



**PAKISTAN KUWAIT INVESTMENT COMPANY (PRIVATE) LIMITED**


**UNCONSOLIDATED INTERIM CONDENSED FINANCIAL INFORMATION  
(UN AUDITED)**

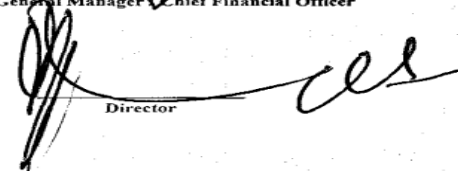
**For the three months period ended March 31, 2011**


Pakistan Kuwait Investment Company (Private) Limited  
 Unconsolidated Interim Condensed Statement of Financial Position  
 As at March 31, 2011

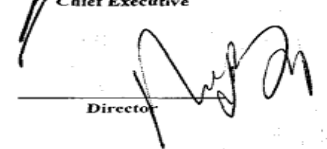
	Note	March 31, 2011 (Un -Audited) (Rupees in '000)	December 31, 2010 (Audited)
<b>ASSETS</b>			
Cash and balances with treasury banks		52,436	51,424
Balances with other banks		9,638	1,363,207
Lendings to financial institutions		-	250,000
Investments	6	16,386,831	15,207,224
Advances	7	5,017,847	4,969,190
Operating fixed assets		226,849	220,636
Deferred tax assets		224,858	279,633
Other assets		767,027	556,665
		<b>22,685,486</b>	<b>22,897,979</b>
<b>LIABILITIES</b>			
Bills payable		-	-
Borrowings	8	9,752,307	9,807,369
Deposits and other accounts	9	3,253,839	3,138,512
Subordinated loans		-	-
Liabilities against assets subject to finance lease		-	-
Deferred tax liabilities		-	-
Other liabilities		351,523	334,007
		<b>13,357,669</b>	<b>13,279,888</b>
<b>NET ASSETS</b>		<b>9,327,817</b>	<b>9,618,091</b>
<b>REPRESENTED BY</b>			
Share capital		6,000,000	6,000,000
Reserves		2,992,287	2,992,287
Accumulated profit		253,480	429,576
		<b>9,245,767</b>	<b>9,421,863</b>
Surplus on revaluation of 'available-for-sale' securities - net of tax	10	82,050	196,228
		<b>9,327,817</b>	<b>9,618,091</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	11		

The annexed notes 1 to 15 form an integral part of these unconsolidated interim condensed financial information.

  
 Deputy General Manager/Chief Financial Officer

  
 Director

  
 Chief Executive

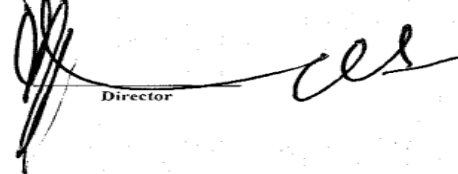
  
 Director

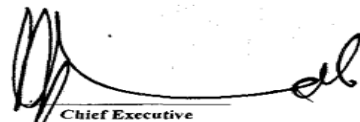
Pakistan Kuwait Investment Company (Private) Limited  
 Unconsolidated Interim Condensed Profit and Loss Account - (Un-audited)  
 For the three months period ended March 31, 2011

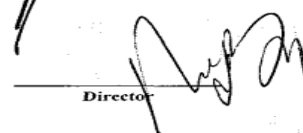
	Three months period ended March 31, 2011	Three months period ended March 31, 2010
------(Rupees in '000)-----		
Mark-up / return / interest earned	531,042	493,239
Mark-up / return / interest expensed	375,499	365,105
Net mark-up / interest income	<u>155,543</u>	<u>128,134</u>
(Reversal of provision) against non-performing advances - net	(5,786)	(5,118)
(Reversal of provision) against non-performing lending to financial institution	(4,500)	-
Provision for diminution / impairment in the value of investments	26,323	7,561
Bad debts written off directly	-	-
	<u>16,037</u>	<u>2,443</u>
Net mark-up / interest income after provisions	<u>139,506</u>	<u>125,691</u>
<b>NON MARK-UP / INTEREST INCOME</b>		
Fee, commission and brokerage income	-	30
Dividend income	61,955	58,980
Income from dealing in foreign currencies	-	-
Gain on sale of securities - net	165,359	134,883
Unrealised (deficit) on revaluation of 'held-for-trading' securities	-	(1,133)
Other income	4,400	3,978
Total non mark-up / interest income	<u>231,714</u>	<u>196,738</u>
<b>NON MARK-UP / INTEREST EXPENSES</b>		
Administrative expenses	94,361	72,236
Other provisions / write offs	-	-
Other charges	-	1,099
Total non mark-up / interest expenses	<u>94,361</u>	<u>73,335</u>
Extra ordinary / unusual items	-	-
	<u>276,859</u>	<u>249,094</u>
<b>PROFIT BEFORE TAXATION</b>		
Taxation		
- Current	45,676	64,356
- Prior years	-	-
- Deferred	47,279	6,208
	<u>92,955</u>	<u>70,564</u>
<b>PROFIT AFTER TAXATION</b>	<u>183,904</u>	<u>178,530</u>
Accumulated profit brought forward	429,576	-
Accumulated profit carried forward	<u>613,480</u>	<u>178,530</u>
	------(Rupees)-----	
<b>Basic and diluted earning per share (On share of Rs. 25,000 each)</b>	<u>766</u>	<u>744</u>

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 Deputy General Manager / Chief Financial Officer

  
 Director

  
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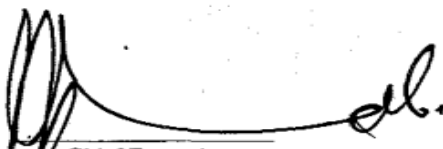
Pakistan Kuwait Investment Company (Private) Limited  
 Unconsolidated Interim Condensed Statement of Changes in Equity - (Un-audited)  
 For the three months period ended March 31, 2011

	Share capital	Reserves		Unappropriated profit	Total
		Statutory	Revenue		
------(Rupees in '000)-----					
Balance as at January 01, 2010	6,000,000	2,884,894	-	-	8,884,894
Profit for the three months period ended March 31, 2010	-	-	-	178,530	178,530
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	178,530	9,063,424
<b>Balance as at March 31, 2010</b>	<b>6,000,000</b>	<b>2,884,894</b>	<b>-</b>	<b>178,530</b>	<b>9,063,424</b>
Balance as at January 01, 2011	6,000,000	2,992,287	-	429,576	9,421,863
Profit for the three months period ended March 31, 2011	-	-	-	183,904	183,904
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	613,480	9,605,767
Final Dividend for the year ended December 31, 2010 @1,500 per share approved subsequent to year end.	-	-	-	(360,000)	(360,000)
<b>Balance as at March 31, 2011</b>	<b>6,000,000</b>	<b>2,992,287</b>	<b>-</b>	<b>253,480</b>	<b>9,245,767</b>

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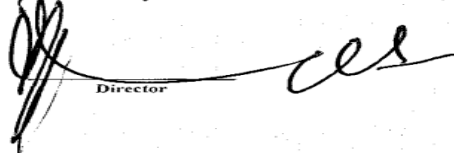
  
 Director

Pakistan Kuwait Investment Company (Private) Limited  
 Unconsolidated Interim Condensed Cash Flow Statement (Un-audited)  
 For the three months period ended March 31, 2011

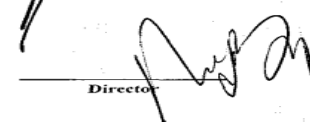
	Three months period ended March 31, 2011	Three months period ended March 31, 2010
	(Rupees in '000)	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	276,859	249,094
Less: Dividend income	61,955	58,980
	214,904	190,114
Adjustments for:		
Depreciation	3,292	3,259
Amortization	269	20
(Reversal of provision) against non-performing advances - net	(5,786)	(5,118)
Provision for diminution / impairment in the value of investments	26,323	7,561
(Reversal of provision) against non-performing lending to financial institution	(4,500)	-
Gain on sale of operating fixed assets	-	(192)
Unrealised surplus on revaluation of 'held-for-trading' securities	-	1,133
	19,598	6,663
	234,502	196,777
Decrease / (Increase) in operating assets		
Lendings to financial institutions	254,502	400,000
'Held-for-trading' securities	35,713	77,331
Advances	(42,871)	212,351
Others assets (excluding advance taxation)	(153,490)	6,286
	93,854	695,968
Increase / (Decrease) in operating liabilities		
Borrowings from financial institutions	(55,062)	(2,718,464)
Deposits	115,327	(1,183,617)
Other liabilities (excluding current taxation)	17,516	(109,605)
	77,781	(4,011,686)
	406,137	(3,118,941)
Income tax paid	(45,676)	(289,489)
<i>Net cash inflow / (outflow) from operating activities</i>	360,461	(3,408,430)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Net investment in 'available-for-sale' securities / subsidiaries	(1,348,325)	2,341,367
Dividend income	5,082	18,170
Investments in operating fixed assets	(9,775)	(3,547)
Sale proceeds from sale of operating fixed assets	-	697
<i>Net cash (outflow) / inflow from investing activities</i>	(1,353,018)	2,356,687
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Dividend paid	(360,000)	-
<i>Net cash (outflow) from financing activities</i>	(360,000)	-
<b>(Decrease) in cash and cash equivalents</b>	(1,352,557)	(1,051,743)
Cash and cash equivalents at beginning of the period	1,414,631	1,889,735
Cash and cash equivalents at end of the period	62,074	837,992

The annexed notes 1 to 15 form an integral part of these unconsolidated interim condensed financial information.

Deputy General Manager / Chief Financial Officer

  
 Director

Chief Executive

  
 Director

Pakistan Kuwait Investment Company (Private) Limited  
 Unconsolidated Interim Condensed Statement of Comprehensive Income (Un-audited)  
 For the three months period ended March 31, 2011

	<b>Three months period ended March 31, 2011</b>	Three months period ended March 31, 2010
	----- (Rupees in '000) -----	
<b>Profit for the period</b>	<b>183,904</b>	178,530
<b>Other comprehensive income</b>	-	-
<b>Comprehensive income transferred to equity</b>	<b>183,904</b>	178,530
<b>Component of comprehensive income not transferred to equity</b>		
(Deficit) on revaluation of 'available-for-sale' securities - net of tax	<b>(114,178)</b>	(9,178)
<b>Total Comprehensive Income for the period</b>	<b>69,726</b>	169,352

The annexed notes 1 to 15 form an integral part of these unconsolidated interim condensed financial information.

  
 Deputy General Manager / Chief Financial Officer

  
 Director

  
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# Pakistan Kuwait Investment Company (Private) Limited

## Notes to the Unconsolidated Interim Condensed Financial Statements (Un-audited)

For the three months period ended March 31, 2011

### 1. STATUS AND NATURE OF BUSINESS

Pakistan Kuwait Investment Company (Private) Limited ("the Company") was incorporated in Pakistan as a Private Limited Company on March 17, 1979. The registered office is situated at 4th Floor, Block 'C', Finance and Trade Centre, Shahrah-e-Faisal, Karachi. The Company is a 50:50 joint venture between the Governments of Pakistan and Kuwait. The objective of the Company is to profitably promote industrial investments in Pakistan. The Company has two 100% owned subsidiaries, First Choice Securities Limited (FCSL) and Pak Kuwait Financial Services Limited (PKFSL). FCSL principal business includes equity brokerage, money markets and foreign exchange brokerage, equity research and corporate financial advisory services. FCSL has not started its operations. The principal business of PKFSL was to provide Assets Management Services and PKFSL has applied for liquidation by Easy Exit Scheme of Securities and Exchange Commission of Pakistan (SECP).

These unconsolidated interim condensed financial statements are separate financial statements of the company in which investments in subsidiaries and associates are accounted for on the basis of direct equity interest.

### 2. BASIS OF PRESENTATION

These unconsolidated interim condensed financial statements have been prepared based on the format prescribed by the State Bank of Pakistan (SBP) vide BSD Circular Letter No. 2, dated 12 May 2004, BSD Circular letter No. 07, dated 20 April 2010 and IAS 34 "Interim Financial Reporting" and do not include all the information required in the annual financial statements. Accordingly, these unconsolidated interim condensed financial statements should be read in conjunction with the annual financial statements of the Company for the year ended 31 December 2010.

### 3. STATEMENT OF COMPLIANCE

3.1 These unconsolidated interim condensed financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984 and the directives issued by SBP. In case requirements differ, the provisions of and directives issued under the Companies Ordinance, 1984, and directives issued by the SBP shall prevail. The disclosures in these accounts have, however, been limited based on the requirements of International Accounting Standard 34, Interim Financial Reporting.

3.2 The SBP has deferred the applicability of International Accounting Standard (IAS) 39, "Financial Instruments: Recognition and Measurement" and IAS 40, "Investment Property" for Banks and Development Financial Institutions (DFIs) in Pakistan. Accordingly, the requirements of these standards have not been considered in the preparation of these interim condensed financial statements. However, investments have been classified and valued in accordance with the requirement of various circulars issued by the SBP.

### 4. ACCOUNTING POLICIES

The accounting policies adopted for the purpose of these uncolidated interim condensed financial statements are the same as those applied in preparation of annual financial statements for the year ended December 31, 2010.

### 5. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies are consistent with those disclosed in the financial statements of the Company for the year ended December 31, 2010.

## 6. INVESTMENTS

### 6.1 Investments by type

	March 31 2011			December 31, 2010		
	Held by the company	Given as collateral	Total	Held by the company	Given as collateral	Total
------(Rupees in '000)-----						
<b>Held for trading securities</b>						
Shares of listed companies	-	-	-	36,592	-	36,592
Pakistan Investment Bonds	-	-	-	-	-	-
<b>Available-for-sale securities</b>						
Market treasury bills	1,418,547	8,717,017	10,135,564	3,547,284	5,008,370	8,555,654
Pakistan Investment Bonds	1,527,104	98,176	1,625,280	449,199	1,175,573	1,624,772
Shares of listed companies	1,705,530	-	1,705,530	1,921,289	-	1,921,289
Shares of unlisted companies	125,029	-	125,029	125,122	-	125,122
Listed preference shares	93,399	-	93,399	93,399	-	93,399
Listed term finance certificates	125,529	-	125,529	153,687	-	153,687
Unlisted term finance certificates	458,598	-	458,598	458,598	-	458,598
<b>Associates</b>	2,270,558	-	2,270,558	2,270,560	-	2,270,560
<b>Subsidiaries</b>	81,120	-	81,120	81,120	-	81,120
<b>Total investments - at cost</b>	<b>7,805,414</b>	<b>8,815,193</b>	<b>16,620,607</b>	9,136,850	6,183,943	15,320,793
Less: Provision for diminution / impairment in the value of investments	(282,022)	-	(282,022)	(267,620)	-	(267,620)
<b>Total investments - net of provisions</b>	<b>7,523,392</b>	<b>8,815,193</b>	<b>16,338,585</b>	8,869,230	6,183,943	15,053,173
Surplus on revaluation of 'held-for-trading' securities	-	-	-	(880)	-	(880)
(Deficit) / surplus on revaluation of 'available-for-sale' securities	64,684	(16,438)	48,246	274,909	(119,978)	154,931
<b>Total investments</b>	<b>7,588,076</b>	<b>8,798,755</b>	<b>16,386,831</b>	9,143,259	6,063,965	15,207,224

### 6.2 Investments by segments

	March 31, 2011	December 31, 2010
(Rupees in '000)		
Government securities	11,630,449	10,012,628
Quoted securities	3,857,248	4,720,405
Unquoted securities	899,134	474,191
	<b>16,386,831</b>	<b>15,207,224</b>

## 7 ADVANCES

### In Pakistan

Advances	4,592,712	4,735,906
Net investment in finance leases	1,839,964	1,653,899
	<b>6,432,676</b>	<b>6,389,805</b>
Provision for non-performing advances	(1,414,829)	(1,420,615)
Advances - net of provision	<b>5,017,847</b>	<b>4,969,190</b>



- 7.1 Advances include Rs.1,614.563 million (December 31, 2010: Rs 1,648.540 million) which have been placed under non-performing status as detailed below:

Category of classification	Domestic	Overseas	Total	Provision	Provision
				Required	Held
----- (Rupees in '000) -----					
Substandard	39,167	-	39,167	9,792	9,792
Doubtful	340,717	-	340,717	170,358	170,358
Loss	1,234,679	-	1,234,679	1,234,679	1,234,679
	<u>1,614,563</u>	<u>-</u>	<u>1,614,563</u>	<u>1,414,829</u>	<u>1,414,829</u>

7.2 Particulars of provision for non-performing advances - specific

	March 31, 2011	December 31, 2010
(Rupees in '000)		
Opening balance	1,420,615	1,395,656
Charge for the period	18,348	87,089
Reversals	(24,134)	(62,130)
	(5,786)	24,959
Amounts written off against provisions	-	-
Closing balance	<u>1,414,829</u>	<u>1,420,615</u>

## 8. BORROWINGS FROM FINANCIAL INSTITUTIONS

	March 31, 2011	December 31, 2010
(Rupees in '000)		
<b>Secured</b>		
Repurchase agreement borrowings	8.1	8,802,124
Term finance certificates (TFCs)		-
Borrowing from SBP under LTF-EOP	8.2	179,888
Borrowing from SBP under LTFF	8.3	270,295
		301,452
<b>Unsecured</b>		
Murabaha		500,000
	<u>9,752,307</u>	<u>2,000,000</u>
		<u>9,807,369</u>

- 8.1 The Company has arranged borrowings from various financial institutions against sale and repurchase of government securities. The mark-up on these finances ranges between 12.95 to 13.31 (December 31, 2010: 12.60 to 13.90) percent per annum with maturity of one day to thirty two days (December 31, 2010 : three days to sixty days).

- 8.2 In order to facilitate the export oriented projects, SBP has introduced a scheme to refinance the fixed term loan availed from Banks / DFIs. A one time swap facility option under the Scheme (LTF-EOP) has been extended to textile sector for import of plant and machinery, allowed by the State Bank of Pakistan through their SMED Circular No.19 of 2006. The loan is repayable over a maximum period of 7.5 years from the date of first disbursement with mark-up payable at maximum of 5 percent per annum.

The outstanding balance under swap arrangement amounts to Rs 179.888 million as at March 31, 2011 (December 31, 2010: Rs 188.757 million).

- 8.3** This represents Long Term Finance Facility on concessional rates to promote industrial growth leading to exports. The loans availed under the facility shall be repayable within a maximum period of ten years including maximum grace period of two years. SBP allocates an overall yearly limit under the facility to individual PFI. The sanctioned limit was Rs. 500 million. The outstanding balance under the arrangements amounts to Rs. 270.295 million as at March 31, 2011 (December 31, 2010: Rs. 301.452 million)

<b>9. DEPOSITS AND OTHER ACCOUNTS</b>	<b>March 31, 2011</b>	<b>December 31, 2010</b>
	<b>(Rupees in '000)</b>	
<b>Certificates of investment (COIs) / deposits</b>		
Financial institutions	-	-
Others	9.1	3,138,512
	<u><b>3,253,839</b></u>	<u><b>3,138,512</b></u>

- 9.1** The profit rates on these COIs / deposits range between 12.00 to 13.75 (December 31, 2010: 11.50 to 13.75) percent per annum. The COIs are due for maturity between April 01, 2011 and March 22, 2015 (December 31, 2010: January 11, 2011 and March 22, 2015).

<b>10. SURPLUS / (DEFICIT) ON REVALUATION OF 'AVAILABLE-FOR-SALE' SECURITIES-NET OF TAX</b>	<b>March 31, 2011</b>	<b>December 31, 2010</b>
	<b>(Rupees in '000)</b>	
Federal and provincial government securities	<b>(130,395)</b>	(167,798)
Quoted shares	<b>179,603</b>	323,793
Other securities	<b>(961)</b>	(1,065)
	<u><b>48,247</b></u>	<u>154,930</u>
Deferred Tax	<b>33,803</b>	41,298
	<u><b>82,050</b></u>	<u>196,228</u>

**11. CONTINGENCIES AND COMMITMENTS**

**11.1 Other contingencies**

The Income Tax Department has amended the deemed assessment orders for the tax year 2004 to 2010, raising a tax demand of Rs 1,856 million, mainly due to additions in respect of allocation of expenses against exempt capital gains and dividend income subject to tax at reduced rate.

The tax department has not accepted the Company's contention on the matter of allocation of expenses on exempt capital gains and dividend income for the tax years 2004 to 2010. The total additions made in tax years 2004 to 2009 under this head amounts to Rs 3,612 million.

In tax year 2003 same issue has been set aside by the Income Tax Appellate Tribunal (ITAT), with direction to the tax authorities that the allocation of financial cost has to be made by taking into account the 'cost of investment' rather than 'gross turnover'. Further the company has made representation before Federal Board of Revenue for necessary clarification and has also referred the above matter to Alternate Dispute Resolution Committee (ADRC), a mechanism available to provide an opportunity to tax payer for an easy and efficient resolution of disputes.

An appeal has been filed with the Commissioner of Income Tax (Appeals) for the tax years 2004 to 2010. The company has already made provision of Rs.723 million on that issue against the demand for the above-mentioned years based on cost of investment. The management is confident that the ultimate outcome of the appeal would be in favor of the Company inter alia on the basis of the advice of the tax consultants and the relevant law and the facts.

**11.2 Other commitments**

	<b>March 31, 2011</b>	<b>December 31, 2010</b>
	<b>(Rupees in '000)</b>	
Commitment - acquisition of software	<b>15,634</b>	15,634
Undisbursed sanctions for financial assistance in the form of:		
- equity participation	<b>16,220</b>	16,220
- loans and advances	<b>200,000</b>	161,287
	<u><b>231,854</b></u>	<u><b>193,141</b></u>

## 12. SEGMENT DETAILS WITH RESPECT TO BUSINESS ACTIVITIES

The segment analysis with respect to business activities is as follows :

	Corporate Finance	Treasury	Investment Banking	Capital Markets	Others	Total
----- (Rupees in '000) -----						
<b>Three months period ended March 31, 2011</b>						
Total income - gross	205,299	325,715	-	227,315	4,427	762,756
Total mark-up / return / interest expense	(39,388)	(336,111)	-	-	-	(375,499)
Segment provision / impairment / unrealised losses	5,865	4,500	-	(26,402)	-	(16,037)
	(33,523)	(331,611)	-	(26,402)	-	(391,536)
Net operating income	171,776	(5,896)	-	200,913	4,427	371,220
Administrative expenses and other charges						(94,361)
Profit before taxation						276,859
<b>Period ended March 31, 2011</b>						
Segment assets - net	5,947,790	11,782,726	-	3,789,553	1,165,417	22,685,486
Segment non-performing loans	1,614,563	-	-	-	-	1,614,563
Segment provision required and held	1,414,829	-	-	-	-	1,414,829
Segment liabilities	556,731	12,633,459	-	-	167,479	13,357,669
Segment return on net assets (ROA) % *	15.28%	12.93%	-	21.07%	0.84%	
Segment cost of funds (%) *	10.48%	12.78%	-	-	-	

\* Based on daily average assets and funds.

	Corporate Finance	Treasury	Investment Banking	Capital Markets	Others	Total
----- (Rupee in '000) -----						
<b>Three months period ended March 31, 2010</b>						
Total income - gross	118,800	376,358	-	192,013	3,939	691,110
Total mark-up / return / interest expense	(50,711)	(314,394)	-	-	-	(365,105)
Segment provision / impairment / unrealised gains	5,983	-	-	(9,559)	-	(3,576)
	(44,728)	(314,394)	-	(9,559)	-	(368,681)
Net operating (loss) / income	74,072	61,964	-	182,454	3,939	322,429
Administrative expenses and other charges						(73,335)
Profit before taxation						249,094
<b>Year ended December 31, 2010</b>						
Segment assets - net	5,689,274	11,820,169	-	4,142,823	1,245,713	22,897,979
Segment non-performing loans	1,648,540	-	-	-	-	1,648,540
Segment provision required and held	1,420,615	-	-	-	-	1,420,615
Segment liabilities	1,852,024	11,329,595	-	-	98,269	13,279,888
Segment return on net assets (ROA) %	13.62%	12.53%	-	12.49%	2.32%	-
Segment cost of funds (%)	10.65%	12.11%	-	-	-	-

Under the company policy, capital market department assets are financed through equity funds.

### 13. RELATED PARTY TRANSACTIONS

The Company has related party relationship with its associates, associated undertakings, subsidiary companies, employee benefit plans, key management personnel and its directors.

The Company enters into transactions with related parties in the normal course of business. These transactions were carried out on commercial terms and at market rates.

	<b>Three months period ended March 31, 2011</b>	Three months period ended March 31, 2010
	(Rupees in '000)	
<b>Expenses charged to an associate</b>	<b>3,934</b>	4,329
<b>Expenses charged by</b>		
- associates	<b>286</b>	2,015
- other related party	<b>4,008</b>	3,616
<b>Dividend income from other related parties</b>	<b>8,448</b>	-
<b>Mark-up earned on bank deposit with an associate</b>	<b>199</b>	229
<b>Mark-up earned on loans and advances</b>		
- key management personnel	<b>266</b>	-
<b>Mark-up expense on COIs of related parties</b>	<b>4,007</b>	3,225
<b>Contribution made to provident fund</b>	<b>3,761</b>	1,691
<b>Contribution made to gratuity fund</b>	<b>8,546</b>	10,470
	<b>March 31, 2011</b>	December 31, 2010
	(Rupees in '000)	
<b>Loans and advances to key management personnel</b>		
Balance as at January 1	<b>42,447</b>	22,523
Disbursement during the period / year	<b>-</b>	29,043
Recovery during the period / year	<b>(490)</b>	(9,119)
	<b>(490)</b>	19,924
<b>Balance as at</b>	<b>41,957</b>	42,447
<b>Bank balances with an associate</b>	<b>6,720</b>	11,611
<b>Mark-up receivable on bank deposit with an associate</b>	<b>55</b>	75
<b>Deposits / COIs from associate &amp; other related party</b>	<b>127,500</b>	102,500
<b>Mark-up payable to associate &amp; other related party</b>	<b>3,078</b>	5,280
<b>Investments in</b>		
- quoted, at market values		
- associates	<b>4,764,973</b>	4,142,589
- unquoted, at cost		
- subsidiary companies	<b>81,120</b>	81,120
- associates	<b>357,053</b>	357,053
- other related parties	<b>500</b>	500
<b>Commitments for investment in equity of / loan to associates</b>	<b>16,220</b>	16,220

## Key management personnel

Key management personnel include the Managing Director, Deputy General Manager / Chief Financial Officer, Head of Corporate Finance & Investment Banking, Head of Risk Management, Head of Capital Markets & Treasury, Head of Wealth Management, Head of Compliance, Head of Internal Audit and the Head of Human Resources. Their salaries and other benefits amount to Rs. 17.127 million (March 31, 2010: Rs. 13.245 million) and staff retirement benefits amount to Rs. 1.140 million (March 31, 2010: Rs. 0.785 million).


### 14. DATE OF AUTHORISATION FOR ISSUE

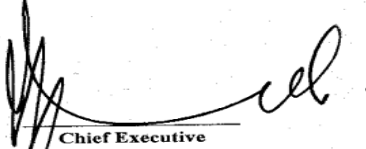
These unconsolidated interim condensed financial statements were authorised for issue in the Board of Directors meeting held on May 28, 2011.

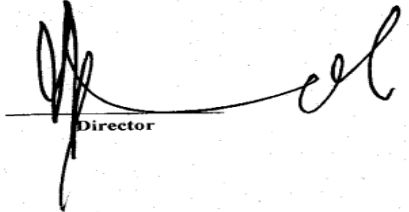
### 15. GENERAL

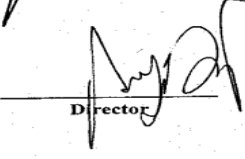
15.1. The figures have been rounded off to nearest thousand rupees.

15.2. The JCR-VIS Credit Rating Company Limited has maintained long term credit ratings of AAA (Triple A) and the short term rating of A1+ (A one plus) for the company. The Pakistan Credit Rating Agency (PACRA) has maintained the long-term entity rating of AA+ and the short term rating at A1+(A one plus).

  
Deputy General Manager / Chief Financial Officer

  
Chief Executive

  
Director

  
Director