

Consolidated Condensed Interim Statement of Cash Flow

(Un-audited) for the half year ended June 30, 2010

	Half Year Ended June 30, 2010	Half Year Ended June 30, 2009
	Rupees in '000	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	5,551,414	4,615,539
Less: Dividend income	<u>536,611</u>	<u>752,337</u>
	5,014,803	3,863,202
Adjustments for non-cash charges		
Depreciation / amortization	403,325	299,733
Provision against non-performing loans and advances and general provision - net	1,806,332	1,870,418
Provision for diminution in the value of investments - net	601,753	533,504
Provision / (reversal of provision) against lending to financial institutions	(280,195)	66,500
Unrealised loss / (gain) on revaluation of held for trading securities - net	(1,910)	(185)
Provision / (reversal of provision) against off-balance sheet obligations - net	(103,178)	20,101
Provision against other assets - net	12,000	131,000
Operating fixed assets written off	5	-
Gain on sale of fixed assets	(5,149)	(3,004)
Bad debts written off directly	-	282
	<u>2,432,983</u>	<u>2,918,349</u>
	7,447,786	6,781,551
(Increase) / decrease in operating assets		
Lendings to financial institutions	(386,893)	(15,301,716)
Held for trading securities	(67,549)	(25,773)
Advances	1,603,760	(1,120,865)
Other assets (excluding advance taxation)	3,554	(769,064)
	<u>1,152,872</u>	<u>(17,217,418)</u>
Increase / (decrease) in operating liabilities		
Bills payable	(148,556)	30,093
Borrowings from financial institutions	(10,152,700)	(79,205)
Deposits	23,740,105	15,299,003
Other liabilities	(185,740)	(421,963)
	<u>13,253,109</u>	<u>14,827,928</u>
	21,853,767	4,392,061
Income tax paid	<u>(128,449)</u>	<u>(1,982,782)</u>
Net cash flow from operating activities	21,725,318	2,409,279
CASH FLOW FROM INVESTING ACTIVITIES		
Net investments in available-for-sale securities	(17,630,112)	(3,328,215)
Net investment in held-to-maturity securities	666,363	1,687,322
Dividend income received	491,549	694,312
Investments in operating fixed assets	(1,790,221)	(887,739)
Proceeds from sale of fixed assets	6,960	15,008
Net cash used in investing activities	<u>(18,255,461)</u>	<u>(1,819,312)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Net payment of sub-ordinated loan	(1,100)	(500)
Dividend paid	<u>(1,413,278)</u>	<u>(657,473)</u>
Net cash used in financing activities	<u>(1,414,378)</u>	<u>(657,973)</u>
Increase/(decrease) in cash and cash equivalents during the period	2,055,479	(68,006)
Cash and cash equivalents at beginning of the period	27,354,958	25,618,459
Cash and cash equivalents at end of the period	<u>29,410,437</u>	<u>25,550,453</u>

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

Chief Financial Officer

President and Chief Executive Officer

Director

Director

Chairman