

Unconsolidated Cash Flow Statement for the year ended December 31, 2008

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	Note	December 31, 2008	December 31, 2007
Rupees in '000			
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		6,120,940	5,953,076
Less: Dividend income		(1,420,364)	(147,184)
		4,700,576	5,805,892
Adjustments for non-cash charges			
Depreciation/amortization		420,242	341,656
Provision against non-performing loans and advances (including general provision) - net		1,372,155	2,712,936
Provision for diminution in the value of investments - net		1,781,110	719
Unrealized loss on revaluation of held for trading securities		-	1,463
Provision against off balance sheet obligations - net		190,824	39,805
Provision against other assets - net		214,284	119,579
Operating fixed assets written off		20,711	-
Gain on sale of operating fixed assets		(9,889)	(14,297)
Bad debts written off directly		2,736	1,187
		3,992,173	3,203,048
		8,692,749	9,008,940
(Increase)/decrease in operating assets			
Lendings to financial institutions		2,626,058	630,998
Held for trading securities		32,397	203,250
Advances - net		(45,939,619)	(27,087,769)
Other assets (excluding advance taxation)		(5,114,895)	(292,887)
		(48,396,059)	(26,546,408)
Increase/(decrease) in operating liabilities			
Bills payable		(541,894)	1,216,377
Borrowings from financial institutions		4,767,184	4,845,011
Deposits		33,502,939	57,941,058
Other liabilities		6,074,203	2,145,627
		43,802,432	66,148,073
		4,099,122	48,610,605
Income tax paid		(3,535,489)	(2,260,777)
Net cash flows from operating activities		563,633	46,349,828
CASH FLOWS FROM INVESTING ACTIVITIES			
Net investments in available-for-sale securities		1,347,298	(39,525,522)
Net investments in held-to-maturity securities		(3,749,608)	2,782,945
Net investments in subsidiaries		-	(437,512)
Dividend income		1,362,722	149,956
Investments in operating fixed assets		(2,659,638)	(1,493,897)
Proceeds from sale of operating fixed assets		155,480	63,021
Net cash flows used in investing activities		(3,543,746)	(38,461,009)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of sub-ordinated loan		(1,000)	(1,000)
Dividends paid		(1,753,971)	(1,902,755)
Net cash flows used in financing activities		(1,754,971)	(1,903,755)
Increase in cash and cash equivalents		(4,735,084)	5,985,064
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		29,842,093	24,302,648
EFFECT OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS			
		510,618	64,999
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	33	25,617,627	30,352,711

The annexed notes 1 to 46 and annexures I to III form an integral part of these unconsolidated financial statements.

Chief Financial Officer

President and Chief Executive

Director

Director

Director