

Unaudited Statement of Financial Position as at Sept 30, 2011

	Unaudited		Audited
	Sep-11 Rs 000	Sep-10 Rs 000	Dec-10 Rs 000
ASSETS			
Cash and cash equivalents	2,978,055	2,359,189	3,339,743
Derivative assets held for risk management	53,389	15,905	6,258
Loans and advances to banks	127,833	232,224	100,459
Loans and advances to customers	8,783,221	7,463,513	7,965,781
Investment securities	1,672,106	1,287,627	1,415,166
Property plant and equipment	324,902	324,364	322,116
Intangible assets	45,672	46,322	46,152
Deferred tax assets	38,439	61,402	49,461
Other assets	854,844	566,331	703,478
Total assets	14,878,461	12,356,877	13,948,614
LIABILITIES			
Deposits from customers	13,311,764	11,050,943	12,598,708
Derivative liabilities held for risk management	50,131	4,792	5,995
Other borrowed fund	-	80,000	-
Subordinated liabilities	320,895	225,771	281,376
Other liabilities	297,465	209,314	255,853
	13,980,255	11,570,820	13,141,932
Shareholders' Equity			
Stated capital	551,456	551,456	551,456
Other reserves	98,644	91,980	103,652
Retained earnings	248,106	142,621	151,574
	898,206	786,057	806,682
Total equity and liabilities	14,878,461	12,356,877	13,948,614

Unaudited Income Statement for quarter ended Sept 30, 2011

	Quarter ended		Y-T-D		Audited
	Sep-11 Rs' 000	Sep-10 Rs' 000	Sep-11 Rs' 000	Sep-10 Rs' 000	Dec-10 Rs' 000
Interest income	211,459	189,199	603,892	540,409	731,286
Interest expense	(123,647)	(112,522)	(342,605)	(339,345)	(439,124)
Net interest income	87,812	76,677	261,287	201,064	292,162
Fee and commission income	26,931	27,624	96,371	75,574	114,249
Fee and commission expense	(5,833)	(4,277)	(19,145)	(12,464)	(19,694)
Net fee and commission income	21,098	23,347	77,226	63,110	94,555
Net trading income	32,895	12,235	73,710	41,228	57,416
Other operating income	-	5,001	-	5,724	10,278
	32,895	17,236	73,710	46,952	67,694
Operating income	141,805	117,260	412,223	311,126	454,411
Non interest expense	(93,042)	(80,932)	(269,908)	(211,745)	(317,889)
Profit before exceptional item	48,763	36,328	142,315	99,381	136,522
Profit on sale and recovery of assets	-	49,814	-	49,814	59,322
Profit before tax	48,763	86,142	142,315	149,195	195,844
Income tax expense	(7,250)	(6,658)	(20,783)	(15,160)	(27,556)
Profit for the period/year	41,513	79,484	121,532	134,035	168,288

Unaudited Statement of comprehensive income for quarter ended Sept 30, 2011

Profit for the period/year	41,513	79,484	121,532	134,035	168,288
Other Comprehensive Income					
Net gain/(loss) on available for sale investment securities	(6,451)	10,553	(5,008)	9,801	(3,827)
Other Comprehensive Income for the period/year	(6,451)	10,553	(5,008)	9,801	(3,827)
Total Comprehensive Income for the period/year	35,062	90,037	116,524	143,836	164,461

Unaudited Statement of changes in equity for the period ended September 30, 2011

	Stated capital Rs 000	Share Capital pending allotment Rs 000	Revaluation surplus Rs 000	Statutory reserve Rs 000	Fair value Reserve Rs 000	Retained earnings/(revenue deficit) Rs 000	Total Rs 000
Balance as at January 1, 2010	491,456	60,000	75,687	3,319	3,173	8,586	642,221
Share capital pending allotment transferred to Stated Capital	60,000	(60,000)					-
Total comprehensive income for the year					9,801	134,035	143,836
Balance as at September 30, 2010	551,456	-	75,687	3,319	12,974	142,621	786,057
Transfer to statutory reserve				25,300		(25,300)	-
Total comprehensive income for the year					(13,628)	34,253	20,625
Balance as at December 31, 2010	551,456	-	75,687	28,619	(654)	151,574	806,682
Dividend						(25,000)	(25,000)
Total comprehensive income for the period					(5,008)	121,532	116,524
Balance as at September 30, 2011	551,456	-	75,687	28,619	(5,662)	248,106	898,206

Unaudited statement of Cash Flow for the period ended September 30, 2011

	Unaudited		Audited
	Sep-11 Rs 000	Sep-10 Rs 000	Dec-10 Rs 000
Cash flows from operating activities			
Profit for the year/period	121,532	134,035	168,288
Income tax expense recognised	20,782	13,970	27,556
Net movement in derivatives	(2,996)	(7,855)	2,996
Purchase of held for trading investments	(98,560)	-	-
Sales of held for trading investments	98,655	-	-
Depreciation of property, plant and equipment	19,498	20,112	26,965
Amortisation of intangible assets	6,999	5,681	7,675
Impairment on financial assets	34,938	17,828	45,694
Release of provisions for credit impairment	(9,911)	(8,202)	(130,846)
Gain on sale of land and property, plant and equipment	-	(697)	(51)
Gain on sale of other assets	-	(778)	(645)
Others	14,674	23,422	3,756
Income tax paid	(5,076)	-	(2,475)
Fair value gain/(loss) on disposal of available for sale securities	96	(4,249)	(9,582)
Changes in operating assets and liabilities			
(Increase)/decrease in loans and advances			
-to banks	(27,650)	(68,846)	64,250
-to customers	(842,191)	(1,867,770)	(2,276,588)
(Increase)/decrease in other assets	(157,569)	132,765	(5,024)
Increase/(Decrease) in deposits from customers	713,056	1,571,431	3,119,196
Increase/(Decrease) in other liabilities	36,928	(17,579)	29,694
Net cash from/(used in) operating activities	(76,794)	(56,732)	1,070,859
Cash flows from (used in) investing activities			
Purchase of investment securities	(365,714)	(242,702)	(448,066)
Proceeds from sale and redemption of investment securities	166,968	239,100	288,231
Purchase of held to maturity investments	(300,954)	(23,966)	-
Proceeds from held to maturity investments	-	51,210	-
Purchase of available for sale investments	(114,718)	(412,311)	(461,533)
Proceeds from sale of available for sale investments	332,976	172,523	295,549
Purchase of property, plant and equipment	(22,283)	(16,680)	(21,286)
Proceeds from sale of property and equipment	-	51	51
Proceeds from sale of non-banking assets	350	3,057	3,081
Purchase of intangible assets	(6,519)	(4,327)	(6,151)
Net cash from/ (used in) investing activities	(309,894)	(234,045)	(350,124)
Cash flows from financing activities			
Dividend paid	(25,000)		
Proceeds from Borrowings		80,000	
Proceeds from subordinated liabilities	50,000	50,000	99,042
Net cash from financing activities	25,000	130,000	99,042
Net increase in cash and cash equivalents	(361,688)	(160,777)	819,777
Cash and cash equivalents at beginning of period/ year	3,339,743	2,519,966	2,519,966
Cash and cash equivalents at end of period/year	2,978,055	2,359,189	3,339,743

MANAGEMENT COMMENTS

- The bank generated profit after tax of Rs121.5m for the nine months ended Sept 2011 as compared to Rs134m for the same period last year which included an exceptional income of Rs49.8m.
- Growth of 20% in total assets have been recorded with improvement from Rs12.3bn in Sept 2010 to Rs14.9bn as at Sept 2011.
- Total deposits progressed by Rs2.3bn or 20% from Sept 2010 to Sept 2011, while gross Loans increased by Rs 1.3bn or 16% for the same period under review to close at Rs9.3bn as at Sept 2011
- As at Sept 2011, the Bank was well capitalised with a Capital Adequacy Ratio of 11.86% compared at 10.80% as at Sept 2010.