

Standard Chartered Bank (Pakistan) Limited  
**Condensed Interim**  
**Consolidated Financial Statements**  
For the three months period ended  
March 31, 2008

**Standard Chartered Bank (Pakistan) Limited**  
**Consolidated Condensed Interim Balance Sheet**  
As at March 31, 2008

	March 31, 2008 (Un-Audited)	December 31, 2007 (Audited)
(Rupees in '000)		
<b>ASSETS</b>		
Cash and balances with treasury banks	22,743,449	26,295,978
Balances with other banks	1,422,649	1,626,517
Lendings to financial institutions	28,007,110	15,393,820
Investments	38,906,498	40,717,866
Advances	127,638,580	122,787,983
Operating fixed assets	3,882,762	3,748,399
Intangible assets	28,050,279	28,233,852
Deferred tax assets	3,281,676	3,271,017
Other assets	19,428,345	17,040,102
	<u>273,361,348</u>	<u>259,115,534</u>
<b>LIABILITIES</b>		
Bills payable	3,941,005	6,637,388
Borrowings from financial institutions	18,119,766	6,882,731
Deposits and other accounts	177,741,610	177,044,230
Sub-ordinated loans	1,932,909	1,912,455
Liabilities against assets subject to finance lease	-	-
Deferred tax liabilities	-	-
Other liabilities	27,071,446	22,652,559
	<u>228,806,736</u>	<u>215,129,363</u>
<b>NET ASSETS</b>	<u>44,554,612</u>	<u>43,986,171</u>
<b>REPRESENTED BY:</b>		
Share capital	38,715,850	38,715,850
Reserves	1,902,441	1,736,041
Unappropriated profit	3,666,065	3,031,159
	<u>44,284,356</u>	<u>43,483,050</u>
Minority interest	765,103	760,180
Deficit on revaluation of securities - net of deferred tax	(494,847)	(257,059)
	<u>44,554,612</u>	<u>43,986,171</u>

**CONTINGENCIES AND COMMITMENTS**



**Badar Kazmi**  
Chief Executive


Karachi: April 29, 2008



**Shahid Zaki**  
Director



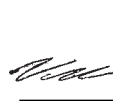



**Nadeem Abdullah**  
Director



**Najmul Islam Chaudhri**  
Director

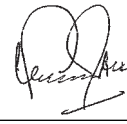
**Standard Chartered Bank (Pakistan) Limited**  
**Consolidated Condensed Interim Profit and Loss Account (Un-Audited)**  
For the three months period ended March 31, 2008

	March 2008 (Rupees in '000)	March 2007 (Rupees in '000)	
<b>CONTINUING OPERATIONS</b>			
Mark-up / return / interest earned	5,465,791	5,666,433	
Mark-up / return / interest expensed	(1,556,671)	(1,589,668)	
Net mark-up / return / interest income	<u>3,909,120</u>	<u>4,076,765</u>	
Provision against non-performing loans and advances	(1,701,227)	(782,270)	
Recovery of amounts written off in previous years	275,154	41,889	
Provision for diminution in the value of investments	359	244	
Bad debts written off directly	-	-	
	<u>(1,425,714)</u>	<u>(740,137)</u>	
<b>NET MARK-UP/INTEREST INCOME AFTER PROVISIONS</b>	<u>2,483,406</u>	<u>3,336,628</u>	
<b>NON MARK-UP / NON INTEREST INCOME</b>			
Fee, commission and brokerage income	984,218	793,339	
Dividend income	-	184	
Income from dealing in foreign currencies	370,088	227,956	
(Loss) / Gain on sale of securities	(113,707)	14,043	
Unrealised gain on revaluation of investments classified as held for trading	-	4,506	
Other income	656,253	276,195	
Total non-mark-up / interest income	<u>1,896,852</u>	<u>1,316,223</u>	
	<u>4,380,258</u>	<u>4,652,851</u>	
<b>NON MARK-UP / NON INTEREST EXPENSES</b>			
Administrative expenses	(3,172,003)	(2,498,921)	
Other provisions / assets write offs	-	-	
Other charges	(240)	-	
Total non-mark-up / interest expenses	<u>(3,172,243)</u>	<u>(2,498,921)</u>	
Extra-ordinary / unusual items	-	-	
<b>PROFIT BEFORE TAXATION FROM CONTINUING OPERATIONS</b>	<u>1,208,015</u>	<u>2,153,930</u>	
Taxation:			
- Current	(313,920)	(715,118)	
- Deferred	(117,167)	(34,436)	
	<u>(431,087)</u>	<u>(749,554)</u>	
<b>PROFIT AFTER TAXATION FROM CONTINUING OPERATIONS</b>	<u>776,928</u>	<u>1,404,376</u>	
<b>DISCONTINUING OPERATIONS</b>			
Profit from discontinuing operations (net of tax Rs 2,326 thousand)	20,840	-	
<b>PROFIT AFTER TAXATION</b>	<u>797,768</u>	<u>1,404,376</u>	
Attributable to:			
Equity holders of the Bank	793,633	1,405,221	
Minority interest	4,135	(845)	
	<u>797,768</u>	<u>1,404,376</u>	
	<u>Rupees</u>	<u>Rupees</u>	
	0.20	0.36	
<b>BASIC/ DILUTED EARNINGS PER SHARE</b>			
			
<b>Badar Kazmi</b> Chief Executive	<b>Shahid Zaki</b> Director	<b>Nadeem Abdullah</b> Director	<b>Najmul Islam Chaudhri</b> Director

**Standard Chartered Bank (Pakistan) Limited**  
**Consolidated Condensed Interim Cash Flow Statement (Un-Audited)**  
For the three months period ended March 31, 2008

	March 31, 2008	December 31, 2007
(Rupees in '000)		
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	1,231,181	2,153,930
Dividend income	-	(184)
	<u>1,231,181</u>	<u>2,153,746</u>
Adjustments for :		
Depreciation	181,214	138,989
Amortization	208,180	235,743
(Gain)/Loss on disposal of fixed assets	(1,771)	59
Provision for diminution in the value of investments	(359)	(244)
Provision against loans and advances - net	1,426,073	740,381
	<u>1,813,337</u>	<u>1,114,928</u>
	<u>3,044,518</u>	<u>3,268,674</u>
Decrease / (Increase) in operating assets		
Lendings to financial institutions	(12,613,290)	(11,378,005)
Held-for-trading securities	976	(314,372)
Advances	(6,276,670)	3,957,846
Other assets	(2,380,793)	2,796,513
	<u>(21,269,777)</u>	<u>(4,938,018)</u>
(Decrease)/ Increase in operating liabilities		
Bills payable	(2,696,383)	(753,019)
Borrowings from financial institutions	11,237,035	(2,831,912)
Deposits and other accounts	697,380	13,066,784
Other liabilities	4,424,007	(4,049,011)
	<u>13,662,039</u>	<u>5,432,842</u>
Cash (outflow) / inflow before taxation	(4,563,220)	3,763,498
Income tax paid	(319,040)	(40,308)
Net cash (used in)/ generated from operating activities	<u>(4,882,260)</u>	<u>3,723,190</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Net investments	1,445,925	(5,547,629)
Dividend income received	-	184
Net Investment in operating fixed assets including intangible assets	(342,817)	(210,913)
Sale proceeds on disposal of fixed assets	25,208	11,188
Net cash inflow (used in) investing activities	<u>1,128,316</u>	<u>(5,747,170)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Sub-ordinated term finance certificates issued- net	(350)	(351)
Payment of lease obligations	(2,103)	(247)
Net cash (used in) financing activities	<u>(2,453)</u>	<u>(598)</u>
<b>Decrease in cash and cash equivalents for the period</b>	<u>(3,756,397)</u>	<u>(2,024,578)</u>
Cash and cash equivalents at beginning of the period	<u>27,922,495</u>	<u>26,192,982</u>
Cash and cash equivalents at end of the period	<u>24,166,098</u>	<u>24,168,404</u>

  
**Badar Kazmi**  
Chief Executive

  
**Shahid Zaki**  
Director

  
**Nadeem Abdullah**  
Director

  
**Najmul Islam Chaudhri**  
Director

Karachi: April 29, 2008


**Standard Chartered Bank (Pakistan) Limited**  
**Consolidated Condensed Interim Statement of Changes in Equity (Un-audited)**  
For the three months period ended March 31, 2008

	Share Capital	Share Premium	Exchange Translation Reserve	Statutory Reserve	Unappropriated/ Unremitted Profit	Total	Minority Interest	Total
(Rupees in '000)								
Balance as at December 31, 2006	38,715,850	1,036,090	(19,623)	170,172	777,888	40,680,377	756,618	41,436,995
Recognised income and expense for the three months period ended March 31, 2007	-	-	-	-	1,405,221	1,405,221	(845)	1,404,376
Transfer to Statutory reserve	-	-	-	286,957	(286,957)	-	-	-
Minority share of deficit on revaluation of available for sale of securities	-	-	-	-	-	-	379	379
Exchange difference on translation of net investment in foreign branches	-	-	(10,636)	-	-	(10,636)	-	(10,636)
Balance as at March 31, 2007	<u>38,715,850</u>	<u>1,036,090</u>	<u>(30,259)</u>	<u>457,129</u>	<u>1,896,152</u>	<u>42,074,962</u>	<u>756,152</u>	<u>42,831,114</u>
Recognised income and expense for the nine months period from April 01, 2007 to December 2007	-	-	-	-	1,411,368	1,411,368	53,739	1,465,107
Transfer to Statutory reserve	-	-	-	276,361	(276,361)	-	-	-
Exchange difference on translation of net investment in foreign branches	-	-	(3,280)	-	-	(3,280)	-	(3,280)
Dividend paid to minority shareholders	-	-	-	-	-	-	(51,867)	(51,867)
Minority share of deficit on revaluation of available for sale securities	-	-	-	-	-	-	2,156	2,156
<b>Balance as at December 31, 2007</b>	<u>38,715,850</u>	<u>1,036,090</u>	<u>(33,539)</u>	<u>733,490</u>	<u>3,031,159</u>	<u>43,483,050</u>	<u>760,180</u>	<u>44,243,230</u>
<b>Recognised income and expense for the three months period ended March 31, 2008</b>	-	-	-	-	793,633	793,633	4,135	797,768
Transfer to statutory reserve	-	-	-	158,727	(158,727)	-	-	-
Exchange difference on translation of net investment in foreign branches	-	-	7,673	-	-	7,673	-	7,673
Minority Share of deficit on revaluation of available for sale securities	-	-	-	-	-	-	788	788
<b>Balance as at March 31, 2008</b>	<u>38,715,850</u>	<u>1,036,090</u>	<u>(25,866)</u>	<u>892,217</u>	<u>3,666,065</u>	<u>44,284,356</u>	<u>765,103</u>	<u>45,049,459</u>

**Statement of Recognised Income and Expenses**

	March 31, 2008	March 31, 2007
(Rupees in '000)		
Profit after taxation	797,768	1,404,376
Total recognised income and expense for the period	<u>797,768</u>	<u>1,404,376</u>

  
**Badar Kazmi**  
Chief Executive

  
**Shahid Zaki**  
Director

  
**Nadeem Abdullah**  
Director

  
**Najmul Islam Chaudhri**  
Director

Karachi: April 29, 2008