THE PUNJAB PROVINCIAL COOPERATIVE BANK LIMITED UN-AUDITED BALANCE SHEET AS AT MARCH 31, 2010

		Un-audited	Audited	
	<u>Note</u>	March 31, 2010	June 30, 2009	
		Rupees in '000		
ASSETS				
Cash and balances with treasury banks Balances with other banks Lending to financial institutions Investments Advances Operating fixed assets Deferred tax assets Other assets	4 5	356,534 759,690 - 1,810,796 6,165,195 3,701,368 - 191,190	601,882 2,017,990 - 451,012 6,733,775 3,705,253 - 202,010	
LIABILITIES		12,984,773	13,711,922	
Bills payable Borrowings from financial institutions Deposits and other accounts Sub-ordinated loans Liabilities against assets subject to finance lease Deferred tax liabilities Other liabilities		32,304 6,000,000 1,689,000 - - - 103,364 7,824,668 5,160,105	44,305 8,000,000 1,837,175 - - - 134,690 10,016,170 3,695,752	
NET ASSETS		3,100,103	3,093,732	
REPRESENTED BY:				
Share capital Reserves Accumulated loss Surplus on revaluation of assets		435,050 2,151,371 (1,027,182) 1,559,239 3,600,866 5,160,105	434,647 401,727 (749,013) 87,361 3,608,391 3,695,752	
CONTINGENCIES AND COMMITMENTS	6			

THE PUNJAB PROVINCIAL COOPERATIVE BANK LIMITED UN-AUDITED PROFIT AND LOSS ACCOUNT FOR THE QUARTER ENDED MARCH 31, 2010 UN-AUDITED

	Quarter ended		For the nine months	
	March 31, 2010	March 31, 2009	July to March 2010	July to March 2009
	2010		es in '000	<u>2003</u>
Mark-up / return / interest earned Mark-up / return / interest expensed	285,793 5,149	301,636 6,761	858,054 683,274	789,609 41,878
Net Mark-up / interest income Less: provisions:	280,644	294,875	174,780	747,731
Against non-performing loans and advances For diminution in the value of investments Bad debts written off	- - -	- - -	- - -	- - -
Net Mark-up / interest income after provisions	280,644	294,875	174,780	747,731
Non mark-up / interest income				
Fee, commission and brokerage income Dividend income Income from dealing in foreign currency	7,539	7,479	23,929 14,772	23,376 7,386
Other income	7,330 14,869	10,659 18,138	19,590 58,291	29,271 60,033
Non mark-up / interest expenses	295,513	313,013	233,071	807,764
Administrative expenses Other provisions / write - offs Other charges	155,977 - 524 156,501	159,226 - - 159,226	510,658 - 582 511,240	518,269 - - 518,269
Extra ordinary / unusual items	-	-	-	-
(Loss) / profit before taxation	139,012	153,787	(278,169)	289,495
Taxation				
Current Prior years Deferred	- - -	- - -		- - -
(Loss) / profit after taxation	139,012	153,787	(278,169)	289,495
Unappropriated / unremitted profit / (loss) brought forward	(1,166,194)	356,748	(749,013)	221,040
(Loss) /profit available for appropriation	(1,027,182)	510.535	(1,027,182)	510.535
Basic / Diluted Earnings/(Loss) per share - Rupees	32.0	35.5	(64.1)	66.8

MUHAMMAD AQEEL SHAHID DEPUTY HEAD ACCOUNTS

TAHIR IQBAL BUTT CHIEF FINANCIAL OFFICER

(LIAQAT DURRANI)
MANAGING DIRECTOR

THE PUNJAB PROVINCIAL COOPERATIVE BANK LIMITED STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED MARCH 31, 2010 UN-AUDITED

	Share capital	Statutory reserve	General Reserve against Consumer Finance	Common Good Fund Rupees in 000	Other Fund	Unappropriated Profit / Accumulated (Loss)	Total
Balance as on June 30, 2008	434,155	394,278	3,528	4,493	-	230,058	1,066,512
Profit for the 1st half year Issue of share capital Medical aid to staff Balance as on December 31, 2008	57 - 434,212	- - - 394,278	- - - - 3,528	(373) 4,120	- - -	2,834 232,892 -	2,834 57 (373) 1,069,030
Loss for the next half year Issue of share capital Medical aid to staff Balance as on June 30, 2009 Loss for the six months period Transfer to statutory reserve Issue of share capital	435 - 434,647 - - - 403	394,278 - 394,278 - -	3,528 - - 3,528 - - -	(199) 3,921 - -	- - - - - -	(981,905) - - (749,013) (278,169)	(981,905) 435 (199) 87,361 (278,169) - 403
Other fund from the Government of Punjab Medical aid to staff Balance as on March 31, 2010	435,050	- - 394,278	3,528	(356) 3,565	1,750,000 - 1,750,000	(1,027,182)	1,750,000 (356) 1,559,239

MUHAMMAD AQEEL SHAHID DEPUTY HEAD ACCOUNTS

TAHIR IQBAL BUTT
CHIEF FINANCIAL OFFICER

LIAQAT DURRANI MANAGING DIRECTOR

THE PUNJAB PROVINCIAL COOPERATIVE BANK LIMITED CASH FLOW STATEMENT FOR THE QUARTER ENDED MARCH 31, 2010 UN-AUDITED

Rupees in '1000		March 31, 2010	March 31, 2009
CLOSS / profit before taxation	CACLLELOW EDOM ODEDATING ACTIVITIES	Rupees in '000	
Cash and balances Cash and balances with deepand balances Cash and balances with deepand balances Cash and balances with deepand balances with other banks Cash and cash equivalents are comprised of: Cash and cash equivalents ar			
Adjustments for non-cash charges: Depreciation			
Adjustments for non-cash charges: Depreciation	Less: Dividend income		
Gain on sale of fixed assets net of adjustments 8,162 (28,177) 8,177 (28) 9,177 (28)	Adjustments for non-cash charges:	(292,941)	282,109
Record R	·	8,162	8,192
(Increase) / decrease in operating assets	Gain on sale of fixed assets net of adjustments	•	
Clarcease decrease in operating assets Advances			
Advances 568,580 (19,200) 434,960 (47,022) Others assets (excluding advance taxation) 10,820 (47,022) Increase/ (decrease) in operating liabilities 294,621 (738,217) Bills payable (12,001) (35,726) Borrowings from financial institutions (2,000,000) - Deposits (148,175) (272,055) Other liabilities (excluding current taxation) (3,326) (7,656) Other liabilities (excluding current taxation) (2,191,502) (315,437) Income tax paid (3,600) (4,436) Net cash inflow from operating activities (1,900,481) 418,344 CASH FLOW FROM INVESTING ACTIVITIES (1,900,481) 418,344 CASH FLOW FROM INVESTING ACTIVITIES (678) (879) Dividend income 14,772 7,386 Investment in operating fixed assets (678) (879) Capital work in progress 1,051 2.2 Net cash (outflow) / inflow from investing activities (1,353,214) 18,580 Cash and cutflow from financing activities (1,353,244) 18,580 Coher rea	(Increase) / decrease in energting assets	(284,779)	290,279
Others assets (excluding advance taxation) 10,820 (47,022) 470,22 (75)		568 580	101 060
S79,400			,
Increase/ (decrease) in operating liabilities Sills payable (12,001) (35,726) (2,000,000)	Cition about (exolating develop taxation)		
Bills payable (12,001) (35,726) (2,000,000) (2,000,000) (35,726) (2,000,000) (31,326) (7,656) (31,326) (7,656) (2,191,502) (315,437) (1,896,881) (4,2780) (4,436)			
Borrowings from financial institutions C2,000,000 C2,0055 C484,175 C272,055			
Deposits Other liabilities (excluding current taxation) (148,175) (31,326) (272,055) (7,656) Other liabilities (excluding current taxation) (2,191,502) (315,437) (3,607) (2,191,502) (3,5437) Income tax paid (3,600) (4,436) (4,436) (4,900,481) 418,344 CASH FLOW FROM INVESTING ACTIVITIES Dividend income Investment in operating fixed assets (678) (879) Capital work in progress Investment in term deposits acquired during the year Investment in term deposits acquired during the			(35,726)
Other liabilities (excluding current taxation) (31,326) (7,656) (2,191,502) (315,437) (1,896,881) 422,780 Income tax paid (3,600) (4,436) (4,436) Net cash inflow from operating activities (1,900,481) 418,344 CASH FLOW FROM INVESTING ACTIVITIES Total Activities 14,772 7,386 Investment in operating fixed assets (678) (879) Capital work in progress - - - Capital work in progress - - - - Sale proceeds of operating fixed assets disposed-off -			- (2-2-2-)
Cash rule Cash (assets of sare capital of sare cash outflow from investing activities Cash rule flow from the Government of Punjab (black ash outflow from the Government of Punjab (black ash outflow from Good Fund (ash out cash outflow from Good Fund (ash out cash outflow from financing activities (ash and cash equivalents at end of the period (ash and cash equivalents at end of the period (ash and cash equivalents at end of the period (ash and cash equivalents at end of the period (ash and cash equivalents are comprised of: Cash and balances with other banks (356,34, 423,611, 263,610) Cash and cash equivalents are comprised of: Cash and cash equivalents are comprised of: Cash and balances with other banks (356,34, 423,611, 263,610) Cash and cash equivalents are comprised of:	·		
Income tax paid (1,896,881) 422,780 (3,600) (4,436) (4,436) (1,900,481) 418,344 (1,900,481) 418,344 (1,900,481) 418,344 (1,900,481) 418,344 (1,900,481) 418,344 (1,900,481) 418,344 (1,900,481) 418,344 (1,900,481) 418,344 (1,900,481) 418,344 (1,900,481) 418,344 (1,900,481) 418,344 (1,900,481) 418,344 (1,900,481) 418,344 (1,900,481) 418,344 (1,900,481) 418,344 (1,900,481) (1	Other liabilities (excluding current taxation)		
Net cash inflow from operating activities			
Net cash inflow from operating activities (1,900,481) 418,344 CASH FLOW FROM INVESTING ACTIVITIES Dividend income Investment in operating fixed assets (678) (879) Capital work in progress (1,367,308) 12,051 Sale proceeds of operating fixed assets disposed-off - 22 Net cash (outflow) / inflow from investing activities (1,353,214) 18,580 CASH FLOW FROM FINANCING ACTIVITIES (3,253,695) 436,924 CASH FLOW FROM FINANCING ACTIVITIES 1,750,000 - Issue of share capital 403 57 Other fund from the Government of Punjab 1,750,000 - Medical aid to employees from Common Good Fund (356) (418) Net cash outflow from financing activities 1,750,047 (361) (Decrease)/Increase in cash and cash equivalents (1,503,648) 436,563 Cash and cash equivalents at beginning of the period 2,619,872 2,925,425 Cash and cash equivalents are comprised of: 2,619,872 2,925,425 Cash and balances with treasury banks 356,534 423,611 Balances with other b	Income tax paid		
CASH FLOW FROM INVESTING ACTIVITIES Dividend income Investment in operating fixed assets (678) (879) Capital work in progress - - Investment in term deposits acquired during the year (1,367,308) 12,051 Sale proceeds of operating fixed assets disposed-off - 22 Net cash (outflow) / inflow from investing activities (1,353,214) 18,580 CASH FLOW FROM FINANCING ACTIVITIES (3,253,695) 436,924 CASH FLOW FROM FINANCING ACTIVITIES 1,750,000 - Issue of share capital 403 57 Other fund from the Government of Punjab 1,750,000 - Medical aid to employees from Common Good Fund (356) (418) Net cash outflow from financing activities 1,750,047 (361) (Decrease)/Increase in cash and cash equivalents (1,503,648) 436,563 Cash and cash equivalents at beginning of the period 2,619,872 2,925,425 Cash and cash equivalents are comprised of: 2,619,872 2,925,425 Cash and balances with treasury banks 356,534 423,611 Balances with other banks<	·		
Dividend income	•	(1,000,101)	110,011
Investment in operating fixed assets	CASH FLOW FROM INVESTING ACTIVITIES		
Capital work in progress - - Investment in term deposits acquired during the year (1,367,308) 12,051 Sale proceeds of operating fixed assets disposed-off - 22 Net cash (outflow) / inflow from investing activities (1,353,214) 18,580 CASH FLOW FROM FINANCING ACTIVITIES (3,253,695) 436,924 Issue of share capital 403 57 Other fund from the Government of Punjab 1,750,000 - Medical aid to employees from Common Good Fund (356) (418) Net cash outflow from financing activities 1,750,047 (361) (Decrease)/Increase in cash and cash equivalents (1,503,648) 436,563 Cash and cash equivalents at beginning of the period 2,619,872 2,925,425 Cash and cash equivalents at end of the period 2,619,872 2,925,425 Cash and cash equivalents are comprised of: 2 2,925,425 Cash and balances with treasury banks 356,534 423,611 Balances with other banks 759,690 2,938,377	Dividend income	14,772	7,386
Investment in term deposits acquired during the year Sale proceeds of operating fixed assets disposed-off Sale proceeds of Sale proceeds of Sale proceeds of operating fixed assets disposed-off Sale proceeds of		(678)	(879)
Sale proceeds of operating fixed assets disposed-off - 22 Net cash (outflow) / inflow from investing activities (1,353,214) 18,580 CASH FLOW FROM FINANCING ACTIVITIES (3,253,695) 436,924 Issue of share capital 403 57 Other fund from the Government of Punjab 1,750,000 - Medical aid to employees from Common Good Fund (356) (418) Net cash outflow from financing activities 1,750,047 (361) (Decrease)/Increase in cash and cash equivalents (1,503,648) 436,563 Cash and cash equivalents at beginning of the period 2,619,872 2,925,425 Cash and cash equivalents are comprised of: 2 336,534 423,611 Cash and balances with other banks 356,534 423,611	Capital work in progress	-	
Net cash (outflow) / inflow from investing activities (1,353,214) 18,580 CASH FLOW FROM FINANCING ACTIVITIES 3,253,695) 436,924 Issue of share capital 403 57 Other fund from the Government of Punjab 1,750,000 - Medical aid to employees from Common Good Fund (356) (418) Net cash outflow from financing activities 1,750,047 (361) (Decrease)/Increase in cash and cash equivalents (1,503,648) 436,563 Cash and cash equivalents at beginning of the period 2,619,872 2,925,425 Cash and cash equivalents are comprised of: 2,619,872 2,925,425 Cash and balances with treasury banks 356,534 423,611 Balances with other banks 759,690 2,938,377		(1,367,308)	
CASH FLOW FROM FINANCING ACTIVITIES Issue of share capital 403 57 Other fund from the Government of Punjab 1,750,000 - Medical aid to employees from Common Good Fund (356) (418) Net cash outflow from financing activities 1,750,047 (361) (Decrease)/Increase in cash and cash equivalents (1,503,648) 436,563 Cash and cash equivalents at beginning of the period 2,925,425 Cash and cash equivalents at end of the period 1,116,224 3,361,988 Cash and balances with treasury banks 356,534 423,611 Balances with other banks 759,690 2,938,377	· · · · · · · · · · · · · · · · · · ·	(4.050.044)	
CASH FLOW FROM FINANCING ACTIVITIES Issue of share capital 403 57 Other fund from the Government of Punjab 1,750,000 - Medical aid to employees from Common Good Fund (356) (418) Net cash outflow from financing activities 1,750,047 (361) (Decrease)/Increase in cash and cash equivalents (1,503,648) 436,563 Cash and cash equivalents at beginning of the period 2,925,425 Cash and cash equivalents at end of the period 1,116,224 3,361,988 Cash and balances with treasury banks 356,534 423,611 Balances with other banks 759,690 2,938,377	Net cash (outflow) / inflow from investing activities		
Sue of share capital	CASH ELOW EDOM EINANCING ACTIVITIES	(3,233,693)	430,924
Other fund from the Government of Punjab Medical aid to employees from Common Good Fund Net cash outflow from financing activities (Decrease)/Increase in cash and cash equivalents Cash and cash equivalents at beginning of the period Cash and cash equivalents at end of the period Cash and cash equivalents are comprised of: Cash and balances with treasury banks Balances with other banks 1,750,000 (418) 1,750,047 (361) (1,503,648) 436,563 2,925,425 2,925,425 2,925,425 2,925,425 2,925,425 2,926,938 2,938,377		103	57
Medical aid to employees from Common Good Fund (356) (418) Net cash outflow from financing activities 1,750,047 (361) (Decrease)/Increase in cash and cash equivalents (1,503,648) 436,563 Cash and cash equivalents at beginning of the period 2,619,872 2,925,425 Cash and cash equivalents at end of the period 1,116,224 3,361,988 Cash and cash equivalents are comprised of: 356,534 423,611 Balances with other banks 759,690 2,938,377			- 37
Net cash outflow from financing activities 1,750,047 (361) (Decrease)/Increase in cash and cash equivalents (1,503,648) 436,563 Cash and cash equivalents at beginning of the period 2,619,872 2,925,425 Cash and cash equivalents at end of the period 1,116,224 3,361,988 Cash and cash equivalents are comprised of: 2 356,534 423,611 Cash and balances with other banks 759,690 2,938,377			(418)
(Decrease)/Increase in cash and cash equivalents(1,503,648)436,563Cash and cash equivalents at beginning of the period2,619,8722,925,425Cash and cash equivalents at end of the period1,116,2243,361,988Cash and cash equivalents are comprised of:26,534423,611Cash and balances with treasury banks356,534423,611Balances with other banks759,6902,938,377			
Cash and cash equivalents at end of the period1,116,2243,361,988Cash and cash equivalents are comprised of: Cash and balances with treasury banks Balances with other banks356,534423,611423,611423,611423,61152,938,37743,938			
Cash and cash equivalents are comprised of: Cash and balances with treasury banks Balances with other banks 356,534 423,611 759,690 2,938,377			
Cash and balances with treasury banks 356,534 423,611 Balances with other banks 759,690 2,938,377	Cash and cash equivalents at end of the period	1,116,224	3,361,988
Cash and balances with treasury banks 356,534 423,611 Balances with other banks 759,690 2,938,377	Cash and cash equivalents are comprised of:		
Balances with other banks <u>759,690</u> 2,938,377		356.534	423.611
		1,116,224	

MUHAMMAD AQEEL SHAHID
DEPUTY MANAGER ACCOUNTS

TAHIR IQBAL BUTT CHIEF FINANCIAL OFFICER LIAQAT DURRANI MANAGING DIRECTOR

THE PUNJAB PROVINCIAL COOPERATIVE BANK LIMITED NOTES TO THE FINANCIAL INFORMATION FOR THE QUARTER ENDED MARCH 31, 2010 UN-AUDITED

1. STATUS AND NATURE OF BUSINESS

The Punjab Provincial Cooperative Bank Limited (the "Bank") was incorporated in Punjab in the year 1924 as a Cooperative Bank under the Cooperative Societies Act, 1912 (repealed) and commenced its operations from the year 1924. It was given the status of a scheduled Bank by the State Bank of Pakistan w.e.f. November 07, 1955. The Bank is operating under the supervision of Cooperative Department and State Bank of Pakistan. The objects for which the Bank is established are to carry out the business of agricultural credit and other activities as defined in the Cooperative Societies Act , 1925 and its Rules. The Bank operates through its 159 branches in Punjab. Its Head Office is located at Bank Square, The Mall, Lahore.

The State Bank of Pakistan discontinued funding and did not sanction the financing limit for the year 2007-2008 to the Bank. Currently the Bank has no alternative arrangement for additional borrowing. However, the State Bank of Pakistan has exempted the Bank from meeting Minimum Capital Requirement (MCR) vide their letter no. BPRD(RU-43)512-09(B)/X/15161/98 dated 08-09-1998 and No. BSD(RU-43)512-09(B)/X/1138/2001 dated 25-01-2001. Moreover the competent authority has approved to restructure / revempt the Bank. As advised by the SBP, restructuring plan has been submitted vide letter no. MD/COO/025-27 dated 31-12-2009. Accordingly the financial information has been prepared by using the going concern assumption.

2. STATEMENT OF COMPLIANCE

4.

The condensed interim financial information has been prepared in accordance with the approved accounting standards as applicable in Pakistan and the requirements of the Cooperative Societies Act, 1925, Cooperative Societies Rules, 1927 and State Bank of Pakistan. Wherever the requirements of the directives issued by the State Bank of Pakistan differ with the requirements of these standards, the requirements of the said directives take precedence. The disclosures made in these financial information have, however, been limited based on the format prescribed by the State Bank of Pakistan for condensed interim financial information vide BSD Circular Letter No.2 dated May 12, 2004 and International Accounting Standard 34, "Interim Financial Reporting" and should be read in conjunction with the annual statements of the Bank for the year ended June 30,2009.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted for preparation of the condensed interim financial information is the same as those applied in preparation of the annual financial statements of the Bank for the year ended June 30, 2009.

INVESTMENTS	N	March 31, 2010)		June 30, 2009	
	Held by bank	Given as collateral	Total	Held by bank	Given as collateral	Total
			Rup	ees in '000		
4.1 Investments by types:			·			
Available-for-sale securities						
Shares of Listed Companies	7,023	-	7,023	7,022	-	7,022
Shares of Cooperative Institutions	3,551	-	3,551	3,551	-	3,551
Held to maturity securities						
Pakistan Investment Bonds	300,000	-	300,000	300,000	-	300,000
Pakistan Loan	-	-	-	-	-	-
Provincial Government Securities	-	-	•	-	-	-
Investment with other banks	1,367,308	-	1,367,308	-	-	-
	1,677,882	-	1,677,882	310,573	-	310,573
Less: Provision for diminution in value of						
shares of Cooperative Institutions	(3,551)		(3,551)	(3,551)		(3,551)
Add: Surplus on revaluation of Securities	136,465	-	136,465	143,990	-	143,990
	1,810,796	-	1,810,796	451,012	-	451,012

Rupees in '000

5. ADVANCES

Loans, cash credits, running finances, etc. In Pakistan	7,608,925	8,177,505
Bills discounted and purchased (excluding treasury bills) Payable in Pakistan	184	184
Less: Provision for non-performing advances	7,609,109 1,443,914	8,177,689 1,443,914
	6,165,195	6,733,775

5.1 Advances include Rs. 3,696,274 (in thousand) as of 31.03.2010, which have been placed under non-performing status. However, the provision required has been calculated after taking benefit of collateral in agricultural loans only as per PRs on Agricultural Loans & Advances in terms of approval of Administrator / BOD, detailed as under:

Category of Classification	<u>Domestic</u>	<u>Overseas</u>	<u>Total</u> Rupees in '	Provision <u>Required</u> 000	Provision <u>Held</u>
Other Assets Especially Mentioned	161,365	-	161,365	-	-
Substandard	200,251	-	200,251	37,387	37,387
Doubtful	280,877	-	280,877	63,406	63,406
Loss	3,053,781	-	3,053,781	1,823,088	1,343,121
	3,696,274	-	3,696,274	1,923,881	1,443,914

			March 31, 2009	June 30, 2009
		<u>Note</u>	Rupees	in '000
6	CONTINGENT AND COMMITMENTS			
	Guarantee acceptances	6.1	445	445
	Show cause notices by Sales Tax Department	6.2	5,041	5,041
			5,486	5,486

6.1 Mr. Fazal-ur-Rehman deposited Rs.100,000 and Rs.200,000 (Total Rs. 300,000) on 12.07.1990 and 14.07.1990 through DDs at Head Office as bid money in auction of land measuring 187(A) - 02(K)-17(M) situated at Muza Nadha Teh. and Distt. Gujranwala. Mr. Fazal-ur-Rehman did not fulfill the conditions of Land Committee, resultantly Bank confiscated the Bid Money. He filed Civil Suit No.156/1 in 1993 titled as Fazal-ur-Rehman v/s the Bank at Gujranwala, which was decreed in favour of plaintiff. The Bank filed an appeal No.RFA 243/95 in Lahore High Court, which has also decided against Bank and Lahore High Court directed Bank to furnish a guarantee No.2096/92 dated 15.09.1995 amounting to Rs. 444,939 through Main Branch from NBP for the satisfaction of the Court. Now the case is pending adjudication in the Court of Civil Judge, Lahore.

6.2 The Sales Tax Department has issued a show cause notice dated 14.07.2003 to the bank as to why the sales tax amounting to Rs. 5.041 million had not been paid to the Government in regard to sale of machinery valuing Rs. 33.600 million of Rahwali Sugar Mills to Messrs Ali Industrial and Engineering Works, Karachi without charging and depositing sales tax leviable thereon. Further the Sales Tax Department reported that Messrs Ali Industrial and Engineering Works filed written statement before Deputy Collector Audit-I, that they had paid sales tax on purchase of such machinery. The bank filed petition against the above show cause notice on the ground that bank has sold debris, scrap and non-operative machinery which were not sales tax leviable items on which Lahore High Court has suspended the Show Cause Notice vide order dated 06.08.2003. The case is still pending in Lahore High Court.

7 DATE OF AUTHORIZATION

The un-audited condensed interim financial information was authorised for issue on 03.05.2010 by the President of the Bank.

8 GENERAL

Figures in the condensed interim financial information has been rounded off to the nearest thousand rupees.

MUHAMMAD AQEEL SHAHID DEPUTY MANAGER ACCOUNTS

TAHIR IQBAL BUTT
CHIEF FINANCIAL OFFICER

LIAQAT DURRANI MANAGING DIRECTOR