

Condensed Interim Cash Flow Statement (Un-audited)
for the Quarter ended March 31, 2008

	Quarter Ended March 31, 2008	Quarter Ended March 31, 2007
	Rupees in '000'	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	2,007,484	2,008,597
Less: Dividend income	251,466	28,528
	<u>1,756,018</u>	<u>1,980,069</u>
Adjustments for non-cash charges		
Depreciation/amortisation	89,999	105,000
Provision against non-performing loans and advances (including general/other provision)	404,159	129,221
Reversal of provision for diminution in the value of investments	(1,791)	(1,065)
Unrealised (gain)/loss on revaluation of held for trading securities	2,525	(9,761)
Provision against off balance sheet items	(12,719)	9,956
Provision against other assets	-	12,878
Net loss/(gain) on sale of property and equipment	1,636	(11,733)
Bad debts written off directly	1	-
	<u>483,810</u>	<u>234,496</u>
	<u>2,239,828</u>	<u>2,214,565</u>
(Increase)/decrease in operating assets		
Lendings to financial institutions	1,024,922	(3,274,687)
Held for trading securities	(52,388)	43,154
Advances	(8,349,809)	3,999,314
Other assets (excluding advance taxation)	(1,422,906)	(35,656)
	<u>(8,800,181)</u>	<u>732,125</u>
Increase/(decrease) in operating liabilities		
Bills payable	(407,619)	(275,209)
Borrowings from financial institutions	(3,133,526)	(2,287,448)
Deposits	13,881,309	10,848,288
Other liabilities	58,134	1,869,341
	<u>10,398,298</u>	<u>10,154,972</u>
	<u>3,837,945</u>	<u>13,101,662</u>
Income tax paid	(533,228)	(410,389)
Net cash flow from operating activities	<u>3,304,717</u>	<u>12,691,273</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Net investments in available-for-sale securities	4,355,726	(15,400,512)
Net investment in held-to-maturity securities	(6,496,984)	560,814
Dividend income	29,508	7,102
Investments in operating fixed assets	(476,752)	(242,088)
Proceeds form sale of fixed assets	5,597	14,597
Net cash flow used in investing activities	<u>(2,582,905)</u>	<u>(15,060,087)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Dividend paid	(576)	-
Net cash flow used in financing activities	<u>(576)</u>	<u>-</u>
Increase/(decrease) in cash and cash equivalents during the period	<u>721,236</u>	<u>(2,368,814)</u>
Cash and cash equivalents at beginning of the period	<u>30,352,711</u>	<u>24,367,647</u>
Cash and cash equivalents at end of the period	<u>31,073,947</u>	<u>21,998,833</u>

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

Chief Financial Officer

President and Chief Executive

Director

Director

Chairman