

# Profit and Loss Account

for the year ended December 31, 2007

Rupees in '000	Note	December 31, 2007	December 31, 2006
Mark-up/Return/Interest earned	23	21,201,422	17,215,507
Mark-up/Return/Interest expensed	24	10,019,004	6,793,101
Net Mark-up/Interest Income		11,182,418	10,422,406
Provision against non-performing loans and advances – net		2,712,936	583,305
Provision/(Reversal) for diminution in the value of Investments – net	9.3	719	(14,623)
Bad debts written off directly	10.6.1	1,187	136,189
		2,714,842	704,871
Net Mark-up/Interest Income after provisions		8,467,576	9,717,535
<b>NON MARK-UP/INTEREST INCOME</b>			
Fee, commission and brokerage income	25	2,062,677	1,353,888
Dividend Income		147,184	193,255
Income from dealing in foreign currencies		194,879	282,285
Gain on sale of securities	26	1,439,387	376,792
Unrealized loss on revaluation of investments classified as held for trading – net	9.5	(1,463)	(30,180)
Other income	27	77,435	273,028
Total non-markup/Interest Income		3,920,099	2,449,068
		12,387,675	12,166,603
<b>NON MARK-UP/INTEREST EXPENSES</b>			
Administrative expenses	28	6,018,346	5,290,578
Provision against other assets – net	13.1	119,579	205,307
Provision against off-balance sheet obligations – net	18.1	39,805	2,546
Other charges	29	256,869	7,078
Total non-markup/Interest expenses		6,434,599	5,505,509
Extra-ordinary/unusual items		-	-
<b>PROFIT BEFORE TAXATION</b>		5,953,076	6,661,094
Taxation – Current	30	1,887,299	2,215,092
– Prior years	30	-	-
– Deferred	30	(10,381)	48,752
		1,876,918	2,263,844
<b>PROFIT AFTER TAXATION</b>		4,076,158	4,397,250
Unappropriated profit brought forward		5,607,796	2,731,979
Transfer from surplus on revaluation of fixed assets – net of tax		32,701	19,452
		5,640,497	2,751,431
<b>PROFIT AVAILABLE FOR APPROPRIATION</b>		9,716,655	7,148,681
Basic earnings per share (in Rupees)	31	7.57	8.16
Diluted earnings per share (in Rupees)	31	7.57	8.16

The annexed notes 1 to 46 form an integral part of these financial statements.

Chief Financial Officer

President and Chief Executive

Director

Director

Chairman