

## Cash Flow Statement (Un-audited)

for the Quarter ended March 31, 2007

	Quarter ended March 31, 2007	Quarter ended March 31, 2006
Rupees in '000'		
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	2,008,597	1,597,735
Less: Dividend income	28,528	12,245
	1,980,069	1,585,490
<b>Adjustments for non-cash charges</b>		
Depreciation / amortisation	105,000	71,850
Provision against non-performing loans and advances (including general / other provision)	129,221	251,500
Reversal of provision for diminution in the value of investments	(1,065)	(1,254)
Unrealised (gain) / loss on revaluation of held for trading securities	(9,761)	7,095
Provision against off balance sheet items	9,956	-
Provision against other assets	12,878	-
Net gain on sale of property and equipment	(11,733)	(41,390)
Others	-	(299)
	234,496	287,502
	2,214,565	1,872,992
<b>(Increase)/ decrease in operating assets</b>		
Lendings to financial institutions	(3,274,687)	(16,279,889)
Held for trading securities	43,154	112,101
Advances	3,999,314	(5,850,972)
Other assets (excluding advance taxation)	(35,656)	(1,405,952)
	732,125	(23,424,712)
<b>Increase/ (decrease) in operating liabilities</b>		
Bills payable	(275,209)	(41,893)
Borrowings from financial institutions	(2,287,448)	5,888,760
Deposits	10,848,288	9,913,969
Other liabilities	1,869,341	(507,651)
	10,154,972	15,253,185
Income tax paid	13,101,662	(6,298,535)
	(410,389)	(126,524)
<b>Net cash flow from / (used in) operating activities</b>	12,691,273	(6,425,059)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Net investments	(14,839,698)	4,614,497
Dividend income	7,102	12,245
Net Investments in operating fixed assets	(227,491)	(154,414)
<b>Net cash flow (used in) / from investing activities</b>	(15,060,087)	4,472,328
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
	-	-
<b>Net cash flow from financing activities</b>	-	-
<b>Increase / (decrease) in cash and cash equivalents during the period</b>	(2,368,814)	(1,952,731)
<b>Cash and cash equivalents at beginning of the period</b>	24,367,647	17,877,422
<b>Cash and cash equivalents at end of the period</b>	21,998,833	15,924,691

The annexed notes 1 to 15 form an integral part of these financial statements.

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Chief Financial Officer

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President and Chief Executive

\_\_\_\_\_  
Director

\_\_\_\_\_  
Director

\_\_\_\_\_  
Chairman