

بِسْمِ اللَّهِ الرَّحْمَنِ الرَّحِيمِ

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CORPORATE INFORMATION

Board of Directors	Mr. Rafique Dawood Mr. Aamir Husain Khan Mr. Adel Yousef Al-Saqabi Mr. Ayaz Dawood Mr. Azam Essof Kolia Mr. Jamil A. Qureshi Mr. Mohammed Tariq Mr. M.Thameem Ghouse Mr. Shehab M. Gargash	Chairman / Director Director Director Director Director Director Director Director
Audit Committee	Mr. Mohammed Tariq Mr. Azam Essof Kolia Mr. Jamil A. Qureshi	Chairman Member Member
Risk Management Committee	Mr. Aamir Husain Khan Mr. Azam Essof Kolia Mr. Ayaz Dawood	Chairman Member Member
Human Resource Committee	Mr. Ayaz Dawood Mr. Aamir Husain Khan	Chairman Member
President & Chief Executive	Mr. Pervez Said	
Company Secretary	Mr. Rauf Ahmed Butt	
Chief Financial Officer	Mr. Sohail Sikandar	
Shariah Advisor	Prof. Mufti Munib-ur-Rehman	
Legal Advisor	M/s. Mohsin Tayebaly & Co. Advocates & Corporate Legal Consultants	
Auditors	M/s. M. Yousuf Adil Saleem & Co. Chartered Accountants	
Share Registrar	F.D. Registrar Services (SMC-Pvt) Ltd. 1700-A, Saima Trade Tower, I. I. Chundrigar Road, Karachi	
Registered Office	1500-A, Saima Trade Tower, I. I. Chundrigar Road, Karachi	
Head Office	Trade Centre, I. I. Chundrigar Road, Karachi	

DIRECTORS' REPORT

On behalf of the Board of Directors of Dawood Islamic Bank Limited, I am pleased to present the accounts of our Bank for the period ended September 30, 2009.

Economic Review

The economic conditions improved during the quarter under review. Investor's confidence returned as reflected by the soaring KSE index. The index rose approximately by 30% from 7162 to over 9000 points. Fresh foreign investment significantly contributed to this growth. However, inflation at about 20% is still high; hence interest rates have remained at a relatively higher level. Consequently there has been a decline in overall borrowing by the private sector, while Government borrowing has increased.

Bank's Performance

Highlights of the period under review are as follows:

	September 30, 2009 (PKR in Million)	December 31, 2008 (PKR in Million)	Growth (%)
Total Assets	13,776	9,567	44%
Deposits	7,370	5,063	45.5%
Financings	4,664	5,640	(17.3)%
Shareholders' Equity	5,051	4,075	23.9%
Number of Branches	28	21	33.3%

	September 30, 2009 (PKR in Million)	September 30, 2008 (PKR in Million)
Gross Revenue	884	562
Fee, Commission & Brokerage Income	10.7	11.2
(Loss)/Profit After Taxation	(77)	35.1
Earning Per Share (Rupees)	(0.159)	0.088

The bank has performed well operationally. The balance sheet grew stronger with the asset side improving. Total assets stood at PKR 13.77 billion, a 44% growth from the last year December 2008 and gross revenue showed a 57% increase compared to the period ended September 2008. Loss before tax for the period is principally attributed to the provisioning for the non performing finances and the reversal of its related accrued profit.

Total deposits of your Bank have increased from PKR 6.2 billion to PKR 7.4 billion recording a 19.35% growth over last quarter. Investments have increased by 40% with Rs.800 million being invested in GoP Ijarah Sukuk. Your Bank has increased its branch network to 28 as at September 30, 2009 from 22 branches in June 2009. With an increased number of branches, your Bank will be able to develop customer base essential to increase business volumes.

Future Outlook

Your bank's focus is to build a quality asset portfolio in order to build asset base and improve spreads. The Board and the Management strongly believe that the Islamic corporate culture will help the bank achieve its long term strategic goals. Further, the Board has approved the appointment of a new CEO subject to the approval by SBP. Moreover, to provide better quality services to our customers, your bank has embraced modern technology. COSO, one of the best international frameworks for internal controls, is being implemented in your bank which brings DIBL at par with best international practices and also enables the bank to comply with statutory requirement of SBP.

I take this opportunity to express the Directors' gratitude to bank's clients and business partners for their valued patronage and to our management and employees for their dedication and hard work. The Board would also like to acknowledge the State Bank of Pakistan for their efforts to strengthen the Islamic Banking industry and financial markets.

On behalf of the Board

Rafique Dawood
Chairman
Date: October 22, 2009

**CONDENSED INTERIM BALANCE SHEET
AS AT SEPTEMBER 30, 2009**

	Unaudited Sept, 30, 2009	Audited Dec, 31, 2008
Note	Rupees in '000	
ASSETS		
Cash and balances with treasury banks	646,777	418,948
Balances with other banks	1,309,840	255,703
Due from financial institutions	3,151,670	250,040
Investments	5 2,896,923	2,045,146
Financings	6 4,663,594	5,639,877
Operating fixed assets	7 484,361	417,364
Deferred tax assets	2,705	-
Other assets	620,630	539,632
	<u>13,776,500</u>	<u>9,566,710</u>
LIABILITIES		
Bills payable	67,995	20,138
Due to financial institutions	1,000,000	50,704
Deposits and other accounts	7,370,342	5,063,393
Sub-ordinated loans	-	-
Liabilities against assets subject to finance lease	-	-
Deferred tax liabilities	-	8,612
Other liabilities	287,351	349,053
	<u>(8,725,688)</u>	<u>(5,491,900)</u>
NET ASSETS	<u><u>5,050,812</u></u>	<u><u>4,074,810</u></u>
REPRESENTED BY		
Share capital	5,010,458	4,001,333
Reserves	16,751	16,751
Unappropriated profit	(9,790)	67,007
	<u>5,017,419</u>	<u>4,085,091</u>
Surplus / (deficit) on revaluation of assets	33,393	(10,281)
	<u><u>5,050,812</u></u>	<u><u>4,074,810</u></u>
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The annexed notes from 1 to 12 form an integral part of these condensed interim financial statements.

RAFIQUE DAWOOD CHAIRMAN	SYED RASHID RAHMAN ACTING PRESIDENT & CHIEF EXECUTIVE	AZAM ESSOF KOLIA DIRECTOR	MOHAMMED TARIQ DIRECTOR	AAMIR HUSAIN KHAN DIRECTOR
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**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (Unaudited)
FOR THE PERIOD ENDED SEPTEMBER 30, 2009**

	Period ended Sept 30, 2009	Period ended Sept 30, 2008	Quarter ended Sept 30, 2009	Quarter ended Sept 30, 2008
<----- Rupees in '000 ----->				
Profit / return earned	883,698	561,770	294,833	234,458
Profit / return expensed	(490,121)	(234,480)	(155,732)	(107,828)
Net spread earned	<u>393,577</u>	<u>327,290</u>	<u>139,101</u>	<u>126,630</u>
Provision against non performing financings	(55,458)	(1,026)	(4,922)	(111)
Provision for diminution in the value of investments	-	-	-	-
Bad debts written off directly	-	-	-	-
	<u>(55,458)</u>	<u>(1,026)</u>	<u>(4,922)</u>	<u>(111)</u>
Net spread after provisions	<u>338,119</u>	<u>326,264</u>	<u>134,179</u>	<u>126,519</u>
OTHER INCOME				
Fee, commission and brokerage income	10,662	11,178	4,432	6,482
Dividend income	20,103	550	18,103	550
Income from dealing in foreign currencies	16,931	17,384	7,507	9,932
Gain / (loss) on sale of securities	-	-	-	-
Unrealized gain / (loss) on revaluation of investments classified as held for trading	-	-	-	-
Other income	7,793	8,579	3,459	1,146
Total other income	<u>55,489</u>	<u>37,691</u>	<u>33,501</u>	<u>18,110</u>
	<u>393,608</u>	<u>363,955</u>	<u>167,680</u>	<u>144,629</u>
OTHER EXPENSES				
Administrative expenses	(474,972)	(308,480)	(173,507)	(133,294)
Other provisions / write offs	-	-	-	-
Other charges	(244)	(44)	(30)	(44)
Total other expenses	<u>(475,216)</u>	<u>(308,524)</u>	<u>(173,537)</u>	<u>(133,338)</u>
Extra ordinary / unusual items	-	-	-	-
(LOSS) / PROFIT BEFORE TAXATION	<u>(81,608)</u>	<u>55,431</u>	<u>(5,857)</u>	<u>11,291</u>
Taxation				
Current	(6,506)	-	(3,452)	-
Prior years	-	-	-	-
Deferred	11,317	(20,334)	(3,455)	(4,604)
	<u>4,811</u>	<u>(20,334)</u>	<u>(6,907)</u>	<u>(4,604)</u>
(LOSS) / PROFIT AFTER TAXATION	<u>(76,797)</u>	<u>35,097</u>	<u>(12,764)</u>	<u>6,688</u>
Unappropriated profit brought forward	67,007	40,825	2,974	69,235
Profit available for appropriation	<u>(9,790)</u>	<u>75,922</u>	<u>(9,790)</u>	<u>75,922</u>
Basic and diluted earnings per share	<u>(0.159)</u>	<u>0.088</u>	<u>(0.026)</u>	<u>0.017</u>

The annexed notes from 1 to 12 form an integral part of these condensed interim financial statements

RAFIQUE DAWOOD CHAIRMAN	SYED RASHID RAHMAN ACTING PRESIDENT & CHIEF EXECUTIVE	AZAM ESSOF KOLIA DIRECTOR	MOHAMMED TARIQ DIRECTOR	AAMIR HUSAIN KHAN DIRECTOR
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**CONDENSED INTERIM CASH FLOW STATEMENT (Unaudited)
FOR THE PERIOD ENDED SEPTEMBER 30, 2009**

	Sept. 30, 2009	Sept. 30, 2008
	Rupees in '000	
A. CASH FLOW FROM OPERATING ACTIVITIES		
(Loss) / Profit before taxation	(81,607)	55,431
Add: Dividend income	(5,750)	(550)
	<u>(87,357)</u>	<u>54,881</u>
Adjustments for non cash charge:		
Stock dividend	(14,353)	-
Depreciation - own assets	54,413	35,672
Depreciation - assets subject to Ijarah	20,557	-
Amortization	40,829	32,110
Provision against non performing financings	55,459	1,026
	<u>156,905</u>	<u>68,808</u>
	69,548	123,689
(Increase) / Decrease in operating assets		
Due from financial institutions	(2,901,631)	725,022
Financings	900,268	(2,026,314)
Other assets (excluding advance taxation and deferred cost)	(75,806)	(1,110,506)
	<u>(2,077,169)</u>	<u>(2,411,798)</u>
Increase / (Decrease) in operating liabilities		
Bills payable	47,857	(54,594)
Due to financial institutions	949,296	780,000
Deposits and other accounts	2,306,949	2,058,912
Other liabilities	(73,148)	134,110
	<u>3,230,954</u>	<u>2,918,428</u>
	1,223,333	630,319
Income tax paid	(5,193)	(4,742)
Net cash generated from operating activities	<u>1,218,140</u>	<u>625,577</u>
B. CASH FLOW FROM INVESTING ACTIVITIES		
Net investments in available-for-sale securities	(793,750)	(764,739)
Investments in operating fixed assets	(160,290)	(181,805)
Dividend received	5,750	550
Proceeds from sale of fixed assets	2,992	2,544
Net cash used in investing activities	<u>(945,298)</u>	<u>(943,450)</u>
C. CASH FLOW FROM FINANCING ACTIVITIES		
Issue of share capital	-	400,133
Proceeds from issue of right shares	1,009,125	-
Net cash flow from financing activities	<u>1,009,125</u>	<u>400,133</u>
Increase in cash and cash equivalents (A+B+C)	1,281,967	82,260
Cash and cash equivalents at beginning of the period	674,650	568,128
Cash and cash equivalents at end of the period	<u>1,956,617</u>	<u>650,388</u>

The annexed notes from 1 to 12 form an integral part of these condensed interim financial statements.

RAFIQUE DAWOOD	SYED RASHID RAHMAN	AZAM ESSOF KOLIA	MOHAMMED TARIQ	AAMIR HUSAIN KHAN
CHAIRMAN	ACTING PRESIDENT & CHIEF EXECUTIVE	DIRECTOR	DIRECTOR	DIRECTOR

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Unaudited)
FOR THE PERIOD ENDED SEPTEMBER 30, 2009

	Share capital	Statutory reserve	Unappropriated Profit	Total
	<----- Rupees in '000 ----->			
Balance at December 31, 2007	3,601,200	10,206	40,825	3,652,231
Issue of share capital	400,133	-	-	400,133
Profit after taxation for the period	-	-	35,097	35,097
Transferred to statutory reserve	-	7,019	(7,019)	-
Balance at Sept 30, 2008	4,001,333	17,225	68,903	4,087,461
Issue of share capital	-	-	-	-
Profit after taxation for the period	-	-	(1,896)	(1,896)
Transferred to statutory reserve	-	(474)	-	(474)
Balance as at December 31, 2008	4,001,333	16,751	67,007	4,085,091
Issue of share capital	1,009,125	-	-	1,009,125
Profit / (Loss) after taxation for the period	-	-	(76,797)	(76,797)
Balance at Sept 30, 2009	<u>5,010,458</u>	<u>16,751</u>	<u>(9,790)</u>	<u>5,017,419</u>

The annexed notes from 1 to 12 form an integral part of these condensed interim financial statements.

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (Unaudited)
FOR THE PERIOD ENDED SEPTEMBER 30, 2009**

1. STATUS AND NATURE OF BUSINESS

- 1.1 Dawood Islamic Bank Limited (the Bank) was incorporated in Pakistan as a public limited company on August 29, 2005 under the Companies Ordinance, 1984 to carry out business of an Islamic Commercial Bank in accordance with the principles of Islamic Sharia. The registered office of the Bank is situated at Saima Trade Tower, I.I Chundrigar Road, Karachi. The Bank is principally engaged in commercial, consumer and investment activities. The Bank is operating through its twenty eight branches including six sub branches.

2. STATEMENT OF COMPLIANCE

- 2.1 These financial statements are prepared in accordance with the approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standard Board and Islamic Financial Accounting Standards issued by the Institute of Chartered Accountants of Pakistan, as are notified under the provision of the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984, by the Securities and Exchange Commission of Pakistan and the Banking Companies Ordinance, 1962, and the directives issued by the State Bank of Pakistan (SBP). In case the requirements of provisions and directives issued under the Companies Ordinance, 1984, and the Banking Companies Ordinance, 1962, and the directives issued by the SBP differ with the requirements of these standards, the provisions of and the directives issued under the Companies Ordinance, 1984, and the Banking Companies Ordinance, 1962, and the directives issued by the SBP shall prevail.
- 2.2 The State Bank of Pakistan has deferred the applicability of International Accounting Standard (IAS) 39, 'Financial Instruments: Recognition and Measurement' and International Accounting Standard (IAS) 40, 'Investment Property' for Banking Companies through BSD Circular No. 10 dated August 26, 2002. Accordingly, the requirements of these standards have not been considered in the preparation of these condensed interim financial statements. However, investments have been classified and valued in accordance with the requirements prescribed by the State Bank of Pakistan through various circulars.
- 2.3 The disclosures made in these condensed interim financial statements have been limited based on the format prescribed by the SBP vide BSD Circular letter No. 2 dated May 12, 2004 and International Accounting Standard 34 'Interim Financial Reporting'. They do not include all of the information and disclosures required for full annual financial statements, and should be read in conjunction with the financial statements of the Bank for the year ended December 31, 2008.

During the current period, International Accounting Standard 1 (Revised), 'Presentation of Financial Statements' (IAS 1) became effective from January 1, 2009. The application of this standard requires certain increased disclosures only. Since the bank has followed format of interim financial statements prescribed by the SBP through BSD Circular letter No. 2 of 2004, therefore the changes introduced in IAS 1 (revised) have not been taken into consideration in the preparation of these condensed interim financial statements.

3. BASIS OF MEASUREMENT

These financial statements have been prepared under the historical cost convention, except for the measurement of certain financial instruments at fair value.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in preparation of these condensed interim financial statements are the same as those adopted in the preparation of annual financial statements of the Bank for the year ended December 31, 2008.

- 4.1 During the period, State Bank of Pakistan vide IBD Circular No.01 dated January 27, 2009 has made effective the implementation of 'IFAS 2 - IJARAH' for Ijarah transactions beginning on or after January 01, 2009. Adoption of IFAS 2 has resulted in the following changes:

Assets underlying Ijarah financing have been carried at cost less accumulated depreciation and impairment, if any, and are shown under financings. Rentals accrued from Ijarah financings net of depreciation charged during the period have been taken to profit and loss account. Depreciation on Ijarah assets is charged by applying the straight line method over the ijarah period which is from the date of delivery of respective assets to Mustajir upto the date of maturity / termination of Ijarah agreement. Had there been no change, financing for the period would have increased and loss for the period would have been decreased by Rs. 7,003,105/-.

5. INVESTMENTS

	September 30, 2009			December 31, 2008		
	Held by bank	Given as collateral	Total	Held by bank	Given as collateral	Total
<----- Rupees in '000 ----->						
Available-for-sale securities						
Sukuk Bonds	2,499,177	-	2,499,177	1,705,427	-	1,705,427
Open-end Mutual Fund	364,353	-	364,353	350,000	-	350,000
Total investments at cost	2,863,530	-	2,863,530	2,055,427	-	2,055,427
Surplus / (deficit) on revaluation	33,393	-	33,393	(10,281)	-	(10,281)
Total investment at Market Value	<u>2,896,923</u>	<u>-</u>	<u>2,896,923</u>	<u>2,045,146</u>	<u>-</u>	<u>2,045,146</u>

6. FINANCINGS

	Note	Sept. 30, 2009	Dec. 31, 2008
Rupees in '000			
In Islamic Investment and Financing Products			
In Pakistan			
Murabaha		1,182,573	2,419,839
Diminishing Musharaka		2,367,754	2,177,955
Ijarah	6.1	627,295	678,343
Modaraba		484,560	304,945
Staff Finance	6.2	62,602	64,527
		4,724,784	5,645,609
Provision against non performing financings	6.4	(61,190)	(5,732)
		<u>4,663,594</u>	<u>5,639,877</u>
6.1 Ijarah			
Ijarah under finance method		547,650	678,343
Ijarah under IFAS II	6.1.1	79,645	-
		<u>627,295</u>	<u>678,343</u>

6.1.1 Net investment in Ijarah under IFAS II is net of depreciation of Rs. 20.311 million (December 31, 2008: Rs. Nil).

	Note	Sept, 30, 2009	Dec, 31, 2008
		Rupees in '000	
6.2 Staff Finance			
Staff Housing Finance		56,478	61,037
Staff Vehicle Ijarah under finance method		2,739	3,490
Staff Vehicle Ijarah under IFAS II	6.2.1	3,385	-
		<u>62,602</u>	<u>64,527</u>

6.2.1 Net investment in Ijarah under IFAS II is net of depreciation of Rs. 0.246 million (December 31, 2008: Rs. Nil).

6.3 Financings include Rs. 194.482 million which have been placed under non-performing status as detailed below:-

Category of classification	Sept, 30, 2009								
	Classified Financings			Provision Required			Provision Held		
	Domestic	Overseas	Total	Domestic	Overseas	Total	Domestic	Overseas	Total
	<----- Rupees in '000 ----->								
Substandard	-	-	-	-	-	-	-	-	-
Doubtful	194,482	-	194,482	58,306	-	58,306	58,306	-	58,306
Loss	-	-	-	-	-	-	-	-	-
	<u>194,482</u>	<u>-</u>	<u>194,482</u>	<u>58,306</u>	<u>-</u>	<u>58,306</u>	<u>58,306</u>	<u>-</u>	<u>58,306</u>

6.4 Particulars of provision against non-performing financings

	Sept, 30, 2009			Dec, 31, 2008		
	Specific	General	Total	Specific	General	Total
	<----- Rupees in '000 ----->					
Opening balance	2,848	2,884	5,732	-	1,857	1,857
Charge for the period /year	55,458	-	55,458	2,848	1,027	3,875
Closing balance	<u>58,306</u>	<u>2,884</u>	<u>61,190</u>	<u>2,848</u>	<u>2,884</u>	<u>5,732</u>

6.5 Particulars of provision against non-performing financings

	Sept, 30, 2009			Dec, 31, 2008		
	Specific	General	Total	Specific	General	Total
	<----- Rupees in '000 ----->					
In local currency	58,306	2,884	61,190	2,848	2,884	5,732
In foreign currencies	-	-	-	-	-	-
	<u>58,306</u>	<u>2,884</u>	<u>61,190</u>	<u>2,848</u>	<u>2,884</u>	<u>5,732</u>

7. OPERATING FIXED ASSETS

	Note	Sept, 30, 2009	Dec, 31, 2008
		Rupees in '000	
Tangible assets			
Property and equipment	7.1	389,022	302,108
Capital work in progress		26,912	30,875
		415,934	332,983
Intangible assets		68,427	84,381
		<u>484,361</u>	<u>417,364</u>

	Sept 30, 2009	Dec. 31, 2008
	Rupees in '000	
7.1. Additions - at cost		
Building	70,744	67,751
Computer equipment	27,398	36,342
Furniture, fixture and office equipment	28,184	34,903
Vehicles	17,995	24,106
Computer software	19,935	33,812
	<u>164,256</u>	<u>196,914</u>
7.2. Deletion - at cost		
Computer equipment	217	58
Vehicles	4,906	2,301
	<u>5,123</u>	<u>2,359</u>
8. CONTINGENCIES AND COMMITMENTS		
8.1 Direct credit substitutes	-	-
8.2 Transactions-related contingent liabilities / commitments		
Guarantees given in favour of:		
Government	1,147,634	1,153,159
Others	13,330	19,358
8.3 Trade-related contingent liabilities		
Import letters of credit	165,946	136,474
Acceptances	26,184	223,138
8.4 Other contingencies	-	-
8.5 Commitments in respect of forward lending	-	-
8.6 Commitments in respect of forward exchange contracts		
Forward purchase of foreign exchange	-	286,085
Forward sale of foreign exchange	249,660	355,697
8.7 Commitments in respect of operating leases	-	-
8.8 Commitments for the acquisition of operating fixed assets		
Civil works	25,244	18,965
Acquisition of computer hardware	14,268	12,292
Acquisition of computer software	4,700	11,853
	<u>44,212</u>	<u>43,110</u>

9. RELATED PARTY TRANSACTIONS

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions and include a subsidiary company, associated companies with or without common directors, retirement benefit fund, directors and key-management personnel.

A number of banking transactions are entered into with related parties in the normal course of business. These include financing and deposits transactions. These transactions are executed on the same terms as those prevailing at the time for comparable transactions with unrelated parties.

The detail of transactions with related parties and balances with them is given below: -

Relationship	Nature of Transactions	Sept, 30,	Dec, 31,
		2009	2008
		Rupees in '000	
Associated Companies	Deposits received	66,999,087	33,636,327
	Deposits repaid	65,730,325	33,538,446
	Profit on deposits	142,010	67,054
	Rent paid	18,060	30,560
	Commodity Murabaha disbursed	30,000	1,500,000
	Commodity Murabaha repayments	(30,000)	(1,500,000)
	Income from commodity Murabaha	39	3,509
	Letters of credit	-	78,143
	Guarantees (outstanding)	1,135,921	1,135,921
	Fee earned	4,605	4,653
	Security deposits paid	-	5
Directors	Deposits received	289,668	117,661
	Deposits repaid	276,806	110,796
	Profit on deposits	269	190
	Meeting fee paid	5,370	7,125
Remuneration to Key Management Personnel	President and Chief Executive	4,632	11,920
	Executives	67,144	67,309
Provident Fund	Transfer to provident fund	12,763	11,876

10. SEGMENT DETAILS WITH RESPECT TO BUSINESS ACTIVITIES

The segment analysis with respect to business activity is as follows:-

	Corporate finance	Trading & sales	Retail banking	Commercial banking	Total
<----- Rupees in '000 ----->					
For the period ended September 30, 2009					
Total income	20,103	292,035	536,437	90,612	939,187
Total expenses	10,069	155,457	804,023	46,435	1,015,984
Net income / (loss) before tax	<u>10,034</u>	<u>136,578</u>	<u>(267,586)</u>	<u>44,177</u>	<u>(76,797)</u>
Segment return on assets (ROA) (%)	7.36	5.56	13.86	9.67	9.09
Segment cost of funds (%)	3.68	2.96	20.78	4.96	9.83
For the period ended September 30, 2008					
Total income	550	137,582	391,127	70,202	599,461
Total expenses	302	94,018	431,531	38,512	564,363
Net income / (loss) before tax	<u>248</u>	<u>43,564</u>	<u>(40,404)</u>	<u>31,690</u>	<u>35,098</u>
Segment return on assets (ROA) (%)	1.93	10.35	7.77	6.75	7.82
Segment cost of funds (%)	1.06	7.07	8.57	3.70	7.37
As at September 30, 2009					
Segment assets (Gross)	364,353	7,004,098	5,219,889	1,249,350	13,837,690
Segment non performing financings	-	-	193,510	-	193,510
Segment provision held	-	-	61,190	-	61,190
Segment assets (Net)	364,353	7,004,098	5,158,698	1,249,350	13,776,500
Segment liabilities	-	1,002,063	7,609,620	114,004	8,725,688
As at December 31, 2008					
Segment assets (Gross)	31,948	2,139,128	5,533,230	1,868,135	9,572,441
Segment non performing financings	-	-	50,000	-	50,000
Segment provision held	-	-	2,848	-	2,848
Segment assets (Net)	31,948	2,139,128	5,530,382	1,868,135	9,569,593
Segment liabilities	18,246	1,149,905	3,149,130	1,174,619	5,491,900

For the purpose of segmental reporting unallocated items of income and expenses have been allocated to the above segments in proportions to segment revenue.

11. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on October 22, 2009 by the Board of Directors of the Bank.

12. GENERAL

Figures have been rounded off to the nearest thousand Rupee.

RAFIQUE DAWOOD CHAIRMAN	SYED RASHID RAHMAN ACTING PRESIDENT & CHIEF EXECUTIVE	AZAM ESSOF KOLIA DIRECTOR	MOHAMMED TARIQ DIRECTOR	AAMIR HUSAIN KHAN DIRECTOR
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BRANCH NETWORK

Br. Code	Branch Name	Address	Telephone Number
0001	Main Branch	Trade Centre, I.I.Chundrigar Road, Karachi	021-32637174-75
0002	Shahrah-e-Faisal Branch	3/A, Zubaida Garden, Near Awami Markaz, Main Shahrah-e-Faisal, Karachi	021-34543720, 34323711
0003	Gulshan Branch	Ground Floor, Dawood Avenue, Plot No. ZC-5, Block-7, Gulshan-e-Iqbal, Karachi.	021-34833780-3
0004	Gulberg Branch	57-B-III, Hussain Chowk, Gulberg III, Lahore	042-35772667-75
0005	Jodia Bazar Branch	Daryalal Street, Napier Quarters Jodia Bazar, Karachi	021-32430291
0006	Kharadar Branch	Ground Floor, Qasr-e-Yaseen, Survey No. 5 & 6, Sheet No. B.R.I, Bunder Quarters, Near Police Chowki, Kharadar, Karachi	021-32315176
0007	Sir Syed Road Branch	Shop No. G-07, Madina Arcade, Plot No. 154-S, Block 2, Sir Syed Road, PECHS, Karachi	021-34303084-8
0008	Dhorajee Branch	Ground Floor, Chhotani Arcade C.P & Berar Co-operative Housing Societies Ltd., Block 7/8, Plot No. 35/130, Survey Sheet No.35-P/1, Karachi	021-34860781
0009	Small Industrial Estate Branch	Plot No. BIII-8S-202/, Mianapora Ogoki Road, Chowck Shahabpura, Sialkot	052-3557061
0010	Hasan Arcade Branch	Hasan Arcade, Chen One Road, Faisalabad	041-8730017-18-19
0011	Iqbalabad Branch	5, 6 Moza Dera Shams, Iqbalabad, Rahim Yar khan	068-5678002-6
0012	Blue Area Branch	Saleem Plaza, 19 Jinnah Avenue, Blue Area, F-6/G-6, Islamabad	051-2870013-6
0013	13 Wala More Branch	13 Wala More, Chuck 13, 6 Kilometer, Muzaffar Gadh Road, Joharabad	0454-720901-3
0014	Ghalla Mandi Branch	Shop No. 616, Inside Corporation Near Islam Nagar, Vehari Road, Multan	061-4482941-42
0015	Zamzama Branch	11-C, Zamzama Boulevard, Phase-V, DHA, Karachi	021-35302023
0016	Zaib-un-Nisa Branch	Shop No. 4, Sheet No 5B-07, Sadar Bazar Zaibunnisa Street, Karachi.	021-35224491
0017	M.A. Jinnah Road Branch	Shop # 15, Ground Floor, Jahanghir Mansion, M.A. Jinnah Road, Karachi	021-32750516, 32764751
0018	Bank Road Branch	Plot No. 1, Survey No. 364, Bank Road, Rawalpindi	051-5584530
0019	Model Town Branch	Plot No. 85-19/20/B, Model Town, Gujranwala	055-3734162-66
0020	Latifabad Branch	Plot No. 325-D, Block-C, Latifabad, Unit No. 7, Hyderabad	022-3810706
0021	Mansehra Road Branch	Near Sethi Masjid, Supply Bazaar, Mansehra Road, Abbottabad	099-2344391
0022	Gulistan-e-Johar Branch	Shop # 10, Ruffi Lake Drive, Sub Plot 118/2/20 & C/B-X, Block 18, KDA Scheme 36, Gulistan-e-Jauher, Karachi	021-32637174-75

BRANCH NETWORK

Sub Br. Code	Sub Branch Name	Address	Telephone Number
7001	Metropole Sub Branch Karachi	18-C, Mereweather Road, Near Metropole Hotel, Saddar Town, Karachi.	021-35651651-2
7102	Clifton Sub-Branch Karachi	S-07, Ground Floor, Yousuf Grand Plaza, Plot No. G4, Block 8, KDA Scheme 5, Kehkashan, Clifton, Karachi	021-35876077
7131	Joharabad Sub Branch Khushab	Pioneer Cement Factory, Joharabad	0454-206804
7141	Old Bahawal Pur Sub Branch Multan	House No. 126, situated at Bahawalpur Road, Multan	061-4571733, 061-4500411
7151	Khayaban-e-Saher Sub Branch Karachi	Plot No.19-E, Khayaban-e-Saher, Phase VI, D.H.A, Karachi	021-35342585, 35342578
7401	Shah Alam Sub Branch Lahore	14-A, situated at Main Road Shahalam Market, Lahore	042-37655208, 37654948