

Unconsolidated 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	5,518,158	4,626,790
Less: Dividend income	536,611	748,835
	<u>4,981,547</u>	<u>3,877,955</u>
Adjustments for non-cash charges		
Depreciation / amortization	401,280	297,825
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	519,941
Provision / (reversal of provision) against lending to financial institutions	(280,195)	66,500
Unrealised loss / (gain) on revaluation of held for trading securities - net	8,476	(56)
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	(5,142)	(3,003)
Bad debts written off directly	-	282
	<u>2,441,331</u>	<u>2,903,008</u>
	<u>7422,878</u>	<u>6,780,963</u>

(Increase) / decrease in operating assets

Lendings to financial institutions	(386,893)	(15,301,716)
Held for trading securities	(14,658)	(35,195)
Advances	1,577,606	(1,122,366)
Other assets (excluding advance taxation)	2,232	(757,054)
	<u>1,178,287</u>	<u>(17,216,331)</u>

Increase / (decrease) in operating liabilities

Bills payable	(148,556)	30,093
Borrowings from financial institutions	(10,152,700)	(79,205)
Deposits	23,740,058	15,301,354
Other liabilities	(193,147)	(423,048)
	<u>13,245,655</u>	<u>14,829,194</u>

Income tax paid

	21,846,820	4,393,826
	<u>(122,422)</u>	<u>(1,980,891)</u>

Net cash flow from operating activities

	<u>21,724,398</u>	<u>2,412,935</u>
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CASH FLOW FROM INVESTING ACTIVITIES

Net investments in available-for-sale securities	(17,630,123)	(3,326,994)
Net investment in held-to-maturity securities	666,363	1,687,322
Dividend income received	491,549	689,500
Investments in operating fixed assets	(1,789,029)	(887,102)
Proceeds from sale of fixed assets	6,711	14,965
	<u>(18,254,529)</u>	<u>(1,822,309)</u>

CASH FLOW FROM FINANCING ACTIVITIES

Net payment of sub-ordinated loan	(1,100)	(500)
Dividend paid	(1,413,278)	(657,473)
	<u>(1,414,378)</u>	<u>(657,973)</u>

Increase/(decrease) in cash and cash equivalents during the period

Cash and cash equivalents at beginning of the period	2,055,491	(67,347)
	<u>27,354,760</u>	<u>25,617,627</u>

Cash and cash equivalents at end of the period

	<u>29,410,251</u>	<u>25,550,280</u>
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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