing activities	<u>(2,979,703)</u>	<u>950,260</u>
Increase/(decrease) in cash and cash equivalents during the period	<u>(1,574,601)</u>	<u>(876,215)</u>
Cash and cash equivalents at beginning of the period	<u>27,354,760</u>	<u>25,617,627</u>
Cash and cash equivalents at end of the period	<u>25,780,159</u>	<u>24,741,412</u>

The annexed notes 1 to 21 form an integral part of these unconsolidated condensed interim financial statements.

Chief Financial Officer

President and Chief Executive Officer

Director

Director

Chairman