

# Balance Sheet

as at December 31, 2005

	Note	December 31, 2005	December 31, 2004
Rupees in '000			
<b>ASSETS</b>			
Cash and balances with treasury banks	6	14,742,504	10,842,519
Balances with other banks	7	3,292,038	1,477,972
Lendings to financial institutions	8	5,777,382	16,175,000
Investments	9	44,830,058	57,321,020
Advances	10	110,946,972	59,484,812
Other assets	11	7,180,269	5,950,969
Operating fixed assets	12	4,720,344	2,552,174
Deferred tax assets – net	13	680,093	1,122,017
		<b>192,169,660</b>	154,926,483
<b>LIABILITIES</b>			
Bills payable	14	2,448,620	2,534,363
Borrowings from financial institutions	15	9,693,785	12,538,430
Deposits and other accounts	16	161,907,491	126,391,752
Sub-ordinated loans		–	–
Liabilities against assets subject to finance lease		–	–
Other liabilities	17	5,084,528	3,206,094
Deferred tax liabilities		–	–
		<b>179,134,424</b>	144,670,639
<b>NET ASSETS</b>		<b>13,035,236</b>	10,255,844
<b>REPRESENTED BY</b>			
Share capital	18	4,404,642	4,404,642
Share premium	19	4,316,324	10,640,031
Reserves		1,019,899	716,562
Unappropriated profit / (Accumulated losses)		1,658,829	(6,313,635)
		<b>11,399,694</b>	9,447,600
Surplus on revaluation of assets – net of tax	20	1,635,542	808,244
		<b>13,035,236</b>	10,255,844
<b>CONTINGENCIES AND COMMITMENTS</b>	21		

The annexed notes 1 to 44 form an integral part of these financial statements.

Chief Financial Officer

President and Chief Executive

Director

Director

Chairman

# Profit and Loss Account

for the year ended December 31, 2005

	Note	December 31, 2005	December 31, 2004
Rupees in '000			
Mark-up/Return/Interest earned	22	9,846,657	5,244,710
Mark-up/Return/Interest expensed	23	2,024,659	794,105
Net Mark-up/Interest income		7,821,998	4,450,605
Provision against non-performing loans and advances - net	10.5	413,352	1,519,682
Provision / (reversal of provision) for diminution in the value of investments – net	9.2.8	17,014	(26,832)
Bad debts written off directly	10.8	154,359	44,294
		584,725	1,537,144
Net mark-up/interest income after provisions		7,237,273	2,913,461
<b>NON MARK-UP/INTEREST INCOME</b>			
Fee, Commission and Brokerage income		1,220,362	1,255,153
Dividend income		46,146	15,230
Income from dealing in foreign currencies		250,224	265,345
Income from sale and purchase of securities		123,266	14,008
Income from trading in government securities		1,117	35,688
Unrealised gain on revaluation of investments classified as held for trading		25,706	68
Other income	24	263,599	154,682
Total non-Markup/Interest income		1,930,420	1,740,174
		9,167,693	4,653,635
<b>NON MARK-UP/INTEREST EXPENSES</b>			
Administrative expenses	25	4,252,337	4,108,172
Provision against other assets	11.2	39,828	150,179
Provision / (reversal of provision) against off balance sheet obligations – net	17.1	79,095	(93,427)
Other charges	26	18,999	7,009
Total non-markup/interest expenses		4,390,259	4,171,933
Extra ordinary items / unusual items		-	-
<b>PROFIT BEFORE TAXATION</b>			
		4,777,434	481,702
Taxation - current	27	1,331,468	159,423
- prior years	27	22,000	28,316
- deferred	27	390,594	102,190
		1,744,062	289,929
<b>PROFIT AFTER TAXATION</b>			
		3,033,372	191,773
(Accumulated losses) brought forward		(6,313,635)	(6,471,127)
Transfer from surplus on revaluation of fixed assets - net of tax	20.1	19,882	14,989
		(6,293,753)	(6,456,138)
Accumulated losses offset against share premium account	19.1	6,323,707	-
<b>UNAPPROPRIATED PROFIT / (ACCUMULATED LOSSES) BEFORE APPROPRIATIONS</b>			
		3,063,326	(6,264,365)
<b>APPROPRIATIONS:</b>			
Transfer to:			
Statutory reserve		303,337	16,827
Capital reserve		-	7,308
Revenue reserve		-	-
Proposed cash dividend Rs. 2.5 per ordinary share (2004: Rs.Nil)		1,101,160	25,135*
Others		-	-
		1,404,497	49,270
<b>UNAPPROPRIATED PROFIT/(ACCUMULATED LOSSES) CARRIED FORWARD</b>			
		1,658,829	(6,313,635)
<b>Earnings Per Share – Basic and Diluted (in Rupees)</b>	28	6.89	0.81

\* This represents dividend pertaining to Ibrahim Leasing Limited, (ILL) for the year 2004. The details of merger of ILL with ABL are given in note # 1.4.

The annexed notes 1 to 44 form an integral part of these financial statements.

Chief Financial Officer

President and Chief Executive

Director

Director

Chairman