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CORPORATE INFORMATION

QUARTERLY REPORT MARCH 2010

Board of Directors

Chairman
Nasir Ali Shah Bukhari

Directors
Irshad Ali Shaban Ali Kassim
Leon Seynave
Muneer Kamal
N. K. Shahani
Tariq M. Rangoonwala
Waseem Haqqie

President / Chief Executive Officer

Muneer Kamal

Chief Operating Officer

Masood Karim Shaikh

Chief Financial Officer

Sheikh Muhammed Moeen

Company Secretary

Muhammad Hamidullah

Auditors

Ernst & Young Ford Rhodes Sidat Hyder
Chartered Accountants
(to be approved in forthcoming AGM)

Legal Advisors

Mandviwalla & Zafar
Advocates & Legal Consultants

Audit Committee

Irshad Ali Shaban Ali Kassim
Leon Seynave
N. K. Shahani
Waseem Haqqie (Chairman)

Human Resource & Remuneration Committee

Irshad Ali Shaban Ali Kassim
Leon Seynave
Muneer Kamal
Nasir Ali Shah Bukhari (Chairman)
Waseem Haqqie

Risk Management & Recovery Committee

Irshad Ali Shaban Ali Kassim
Muneer Kamal
N. K. Shahani
Tariq M. Rangoonwala
Waseem Haqqie (Chairman)

Branch Expansion Committee

Muneer Kamal
N. K. Shahani (Chairman)
Tariq M. Rangoonwala

(All names in alphabetical order)

Registered Office

Razia Sharif Plaza,
Jinnah Avenue, 90-Blue Area, Islamabad
Tel: (92-51) 2270725, 2276828-30
Fax: (92-51) 2270727

Principal Office

Business & Finance Centre
I.I. Chundrigar Road, Karachi
Tel: (92-21) 32446772-77
Fax: (92-21) 32446828 & 32446865

Website

<http://www.kasb.com/bank>

Regional Office, Lahore

KASB House
14-C, Jail Road,
Gulberg, Lahore.
Tel : (042) 35776723-4
Fax : (042) 35762192

Registrar and Share Transfer Office

Noble Computer Services (Pvt.) Limited
Mezzanine Floor, House of Habib Building,
(Siddiqsons Tower),
3-Jinnah Cooperative Housing Society,
Main Shahr-e-Faisal,
Karachi - 75350.
Tel. # : (92-21) 34325482-87 (6 Lines)
Fax # : (92-21) 34325442
E-mail: ncsl@noble-computers.com

DIRECTORS' REVIEW

I take this opportunity of presenting before you the review report of KASB Bank Limited (Bank) for the first three month period ended March 31, 2010, along with the stand alone and consolidated financial statements of the Bank for the First Quarter 2010.

Economic Overview

With foreign exchange reserves breaking US\$15bn for the first time in 24-months and comparative marginal performance of Pakistan Rupee versus US Dollar during the first quarter showing signs of improvement in Macroeconomic canvas of Pakistan. Number of other variables continued the theme of gradual improvement seen over CY09, which was also evident by the modest recovery in Large Scale Manufacturing.

However signs of pressure started to re-emerge on some fronts. With the Consumer Price Index breaking its single digit band in 1Q2010 and severity of energy crises becoming critical and the lower than targeted external budgetary financing contributing negatively on the improvement registered so far, the macroeconomic view on Pakistan remained in a neutral zone. Concerns on inflation combined with non realization of committed sovereign flows saw the State Bank of Pakistan maintaining discount rate at 12.5% throughout the quarter.

On the international front, Pakistan's IMF tranche of US\$1.2bn got delayed due to issues with the implementation of VAT. However on the positive side, statement of credit rating agencies indicated that Pakistan's macro economic woes were currently reflected in credit ratings and any signs of improvement on the economic front could lead to a potential upgrade.

With the overall stand still position on the economic front, the banking and finance sector also remained neutral in the first three months of Calendar year 2010. Similarly, your bank also moved in a single direction - consolidation.

Summary

In line with the strategy for year 2010, the bank has ranked recoveries, restructurings and rescheduling of its non-performing portfolio as a top priority. Besides this, the initiatives that have been planned to be taken in commercial banking business and with the vision to penetrate in the transactional banking domain, your bank is expected to contribute towards reducing its losses resulting from non performing loans.

During the first three months of operations your bank was again hit by the suspension of income on non performing loans, which despite having a positive interest margin pushed the gross margins back in the negative territory. Management of your Bank has taken further measures limiting these infections.

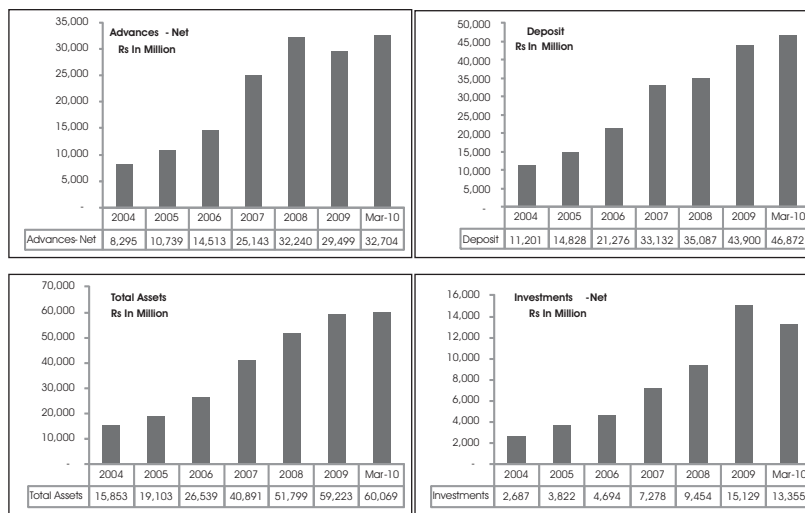
Key financial indicators

Key financial figures with comparatives for last year / period are as follows:

Balance Sheet	31 Mar, 2010	31 Dec, 2009
-----Rs in Million-----		
Paid up Capital	9,509	9,509
Equity	4,513	4,959
Deposits	46,872	43,900
Advances -net	32,704	29,499
Investments-net	13,355	15,129
Profit and Loss Account	31 Mar, 2010	31 Mar, 2009
-----Rs in Million-----		
Revenue	142	171
Non markup expenses	568	467
Operating (Loss)/Profit	(425)	(296)
Provisions	65	109
(Loss)/Profit before tax	(360)	(187)
(Loss)/Profit after tax	(360)	(179)
(Loss) per share - Rupees	(0.38)	(0.19)

DIRECTORS' REVIEW

QUARTERLY REPORT MARCH 2010



Business and operations review

As a result of recovery and restructuring drive, the net impact on provisions for non performing loans registered a decline of Rs 60.85m. This sum was the residue left after absorbing an additional charge of Rs 386.75m for the first three months of year 2010, reflecting that in actual the reversals that were booked during this period amounted to over Rs 447m. Management of your bank is seriously perusing the realigned objective of recovering the infected loans and is working with a planned approach focusing towards maximizing recoveries and reduction in portfolio infection.

On non-markup revenue your bank did slightly better than both similar period last year and the last quarter and registered a revenue of 197.55m (4Q2009 : Rs 85.36m ; 1Q2009 : Rs 117.93m) continuity of this trend is essential to record the planned non-markup income base for year 2010. Although 1Q2010 non markup income is dominated by gains earned from capital market activities, management expects that with new product line in offing including home remittances and increased transactional banking / trade finance activities, this non markup income base would maintain its present scale.

As a result of increase in branch network the operating expenses of your bank also registered an increase by over 22% when compared to similar period last year. This however was reflecting a positive position, when seen in contrast to the operating expenses of last three months of 2009, which amounted to over Rs 700m. Management has been working for running more efficient operations and in this regard has taken a host of measures to reduce the operating cost further from the present position.

The above improvements in terms of better non-markup income and reduced non-markup expenses were not tangible enough to hold back the drag created by the suspended mark up income on non performing loan. Consequently, your bank posted a net loss before tax of Rs 360.00m during its first three months of operations of the year 2010. Management being aware of the key areas of attention has structured a plan destined to address these issues in the current year.

Almost all newly opened branches of your bank have turned fully operational during the first three months of the year 2010. It is expected that the incremental impact of these branches towards the profitability of your bank would also be seen towards the mid of the present year.

Commercial banking operations as reorganized in its new structure is operating smoothly and new business is being written strictly in line with the revised centralized credit review policy structure. With the niche specifically carved out and well communicated all across the hierarchy, your bank is now focused to tap the target market clientele and in this regard has made significant headway already in rural areas of the country.

As a result of this strategy the gross advances registered an increase of Rs 3,144.55m and reached to Rs 36,780.60m as at March 31, 2010. This is approximately 9% over the December levels. Most of these advances have been funded by the increased deposits which also registered an increase of approx. 6.7% and rose by Rs 2,971.83m to close at Rs 46,871.53m as at the end of first quarter 2010. As a result of this the basic advances to deposit ratio also registered an upward trend by moving from 76.62% in December 2009 to 78.47% in March 2010. It is expected that this growth in advances would result in increasing the net interest margin of your bank and further support the profitability position of your bank in the remaining quarters of the current financial year.

In line with the regulatory requirements and as a policy matter the Bank has provided for all required non performing loans; however, considering the improvement registered thus far, it is expected that some of the non performing loans will start performing in short to medium term with potential reversals falling due in the rest of the financial year 2010. The management has carved out a strategy for maximizing these recoveries in the minimum possible timeframe and in this regard has dedicated adequate resources for this task.

As a result of new campaigns and the expanded branch network your bank was able to post the above modest 6.7% growth in deposits. With the increase portion of CASA (Current Account and Savings Accounts) in the deposit mix, its cost is expected to fall in single digit by second quarter (already in single digit for the month of March 2010). Your bank is targeting towards achieving over Rs 50 billion in deposits by the end of current year and in this regard is adequately equipped with the required infrastructure and resources.

On operations side, your Bank is operating with an efficient centralized operations structure, which ensures that operational costs of doing business are kept at the minimum. Additionally, during financial year 2009 the management has been exercising vigilant controls and has taken various measures directed towards saving costs. Despite presence of the above initiatives, it is anticipated that the overall operating costs would be registering an increasing trend as the bank moves ahead in the current year. This is directly related with the strategy to continue to invest in technology, service quality and human resource development.

Your Bank pays due attention on further strengthening its existing system and controls and have been investing carefully on reinforcing the risk management, operations and internal audit functions. With COSO and COBIT implementation nearing to completion your bank is expected to be one of the few banks in the country to have achieved this milestone.

Capital Injection Plan

Being aware of the current situation vis-à-vis your bank's equity position and in order to ensure that the capital structure is strengthened, the sponsors and management of your bank has presented a capital injection plan to the State Bank of Pakistan. This plan includes initiating steps targeted towards addressing the shortfall in meeting the prescribed minimum capital requirements by arranging direct equity investment, divestment of investments in subsidiary and associated undertakings and seeking long term funding by way of Tier II Capital arrangement.

The State Bank of Pakistan, after considering the same have granted an exemption from compliance with the prescribed minimum capital requirements and maintaining the adequacy ratio up till June 30, 2010. Both the management and Board of your Bank are aware of the significance of this matter and are proceeding ahead with the required level of urgency in this regard, particularly given the growth numbers that have been targeted to be achieved during the financial year 2010.

Future Prospects

After weathering a difficult year 2008 and more challenging year 2009, your bank has shown overall growth in the most difficult times. It is anticipated that the year 2010 would see some tangible improvement on the macro economic front. The management is poised to take your institution forward and counter all challenges which they may have to face, be these related to sources external or internal to the bank.

Your bank's board views the year 2010 priorities to be pretty straight forward; which primarily include aggressive recoveries and restructurings of a majority of classified portfolio, utilizing the existing network to do more transactional banking business and to start generating regular inflow therefrom and converting the non-earning assets portfolio into earning resources.

With the required team in place and being equipped with a network of 100 branches, your board is confident that your bank shall turn out to be a progressive and profitable institution in the years to come.

Credit Rating

The Pakistan Credit Rating Agency Limited (PACRA) has maintained the medium to long term rating of A (Single A) and a short term rating of A-1 (A One). It is expected that the present changes in the capital structure will have an impact on these ratings; however we are confident that your bank will be able to regain the same in a relatively shorter span of time.

Changes in senior management

Towards the end of first quarter your bank's top management hierarchy was strengthened by adding the position of Chief Operating Officer (COO). Mr. Masood Karim Shaikh, a seasoned professional banker was engaged by the Chief Executive for this position. Due to temporary unavailability of the President and Chief Executive Mr. Muneer Kamal, the COO has taken additional charge as the acting President and Chief Executive.

Acknowledgment

We would like to thank our valued customers for their continued patronage and support, the State Bank of Pakistan, Securities and Exchange Commission of Pakistan and other regulatory authorities for their guidance, our staff for their commitment, hard work and dedication, and our shareholders for the trust and confidence reposed in us.

On behalf of the Board of Directors.



Nasir Ali Shah Bukhari
Chairman

Karachi
April 27, 2010

CONDENSED INTERIM BALANCE SHEET

QUARTERLY REPORT MARCH 2010

As at March 31, 2010	Note	Unaudited March 31, 2010	Audited December 31, 2009
(Rs. in '000)			
ASSETS			
Cash and balances with treasury banks		2,998,918	2,851,665
Balances with other banks		153,626	185,896
Lendings to financial institutions and others		1,526,371	2,815,159
Investments - net	7	13,354,845	15,129,090
Advances - net	8	32,704,187	29,498,752
Operating fixed assets		3,384,233	3,298,720
Deferred tax assets - net		3,217,743	3,217,743
Other assets - net		2,729,553	2,226,033
		60,069,476	59,223,058
LIABILITIES			
Bills payable		366,772	386,066
Borrowings		6,935,498	8,196,640
Deposits and other accounts		46,871,527	43,899,695
Sub-ordinated loans		-	-
Liabilities against assets subject to finance lease		5,120	6,027
Deferred tax liabilities		-	-
Other liabilities		1,377,665	1,775,760
		55,556,582	54,264,188
NET ASSETS		4,512,894	4,958,870
REPRESENTED BY			
Share capital		9,508,617	9,508,617
Reserves		151,287	151,287
Accumulated losses		(5,534,148)	(5,179,823)
Share Premium		23,724	23,724
		4,149,480	4,503,805
Surplus on revaluation of assets - net of tax	9	363,414	455,065
		4,512,894	4,958,870
CONTINGENCIES AND COMMITMENTS	10		

The annexed notes 1 to 13 form an integral part of these financial statements.

				
Acting President & Chief Executive	Director	Director	Director	Director

The President and Chief Executive Officer of the bank being out of the country, these financial statements have been signed by the acting President and Chief Executive Officer and four directors authorised in this behalf by the Board of Directors of the bank.

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED)

QUARTERLY REPORT MARCH 2010

For the quarter ended March 31, 2010	Note	March 31, 2010	March 31, 2009 (Restated)
----- (Rs. in '000) -----			
Mark-up / return / interest earned		1,255,459	1,514,933
Mark-up / return / interest expensed		<u>(1,310,831)</u>	<u>(1,462,242)</u>
Net mark-up / return / interest income		(55,372)	52,691
Reversal of provision against loans and advances - net	8.2	60,846	109,379
Reversal of provision for diminution in the value of investments		8,525	-
Bad debts written off directly		<u>(3,928)</u>	<u>-</u>
		65,443	109,379
Net mark-up / return / interest after provisions		<u>10,071</u>	<u>162,070</u>
NON MARK-UP / RETURN / INTEREST INCOME			
Fee, commission and brokerage income		61,037	39,529
Dividend income		16,289	15,058
Income from dealing in foreign currencies		15,328	13,051
Gain on sale of securities - net		82,947	38,779
Unrealised (loss)/gain on revaluation of investments classified as held for trading		(114)	5
Other income		<u>22,065</u>	<u>11,515</u>
Total non mark-up / return / interest income		<u>197,552</u>	<u>117,937</u>
		207,623	280,007
NON MARK-UP / RETURN / INTEREST EXPENSES			
Administrative expenses		(567,626)	(465,826)
Other provisions / write offs		-	(681)
Other charges		-	(46)
Total non mark-up / return / interest expenses		<u>(567,626)</u>	<u>(466,553)</u>
LOSS BEFORE TAXATION		<u>(360,003)</u>	<u>(186,546)</u>
Taxation - Current year		-	-
- Prior years		-	-
- Deferred		-	7,500
		-	7,500
LOSS AFTER TAXATION		<u>(360,003)</u>	<u>(179,046)</u>
Accumulated losses brought forward		(5,179,823)	(974,788)
Transfer from surplus on revaluation of fixed assets - net of tax		5,678	5,678
Accumulated losses carried forward		<u>(5,534,148)</u>	<u>(1,148,156)</u>
----- Rupees -----			
Loss per share		<u>(0.38)</u>	<u>(0.19)</u>

The annexed notes 1 to 13 form an integral part of these financial statements.


Acting President
& Chief Executive


Director


Director


Director

Director

The President and Chief Executive Officer of the bank being out of the country, these financial statements have been signed by the acting President and Chief Executive Officer and four directors authorised in this behalf by the Board of Directors of the bank.

STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

QUARTERLY REPORT MARCH 2010

For the quarter ended March 31, 2010

	March 31, 2010	March 31, 2009
	------(Rs. in '000)-----	
Loss for the quarter	(360,003)	(179,046)
Items relating to other comprehensive income *	-	-
Total comprehensive income for the period	<u>(360,003)</u>	<u>(179,046)</u>
Components of comprehensive income not reflected in equity *		
Surplus on revaluation of fixed assets	686,958	721,900
Deferred tax on revaluation of fixed assets	(232,380)	(244,610)
	454,578	477,290
Deficit on revaluation of investments	(117,400)	(8,075)
Deferred tax on revaluation of investments	26,236	22,290
	(91,164)	14,215
	<u>363,414</u>	<u>491,505</u>

* Surplus / deficit arising on revaluation of fixed assets and available for sale investments is required to be shown separately below equity as 'surplus / deficit on revaluation of assets' in accordance with the requirements specified by the State Bank of Pakistan. Accordingly, these have not been included in comprehensive income for the quarter which has been shown as part of equity.

The annexed notes 1 to 13 form an integral part of these financial statements.



**Acting President
& Chief Executive**



Director



Director



Director

Director

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CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

QUARTERLY REPORT MARCH 2010

For the quarter ended March 31, 2010

	March 31, 2010 ------(Rs. in '000)-----	March 31, 2009 ----- (Restated)
CASH FLOW FROM OPERATING ACTIVITIES		
Loss before taxation	(360,003)	(186,546)
Less: Dividend income	(16,289)	(15,058)
	<u>(376,292)</u>	<u>(201,604)</u>
Adjustments for non-cash items		
Depreciation	63,462	51,485
Amortisation	15,483	14,604
Reversal of provision against loans and advances - net	(60,846)	109,379
Gain on sale of fixed assets - net	(373)	(128)
Provision for gratuity	9,816	-
Unrealised loss/(gain) on revaluation of investments classified as held for trading	114	(5)
Provision/(reversal) for diminution in the value of investments	(8,525)	-
Bad debts written-off directly	3,928	-
Financial charges on leased assets	185	434
Amortisation of premium on investments	7,926	6,831
	<u>31,170</u>	<u>182,600</u>
	<u>(345,122)</u>	<u>(19,004)</u>
(Increase) / decrease in operating assets		
Lendings to financial institutions and others	1,288,788	(288,549)
Held for trading securities	(360)	96,426
Advances	(3,148,517)	602,313
Others assets (excluding advance taxation)	(497,725)	(353,071)
	<u>(2,357,814)</u>	<u>57,119</u>
Increase / (decrease) in operating liabilities		
Bills payable	(19,294)	464,325
Borrowings	(1,255,655)	(244,764)
Deposits	2,971,832	7,462,882
Other liabilities	(404,516)	382,452
	<u>1,292,367</u>	<u>8,064,895</u>
	<u>(1,410,569)</u>	<u>8,103,010</u>
Income tax paid	(3,617)	(16,408)
Gratuity benefits paid	(3,395)	-
Net cash flow from operating activities	<u>(1,417,581)</u>	<u>8,086,602</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Net investment in available for sale securities	1,695,971	(6,828,817)
Net investment in held to maturity securities	(6,854)	19,873
Net investment in subsidiaries & associates	(1)	-
Dividend received	14,112	8,434
Investments in operating fixed assets	(174,909)	(184,067)
Sale proceeds realised on disposal of fixed assets	10,824	6,006
Net cash flow from investing activities	<u>1,539,143</u>	<u>(6,978,571)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Payments against lease obligations - net	(1,092)	(1,623)
Net cash flow from financing activities	<u>(1,092)</u>	<u>(1,623)</u>
Net Increase in cash and cash equivalents during the period	<u>120,470</u>	<u>1,106,408</u>
Cash and cash equivalents at beginning of the period	<u>3,021,539</u>	<u>1,563,981</u>
Cash and cash equivalents at the end of the period	<u>3,142,009</u>	<u>2,670,389</u>

The annexed notes 1 to 13 form an integral part of these financial statements.

 Acting President & Chief Executive	 Director	 Director	 Director	 Director
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The President and Chief Executive Officer of the bank being out of the country, these financial statements have been signed by the acting President and Chief Executive Officer and four directors authorised in this behalf by the Board of Directors of the bank.

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

QUARTERLY REPORT MARCH 2010

For the quarter ended March 31, 2010

	Share capital	Statutory reserve (a)	General reserve	Total reserves	Proposed shares to be issued on amalgamation	Share Premium	Accumulated loss	Total
(Rupees in '000)								
Balance as at December 31, 2008	4,014,890	150,903	384	151,287	5,607,976	13,775	(974,788)	8,813,140
Loss for the period from January 1, 2009 to March 31, 2009 (Restated)							(179,046)	(179,046)
Transfer from surplus on revaluation of fixed assets on account of incremental depreciation - net of tax							5,678	5,678
Balance as at March 31, 2009	4,014,890	150,903	384	151,287	5,607,976	13,775	(1,148,156)	8,639,772
Issue of ordinary shares to the shareholders of KASB Capital Limited and Network Leasing Corporation Limited upon amalgamation (Note)	3,618,050	-	-	-	(5,607,976)	1,989,926	-	-
Share issue cost	-	-	-	-	-	(17,881)	-	(17,881)
Issue of bonus shares	1,962,096	-	-	-	-	(1,962,096)	-	-
Shares cancelled during the period	(86,419)	-	-	-	-	-	-	(86,419)
Amount transferred from comprehensive income: Loss after taxation for the period ended December 31, 2009	-	-	-	-	-	-	(4,048,702)	(4,048,702)
Transferred from surplus on revaluation of fixed assets on account of incremental depreciation - net of tax	-	-	-	-	-	-	17,035	17,035
Balance as at December 31, 2009	9,508,617	150,903	384	151,287	-	23,724	(5,179,823)	4,503,805
Loss for the period from January 1, 2010 to March 31, 2010							(360,003)	(360,003)
Transfer from surplus on revaluation of fixed assets on account of incremental depreciation - net of tax							5,678	5,678
Balance as at March 31, 2010	9,508,617	150,903	384	151,287	-	23,724	(5,534,148)	4,149,480

(a) This represents reserve created under section 21(i)(a) of the Banking Companies Ordinance, 1962.

The annexed notes 1 to 13 form an integral part of these financial statements.







Acting President & Chief Executive **Director** **Director** **Director** **Director**

The President and Chief Executive Officer of the bank being out of the country, these financial statements have been signed by the acting President and Chief Executive Officer and four directors authorised in this behalf by the Board of Directors of the bank.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

FOR THE QUARTER ENDED MARCH 31, 2010

1. STATUS AND NATURE OF BUSINESS

- 1.1 KASB Bank Limited was incorporated in Lahore, Pakistan on October 13, 1994 as a public limited company under the Companies Ordinance, 1984 and received banking license from the State Bank of Pakistan (SBP) on January 9, 1995. The bank obtained certificate of commencement of business on January 11, 1995 and is engaged in commercial banking, consumer banking and related services through 100 (including 30 sub branches) operating in 38 cities. The shares of the bank are listed on the Karachi, Lahore and Islamabad stock exchanges.
- 1.2 In accordance with the State Bank of Pakistan's BSD Circular No 7 dated April 15, 2009, the minimum paid-up capital requirement (net of losses) of the bank as at December 31, 2009 was Rs 6 billion. Further, in accordance with BSD Circular No. 30 dated November 25, 2008, the bank was required to maintain a Capital Adequacy Ratio (CAR) of atleast 10% as at March 31, 2010 calculated as per the requirements of Basel II issued by the State Bank of Pakistan (SBP). The minimum capital requirement for the current year ending on December 31, 2010 is Rs. 7 billion.

As at March 31, 2010 the issued, subscribed and paid-up capital (net of losses) and the CAR of the bank were Rs 3.974 billion and 2.50% respectively.

The State Bank of Pakistan through its letter No. BSD/BAI-3/608/1135/2010 dated April 26, 2010 has granted extension to the bank in meeting the minimum capital requirement and CAR up till June 30, 2010 keeping in view the proposed capital injection plan presented to the State Bank of Pakistan.

- 1.3 The Pakistan Credit Rating Agency Limited has determined the bank's long-term rating as A (Single A) and the short-term rating as A1.

2. BASIS OF PRESENTATION

In accordance with the directives of the Federal Government regarding the shifting of the banking system to Islamic modes, the State Bank of Pakistan has issued various circulars from time to time. Permissible forms of trade-related modes of financing include purchase of goods by banks from their customers and immediate resale to them at appropriate mark-up in price on deferred payment basis. The purchases and sales arising under these arrangements are not reflected in these condensed interim financial statements as such but are restricted to the amount of facility actually utilised and the appropriate portion of mark-up thereon.

3. STATEMENT OF COMPLIANCE

- 3.1 These condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable to banks in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified by the Securities and Exchange Commission of Pakistan (SECP) from time to time, the requirements of the Companies Ordinance, 1984, the requirements of the Banking Companies Ordinance, 1962 and the directives issued by the Securities and Exchange Commission of Pakistan and the State Bank of Pakistan. Wherever the requirements of the Companies Ordinance, 1984, the Banking Companies Ordinance, 1962 or directives issued by the Securities and Exchange Commission of Pakistan and the State Bank of Pakistan differ with the requirements of IFRS, the requirements of the Companies Ordinance, 1984, the Banking Companies Ordinance, 1962 or the requirements of the said directives prevail.

- 3.2 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.
- 3.3 The disclosures made in these condensed interim financial statements have, however been limited based on the format prescribed by the State Bank of Pakistan 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 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, 2009.

4 BASIS OF MEASUREMENT

These condensed interim financial statements have been prepared under the historical cost convention except that certain fixed assets are stated at revalued amounts, trading and available for sale investments and derivative financial instruments are measured at fair value.

5. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the bank for the year ended December 31, 2009.

6 RESTATEMENT OF PRIOR PERIOD

The initial accounting for a business combination involves identifying and determining the fair values to be assigned to the acquiree's identifiable assets, liabilities and contingent liabilities and the cost of the combination. At the time of acquisition of KCL and NLCL, the management was in the process of carrying out a detailed exercise for the identification and valuation of intangible assets required to be separately recognized under the initial accounting for the acquisition under International Financial Reporting Standard (IFRS) 3, 'Business Combinations', and due to the proximity of the acquisition to the year ended December 31, 2008, the fair value amounts contained some provisional balances. IFRS 3 envisages such a situation and allows the acquirer to account for the acquisition using provisional values if the initial accounting for the acquisition can be determined only provisionally by the year end. However, adjustments to these provisional values consequent to completion of the initial accounting of the acquisition is required, under IFRS 3, to be incorporated in the financial statements with effect from the acquisition date, within a period of twelve months from the acquisition date.

Accordingly, during the year ended December 31, 2009, as allowed by IFRS 3, certain adjustments to these provisional balances have been made and management has completed its exercise for the identification and recognition of intangible assets. These adjustments and recognition of intangible assets have been incorporated in these financial statements as these were identified and finalized as at the date of acquisition (which was December 31, 2008) with a corresponding adjustment to goodwill. The adjustments primarily relate to identification and valuation of intangible assets & amortization charge thereon, which has been included in Administrative expenses for the corresponding period i.e. January to March 2009.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

7. INVESTMENTS

7.1 Investment by types

	March 31, 2010			December 31, 2009		
	Held by Bank	Given as collateral	Total	Held by Bank	Given as collateral	Total
------(Rs. in '000)-----						
Held-for-trading						
Ordinary Shares of listed companies	6,309	-	6,309	6,025	-	6,025
	6,309	-	6,309	6,025	-	6,025
Available-for-sale securities						
Pakistan Investment Bonds	603,917	-	603,917	653,837	-	653,837
Market Treasury Bills	4,414,477	937	4,415,414	2,942,583	3,110,828	6,053,411
Listed Term Finance Certificates	405,009	-	405,009	420,651	-	420,651
Unlisted Term Finance Certificates	573,035	-	573,035	595,392	-	595,392
Units of Mutual Funds	850,000	-	850,000	850,000	-	850,000
Ordinary Shares of listed companies	268,917	-	268,917	320,773	-	320,773
Ordinary Shares of unlisted companies	330,588	-	330,588	330,588	-	330,588
	7,445,943	937	7,446,880	6,113,824	3,110,828	9,224,652
Held-to-maturity						
Pakistan Investment Bonds	658,642	-	658,642	665,565	-	665,565
Unlisted Term Finance Certificates	1,338,529	-	1,338,529	1,324,752	-	1,324,752
	1,997,171	-	1,997,171	1,990,317	-	1,990,317
Associates						
Shakarganj Food Products Limited	627,942	-	627,942	627,942	-	627,942
New Horizon Exploration & Production Limited	500,000	-	500,000	500,000	-	500,000
KASB International Limited	41,867	-	41,867	41,867	-	41,867
KASB Balanced Fund	298,424	-	298,424	298,424	-	298,424
KASB Stock Market Fund	142,287	-	142,287	142,287	-	142,287
KASB Capital Protected Gold Fund	100,000	-	100,000	100,000	-	100,000
KASB Liquid Fund	328,794	-	328,794	328,794	-	328,794
KASB Islamic Income Fund	103,525	-	103,525	103,525	-	103,525
	2,142,839	-	2,142,839	2,142,839	-	2,142,839
Subsidiaries						
KASB Technology Services Limited	104,771	-	104,771	104,771	-	104,771
KASB Modaraba Management (Private) Limited	28,000	-	28,000	28,000	-	28,000
KASB Securities Limited	2,394,937	-	2,394,937	2,394,937	-	2,394,937
KASB Funds Limited	432,302	-	432,302	432,302	-	432,302
KASB Modaraba	91,675	-	91,675	91,675	-	91,675
	3,051,685	-	3,051,685	3,051,686	-	3,051,686
Investment at cost	14,643,947	937	14,644,884	13,304,691	3,110,828	16,415,519
Less: Provision for diminution in the value of investments	(1,172,524)	-	(1,172,524)	(1,195,886)	-	(1,195,886)
Investment net of provision	13,471,423	937	13,472,360	12,108,805	3,110,828	15,219,633
Deficit on revaluation of held for trading securities	(114)	-	(114)	(76)	-	(76)
Deficit on revaluation of available for sale securities	(117,398)	(3)	(117,401)	(83,351)	(7,116)	(90,467)
Total Investments	13,353,911	934	13,354,845	12,025,378	3,103,712	15,129,090

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

	March 31, 2010	December 31, 2009
	----- (Rs. in '000) -----	
8. ADVANCES		
Loans, cash credits, running finances, etc. - in Pakistan	33,516,953	31,737,539
Net investment in finance lease - in Pakistan	1,449,104	1,456,998
Bills discounted and purchased (excluding government treasury bills)		
- Payable in Pakistan	1,568,487	334,957
- Payable outside Pakistan	246,061	106,563
	1,814,548	441,520
	36,780,605	33,636,057
Provision for advances - specific	(4,046,134)	(4,104,983)
Provision for advances - general	(30,284)	(32,322)
	(4,076,418)	(4,137,305)
	32,704,187	29,498,752

8.1 Advances include Rs 7,354.044 million (December 31, 2009: Rs. 7,354.408 million) which have been placed under non-performing status as detailed below:

Category of classification	March 31, 2010				
	Domestic	Overseas	Total	Provision required	Provision held
	----- Rupees in '000 -----				
Substandard	727,643	-	727,643	36,478	36,478
Doubtful	1,417,329	-	1,417,329	533,738	533,738
Loss	5,209,072	-	5,209,072	3,475,918	3,475,918
	<u>7,354,044</u>	<u>-</u>	<u>7,354,044</u>	<u>4,046,134</u>	<u>4,046,134</u>

Category of classification	December 31, 2009				
	Domestic	Overseas	Total	Provision required	Provision held
	----- Rupees in '000 -----				
Substandard	295,381	-	295,381	49,766	49,766
Doubtful	1,915,300	-	1,915,300	682,205	682,205
Loss	5,143,727	-	5,143,727	3,373,012	3,373,012
	<u>7,354,408</u>	<u>-</u>	<u>7,354,408</u>	<u>4,104,983</u>	<u>4,104,983</u>

8.2 Particulars of provision against non-performing advances

	March 31, 2010		
	Specific	General	Total
	----- (Rs. in '000) -----		
Opening balance	4,104,983	32,322	4,137,305
Charge for the period	386,745	-	386,745
Reversals	(445,553)	(2,038)	(447,591)
Net charge	(58,808)	(2,038)	(60,846)
Amounts written off	(41)	-	(41)
Closing balance	<u>4,046,134</u>	<u>30,284</u>	<u>4,076,418</u>

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

QUARTERLY REPORT MARCH 2010

	March 31, 2010	December 31, 2009
	(Rs. in '000)	
9 SURPLUS ON REVALUATION OF ASSETS - NET OF TAX		
Surplus on revaluation of fixed assets - net of tax	9.1 454,578	460,256
Deficit on revaluation of securities - net of tax	9.2 (91,164)	(5,191)
	<u>363,414</u>	<u>455,065</u>
9.1 Surplus on revaluation of fixed assets - net of tax		
Surplus on revaluation of fixed assets as at January 01	695,693	730,636
Transferred to accumulated loss in respect of incremental depreciation charge on related assets - net of deferred tax	(5,678)	(22,713)
Related deferred tax liability	(3,057)	(12,230)
	<u>(8,735)</u>	<u>(34,943)</u>
Surplus on revaluation of fixed assets	686,958	695,693
Less: Related deferred tax liability on:		
- revaluation	235,437	247,667
- incremental depreciation charged during the period transferred to profit and loss account	(3,057)	(12,230)
	<u>232,380</u>	<u>235,437</u>
	<u>454,578</u>	<u>460,256</u>
9.2 Surplus / (deficit) on revaluation of Financial Assets		
Federal Government Securities	(37,914)	(38,050)
Term Finance Certificates - Listed	(21,751)	(30,702)
Ordinary shares listed	(2,312)	(4,740)
Units of mutual funds	(55,423)	(16,975)
	<u>(117,400)</u>	<u>(90,467)</u>
Related deferred tax asset - Investments	26,236	26,236
Reversal of impairment on available for sale securities transferred from provision for diminution in the value of investments	-	59,040
	<u>(91,164)</u>	<u>(5,191)</u>
10 CONTINGENCIES AND COMMITMENTS		
10.1 Direct credit substitutes		
Acceptances	1,928,722	912,872
10.2 Transaction-related contingent liabilities		
Letter of Guarantees	11,185,523	9,514,396
10.3 Trade-related contingent liabilities		
Letters of Credit	3,880,348	2,306,118

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

	March 31, 2010	December 31, 2009
	(Rs. in '000)	
10.4 Commitments in respect of forward exchange contracts		
Purchase		
From the State Bank of Pakistan	5,332	5,297
From other banks	2,710,267	2,745,825
From Other Customers	121,645	35,527
	2,837,244	2,786,649
Sale		
To banks	2,114,846	2,343,089
To customers	-	-
	2,114,846	2,343,089
	4,952,090	5,129,738
10.5 Commitments for the acquisition of operating fixed assets	372,777	413,714

11 RELATED PARTY TRANSACTIONS

The bank has related party relationships with its associated undertakings, associates, subsidiary companies, employee benefit contribution plans, and its key management personnel (including their associates). The particulars of investments in subsidiary companies and associated companies is mentioned in note 7.1 to these condensed interim financial statements.

Transactions between the bank and its related parties are carried out under the comparable uncontrolled price method, except for communication expenses that are carried out on "cost plus" method.

	March 31, 2010					December 31, 2009				
	Subsidiaries	Directors	Key Management Personnel	Associates	Other Related Parties	Subsidiaries	Directors	Key Management Personnel	Associates	Other Related Parties
----- Rupees in '000 -----										
Balances outstanding as at the period end										
Loans and advances										
Balance as at January 1	99,988	19,123	62,147	90,000	251,555	37,560	22,488	66,677	-	2,722
Adjustment for incoming parties	-	-	-	-	-	-	-	21,259	-	-
Less: Adjustment for outgoing parties	-	-	9,660	-	-	-	-	25,186	-	-
Disbursed during the period	571,391	114	161	11	14,597	495,745	15,039	38,520	115,000	250,000
Less: Repayments during the period	481,005	3,110	4,808	90,000	15,292	433,317	18,404	39,122	25,000	1,167
	190,374	16,127	47,840	11	250,860	99,988	19,123	62,148	90,000	251,555
Deposit accounts										
Balance as at January 1	329,891	2,567	20,987	177,498	215,216	20,929	9,476	11,528	55,234	93,659
Adjustment for incoming parties	-	-	-	-	-	-	-	15,526	-	-
Less: Adjustment for outgoing parties	-	-	894	-	-	-	2,854	2,653	-	-
Deposit received during the period	20,986,544	26,919	76,885	399,849	249,054	43,935,454	268,611	155,896	7,439,551	1,361,169
Less: Withdrawals during the period	21,008,960	25,021	71,373	424,961	286,708	43,626,492	272,666	159,310	7,317,287	1,239,612
	307,475	4,465	25,605	152,386	177,562	329,891	2,567	20,987	177,498	215,216
Receivable against expenses	7,111	-	-	543	-	7,875	-	-	-	226
Commission income receivable	709	-	-	-	-	427	-	-	-	-
Bank profit payable	97	17	50	-	17	333	9	116	6	98
Markup receivable	4,567	-	-	-	8,761	742	30	21	2,664	9,266
Letters of Guarantee	-	-	-	338,250	37,807	-	-	-	338,250	29,171
Purchase of Office Equipment & Machinery	-	-	-	-	-	151	-	-	-	-
Recovery Exp payable	84	-	-	-	-	119	-	-	-	-
Advance for acquisition of office premises	-	-	-	-	602,190	-	-	-	-	562,286

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

	March 31, 2010					March 31, 2009				
	Subsidiar ies	Directors	Key Manage ment Personnel	Associat es	Other Related Parties	Subsidiar ies	Directors	Key Manage ment Personnel	Associat es	Other Related Parties
	----- Rupees in '000 -----									
Profit / Expense for the period										
Brokerage commission paid	90	-	-	-	-	-	-	-	-	-
Commission on LGs	-	-	-	-	35	-	-	-	-	-
Interest income on advances	5,360	230	762	3,831	9,266	1,837	50	472	116	-
Interest expense on deposits	5,046	17	226	4,699	5,119	499	131	54	2,200	3,681
Group Executive Services	-	-	-	-	8,002	-	-	-	-	-
IT service charges	346	-	-	-	-	90	-	-	-	-
Communication expenses	2,191	-	-	-	-	2,235	-	-	-	-
Repair and maintenance	-	-	-	-	-	2,178	-	-	-	-
Rent Exp	1,644	-	-	-	-	-	-	-	-	-
Rent Income	36	-	-	-	-	-	-	-	-	-
Remuneration paid	-	-	24,735	-	-	-	-	17,306	-	-
Administrative expenses	283	-	-	-	-	115	-	-	-	-
Recovery Exp	200	-	-	-	-	-	-	-	-	-
Director fees	-	1,350	-	-	-	-	-	-	-	-
Advance for acquisition of office premises	-	-	-	-	39,904	-	-	-	-	39,904
	----- Number of shares -----									
Number of shares issued during the period	-	30,240	944	-	-	-	-	-	-	-
Number of shares held	19,858,649	454,779,224	4,589	-	18,859,932	19,858,649	383,549,951	3,645	-	18,859,932

**March 31,
2010** **March 31,
2009**
(Rs. in '000)

Contribution to Staff Provident Fund **8,850** 8,027
Contribution to gratuity scheme **9,816** -

12 GENERAL

Comparative information has been reclassified and re-arranged wherever necessary, to facilitate comparison. Significant reclassifications include the following:

- Admin expense for the corresponding period has been restated consequent to the change in amortization on intangibles (refer note 6)
- Earnings per share for the corresponding period has been restated consequent to the change in amortization on intangibles.

13 DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on April 27, 2010 by the Board of Directors of the bank.

Acting President & Chief Executive
 Director
 Director
 Director
 Director

The President and Chief Executive Officer of the bank being out of the country, these financial statements have been signed by the acting President and Chief Executive Officer and four directors authorised in this behalf by the Board of Directors of the bank.

CONSOLIDATED CONDENSED INTERIM BALANCE SHEET

QUARTERLY REPORT MARCH 2010

AS AT MARCH 31, 2010

Unaudited Audited
March 31, December 31,
2010 2009
(Rs. in '000)

ASSETS

Cash and balances with treasury banks	2,999,064	2,851,783
Balances with other banks	351,624	235,121
Lendings to financial institutions and others	1,526,371	2,815,159
Investments	12,160,510	13,580,973
Advances	33,206,992	29,916,379
Operating fixed assets	4,103,052	4,027,676
Deferred tax assets - net	3,046,584	3,037,071
Other assets - net	4,590,088	4,535,425
	61,984,285	60,999,587

LIABILITIES

Bills payable	366,772	386,066
Borrowings	7,437,998	8,696,140
Deposits and other accounts	46,869,720	43,807,061
Sub-ordinated loans	-	-
Liabilities against assets subject to finance lease	5,120	6,105
Deferred tax liabilities	-	-
Other liabilities	2,352,536	2,687,394
	57,032,146	55,582,766

NET ASSETS

4,952,139	5,416,821
------------------	------------------

REPRESENTED BY

Share capital	9,508,617	9,508,617
Reserves	151,287	151,287
Share premium	23,724	23,724
Accumulated losses	(5,645,909)	(5,296,811)
	4,037,719	4,386,817
Non-controlling interests in equity	522,940	524,694
	4,560,659	4,911,511
Surplus on revaluation of assets - net of tax	391,480	505,310
	4,952,139	5,416,821

CONTINGENCIES AND COMMITMENTS

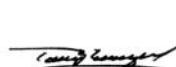
The annexed notes 1 to 9 form an integral part of these consolidated financial statements.



**Acting President
& Chief Executive**



Director



Director



Director

Director






The President and Chief Executive Officer of the Holding Company being out of the country, these consolidated financial statements have been signed by the acting President and Chief Executive Officer and four directors authorised in this behalf by the Board of Directors of the Holding Company.

CONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED)

QUARTERLY REPORT MARCH 2010

FOR THE QUARTER ENDED MARCH 31, 2010	March 31, 2010	March 31, 2009
	(Rs. in '000)	(Restated)
Mark-up / return / interest earned	1,278,238	1,514,932
Mark-up / return / interest expensed	(1,331,325)	(1,461,020)
Net mark-up / return / interest income	(53,087)	53,912
Reversal of provision against loans and advances - net	60,846	109,379
Provision for diminution in the value of investments	(24,757)	-
Bad debts written off directly	(3,928)	-
	32,161	109,379
Net mark-up / return / interest after provisions	(20,926)	163,291
NON MARK-UP / RETURN / INTEREST INCOME		
Fee, commission and brokerage income	144,401	39,529
Dividend income	21,605	15,058
Income from dealing in foreign currencies - net	15,328	11,829
Gain on sale of securities - net	96,807	38,779
Unrealised gain on revaluation of investments classified as held for trading	12,977	5
Other income	41,968	25,508
Total non mark-up / return / interest income	333,086	130,708
	312,160	293,999
NON MARK-UP / RETURN / INTEREST EXPENSES		
Administrative expenses	(691,283)	(473,446)
Other provisions / write offs	675	(681)
Other charges	-	(46)
Total non mark-up / return / interest expenses	(690,608)	(474,173)
Share of profit from associates	18,422	2,822
Loss before taxation	(360,026)	(177,352)
Taxation - Current year	(6,017)	-
- Prior years	-	-
- Deferred	9,513	7,500
	3,496	7,500
Loss after taxation	(356,530)	(169,852)
Loss after taxation attributable to:		
Equity holders of the bank	(354,776)	(169,852)
Non-controlling interest	(1,754)	-
	(356,530)	(169,852)
	Rupees	
	Restated	
Loss per share	(0.37)	(0.18)

The annexed notes 1 to 9 form an integral part of these consolidated financial statements.

				
Acting President & Chief Executive	Director	Director	Director	Director

The President and Chief Executive Officer of the Holding Company being out of the country, these consolidated financial statements have been signed by the acting President and Chief Executive Officer and four directors authorised in this behalf by the Board of Directors of the Holding Company.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

QUARTERLY REPORT MARCH 2010

For the quarter ended March 31, 2010

	March 31, 2010	March 31, 2009
	------(Rs. in '000)-----	
Loss for the quarter	(356,530)	(169,852)
Items relating to other comprehensive income *	-	-
Total comprehensive income for the quarter *	<u>(356,530)</u>	<u>(169,852)</u>
Components of comprehensive income not reflected in equity *		
Surplus on revaluation of fixed assets	686,958	721,900
Deferred tax on revaluation of fixed assets	(232,381)	(244,610)
	454,577	477,290
Deficit on revaluation of investments	(83,350)	(8,075)
Deferred tax on revaluation of investments	26,237	22,290
	(57,113)	14,215
Share of surplus of associates classified as available for sale accounted for by the equity method	(5,984)	-
	<u>391,480</u>	<u>491,505</u>

* Surplus / deficit arising on revaluation of fixed assets and available for sale investments is required to be shown separately below equity as 'surplus / deficit on revaluation of assets' in accordance with the requirements specified by the State Bank of Pakistan. Accordingly, these have not been included in comprehensive income for the quarter which has been shown as part of equity.

The annexed notes 1 to 9 form an integral part of these consolidated financial statements.


**Acting President
& Chief Executive**


Director


Director


Director

The President and Chief Executive Officer of the holding company being out of the country, these consolidated financial statements have been signed by the acting President and Chief Executive Officer and four directors authorised in this behalf by the Board of Directors of the holding Company.

CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

QUARTERLY REPORT MARCH 2010

FOR THE QUARTER ENDED MARCH 31, 2010

	March 31, 2010	March 31, 2009
	(Rs. in '000)	(Restated)
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(360,026)	(177,352)
Less: dividend income	(21,605)	(15,058)
	(381,631)	(192,410)
Adjustments for non cash and other items:		
Depreciation	69,106	51,485
Amortisation of intangibles	20,040	18,156
Reversal of provision against loans and advances - net	(60,846)	(109,379)
Share of profit from associates	(18,422)	(2,822)
Reversal of provision for compensated absences	-	(15,175)
Provision for gratuity	9,845	458
Gain on disposal of operating fixed assets - net	(676)	(128)
Finance charge on lease obligations	188	434
Unrealised gain on revaluation of investments classified as held for trading	(12,977)	(5)
Bad debts written off directly	3,928	-
Provision for diminution in the value of investments	24,757	-
Amortisation of premium on investments	7,926	6,831
	42,869	(50,145)
	(338,762)	(242,555)
(Increase) / decrease in operating assets		
Lendings to financial institutions and others	1,288,788	(288,549)
Held for trading securities	(417,180)	51,737
Advances	(3,233,695)	821,071
Other assets (excluding advance taxation)	(48,831)	(181,480)
	(2,410,918)	402,779
Increase / (decrease) in operating liabilities		
Bills payable	(19,294)	464,325
Borrowings	(1,252,655)	(244,764)
Deposits	3,062,659	7,467,661
Other liabilities	(341,308)	284,254
	1,449,402	7,971,476
	(1,300,278)	8,131,700
Income tax paid	(3,331)	(35,629)
Gratuity benefits paid	(3,395)	-
Net cash flow from operating activities	(1,307,004)	8,096,071
CASH FLOWS FROM INVESTING ACTIVITIES		
Net investments in available for sale securities	1,741,626	(6,828,817)
Net investments in held to maturity securities	(8,655)	19,873
Investments in associates	(4,764)	-
Dividend income received	16,144	8,434
Investments in operating fixed assets	(182,541)	(189,746)
Sale proceeds realised on disposal of fixed assets	15,638	6,006
Net cash flow from investing activities	1,577,448	(6,984,250)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments against lease obligations - net	(1,173)	(1,623)
Net cash flow from financing activities	(1,173)	(1,623)
Net increase in cash and cash equivalents during the period	269,271	1,110,198
Cash and cash equivalents at the beginning of the period	3,070,882	1,564,018
Cash and cash equivalents at the end of the period	3,340,153	2,674,216

The annexed notes 1 to 9 form an integral part of these consolidated financial statements.

			
Acting President & Chief Executive	Director	Director	Director

The President and Chief Executive Officer of the Holding Company being out of the country, these consolidated financial statements have been signed by the acting President and Chief Executive Officer and four directors authorised in this behalf by the Board of Directors of the Holding Company.

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

QUARTERLY REPORT MARCH 2010

FOR THE QUARTER ENDED MARCH 31, 2010

	Attributable to equity holders of the Holding Company									
	Issued, subscribed and paid-up capital	Statutory reserve (a)	General reserve	Total reserves	Proposed shares to be issued on amalgamation	Share premium	Accumulated loss	Total	Non-controlling interests	Total
	(Rs. in '000)									
Balance as of December 31, 2008	4,014,890	150,903	384	151,287	5,607,976	13,775	(1,096,473)	8,691,455	600,005	9,291,460
Transferred from surplus on revaluation of fixed assets on account of incremental depreciation - net of tax	-	-	-	-	-	-	5,678	5,678	-	5,678
Non-controlling interest related to subsidiaries recognized upon amalgamation of KCL into the holding company	-	-	-	-	-	-	-	-	(22,468)	(22,468)
Loss after taxation for the quarter ended March 31, 2009 (Restated)	-	-	-	-	-	-	(149,852)	(149,852)	-	(149,852)
Balance as of March 31, 2009	4,014,890	150,903	384	151,287	5,607,976	13,775	(1,260,647)	8,527,281	577,537	9,104,818
Issue of ordinary shares to the shareholders of KASB Capital Limited and Network Leasing Corporation Limited upon amalgamation	3,618,050	-	-	-	(5,607,976)	1,989,926	-	-	-	-
Share issue costs	-	-	-	-	-	(17,881)	-	(17,881)	-	(17,881)
Issue of bonus shares	1,942,096	-	-	-	-	(1,942,096)	-	-	-	-
Shares cancelled during the period	(86,419)	-	-	-	-	-	-	(86,419)	-	(86,419)
Transferred from surplus on revaluation of fixed assets on account of incremental depreciation - net of tax	-	-	-	-	-	-	17,035	17,035	-	17,035
Effect of change in ownership interest in subsidiaries and associates without loss of control - net	-	-	-	-	-	-	875	875	19,512	20,387
Amount transferred from comprehensive income:										
Loss after taxation for the period from April 01, 2009 to December 31, 2009	-	-	-	-	-	-	(4,054,074)	(4,054,074)	(72,355)	(4,126,429)
Balance as of December 31, 2009	9,508,617	150,903	384	151,287	-	23,724	(5,296,811)	4,386,817	524,694	4,911,511
Loss after taxation for the quarter ended March 31, 2010	-	-	-	-	-	-	(354,776)	(354,776)	(1,754)	(356,530)
Transferred from surplus on revaluation of fixed assets on account of incremental depreciation - net of tax	-	-	-	-	-	-	5,678	5,678	-	5,678
Balance as of March 31, 2010	9,508,617	150,903	384	151,287	-	23,724	(5,645,909)	4,037,719	522,940	4,560,659

(a) This represents reserve created under section 21(i)(a) of the Banking Companies Ordinance, 1962.

The annexed notes 1 to 9 form an integral part of these consolidated financial statements.


**Acting President
 & Chief Executive**


Director


Director


Director

Director

The President and Chief Executive Officer of the Holding Company being out of the country, these consolidated financial statements have been signed by the acting President and Chief Executive Officer and four directors authorised in this behalf by the Board of Directors of the Holding Company.

FOR THE QUARTER ENDED MARCH 31, 2010

1. STATUS AND NATURE OF BUSINESS

- 1.1 KASB Bank Limited ('the bank' or 'Holding Company') was incorporated in Lahore, Pakistan on October 13, 1994 as a public limited company under the Companies Ordinance, 1984 and received banking license from the State Bank of Pakistan (SBP) on January 9, 1995. The bank obtained certificate of commencement of business on January 11, 1995 and is engaged in commercial banking, consumer banking and related services through 100 branches (including 30 sub-branches) operating in 38 cities. The shares of the holding company are listed on the Karachi, Lahore and Islamabad stock exchanges. KASB Bank Limited, as the holding company, has five subsidiaries and nine associates. The group comprises of:

Holding Company

KASB Bank Limited

Name of subsidiaries	Percentage holding
KASB Technology Services Limited	100.00%
KASB Securities Limited	77.12%
KASB Funds Limited	67.18%
KASB Modaraba Management (Private) Limited	96.02%
KASB Modaraba	51.21%

- 1.2 In addition, the Group maintains significant influence in the following associates:

Name of associates	Percentage holding
New Horizon Exploration and Production Limited	40.00%
Shakarganj Food Products Limited	40.20%
KASB International Limited	21.78%
KASB Stock Market Fund	68.92%
KASB Balanced Fund	59.48%
KASB Liquid Fund	24.46%
KASB Islamic Income Fund	42.20%
KASB Cash Fund	20.04%
KASB Capital Protected Gold Fund	21.62%

- 1.3 The Pakistan Credit Rating Agency Limited has determined the holding company's long-term rating as A (Single A) and the short-term rating as A1.

- 1.4 In accordance with the State Bank of Pakistan's BSD Circular No 7 dated April 15, 2009, the minimum paid-up capital requirement (net of losses) of the holding company, being a bank, as at December 31, 2009 was Rs 6 billion. Further, in accordance with BSD Circular No. 30 dated November 25, 2008, the bank was required to maintain a Capital Adequacy Ratio (CAR) of atleast 10% calculated as per the requirements of Basel II issued by the State Bank of Pakistan (SBP). The minimum capital requirement for the current year ending on December 31, 2010 is Rs. 7 billion.

As at March 31, 2010 the issued, subscribed and paid-up capital (net of losses) and the CAR were Rs 3.863 billion and 4.52% respectively.

The State Bank of Pakistan through its letter No. BSD/BAI-3/608/1135/2010 dated: April 26, 2010 has granted extension to the holding company in meeting the minimum capital requirement and CAR up till June 30, 2010 keeping in view the proposed capital injection plan presented to the State Bank of Pakistan.

2. BASIS OF PRESENTATION

In accordance with the directives of the Federal Government regarding the shifting of the banking system to Islamic modes, the State Bank of Pakistan has issued various circulars from time to time. Permissible forms of trade-related modes of financing include purchase of goods by banks from their customers and immediate resale to them at appropriate mark-up in price on deferred payment basis. The purchases and sales arising under these arrangements are not reflected in these condensed interim financial statements as such but are restricted to the amount of facility actually utilised and the appropriate portion of mark-up thereon.

2.1 Comparative information relating to subsidiaries classified as held for sale

During year ended December 31, 2008, the sponsor shareholder of the Holding Company had incorporated a company by the name of KASB Finance (Private) Limited (KFIN) (a company incorporated under the Companies Ordinance, 1984) to operate as the Holding Company of the Group. At the time of finalisation of the separate financial statements of the Holding Company for the year ended December 31, 2008 it was the management's intention to transfer its substantial holding in certain subsidiaries and associates to KFIN during the year ended December 31, 2009.

The transfer of the present Holding Company's investment to KFIN was partially dependant upon various external factors including arrangement of investments through a third party investor. However, the management believes that during the initial one year period the market conditions which existed at the date these assets were initially classified as held for sale, deteriorated (caused by events outside the present Holding Company's control) and, as a result, the preconditions set for executing the above transfer / disposal could not take place and accordingly the plan for the restructuring of the Group could not be executed.

During the quarter ended December 31, 2009, the management had reviewed its plan based on which the management believes that transfer of these investments to KFIN is dependent on further improvement of market conditions, at a price in excess of its current values and introduction of third party investor. Considering the above facts the management believed that the requirements specified by IFRS 5 under the changed circumstances were not fully met. Accordingly, the assets and liabilities of these subsidiaries were not classified as part of the disposal group in consolidated financial statements for the year ended December 31, 2009 and the investments of the Holding Company in these associates had ceased to be classified as held for sale.

Consequent to the change in plan and in accordance with the requirements of IFRS 5:

- the results of the operations of subsidiaries previously held for sale have been presented as income from continuing operations. The comparative information in profit and loss account for the corresponding period has not been revised / reclassified.
- the investments in associates that no longer meet the criteria to be classified as held for sale have been accounted for using the equity method.

3. STATEMENT OF COMPLIANCE

- 3.1 These consolidated condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable to banks in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified by the Securities and Exchange Commission of Pakistan (SECP) from time to time, the requirements of the Companies Ordinance, 1984, the requirements of the Banking Companies Ordinance, 1962 and the directives issued by the Securities and Exchange Commission of Pakistan and the State Bank of Pakistan. Wherever the requirements of the Companies Ordinance, 1984, the Banking Companies Ordinance, 1962 or directives issued by the Securities and Exchange Commission of Pakistan and the State Bank of Pakistan differ with the requirements of IFRS, the requirements of the Companies Ordinance, 1984, the Banking Companies Ordinance, 1962 or the requirements of the said directives prevail.
- 3.2 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.
- 3.3 The disclosures made in these condensed interim financial statements have, however been limited based on the format prescribed by the State Bank of Pakistan 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 required for full annual financial statements, and should be read in conjunction with the consolidated financial statements of the group for the year ended December 31, 2009.

4. BASIS OF MEASUREMENT

These condensed interim consolidated financial statements have been prepared under the historical cost convention except that certain fixed assets are stated at revalued amounts, trading and available for sale investments and derivative financial instruments are measured at fair value.

5. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of the annual consolidated financial statements of the group for the year ended December 31, 2009.

6. RESTATEMENT OF PRIOR PERIOD

The initial accounting for a business combination involves identifying and determining the fair values to be assigned to the acquiree's identifiable assets, liabilities and contingent liabilities and the cost of the combination. At the time of acquisition of KCL and NLCL, the management was in the process of carrying out a detailed exercise for the identification and valuation of intangible assets required to be separately recognized under the initial accounting for the acquisition under International Financial Reporting Standard (IFRS) 3, 'Business Combinations', and due to the proximity of the acquisition to the year ended December 31, 2008,

the fair value amounts contained some provisional balances. IFRS 3 envisages such a situation and allows the acquirer to account for the acquisition using provisional values if the initial accounting for the acquisition can be determined only provisionally by the year end. However, adjustments to these provisional values consequent to completion of the initial accounting of the acquisition is required, under IFRS 3, to be incorporated in the financial statements with effect from the acquisition date, within a period of twelve months from the acquisition date.

Accordingly, during the year ended December 31, 2009, as allowed by IFRS 3, certain adjustments to these provisional balances have been made and management has completed its exercise for the identification and recognition of intangible assets. These adjustments and recognition of intangible assets have been incorporated in these financial statements as these were identified and finalized as at the date of acquisition (which was December 31, 2008) with a corresponding adjustment to goodwill. The adjustments primarily relate to identification and valuation of intangible assets & amortization charge thereon, which has been included in Administrative expenses for the corresponding period i.e. January to March 2009.

7. BASIS OF CONSOLIDATION

The consolidated financial statements of the group include the financial statements of KASB Bank (Holding company) and its subsidiaries. Subsidiaries are those companies in which the bank directly or indirectly controls, beneficially owns or holds more than 50% of the voting securities or otherwise has the power to elect and appoint more than 50% of its directors.

The matter relating to the consolidation and classification of the Group's investments in these funds as subsidiaries has been referred by some of the Asset Management Companies to the Professional Standards and Technical Advisory Committee and Joint Committee of the Institute of Chartered Accountants of Pakistan (ICAP). Till such time as clarification is received from ICAP, the investments of the Group in these funds have not been classified as subsidiaries and accordingly have not been consolidated in these financial statements.

8. GENERAL

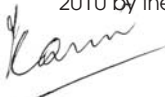




Figures have been rounded up to the nearest thousand rupees.

Comparative information has been reclassified and re-arranged wherever necessary, to facilitate comparison. Significant reclassifications include the following:

- Admin expense for the corresponding period has been restated consequent to the change in amortization on intangibles.
- Earnings per share for the corresponding period has been restated consequent to the change in amortization on intangibles.

9. DATE OF AUTHORIZATION

These consolidated financial statements were authorized for issue on April 27, 2010 by the Board of Directors of the holding company, KASB Bank Limited.

				
Acting President & Chief Executive	Director	Director	Director	Director

The President and Chief Executive Officer of the Holding Company being out of the country, these consolidated financial statements have been signed by the acting President and Chief Executive Officer and four directors authorised in this behalf by the Board of Directors of the Holding Company.

BRANCHES NETWORK

KARACHI BRANCHES

Main Branch

Tel: (021) 32446005-10 / 32446772-77

Fax: (021) 32446781

UAN: 111 555 666

Jodia Bazar Branch

Tel: (021) 32423310 / 32420567

Fax: (021) 32433519

Chochinwala Branch (Sub Branch)

PABX No. (021) 32462703-5

FAX No. (021) 32467643

Korangi Branch

Tel: (021) 35078922-25

Fax (021) 35078926

Preedy Street Branch

PABX No (021) 32724121-32724135-32724178

Fax (021) 32725175

Electronic Market Sadar Branch (Sub Branch)

PABX No. (021) 32700561-63

Fax No. (021)-32700567

DHA Shahbaz Branch

PABX No. (021) 35349154-7

Fax No.(021) 35349149

DHA Phase VI Branch (Sub Branch)

PABX (021) 35242734-37

FAX No. (021)-35242739

Defence Phase IV Branch (Sub Branch)

PABX (021) 35312961-4

Fax No. (021) 35312966

Garden Branch

PABX No. (021) 32292041-43

FAX No. (021)-32292046

Gulshan-e-Iqbal Branch

Tel: (021) 34981330-31

Fax: (021) 34981334

Gulshan Chowrangi Branch (Sub Branch)

PABX No. (021) 34832541-3

FAX No. (021)-34832548

North Karachi Branch

PABX No (021) 36950195-7

Fax (021) 36997178

Shaheed-e-Millat Road Branch

PABX No (021) 34145183-84-86

Fax No. (021) 34145187

Dohraji Branch (Sub Branch)

PABX No. (021) 34860180-2

Fax No. (021) 34860184

Khalid Bin Waleed Branch (Sub Branch)

PABX (021) 34302806-9

Fax No. (021) 34302813

SITE Branch

PABX No (021) 32550391-3

Fax (021) 32550395

Orangi Town (Sub Branch)

PABX No. (021) 36760060-2

FAX No. (021) 36760063

Shahrah-e-Faisal Branch

Tel: (021) 34313236-38

Fax: (021) 34538638

Muhammad Ali Society Branch (Sub Branch)

PABX No. (021) 34306061-3

FAX No. (021)-34306066

Manzoor Colony Branch (Sub Branch)

PABX No. (021) 35392805-7

FAX No. (021) 35392810

Hyderi Branch

PABX (021) 36724280-3-4

Fax No. (021) 36724282

Nazimabad (Sub Branch)

PABX No. (021) 36611912-3-908

Fax (021) 36611909.

F.B.Area Karimabad Branch (Sub Branch)

PABX No. (021) 36826728/31/35

FAX No. (021)-36826805

Karachi Stock Exchange Branch

Tel: (021) 32473560-63

Fax (021) 32473564

DHA Phase 1 Branch

PABX No. (021) 35314121-3

Fax No. (021) 35314127

Gulistan-e-Johar Branch

PABX No. (021) 34029901-3

Fax No. (021) 34029902

Malir City Branch

PABX No. (021) 34117381-34110812 / 822

FAX No. (021)-34117452

Clifton Branch

PABX No.: (021) 35879207-35879170-35879215

Fax: (021) 35879134

Clifton (Shireen Jinnah) Branch (Sub Branch)

PABX No. (021) 35305581-3

FAX No. (021) 35374579

BRANCHES NETWORK

LAHORE BRANCHES

Defence Branch

PABX No: (042) 35731811, 35740083
Fax: (042) 35722228

DHA-G Branch (Sub Branch)

PABX (042) 35690987-8
Fax No. (042) 35690986

Johar Town Branch

PABX (042) 35220813-5
Fax No. (042) 35220819

Baghbanpura Branch

PABX No. (042) 36820445-6
FAX No. (042)-36820447

Mughalpura Branch (Sub Branch)

PABX No. (042) 36524880-3
FAX No. (042) 36524887

Gulshan-e-Ravi Branch

PABX No. (042) 37415063-83-86
FAX No. (042)-37414892

Raiwind Road Branch

PABX No:(042) 35426923, 35437893
Fax (042) 35426926

Abbot Road Branch

PABX No: (042) 36305143-44
Fax: (042) 36305142

Mozang Branch (Sub Branch)

PABX No. (042) 36371254-6
Fax No. (042) 36371504

Shadman Town Branch (Sub Branch)

PABX No. (042) 37569488-9
Fax (042) 37569487

Lahore Stock Exchange Branch

PABX No: (042) 36280801-2
Fax No : (042) 36280804

Peco Road Branch

PABX No:(042) 35144951-4
FAX NO:(042) 35144955

Shah Alam Branch

PABX No: (042) 37656501, 37658221
FAX NO:(042) 37658275

Allama Iqbal Town Branch

PABX (042) 35424951-3
Fax No. (042) 35436226

Wahdat Road Branch (Sub Branch)

PABX (042) 35912863-4
Fax No. (042) 35912862

Circular Road Branch

PABX No: (042) 37639040-42
Fax: (042) 37660649

Shadbagh Branch (Sub Branch)

PABX No. (042) 37600953/986
FAX No. (042)-37600960

Gulberg Branch

PABX No: (042) 35764288-9
Fax No: (042) 35755358

KASB House (Jail Road) Branch (Sub Branch)

PABX No. (042) 35776723-5
FAX No. (042) 35875013

Model Town Branch (Sub Branch)

PABX No. (042) 35915673-6
FAX No. (042) 35915677

ISLAMABAD BRANCHES

Islamabad Branch

PABX No: (051) 2826181- 83
Fax: (051) 2826184
UAN: 111 555 666

G-10 Markaz Branch (Sub Branch)

PABX No. (051) 2819211-3
Fax No. (051) 2819214

I-9 Markaz Branch (Sub Branch)

PABX No. (051) 4858395-97
FAX No. (051)-4858401

F-11 Markaz Branch

PABX No. (051) 2111533-4
Fax No. (051) 2111532

Rawat Branch

PABX No. (051) 4612413-5
FAX No. (051)-4612418

Bahria Town Phase VIII Branch (Sub Branch)

PABX No. (051) 5705651-5705652-5705653
FAX No. (051) 5705658

SIALKOT BRANCH

Sialkot Branch

PABX No: (052) 3241671-74
Fax (052) 3241679

Sialkot Branch (Sub Branch)

PABX No. (052) 3242650-3
Fax No. (052)-3242658

MULTAN BRANCH

Multan Branch

PABX No: (061) 4587701-3
Fax No: (061) 4587705

Bosan Road Multan Branch (Sub Branch)

PABX No. (061) 6210213-4
Fax No. (061)-6210219

BRANCHES NETWORK

GUJRANWALA

Gujranwala Branch

PABX No: (055) 3252348 / 3252353
Fax: (055) 3254529

Gujranwala G.T. Road Branch (Sub Branch)

PABX No. (055) 4294014-6
FAX No. (055) 4274016

RAWALPINDI BRANCHES

Rawalpindi Branch

PABX No: (051) 5527840-43
Fax: (051) 5527844

Raja Bazar Branch (Sub Branch)

PABX No. (051) 5777451-2
Fax No. (051) 5777453

Bahria Town Rawalpindi Branch

PABX No: (051) 5730371-3
Fax: (051) 5730376

Chandni Chowk Branch

PABX No. (051) 4417049-50
Fax No. (051) 4417051

PESHAWAR BRANCHES

Peshawar Branch

AYS Centre, Arbab Road, Saddar,
Peshawar Cantt
PABX No: (091) 5279432 / 5279425
Fax: (091) 5279838
UAN: 111 555 666

University Road Branch (Sub Branch)

Umer Plaza University Road/
Jamrud Road Jahangirabad Peshawar.
PABX No. (091) 5711526-7
Fax No. 091 5711529

Hayatabad Branch

PABX No. (091) 5830024-8
Fax No. (091) 5830025

HYDERABAD BRANCH

Hyderabad Branch

Tel: (022) 2729917-18
Fax: (022) 2785977
UAN: 111 555 666

Hyderabad Market Branch (Sub Branch)

PABX (022) 2636660-2
Fax (022) 2636275

MIRPUR (AJK)

Mirpur (A.K.) Branch

PABX No: (058610) 42841 / 44877
Fax: (058610) 42742
UAN: 111 555 666

Chaksawari Branch

PABX No. 05827-454810-11
FAX No. 05827-454814

OTHER CITIES

Faisalabad Branch

PABX NO (041) 2649667-70
Fax: (041) 2649672

Sukkur Branch

Tel: (071) 5619083-4
Fax No. (071) 5619088

Quetta Branch

Tel: (081) 2842531. 2836518
Fax: (081) 2842531
UAN: 111 555 666

Fateh Jang Branch

PABX No. (051) 2210244-6
Fax No. (051)-2210249

Nawabshah Branch

PABX No (024) 4330304-5
FAX No (024)-4330307

Sadiqabad Branch

PABX No. (068) 5800067-69
FAX No. (068) 5709114

Mandi Bahaudin Branch

PABX No. (054) 6507207-9
FAX No. (054) 6507210

Bhawalpur Branch

PABX No. (062) 2880701-3
FAX No. (062) 2880704

Kasur Branch

PABX No. (049) 2720697-98-2763823
FAX No. (049) 2763824

Gujrat Branch

PABX:(053)-3517966-69
Fax (053) 3517965

Jhelum Branch

PABX No. (0544) 622385/6
Fax No. (0544)-622938

Kandhkot Branch

PABX No.(0722) 570041-43
FAX No. (0722) 570044

Ghourghashti Branch

PABX No. (057)-2871291-2871292
FAX No. (057)-2871393

Mehar Branch

PABX No. (0254) 730375
FAX No. (0254) 730376

BRANCHES NETWORK

QUARTERLY REPORT MARCH 2010

Jhang Branch

PABX No. (047) 7651670-2
FAX No. (047) 7651676

Kamoki Branch

PABX No. (055) 6814580-2
FAX No. (055) 6814584

Vehari Branch

PABX No. (067) 3360515-7
FAX No. (067) 3360519

Okara Branch

PABX No. (044) 2520526-8
FAX No. (044) 2520590

Sargodha Branch

PABX No. (048) 3768121-3
Fax No. (048) 3768122

Jacobabad Branch

PABX No. (0722) 654804/5
FAX No. (0722)654801

Rahimyarkhan Branch

PABX No. (068) 5871901-3
Fax No. (068) 5871908

D.G.Khan Branch

PABX No. (064) 2471560-2
FAX No. (064) 2471566

Mirpurkhas Branch

PABX (0233) 874612-4
Fax No. (0233) 874615

Gujjar Khan Branch

PABX No. (0571) 3511903-5
FAX No. (0571) 3511913

Sambriyal Branch

PABX No. (052) 6521003-5
FAX No. (052) 6521006

Sheikhupura Branch

PABX No. (056) 3780984-6
FAX No. (056) 3780987

Sanghar Branch

PABX No. (023) 5541479-80-5541478
FAX No. (023) 5541480