

Company Information

BOARD OF DIRECTORS

Mr. Shayne Nelson	Chairman
Mr. Badar Kazmi	Chief Executive Officer
Mr. Andrew James Hardacre	
Mr. Mahendra Gursahani	
Mr. Najam I. Chaudhri	
Mr. Shahid Zaki	
Mr. Parvez Ghias	

COMPANY SECRETARY

Mr. Rahim Panjwani

AUDIT COMMITTEE OF THE BOARD

Mr. Najam I. Chaudhri	Chairman
Mr. Shahid Zaki	Member
Mr. Andrew James Hardacre	Member

AUDITORS

M/s KPMG Taseer Hadi & Co
Chartered Accountants

LEGAL ADVISORS

Haidermota & Co
Barristers at Law & Corporate Counsellors

REGISTERED OFFICE

Standard Chartered Bank (Pakistan) Limited
P.O. Box No. 5556, I.I. Chundrigar Road
Karachi 74000 Pakistan
Tel: (021) 32450000
Fax: (021) 32414914

MAIN OFFICE

Standard Chartered Bank (Pakistan) Limited
P.O. Box No. 5556, I.I. Chundrigar Road
Karachi 74000 Pakistan
Tel: (021) 32450000
Fax: (021) 32414914

WEBSITE

www.standardchartered.com.pk

REGISTRAR AND SHARE TRANSFER OFFICE

M/s T H K Associates (Pvt.) Limited
Ground Floor, State Life Building No.3
Dr. Ziauddin Ahmad Road, Karachi
Tel : (021) 111-000-322
Fax : (021) 35655595

Directors' Report

On behalf of the Board of Directors of Standard Chartered Bank (Pakistan) Limited (here-in-after referred to as the "bank"), I am pleased to present the bank's third quarterly report along with the un-audited financial statements of the bank for the nine months period ended September 30, 2009.

Economy

After a turbulent 2008, Pakistan's economy has seen a steady turnaround in 2009, and all major economic indicators are pointing to greater stability ahead. FX reserves strengthened to USD 14.5 billion (4.7 months of import cover) in September 2009 from USD 6.5 billion a year earlier, helping to support the Pakistani rupee (PKR). Headline inflation in August 2009 printed 10.7% y/y, the lowest level in 18 months. These developments have restored confidence in the economy, leading S&P to upgrade Pakistan's sovereign rating by one notch to B- from CCC+. Moody's has reaffirmed its B3 sovereign rating and changed the outlook to 'stable' from 'negative'.

Another important indicator of improving economic conditions is the resilience of the financial sector. The global recession was triggered by the problems of the financial system in the West. In the emerging economies, the fear was that weaker macroeconomic fundamentals due to lower export receipts, remittances, and FDI inflows would increase banks' non-performing loans (NPLs). However, Pakistan's financial sector has weathered the storm. Financial soundness indicators through the end of June 2009 show that banks remained profitable and well capitalised, while the stock of NPLs remained well-contained. Declining interest rates, coupled with banks' prudent risk management practices, helped to contain growth in NPLs. The ratio of NPLs to total loans stood at 11.1% as of end June 2009, compared to 11% at the end of March, while the ratio of net NPLs to net loans remained unchanged at 3.6%. Adequate capital reserves and well-contained NPLs indicate that the financial sector is in good health. This also reflects Pakistan's improved macroeconomic fundamentals.

However, despite greater stability and improved investor confidence, the growth outlook remains weak. The pickup in inflation has forced the State Bank of Pakistan (SBP) to delay plans to ease monetary policy. SBP kept the policy rate on hold at 13% at its September 2009 meeting, following two consecutive rate cuts at the April 2009 and August 2009 meetings. High lending rates have discouraged private credit growth. During the period from July to September 2009, private credit contracted by 4.8% y/y. The ambitious government stimulus spending plan outlined in the FY2010 budget is constrained by declining tax revenues, higher debt servicing costs, and delays in the removal of power subsidies. Evidence to date suggests that there has been significant slippage, forcing the government to borrow PKR 60 billion from SBP during July to September 2009. This is fuelling inflation and crowding out private investment through high interest rates; at the same time, resource constraints are forcing the government to shelve its own investment spending. We expect GDP growth to remain weak at 2.5% y/y in FY2010, vs. the government's 3.3% forecast.

Operating Results and Business Overview

Financial Highlights

	(Rupees in millions)	
	September 30, 2009	December 31, 2008
Balance Sheet		
Paid up capital	38,716	38,716
Equity	44,333	44,010
Deposits	203,295	174,552
Advances – gross	144,173	137,716
Advances – net	128,060	125,601
Investments – net	75,515	29,587

Directors' Report

	Nine months period ended September 30, 2009	Nine months period ended September 30, 2008
Profit and Loss		
Revenue	17,437	17,967
Non mark-up expenses	9,192	9,237
Operating profit (before provisions and tax)	8,245	8,730
Provisions (net of recoveries)	7,732	5,511
Profit before tax	513	3,219
Profit after tax	323	2,065

The bank has posted a profit before tax of PKR 513 million for the nine months ended September 30, 2009, despite consistently high levels of loan provisions emanating from the high pressure on asset quality. The mounting delinquencies and consequent deterioration in asset quality have been a critical concern for the banking industry, both locally and globally, during the past few years. However, we continue to maintain adequate provisions against our non-performing loans with a loss coverage ratio of 83%, being one of the highest in the industry.

The bank's balance sheet depicts a sound financial position with a strong growth momentum in deposit mobilisation. CASA and term deposits achieved a growth of 19% and 10% respectively, despite the fierce competition posed by the high yield National Savings Schemes. It is pertinent to note that the deposit growth achieved by the bank during the current financial year is one of the highest among peer banks. In addition to this growth, the bank has also been successful in maintaining an optimal funding mix, with low cost CASA comprising over 70% of the total customer deposits. This is a direct result of the bank's aggressive and customer centric approach to deposit mobilisation, supplemented by the able and untiring efforts of our business teams to achieve the targeted growth levels.

Overall gross advances show an increase of 5% while investments have more than doubled with an increase of 155%, as the surplus liquidity generated by the growth in deposits has been mainly invested in risk free government securities. Wholesale bank advances have increased by 18% from PKR 86 billion to PKR 101 billion, which has been partially offset by the decrease in consumer advances by 17% from PKR 52 billion to PKR 43 billion. Because of stressed consumer loan environment, the bank has adopted a defensive approach towards consumer lending. As a result, the asset portfolio has gone through a net attrition.

The bank continues to maintain its interest rate margins due to focused approach towards proactive 'Asset – Liability' management. This is despite the rise in cost of saving deposits attributable to a minimum rate requirement of 5% stipulated by SBP in June 2008. The contribution of non-interest income to overall revenue also remained relatively healthy.

The cost efficiency initiatives undertaken by the bank during the past few years have been very successful in mitigating the adverse effects of persistent inflationary pressures in the economy. As a result, costs (excluding Head Office expenses under the 'Advisory and Service Agreement – SLA') have decreased by 4% in comparison with the corresponding period last year. SLA costs have increased by 10% primarily due to the adverse movement in foreign exchange rates. The remittance under the SLA is still pending approval of the SBP.

Taxation

We would like to draw your attention to note 9 to the financial statements for the nine months ended September 30, 2009 which details the recent change in tax laws relating to the restriction on admissibility of provisions against non-performing loans only to the tune of 1% of gross advances. In this connection we would like to highlight that this change in tax law can be detrimental to the progress of banks, and are hopeful that it will be reviewed and reversed in due course. The

Directors' Report

Institute of Chartered Accountants of Pakistan (ICAP) and Pakistan Banks' Association (PBA) have already taken up this issue with the Federal Board of Revenue (FBR) and other relevant bodies.

Future Outlook

We are confident that the bank will continue to forge its way ahead through difficult times, with enhanced focus on high quality customer services, strong recovery and collection infrastructure, robust risk management policies and a unique flair for community services. We believe that focus on these areas underpins our position in the market as 'one of the best' and the only 'truly locally embedded' foreign bank.

Credit Rating

Pakistan Credit Rating Agency (PACRA) has maintained the bank's long-term and short-term ratings of "AAA" (Triple A) "A1+" (A One Plus) respectively in 2009. The bank's outstanding two listed subordinated TFCs have also been assigned "AAA" rating. These ratings denote the lowest expectation of credit risk emanating from an exceptionally strong capacity for timely payment of financial commitments.

Performance of the Group

In compliance of section 236(5) of the Companies Ordinance, 1984, annexed to this report are the consolidated financial statements of Standard Chartered Bank (Pakistan) Limited and its subsidiaries (the Group) namely – Standard Chartered Leasing Limited, Standard Chartered Services of Pakistan (Private) Limited and Standard Chartered Modarba for the nine months ended September 30, 2009.

Appreciation and acknowledgment

We take this opportunity to express our gratitude to our customers and business partners for their continued support and trust. We appreciate the co-operation and guidance extended to us by SBP. Finally, we are also thankful to our associates, staff and colleagues for their hard work and unstinted commitment to the bank.

On behalf of the Board



Badar Kazmi
Chief Executive

Karachi: October 29, 2009

Standard Chartered Bank (Pakistan) Limited
Condensed Interim
Un-Consolidated Financial Statements
For the nine months period ended
30 September 2009

Un-Consolidated Condensed Interim Balance Sheet As at 30 September 2009

	Notes	30 September 2009 (Un-Audited) (Rupees in '000)	31 December 2008 (Audited)
ASSETS			
Cash and balances with treasury banks		24,041,363	22,741,035
Balances with other banks		2,141,898	1,261,582
Lendings to financial institutions	6	20,951,786	31,466,898
Investments - net	7	75,515,215	29,586,663
Advances - net	8	128,060,216	125,601,465
Operating fixed assets		3,524,995	3,886,275
Intangible assets		27,152,036	27,535,060
Deferred tax assets - net	9	4,081,041	3,298,730
Other assets		23,031,985	19,239,470
		308,500,535	264,617,178
LIABILITIES			
Bills payable		3,682,455	4,296,420
Borrowings from financial institutions		19,284,605	8,695,730
Deposits and other accounts	10	203,294,985	174,551,801
Sub-ordinated loans		1,523,000	1,710,300
Other liabilities		36,808,629	32,605,787
		264,593,674	221,860,038
NET ASSETS			
		43,906,861	42,757,140
REPRESENTED BY:			
Share capital		38,715,850	38,715,850
Reserves		1,877,107	1,812,492
Unappropriated profit		3,740,238	3,481,778
		44,333,195	44,010,120
Deficit on revaluation of securities - net of deferred tax		(426,334)	(1,252,980)
		43,906,861	42,757,140
CONTINGENCIES AND COMMITMENTS			
	11		

The annexed notes 1 to 15 form an integral part of these un-consolidated condensed interim financial statements.



Badar Kazmi
Chief Executive



Najam I. Chaudhri
Director



Shahid Zaki
Director



Parvez Ghias
Director

Un-Consolidated Condensed Interim Profit and Loss Account (Un-audited) For the nine months period ended 30 September 2009

	Three months period ended 30 September 2009	Nine months period ended 30 September 2009	Three months period ended 30 September 2008	Nine months period ended 30 September 2008
	(Rupees in '000)		(Rupees in '000)	
CONTINUING OPERATIONS				
Mark-up / return / interest earned	6,592,753	19,765,641	5,950,017	17,101,066
Mark-up / return / interest expensed	(2,691,672)	(7,625,240)	(1,599,870)	(4,750,721)
Net mark-up / interest income	3,901,081	12,140,401	4,350,147	12,350,345
Provision against non-performing loans and advances - net	(2,288,303)	(6,090,088)	(1,963,484)	(6,380,052)
Recovery of amounts written off in previous years	212,545	672,641	282,304	869,473
Reversal of provision / (provision) for diminution in the value of investments - net	-	2,174	-	(435)
Bad debts written off directly	(640,452)	(2,317,387)	-	-
Net mark-up / return / interest income after provisions	1,184,871	4,407,741	2,668,967	6,839,331
NON MARK-UP / NON INTEREST INCOME				
Fees, commission and brokerage income	944,633	3,073,483	1,001,788	2,953,504
Dividend income	7,488	7,792	5,942	6,751
Income from dealing in foreign currencies	491,221	1,597,940	259,831	1,570,211
Gain / (loss) on sale of securities - net	186,513	263,368	(47,818)	(354,273)
Unrealized gain on revaluation of investments classified as held for trading - net	30,799	153,653	-	-
Other income	(48,536)	200,605	587,455	1,441,268
Total non mark-up / non interest income	1,612,118	5,296,841	1,807,198	5,617,461
	2,796,989	9,704,582	4,476,165	12,456,792
NON MARK-UP / NON INTEREST EXPENSES				
Administrative expenses	(2,451,791)	(8,959,631)	(3,303,151)	(9,094,665)
Other provisions / asset write offs	(34,089)	(36,544)	-	-
Other charges	(93,343)	(195,560)	6,832	(97,720)
Total non mark-up / non interest expenses	(2,579,223)	(9,191,735)	(3,296,319)	(9,192,385)
	217,766	512,847	1,179,846	3,264,407
Extra-ordinary / unusual items	-	-	-	-
PROFIT BEFORE TAXATION FROM CONTINUING OPERATIONS	217,766	512,847	1,179,846	3,264,407
Taxation - current	(602,879)	1,402,587	(76,584)	(148,798)
- prior years'	-	(14,646)	2,573	2,573
- deferred	502,935	1,227,461	(334,426)	(1,005,599)
	(99,944)	(189,772)	(408,437)	(1,151,824)
PROFIT AFTER TAXATION FROM CONTINUING OPERATIONS	117,822	323,075	771,409	2,112,583
DISCONTINUED OPERATIONS				
Loss from discontinued operations (net of tax)	-	-	(17,661)	(47,586)
PROFIT AFTER TAXATION	117,822	323,075	753,748	2,064,997
	Rupees	Rupees	Rupees	Rupees
BASIC / DILUTED EARNINGS PER SHARE	0.03	0.08	0.19	0.53

The annexed notes 1 to 15 form an integral part of these un-consolidated condensed interim financial statements.



Badar Kazmi
Chief Executive



Najam I. Chaudhri
Director



Shahid Zaki
Director



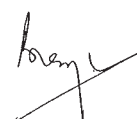
Parvez Ghias
Director

Un-Consolidated Condensed Interim Cash Flow Statement (Un-audited)


For the nine months period ended 30 September 2009

	30 September 2009	30 September 2008
	(Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation from continuing operations	512,847	3,264,407
Loss before taxation from discontinued operations	-	(45,193)
Profit before taxation	512,847	3,219,214
Dividend income	(7,792)	(6,751)
	505,055	3,212,463
Adjustments for:		
Depreciation	496,966	528,162
Amortization	383,026	614,049
Gain on disposal of fixed assets	(3,845)	(12,892)
Other provisions / write offs	36,544	-
(Reversal of provision) / provision for diminution in the value of investments - net	(2,174)	435
Lease rentals expense	6,878	6,516
Provisions / write-offs against loans and advances - net of recoveries	7,734,834	5,510,579
	8,652,229	6,646,849
	9,157,284	9,859,312
Decrease / (increase) in operating assets:		
Lendings to financial institutions	10,515,112	(1,558,012)
Held for trading securities	(6,243,372)	408,150
Advances	(10,193,585)	(16,780,006)
Other assets	(3,908,067)	(14,888,055)
	(9,829,912)	(32,817,923)
(Decrease) / increase in operating liabilities:		
Bills payable	(613,965)	(3,148,344)
Borrowings from financial institutions	10,588,875	602,532
Deposits and other accounts	28,743,184	2,911,315
Other liabilities	4,202,842	15,674,436
	42,920,936	16,039,939
Cash inflow / (outflow) before taxation	42,248,308	(6,918,672)
Income tax paid	(1,301,680)	(819,314)
Net cash generated from / (used in) operating activities	40,946,628	(7,737,986)
CASH FLOW FROM INVESTING ACTIVITIES		
Net investments	(38,411,211)	8,538,270
Dividend income received	7,792	6,751
Net investment in fixed assets (including intangible assets)	(175,939)	(842,111)
Sale proceeds on disposal of fixed assets	7,552	97,974
Net cash (used in) / generated from investing activities	(38,571,806)	7,800,884
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of sub-ordinated Term Finance Certificates	(187,300)	(285,154)
Payment of lease obligations	(6,878)	(6,516)
Net cash used in financing activities	(194,178)	(291,670)
Increase / (decrease) in cash and cash equivalents for the period	2,180,644	(228,772)
Cash and cash equivalents at beginning of the period	24,002,617	27,924,140
Cash and cash equivalents at end of the period	26,183,261	27,695,368

The annexed notes 1 to 15 form an integral part of these un-consolidated condensed interim financial statements.



Badar Kazmi
Chief Executive



Najam I. Chaudhri
Director



Shahid Zaki
Director



Parvez Ghias
Director

Un-Consolidated Condensed Interim Statement of Changes in Equity (Un-audited) For the nine months period ended 30 September 2009

	Share Capital	Share Premium	Exchange Translation Reserve	Statutory Reserve	Unappropriated Profit	Total
----- (Rupees in '000) -----						
Balance as at 31 December 2007	38,715,850	1,036,090	(33,539)	650,493	2,971,681	43,340,575
Comprehensive income for the nine months period ended 30 September 2008	-	-	60,635	-	2,064,997	2,125,632
Transfer to statutory reserve	-	-	-	412,999	(412,999)	-
Balance as at 30 September 2008	38,715,850	1,036,090	27,096	1,063,492	4,623,679	45,466,207
Comprehensive income for the three months period from 01 October 2008 to 31 December 2008	-	-	(27,096)	-	(1,428,991)	(1,456,087)
Transfer to statutory reserve	-	-	-	(287,090)	287,090	-
Balance as at 31 December 2008	38,715,850	1,036,090	-	776,402	3,481,778	44,010,120
Comprehensive income for the nine months period ended 30 September 2009	-	-	-	-	323,075	323,075
Transfer to statutory reserve	-	-	-	64,615	(64,615)	-
Balance as at 30 September 2009	38,715,850	1,036,090	-	841,017	3,740,238	44,333,195

The annexed notes 1 to 15 form an integral part of these un-consolidated condensed interim financial statements.



Badar Kazmi
Chief Executive



Najam I. Chaudhri
Director



Shahid Zaki
Director



Parvez Ghias
Director

**Un-Consolidated Condensed Interim Statement of Comprehensive Income (Un-audited)
For the nine months period ended 30 September 2009**


	30 September 2009	30 September 2008
	(Rupees in '000)	
Profit after tax	323,075	2,064,997
Other comprehensive income:		
Exchange difference on translating foreign operations	-	60,635
Actuarial gain / (loss) on defined benefit plans	-	-
Total comprehensive income for the period	323,075	2,125,632

Note (i): Surplus / deficit on revaluation of 'Available for sale' securities is presented under a separate head below equity as 'surplus / deficit on revaluation of securities' in accordance with the requirements specified by the State Bank of Pakistan vide its BSD circular 20 dated 04 August 2000 and BSD circular 10 dated 13 July 2004.

Note (ii): The actuarial valuations for employee defined benefit plans are carried out at annual intervals. The management considers that there are no events at the balance sheet date which require an update of these valuations. In the absence of updated valuations, no corresponding actuarial gains / losses have been recognised during the period.

The annexed notes 1 to 15 form an integral part of these un-consolidated condensed interim financial statements.


Badar Kazmi
 Chief Executive


Najam I. Chaudhri
 Director


Shahid Zaki
 Director


Parvez Ghias
 Director

Notes to the Un-Consolidated Condensed Interim Financial Information (Un-audited) For the nine months period ended 30 September 2009

1 STATUS AND NATURE OF BUSINESS

Standard Chartered Bank (Pakistan) Limited ("the Bank") was incorporated in Pakistan on 19 July 2006 and was granted approval for commencement of banking business by State Bank of Pakistan, with effect from 30 December 2006. The ultimate holding company of the Bank is Standard Chartered Plc., incorporated in England. The Bank's registered office is situated at Standard Chartered Bank Building, I.I. Chundrigar Road, Karachi.

The Bank is engaged in the banking business as defined in the Banking Companies Ordinance, 1962 and has a total number of 162 branches in Pakistan (31 December 2008: 174 branches) in operation at 30 September 2009.

Standard Chartered Bank (Pakistan) Limited has three subsidiaries. All of them are incorporated in Pakistan.

- Standard Chartered Leasing Limited
- Standard Chartered Modarba
- Standard Chartered Services of Pakistan (Private) Limited

These condensed interim financial statements are separate financial statements of the Bank in which investments in subsidiaries are accounted for on the basis of direct equity interest rather than on the basis of reported results. Consolidated condensed interim financial statements are presented separately.

2 STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. The disclosures in the condensed interim financial information do not include the information reported for full annual financial statements and should therefore be read in conjunction with the financial statements for the year ended 31 December 2008.

3 ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Bank for the year ended 31 December 2008, except for the following changes:

International Accounting Standard 1 (Revised) 'Presentation of Financial Statements' and IFRS 8 'Operating Segments' became effective for financial periods beginning on or after 1 January 2009. The application of these standards has resulted in certain increased disclosures including the statement of other comprehensive income which has been reflected in the Bank's financial statements. There is no change in the segments reported.

During the current period IFRIC 13 'Customer Loyalty Programmes' issued by the International Financial Reporting Interpretations Committee became effective. The revenue from award credits for loyalty points earned on use of various products of the Bank is measured by reference to their fair value and is recognised when award credits are redeemed. The cost of the award points is recognised at the time award points are redeemed. Previously, revenue from award credits for loyalty points was being recognised at the time when these points were awarded and the cost of award points was accrued at the same time. Due to current size of the program the effect of change is not estimated to be material and therefore previous year figures have not been restated.

**Notes to the Un-Consolidated Condensed Interim Financial Information (Un-audited)
For the nine months period ended 30 September 2009**

4 ACCOUNTING ESTIMATES

The basis for the accounting estimates adopted in the preparation of the condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Bank for the year ended 31 December 2008.

5 FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Bank are consistent with those disclosed in the annual financial statements of the Bank for the year ended 31 December 2008.

6 LENDINGS TO FINANCIAL INSTITUTIONS

	30 September 2009	31 December 2008
	(Rupees in '000)	
Repurchase agreement lendings (Reverse Repo)	452,614	12,475,673
Placements	20,499,172	18,991,225
	<u>20,951,786</u>	<u>31,466,898</u>

Notes to the Un-Consolidated Condensed Interim Financial Information (Un-audited) For the nine months period ended 30 September 2009

7 INVESTMENTS - NET

	30 September 2009			31 December 2008		
	Held by bank	Given as collateral	Total	Held by bank	Given as collateral	Total
7.1 Investments by type	----- (Rupees in '000) -----					
Held for trading						
Market Treasury Bills	6,801,781	-	6,801,781	989,010	-	989,010
Pakistan Investment Bonds	225,517	-	225,517	3,916	-	3,916
Term Finance Certificates - listed	209,000	-	209,000	-	-	-
Available for sale						
Market Treasury Bills	46,467,076	10,223,185	56,690,261	17,078,141	-	17,078,141
Pakistan Investment Bonds	10,888,477	-	10,888,477	12,219,772	19,057	12,238,829
Ordinary shares of listed companies	2	-	2	4	-	4
Units / Certificates of mutual funds	-	-	-	3,940	-	3,940
Ordinary shares of unlisted companies	86,988	-	86,988	86,818	-	86,818
Wapda Sukuk Bonds	300,000	-	300,000	300,000	-	300,000
Subsidiaries						
Standard Chartered Services of Pakistan (Private) Limited	44,500	-	44,500	44,500	-	44,500
Standard Chartered Modarba	42,000	-	42,000	42,000	-	42,000
Standard Chartered Leasing Limited	730,589	-	730,589	730,589	-	730,589
Investments at amortised cost	65,795,930	10,223,185	76,019,115	31,498,690	19,057	31,517,747
Provision for diminution in the value of investments	(1,653)	-	(1,653)	(3,827)	-	(3,827)
Investments (net of provisions)	65,794,277	10,223,185	76,017,462	31,494,863	19,057	31,513,920
Surplus on revaluation of held for trading securities	153,653	-	153,653	438	-	438
Deficit on revaluation of available for sale securities	(667,008)	11,108	(655,900)	(1,922,733)	(4,962)	(1,927,695)
Total Investments at market value	65,280,922	10,234,293	75,515,215	29,572,568	14,095	29,586,663

Notes to the Un-Consolidated Condensed Interim Financial Information (Un-audited) For the nine months period ended 30 September 2009

8 ADVANCES - NET

	30 September 2009	31 December 2008
	(Rupees in '000)	
Loans, cash credits, running finances, etc.		
- In Pakistan	138,685,339	133,532,439
- Outside Pakistan	-	-
	138,685,339	133,532,439
Bills discounted and purchased (excluding treasury bills)		
- Payable in Pakistan	323,215	1,753,623
- Payable outside Pakistan	5,164,218	2,430,209
	5,487,433	4,183,832
Advances - gross	144,172,772	137,716,271
Provision for non-performing advances	(16,112,556)	(12,114,806)
Advances - net of provision	128,060,216	125,601,465

8.1 Advances include Rs 19,462.535 million (31 December 2008: Rs 16,534.389 million) which have been placed under non-performing status as detailed below:

Category of classification	30 September 2009								
	Classified Advances			Provision Required			Provision Held		
	Domestic	Overseas	Total	Domestic	Overseas (Rupees in '000)	Total	Domestic	Overseas	Total
OAEM	-	-	-	-	-	-	-	-	-
Substandard	3,815,166	-	3,815,166	948,162	-	948,162	948,162	-	948,162
Doubtful	2,099,923	-	2,099,923	1,007,169	-	1,007,169	1,007,169	-	1,007,169
Loss	13,547,446	-	13,547,446	12,502,726	-	12,502,726	12,502,726	-	12,502,726
	19,462,535	-	19,462,535	14,458,057	-	14,458,057	14,458,057	-	14,458,057
General Provision	-	-	-	1,654,499	-	1,654,499	1,654,499	-	1,654,499
	19,462,535	-	19,462,535	16,112,556	-	16,112,556	16,112,556	-	16,112,556

Category of classification	31 December 2008								
	Classified Advances			Provision Required			Provision Held		
	Domestic	Overseas	Total	Domestic	Overseas (Rupees in '000)	Total	Domestic	Overseas	Total
OAEM	-	-	-	-	-	-	-	-	-
Substandard	5,481,653	-	5,481,653	1,387,150	-	1,387,150	1,387,150	-	1,387,150
Doubtful	2,953,293	-	2,953,293	1,182,296	-	1,182,296	1,182,296	-	1,182,296
Loss	8,099,443	-	8,099,443	7,749,943	-	7,749,943	7,749,943	-	7,749,943
	16,534,389	-	16,534,389	10,319,389	-	10,319,389	10,319,389	-	10,319,389
General Provision	-	-	-	1,795,417	-	1,795,417	1,795,417	-	1,795,417
	16,534,389	-	16,534,389	12,114,806	-	12,114,806	12,114,806	-	12,114,806

Notes to the Un-Consolidated Condensed Interim Financial Information (Un-audited) For the nine months period ended 30 September 2009

8.1.1 At 30 September, 2009, the provision requirement has been reduced by Rs. 269.333 million (31 December 2008: Rs. 318.5 million) due to the benefit of Forced Sale Value (FSV) of commercial and residential properties held as collateral, in accordance with the requirements specified by SBP BSD Circular 02 dated 27 January 2009. The said FSV benefit is not available for distribution of cash and stock dividend.

9 DEFERRED TAXATION

The Finance Act, 2009 has made significant amendments in the Seventh Schedule to Income Tax Ordinance, 2001. Through these amendments the deduction for provisions for advances and off balance sheet items will be allowed upto 1% of total advances. Provisioning in excess of 1% would be allowed to be carried over to succeeding years. The amount of bad debts classified as Substandard under Prudential Regulations issued by State Bank of Pakistan would not be allowed as an expense. The amendments are applicable for financial year ending 31 December 2009.

The management has carried out an exercise at period end and concluded that they would be able to get deduction of provision in excess of 1% of total advances (pro-rated for nine months) and have recognized deferred tax asset on such provision amounting to Rs.1,753 million.

The amendments introduced in the Seventh Schedule do not provide for any transitional mechanism i.e. how and when the provision for bad debts disallowed upto 31 December 2008 would be allowed as a deduction. The Institute of Chartered Accountants of Pakistan (ICAP) and Pakistan Banks' Association (PBA) have taken up this matter with Federal Board of Revenue (FBR). However, pending the final resolution of the matter, ICAP considers that reversal of deferred tax asset in relation thereto may not be made until the end of the financial year by which time the matter is expected to be decided by the FBR as proposed by the ICAP and the PBA. Accordingly, the deferred tax asset recognized through 31 December 2008 relating to provisions for advances and off balance sheet items amounting to Rs.4,240 million has been carried forward.

10 DEPOSITS AND OTHER ACCOUNTS

	30 September 2009	31 December 2008
	(Rupees in '000)	
Customers		
- Fixed deposits	56,414,693	51,228,362
- Savings deposits	79,762,354	61,960,411
- Current accounts - Remunerative	-	-
- Current accounts - Non-remunerative	64,993,992	59,507,796
- Margin accounts	1,105,055	1,156,891
- Special exporters' account	232,807	157,004
	<u>202,508,901</u>	<u>174,010,464</u>
Financial Institutions		
- Remunerative deposits	-	-
- Non-remunerative deposits	786,084	541,337
	<u>786,084</u>	<u>541,337</u>
	<u>203,294,985</u>	<u>174,551,801</u>

Notes to the Un-Consolidated Condensed Interim Financial Information (Un-audited) For the nine months period ended 30 September 2009

11 CONTINGENCIES AND COMMITMENTS	30 September 2009	31 December 2008
11.1 Transaction-related contingent liabilities		
Guarantees issued favouring:		(Rupees in '000)
- Government	24,747,762	25,540,102
- Others	16,324,482	9,800,921
11.2 Trade-related contingent liabilities		
Letters of credit	14,935,066	13,911,460
11.3 Other contingencies		
Claims against the Bank not acknowledged as debt	11,519,473	5,488,481
11.4 Commitments in respect of forward exchange contracts		
Purchase		
State Bank of Pakistan	11,482,250	11,142,750
Other banks	29,515,507	28,183,357
Customers	2,013,241	3,367,331
Sale		
State Bank of Pakistan	-	-
Other banks	27,760,841	21,355,404
Customers	560,756	3,147,982
11.5 Commitments in respect of operating leases		
Not later than one year	2,424	8,982
Later than one year and not later than five years	-	320

Notes to the Un-Consolidated Condensed Interim Financial Information (Un-audited) For the nine months period ended 30 September 2009

11.6 Derivative Instruments

Product Analysis

Counterparties	Current Period (Rupees in '000)			
	Interest Rate Swaps		FX Options	
	No. of Contracts	Notional Principal	No. of Contracts	Notional Principal *
With Banks for				
Hedging	-	-	-	-
Market Making	59	58,553,586	12	2,393,998
With FIs other than banks				
Hedging	-	-	-	-
Market Making	3	2,700,000	-	-
With other entities for				
Hedging	-	-	-	-
Market Making	76	74,954,346	12	2,393,998
Total				
Hedging	-	-	-	-
Market Making	138	136,207,932	24	4,787,997
2008 Total Market Making	147	292,012,336	40	16,215,220

* At the exchange rate prevailing at the end of the reporting period

Contracts with banks represent contracts entered with branches of Standard Chartered Bank, UK to obtain cover against the contracts with customers, except for 18 contracts having notional principal of Rs 25,961 million with local banks.

Notes to the Un-Consolidated Condensed Interim Financial Information (Un-audited) For the nine months period ended 30 September 2009

12 SEGMENT DETAILS WITH RESPECT TO BUSINESS ACTIVITIES

Segment analysis with respect to business activity

	Global Markets	Corporate and Institutional Banking	Consumer Banking	Total
----- (Rupees in '000) -----				
30 September 2009				
Total income	3,627,027	3,516,758	10,293,457	17,437,242
Total expenses	(738,640)	(5,613,205)	(10,572,550)	(16,924,395)
Net income (loss)	2,888,387	(2,096,447)	(279,093)	512,847
Segment Assets (Gross)	138,794,833	128,291,792	57,526,466	324,613,091
Segment Non Performing Loans	-	12,045,566	7,416,969	19,462,535
Segment Provision Required	-	9,654,277	6,458,279	16,112,556
Segment Liabilities	31,128,138	82,379,117	151,086,419	264,593,674
Segment Return on net Assets (ROA) (%) *	2.78%	-2.36%	-0.73%	0.22%
Segment Cost of funds (%) **	6.58%	6.29%	3.91%	4.81%

30 September 2008

Total income	4,527,042	2,956,524	10,484,240	17,967,806
Total expenses	(610,131)	(2,799,487)	(11,293,781)	(14,703,399)
Net income (Loss)	3,916,911	157,037	(809,541)	3,264,407
Segment assets (Gross)	98,769,546	104,326,420	79,196,723	282,292,689
Segment non performing loans	-	8,943,341	5,414,382	14,357,723
Segment provision required	-	6,564,266	3,694,343	10,258,609
Segment liabilities	23,964,566	62,075,008	141,604,025	227,643,599
Segment return on net assets (ROA) (%) *	5.30%	0.21%	-1.43%	1.60%
Segment cost of funds (%) **	3.84%	4.15%	2.41%	3.03%

* Segment ROA = Net income / (Segment Assets - Segment Provisions) - annualised
 ** Segment cost of funds have been computed based on the average balances - annualised

The business activities of the Bank are confined to three segments i.e. Consumer Banking, Global Markets and Corporate & Institutional Banking (Wholesale Banking). The products and services offered by these segments are as follows:

Global markets

Overall management of the treasury of the bank and offering various cash and interest risk management products to the customers. The products include FX forwards, FX options and interest rate swaps.

Consumer Banking

Wealth management, deposits, mortgages, auto finance, cards and loans.

Corporate and institutional banking

Trade and lending activities for the corporates and financial institutions.

Notes to the Un-Consolidated Condensed Interim Financial Information (Un-audited) For the nine months period ended 30 September 2009

13. RELATED PARTY TRANSACTIONS

Related parties comprise of Standard Chartered Plc., ultimate parent company, its subsidiaries, key management personnel, and employees' retirement benefit funds. The transactions with related parties are conducted at commercial terms. The bank also provides advances to employees at reduced rates in accordance with their terms of employment.

The transactions and balances with related parties are summarised as follows:

	30 September 2009	31 December 2008
	(Rupees in '000)	
Group		
Nostro balances with other branches of the holding company	2,093,768	975,202
Overdrawn nostro balances with other branches of the holding company	1,438	28,590
Vostro balances with the other branches of the holding company	297,324	108,826
Placements with Group	20,499,172	18,991,225
Deposits of Group Companies	18,304	16,420
Due to Holding Company	9,310,897	6,806,078
Due to associated undertakings	117,550	58,526
Due from associated undertakings	155,965	55,787
Interest receivable from Group companies	16,154	19,725
Inter-company derivative assets	936,216	2,433,755
Inter-company derivative liabilities	653,504	1,298,316
Subsidiaries		
Deposits of subsidiaries	61,728	44,797
Loans to subsidiaries	82,878	1,067,399
Accrued interest receivable	4,617	50,871
Key management personnel		
Loans and advances to key management personnel	92,043	99,716
Deposits of key management personnel	17,345	69,732
Others		
Deposits by staff retirement benefit funds	34,747	180,647
Deposits by customers with common directorship	133	2,624
Loans to staff retirement benefit funds	-	2,600
Receivable from defined benefit plans	52,680	36,526
Receivable / (payable) from defined contribution plans	89,296	(10,304)
Accrued interest receivable against loans and advances to customers with common directorship	-	11,890

Notes to the Un-Consolidated Condensed Interim Financial Information (Un-audited) For the nine months period ended 30 September 2009

	Nine months period ended	
	30 September 2009	30 September 2008
Profit and Loss Group	(Rupees in '000)	
Mark-up / interest expensed	4,787	244,536
Mark-up / interest earned	114,052	265,422
Fee and commission expense	29,745	21,469
Fee and commission income	54	-
Reimbursement of executive and general administrative cost	2,549,778	2,325,894
Payment for direct sales services rendered	509,435	712,215
Net loss on inter-company derivatives	852,727	344,483
Royalty expense	59,024	32,209
Key management personnel		
Mark-up / interest earned	1,730	1,265
Mark-up / interest expensed	821	337
Sale of shares	-	377
Sale of vehicles	-	1,906
Salaries and benefits	189,210	97,725
Post retirement benefits	10,486	9,904
Subsidiaries		
Mark-up / interest expensed	3,282	2,145
Mark-up / interest earned	55,531	65,054
Lease rentals paid	6,878	18,333
Administrative expenses (including rent and other charges)	6,517	4,552
Reimbursement of salaries	4,078	5,621
Others		
Contribution to defined contribution plans	179,339	151,894
Net charge for defined contribution plans	93,738	171,721
Net income / (charge) for defined benefit plans	2,796	-
Mark up / interest expensed on deposits of staff retirement benefit funds	9,977	4,516
Mark up / interest expensed on deposits by companies with common directorship	220,303	23,377
Remuneration / fee paid to non executive directors	2,200	1,965

Notes to the Un-Consolidated Condensed Interim Financial Information (Un-audited) For the nine months period ended 30 September 2009

13.1 Net movement in loans and deposits are summarised as follows:

	Balance as at 31 December 2008	Net disbursement/ deposits	Net repayments / withdrawals	Balance as at 30 September 2009
----- (Rupees in '000) -----				
Loans and advances				
Key Management Personnel	99,716	20,634	(28,306)	92,043
Subsidiaries	1,067,399	3,351,744	(4,336,265)	82,878
Others	2,600	1,200	(3,800)	-
Deposits				
Group companies	16,420	523,512	(521,628)	18,304
Subsidiaries	44,797	2,762,064	(2,745,133)	61,728
Key Management Personnel	69,732	345,222	(397,609)	17,345
Others	183,271	63,857,036	(64,005,427)	34,880

Notes to the Un-Consolidated Condensed Interim Financial Information (Un-audited) For the nine months period ended 30 September 2009

14. ISLAMIC BANKING BUSINESS

The Bank is operating with 10 Islamic Banking branches at the end of current period (31 December 2008: 8).

Balance Sheet

30 September 2009 31 December 2008

(Rupees in '000)

Assets

Cash in hand	94,427	53,998
Balances with and due from Financial Institutions	2,096,063	785,414
Investments	300,000	300,000
Financing and receivables		
- Murabaha	360,000	565,637
- Musharaka	-	-
- Diminishing Musharaka	4,937,723	5,610,640
- Others	113,758	120,294
Operating fixed assets	57,594	60,684
Other assets	1,544,474	135,028
	9,504,039	7,631,695

Liabilities

Deposits and other accounts		
- Current accounts	2,448,831	1,632,370
- Savings accounts	2,299,941	736,595
- Term deposits	2,881,356	2,209,134
- Others	246,124	-
Due to Head Office	-	1,378,871
Other liabilities	679,028	97,220
	8,555,280	6,054,190
	948,759	1,577,505

Net Assets

Represented by:

Islamic Banking Fund	200,000	200,000
Reserves	748,759	1,377,505
Surplus on revaluation of assets - net	-	-
	948,759	1,577,505

Contingencies and Commitments

Remuneration to Shariah Advisor / Board

- -

- -

Charity fund

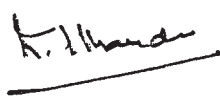
Opening balance	-	-
Additions during the period	1,248	3,490
Payments / Utilization during the period	(1,248)	(3,490)
Closing balance	-	-

15. DATE OF AUTHORIZATION

These financial statements were authorised for issue in the Board of Directors meeting held on 29 October 2009.



Badar Kazmi
Chief Executive



Najam I. Chaudhri
Director



Shahid Zaki
Director




Parvez Ghias
Director

Standard Chartered Bank (Pakistan) Limited
Condensed Interim
Consolidated Financial Statements
For the nine months period ended
30 September 2009

Consolidated Condensed Interim Balance Sheet

As at 30 September 2009

	30 September 2009 (Un-Audited)	31 December 2008 (Audited)
ASSETS		
	(Rupees in '000)	
Cash and balances with treasury banks	24,041,421	22,741,119
Balances with other banks	2,254,817	1,261,582
Lendings to financial institutions	20,951,786	31,472,627
Investments - net	74,942,446	28,937,790
Advances - net	133,075,595	128,992,078
Operating fixed assets	3,533,703	3,900,676
Intangible assets	27,152,036	27,535,060
Deferred tax assets - net	4,151,041	3,368,731
Other assets	23,143,139	19,363,705
	313,245,984	267,573,368
LIABILITIES		
Bills payable	3,682,455	4,296,420
Borrowings from financial institutions	19,284,605	8,791,594
Deposits and other accounts	203,237,284	174,511,408
Sub-ordinated loans	1,523,000	1,710,300
Other liabilities	40,683,701	34,616,164
	268,411,045	223,925,886
	44,834,939	43,647,482
NET ASSETS		
REPRESENTED BY:		
Share capital	38,715,850	38,715,850
Reserves	1,966,348	1,904,684
Unappropriated profit	3,748,195	3,504,907
Attributable to equity holders of the Bank	44,430,393	44,125,441
Minority interest	819,788	775,021
	45,250,181	44,900,462
Deficit on revaluation of securities - net of deferred tax	(415,242)	(1,252,980)
	44,834,939	43,647,482



Badar Kazmi
Chief Executive



Najam I. Chaudhri
Director



Shahid Zaki
Director

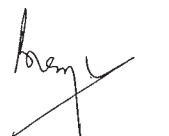


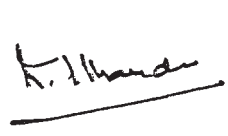
Parvez Ghias
Director

Consolidated Condensed Interim Profit and Loss Account (Un-audited)

For the nine months period ended 30 September 2009

	Three months period ended 30 September 2009	Six months period ended 30 September 2009	Three months period ended 30 September 2008	Nine months period ended 30 September 2008
	(Rupees in '000)		(Rupees in '000)	
CONTINUING OPERATIONS				
Mark-up / return / interest earned	6,704,742	20,119,388	6,004,902	17,338,743
Mark-up / return / interest expensed	(2,772,094)	(7,813,324)	(1,615,014)	(4,850,726)
Net mark-up / interest income	3,932,648	12,306,064	4,389,888	12,488,017
Provision against non-performing loans and advances - net	(2,313,007)	(6,170,996)	(1,964,358)	(6,422,438)
Recovery of amounts written off in previous years	212,545	672,641	282,304	869,473
(Provision) / reversal of provision for diminution in the value of investments - net	1,047	(6,589)	-	1,444
Bad debts written off directly	(640,452)	(2,317,387)	(1,891)	(1,891)
	(2,739,867)	(7,822,331)	(1,683,945)	(5,553,412)
Net mark-up / return / interest income after provisions	1,192,781	4,483,733	2,705,943	6,934,605
NON MARK-UP / NON INTEREST INCOME				
Fees, commission and brokerage income	948,781	3,094,195	1,004,068	2,959,515
Dividend income	981	1,285	5,942	6,751
Income from dealing in foreign currencies	491,221	1,597,940	259,831	1,570,211
Gain / (loss) on sale of securities - net	186,513	263,368	-	(298,962)
Unrealized gain on revaluation of investments classified as held for trading - net	30,799	153,653	-	-
Other income	(49,100)	212,042	601,785	1,450,140
Total non mark-up / non interest income	1,609,195	5,322,483	1,871,626	5,687,655
	2,801,976	9,806,216	4,577,569	12,622,260
NON MARK-UP / NON INTEREST EXPENSES				
Administrative expenses	(2,472,798)	(9,027,314)	(3,334,087)	(9,168,184)
Other provisions / asset write-offs	(34,089)	(36,544)	-	-
Other charges	(93,343)	(195,560)	6,832	(97,720)
Total non mark-up / non interest expenses	(2,600,230)	(9,259,418)	(3,327,255)	(9,265,904)
	201,746	546,798	1,250,314	3,356,356
Extra-ordinary / unusual items	-	-	-	-
PROFIT BEFORE TAXATION FROM CONTINUING OPERATIONS	201,746	546,798	1,250,314	3,356,356
Taxation - current	606,300	(1,406,008)	(77,991)	(151,822)
- prior years'	-	(14,646)	2,573	2,573
- deferred	502,935	1,227,461	(334,426)	(1,005,599)
	(103,365)	(193,193)	(409,844)	(1,154,848)
PROFIT AFTER TAXATION FROM CONTINUING OPERATIONS	98,381	353,605	840,470	2,201,508
DISCONTINUED OPERATIONS				
Loss from discontinued operations (net of tax)	-	-	(17,661)	(47,586)
PROFIT AFTER TAXATION	98,381	353,605	822,809	2,153,922
Attributable to :				
Equity holders of the Bank	105,013	308,318	799,486	2,100,063
Minority interest	(6,632)	45,287	23,323	53,859
	98,381	353,605	822,809	2,153,922
BASIC / DILUTED EARNINGS PER SHARE				
	Rupees 0.03	Rupees 0.08	Rupees 0.21	Rupees 0.54


Badar Kazmi
Chief Executive


Najam I. Chaudhri
Director

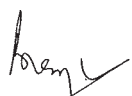

Shahid Zaki
Director


Parvez Ghias
Director

Consolidated Condensed Interim Cash Flow Statement (Un-audited)

For the nine months period ended 30 September 2009

	30 September 2009	30 September 2008
	(Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation from continuing operations	546,798	3,356,356
Loss before taxation from discontinued operations	-	(45,193)
Profit before taxation	<u>546,798</u>	<u>3,311,163</u>
Dividend income	<u>(1,285)</u>	<u>(6,751)</u>
	545,513	3,304,412
Adjustments for:		
Depreciation	499,733	538,143
Amortization	383,026	614,049
Gain on disposal of fixed assets	(4,508)	(13,065)
Other provisions / write offs	36,544	-
Provision / (reversal of provision) for diminution in the value of investments - net	6,589	(1,444)
Provisions / write-offs against loans and advances - net of recoveries	<u>7,815,742</u>	<u>5,554,856</u>
	<u>8,737,126</u>	<u>6,692,539</u>
	9,282,639	9,996,951
Decrease / (increase) in operating assets:		
Lendings to financial institutions	10,520,841	(1,405,132)
Held for trading securities	(6,243,372)	408,150
Advances	(11,899,259)	(16,144,462)
Other assets	<u>(3,896,685)</u>	<u>(14,882,075)</u>
	(11,518,475)	(32,023,519)
(Decrease) / increase in operating liabilities:		
Bills payable	(613,965)	(3,148,344)
Borrowings from financial institutions	10,493,011	404,252
Deposits and other accounts	28,725,876	3,006,329
Other liabilities	<u>6,067,537</u>	<u>14,794,054</u>
	<u>44,672,459</u>	<u>15,056,291</u>
Cash inflow / (outflow) before taxation	42,436,623	(6,970,277)
Income tax paid	<u>(1,303,400)</u>	<u>(823,692)</u>
Net cash generated from / (used in) operating activities	41,133,223	(7,793,969)
CASH FLOW FROM INVESTING ACTIVITIES		
Net investments	(38,484,987)	8,600,289
Dividend income received	1,285	6,751
Net investment in fixed assets (including intangible assets)	(175,675)	(855,869)
Sale proceeds on disposal of fixed assets	<u>10,877</u>	<u>100,879</u>
Net cash (used in) / generated from investing activities	(38,648,500)	7,852,050
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of sub-ordinated Term Finance Certificates	(187,300)	(285,154)
Expenditure on issue of right shares	<u>(3,886)</u>	<u>-</u>
Net cash used in financing activities	(191,186)	(285,154)
Increase / (decrease) in cash and cash equivalents for the period	2,293,537	(227,073)
Cash and cash equivalents at beginning of the period	<u>24,002,701</u>	<u>27,922,495</u>
Cash and cash equivalents at end of the period	<u>26,296,238</u>	<u>27,695,422</u>



Badar Kazmi
Chief Executive



Najam I. Chaudhri
Director




Shahid Zaki
Director



Parvez Ghias
Director

Consolidated Condensed Interim Statement of Changes in Equity (Un-audited) For the nine months period ended 30 September 2009

	Share Capital	Share Premium	Exchange Translation Reserve	Statutory Reserve	Unappropriated Profit	Total	Minority Interest	Total
	(Rupees in '000)							
Balance as at 31 December 2007	38,715,850	1,036,090	(33,539)	733,490	3,031,159	43,483,050	760,180	44,243,230
Comprehensive income for the nine months period ended 30 September 2008	-	-	60,635	-	2,100,063	2,160,698	53,859	2,214,557
Transfer to statutory reserve	-	-	-	420,013	(420,013)	-	-	-
Minority share in deficit on revaluation of available for sale securities	-	-	-	-	-	-	(1,535)	(1,535)
Balance as at 30 September 2008	38,715,850	1,036,090	27,096	1,153,503	4,711,209	45,643,748	812,504	46,456,252
Comprehensive income for the three months period from 01 October 2008 to 31 December 2008	-	-	(27,096)	-	(1,491,211)	(1,518,307)	19,271	(1,499,036)
Transfer to statutory reserve	-	-	-	(284,909)	284,909	-	-	-
Dividend paid to minority shareholders by subsidiary	-	-	-	-	-	-	(58,092)	(58,092)
Minority share in surplus on revaluation of available for sale securities	-	-	-	-	-	-	1,338	1,338
Balance as at 31 December 2008	38,715,850	1,036,090	-	868,594	3,504,907	44,125,441	775,021	44,900,462
Comprehensive income for the nine months period ended 30 September 2009	-	-	-	-	308,318	308,318	45,287	353,605
Transfer to statutory reserve	-	-	-	61,664	(61,664)	-	-	-
Expenditure on issue of right shares	-	-	-	-	(3,366)	(3,366)	(520)	(3,886)
Balance as at 30 September 2009	38,715,850	1,036,090	-	930,258	3,748,195	44,430,393	819,788	45,250,181



Badar Kazmi
Chief Executive



Najam I. Chaudhri
Director



Shahid Zaki
Director



Parvez Ghias
Director

Consolidated Condensed Interim Statement of Comprehensive Income (Un-audited) For the nine months period ended 30 September 2009

	30 September 2009	30 September 2008
(Rupees in '000)		
Profit after tax	353,605	2,153,922
Other comprehensive income:		
Exchange difference on translating foreign operations	-	60,635
Actuarial gain / (loss) on defined benefit plans	-	-
Total comprehensive income for the period	353,605	2,214,557

Note (i): Surplus / deficit on revaluation of 'Available for sale' securities is presented under a separate head below equity as 'surplus / deficit on revaluation of securities' in accordance with the requirements specified by the State Bank of Pakistan vide its BSD circular 20 dated 04 August 2000 and BSD circular 10 dated 13 July 2004.

Note (ii): The actuarial valuations for employee defined benefit plans are carried out at annual intervals. The management considers that there are no events at the balance sheet date which require an update of these valuations. In the absence of updated valuations, no corresponding actuarial gains / losses have been recognised during the period.



Badar Kazmi
Chief Executive



Najam I. Chaudhri
Director



Shahid Zaki
Director



Parvez Ghias
Director