



# **Habib Metropolitan Bank**

(Subsidiary of Habib Bank AG Zurich)

**CONSOLIDATED ACCOUNTS  
FOR THE HALF-YEAR ENDED JUNE 30, 2008  
(UN-AUDITED)**



**INTERIM CONDENSED CONSOLIDATED  
BALANCE SHEET**  
AS AT JUNE 30, 2008

	Note	June 30, 2008 (Un-audited)	December 31, 2007 (Audited)
Rupees in '000			
<b>ASSETS</b>			
Cash and balances with treasury banks		13,956,438	10,201,545
Balances with other banks		4,206,736	3,691,183
Lendings to financial institutions	5	7,672,460	3,989,249
Investments	6	60,701,758	61,735,716
Advances	7	101,223,811	89,826,806
Operating fixed assets		1,267,449	1,294,486
Deferred tax assets		570,099	—
Other assets		2,596,197	2,128,703
		<b>192,194,948</b>	<b>172,867,688</b>
<b>LIABILITIES</b>			
Bills payable		2,647,371	3,210,041
Borrowings from financial institutions		40,218,430	29,991,633
Deposits and other accounts	8	128,714,510	121,066,389
Sub-ordinated loans		—	—
Liabilities against assets subject to finance lease		—	—
Deferred tax liabilities		—	60,874
Other liabilities		6,793,107	5,018,843
		<b>178,373,418</b>	<b>159,347,780</b>
<b>NET ASSETS</b>		<b>13,821,530</b>	<b>13,519,908</b>
<b>REPRESENTED BY</b>			
Share capital		6,022,020	5,018,350
Reserves		6,696,936	6,383,936
Unappropriated profit		1,805,004	2,061,674
		<b>14,523,960</b>	<b>13,463,960</b>
(Deficit)/surplus on revaluation of assets - net of tax	9	(702,430)	55,948
		<b>13,821,530</b>	<b>13,519,908</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	10		

*The annexed notes 1 to 16 form an integral part of these interim condensed consolidated financial statements.*

**MUHAMMAD H. HABIB**  
Chairman

**KASSIM PAREKH**  
President & Chief Executive

**REZA S. HABIB**  
Director

**A. R. WADIWALA**  
Director

**INTERIM CONDENSED CONSOLIDATED  
PROFIT & LOSS ACCOUNT (UN-AUDITED)  
FOR THE HALF-YEAR ENDED JUNE 30, 2008**

	Note	Quarter ended June 30, 2008	Half Year ended June 30, 2008	Quarter ended June 30, 2007	Half Year ended June 30, 2007
Rupees in '000					
<b>Mark-up / return / interest earned</b>		<b>3,744,444</b>	<b>7,137,782</b>	2,862,171	5,729,335
<b>Mark-up / return / interest expensed</b>		<b>(2,683,241)</b>	<b>(5,046,862)</b>	(1,966,489)	(3,812,613)
Net mark-up / interest income		<b>1,061,203</b>	<b>2,090,920</b>	895,682	1,916,722
Provision against non-performing loans and advances		<b>161,374</b>	<b>193,794</b>	53,174	60,359
Provision for diminution in value of investments		—	—	—	—
Bad debts written off directly		—	<b>64</b>	76	76
		<b>(161,374)</b>	<b>(193,858)</b>	(53,250)	(60,435)
Net mark-up / interest income after provisions		<b>899,829</b>	<b>1,897,062</b>	842,432	1,856,287
<b>Non Mark-up / Interest Income</b>					
Fee, commission and brokerage income		<b>306,670</b>	<b>596,148</b>	248,296	479,784
Dividend income		<b>374,960</b>	<b>375,795</b>	3,463	4,166
Income from dealing in foreign currencies		<b>485,060</b>	<b>811,402</b>	314,751	572,058
Gain on sale/redemption of securities		<b>36,757</b>	<b>99,820</b>	144,411	244,724
Unrealized gain/(loss) on revaluation of investment classified as 'held for trading'		—	—	—	—
Other income		<b>51,818</b>	<b>104,856</b>	43,369	79,041
Total non mark-up / interest income		<b>1,255,265</b>	<b>1,988,021</b>	754,290	1,379,773
		<b>2,155,094</b>	<b>3,885,083</b>	1,596,722	3,236,060
<b>Non Mark-up / Interest Expenses</b>					
Administrative expenses		<b>796,753</b>	<b>1,507,496</b>	562,609	1,156,874
Other provisions/write offs		—	—	486	486
Other charges		<b>61,728</b>	<b>62,775</b>	327	330
Total non mark-up interest expenses		<b>(858,481)</b>	<b>(1,570,271)</b>	(563,422)	(1,157,690)
		<b>1,296,613</b>	<b>2,314,812</b>	1,033,300	2,078,370
Extraordinary / unusual items		—	—	—	—
<b>Profit before taxation</b>		<b>1,296,613</b>	<b>2,314,812</b>	1,033,300	2,078,370
Taxation -Current		<b>537,067</b>	<b>963,194</b>	465,000	872,000
-Prior years		<b>12,186</b>	<b>12,186</b>	67,016	67,016
-Deferred		<b>(143,003)</b>	<b>(222,403)</b>	(9,567)	(31,377)
		<b>(406,250)</b>	<b>(752,977)</b>	(522,449)	(907,639)
<b>Profit after taxation</b>		<b>890,363</b>	<b>1,561,835</b>	510,851	1,170,731
Unappropriated profit brought forward		<b>1,088,641</b>	<b>2,061,674</b>	2,496,496	1,836,616
Profit available for appropriation		<b>1,979,004</b>	<b>3,623,509</b>	3,007,347	3,007,347
<b>Restated</b>					
<b>Basic earnings per share (Rupees)</b>	11	<b>1.48</b>	<b>2.59</b>	0.85	1.94
<b>Diluted earnings per share (Rupees)</b>	11	<b>1.48</b>	<b>2.59</b>	0.85	1.94

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**MUHAMMAD H. HABIB**  
Chairman

**KASSIM PAREKH**  
President & Chief Executive

**BASHIR ALI MOHAMMAD**  
Director

**REZA S. HABIB**  
Director



**INTERIM CONDENSED CONSOLIDATED  
CASH FLOW STATEMENT (UN-AUDITED)  
FOR THE HALF-YEAR ENDED JUNE 30, 2008**

	June 30, 2008	June 30, 2007
	Rupees in '000	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	2,314,812	2,078,370
Less: Dividend income	(375,795)	(4,166)
	<b>1,939,017</b>	<b>2,074,204</b>
Adjustments		
Depreciation	68,672	38,344
Provision against non-performing loans and advances	193,794	60,359
Gain on sale of fixed assets	(2,075)	(2,489)
	<b>260,391</b>	<b>96,214</b>
	<b>2,199,408</b>	<b>2,170,418</b>
(Increase) / decrease in operating assets		
Lendings to financial institutions	(3,683,211)	(11,091,548)
Advances	(11,590,799)	495,668
Other assets	(467,494)	(142,626)
	<b>(15,741,504)</b>	<b>(10,738,506)</b>
Increase / (decrease) in operating liabilities		
Bills payable	(562,670)	1,664,440
Borrowings	10,015,128	(568,708)
Deposits and other accounts	7,648,121	16,315,088
Other liabilities (excluding current taxation)	1,337,543	647,679
	<b>18,438,122</b>	<b>18,058,499</b>
	<b>4,896,026</b>	<b>9,490,411</b>
Income tax paid	(540,273)	(608,694)
Net cash flow from operating activities	<b>4,355,753</b>	<b>8,881,717</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Net investments in available-for-sale securities	(557,989)	(9,624,338)
Net investments in held-to-maturity securities	425,000	(270,000)
Dividend received	375,795	4,166
Investments in operating fixed assets	(43,144)	(117,149)
Sale proceeds of operating fixed assets	3,584	5,022
Net cash flow from investing activities	<b>203,245</b>	<b>(10,002,299)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Dividend paid	(500,221)	—
Increase / (decrease) in cash and cash equivalents	<b>4,058,777</b>	<b>(1,120,582)</b>
Cash and cash equivalent at beginning of the period	<b>13,309,131</b>	<b>17,306,630</b>
Cash and cash equivalent at the end of the period	<b>17,367,908</b>	<b>16,186,048</b>

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Director

**INTERIM CONDENSED CONSOLIDATED  
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)  
FOR THE HALF-YEAR ENDED JUNE 30, 2008**

		Reserves						
	Share Capital	Shares premium	Statutory reserve	Special reserve	Revenue reserve	Unappropriated Profit	Total	
	Rupees in '000							
Balance as at January 1, 2007	3,005,000	2,550,985	1,533,590	240,361	1,500,000	1,836,616	10,666,552	
Issue of bonus shares in the ratio of 67 shares for every 100 shares held	2,013,350	—	—	—	—	(2,013,350)	—	
Profit after taxation	—	—	—	—	—	1,170,731	1,170,731	
Transfer to statutory reserve	—	—	234,145	—	—	(234,145)	—	
Balance as at June 30, 2007	5,018,350	2,550,985	1,767,735	240,361	1,500,000	759,852	11,837,283	
Profit after taxation	—	—	—	—	—	1,626,677	1,626,677	
Transfer to statutory reserve	—	—	324,855	—	—	(324,855)	—	
Balance as at December 31, 2007	5,018,350	2,550,985	2,092,590	240,361	1,500,000	2,061,674	13,463,960	
Issue of bonus shares in the ratio of 20 shares for every 100 shares held	1,003,670	—	—	—	—	(1,003,670)	—	
Cash dividend (Re. 1 per share)	—	—	—	—	—	(501,835)	(501,835)	
Profit after taxation	—	—	—	—	—	1,561,835	1,561,835	
Transfer to statutory reserve	—	—	313,000	—	—	(313,000)	—	
Balance as at June 30, 2008	6,022,020	2,550,985	2,405,590	240,361	1,500,000	1,805,004	14,523,960	

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**A. R. WADIWALA**  
Director

## **NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED) FOR THE HALF-YEAR ENDED JUNE 30, 2008**

### **1. STATUS AND NATURE OF BUSINESS:**

- 1.1 The Group comprises of:

**Holding company**

Habib Metropolitan Bank Ltd.

**Subsidiary companies**

Habib Metropolitan Trade Services Limited

Habib Metropolitan Financial Services Limited

Here-in-after referred to as "the Group" is engaged in providing Commercial Banking, Trade advising and Financial services.

Habib Metropolitan Bank Ltd. (the Bank) was incorporated in Pakistan on August 3, 1992 as a public limited company, under the Companies Ordinance, 1984 and is engaged in commercial banking and related services. Its shares are listed on all stock exchanges in Pakistan. The registered office of the Bank is situated at Spencer's Building, I.I Chundrigar Road, Karachi. The Bank operates 100 (December 31, 2007: 100) branches including 4 (December 31, 2007: 4) Islamic Banking Branches in Pakistan. The Bank is a subsidiary of Habib Bank AG Zurich which is incorporated in Switzerland.

### **2. BASIS OF PRESENTATION AND CONSOLIDATION**

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

The interim condensed consolidated financial statements include the financial statements of the holding company and its subsidiary companies. The financial statements of the subsidiary companies have been consolidated on a line-by-line basis and the carrying value of the investments held by the holding company has been eliminated against the shareholder's equity in the subsidiary companies. Intra - group balances or transactions have been eliminated.

### **3. STATEMENT OF COMPLIANCE**

- 3.1 These interim condensed consolidated financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved Accounting Standards comprise of International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) and Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as are notified under the Companies Ordinance, 1984, the requirements of the Companies Ordinance, 1984, the Banking Companies Ordinance, 1962 or directives issued by the Securities and Exchange Commission of Pakistan (SECP) and the SBP. Wherever the requirements of the Companies Ordinance, 1984, the Banking Companies Ordinance, 1962 or directives issued by the SECP and the SBP differ with the requirements of IFRS or IFAS, the requirements of the Companies Ordinance, 1984, the Banking Companies Ordinance, 1962 or the requirements of the said directives shall prevail.
- 3.2 The SBP vide BSD circular No. 10, dated August 26, 2002 has deferred the applicability of International Accounting Standard (IAS) 39, "Financial Instruments: Recognition and Measurement" and IAS 40 "Investment Property" for Banking companies till further instructions. Accordingly, the requirements of these standards have not been considered in the preparation of these interim condensed consolidated financial statements. However, investments have been classified and valued in accordance with the requirement of various circulars issued by the SBP.
- 3.3 IFAS - 1 "Murabaha" and IFAS - 2 "Ijara" are effective for the financial periods beginning on or after January 01, 2006 and July 01, 2007 respectively. These standards have not been adopted by the Group pending certain modifications in the accounting system and processes of the Islamic Banking Branches that are imperative for effective implementation of the said standards. Further, the application of IFAS - 2 "Ijarah" also involves certain practical issues for which clarifications have been sought from the SBP by the ICAP. However, the management considers that the effect of the adoption of these standards would not be material to the Group's financial statements.

3.4 The disclosures made in these interim condensed consolidated financial statements have been limited based on the format prescribed by the SBP vide BSD Circular Letter No. 2, dated May 12, 2004 and the IAS-34, "Interim Financial Reporting" and do not include all the information required in the annual consolidated financial statements. Accordingly these interim condensed consolidated financial statements should be read in conjunction with the annual consolidated financial statements of the Group for the year ended December 31, 2007.

#### 4. ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these interim condensed consolidated financial statements are consistent with those applied in the preparation of the annual consolidated financial statements of the Group for the year ended December 31, 2007 .

#### 5. LENDINGS TO FINANCIAL INSTITUTIONS

	June 30, 2008 (Un-Audited)	December 31, 2007 (Audited)
	Rupees in '000	
Call money lendings	5,000,000	2,000,000
Repurchase agreement lendings (Reserve Repo)	2,672,460	1,989,249
	<b>7,672,460</b>	<b>3,989,249</b>

#### 6. INVESTMENTS

	June 30, 2008 (Un-Audited)			December 31, 2007 (Audited)		
	Held by Bank	Given as collateral	Total	Held by Bank	Given as collateral	Total
	Rupees in '000					
<b>Available-for-sale securities</b>						
Market Treasury Bills	20,407,309	16,958,373	37,365,682	26,470,917	11,266,204	37,737,121
Pakistan Investment Bonds	4,446,771	6,446,482	10,893,253	7,000,014	2,492,491	9,492,505
Ordinary shares of listed companies	54,302		54,302	70,405	-	70,405
Ordinary shares of unlisted companies	123,101		123,101	88,101		88,101
Preference shares of a listed company	40,000		40,000	40,000		40,000
Preference shares of an unlisted company	25,000		25,000	25,000		25,000
Term Finance Certificates	2,977,432		2,977,432	1,738,964		1,738,964
Sukuk Bonds	675,000		675,000	1,075,000		1,075,000
Open ended mutual funds	5,333,646		5,333,646	6,659,830		6,659,830
Closed ended mutual funds	177,348		177,348	179,848		179,848
	<b>34,259,909</b>	<b>23,404,855</b>	<b>57,664,764</b>	<b>43,348,079</b>	<b>13,758,695</b>	<b>57,106,774</b>
<b>Held-to-maturity securities</b>						
Certificate of Investments	4,125,000		4,125,000	4,550,000		4,550,000
<b>Investments at cost</b>	<b>38,384,909</b>	<b>23,404,855</b>	<b>61,789,764</b>	<b>47,898,079</b>	<b>13,758,695</b>	<b>61,656,774</b>
Less: Provision for diminution in value of investments	(7,344)		(7,344)	(7,344)		(7,344)
<b>Investments – net of provisions</b>	<b>38,377,565</b>	<b>23,404,855</b>	<b>61,782,420</b>	<b>47,890,735</b>	<b>13,758,695</b>	<b>61,649,430</b>
(Deficit)/Surplus on revaluation of available-for-sale investments-net	(487,001)	(593,661)	(1,080,662)	89,254	(2,968)	86,286
<b>Total Investments</b>	<b>37,890,564</b>	<b>22,811,194</b>	<b>60,701,758</b>	<b>47,980,989</b>	<b>13,755,727</b>	<b>61,735,716</b>

## 7. ADVANCES

	Note	June 30, 2008 (Un-Audited) Rupees in '000	December 31, 2007 (Audited) Rupees in '000
Loans, cash credits, running finances, etc. In Pakistan		77,517,049	70,318,994
Net investment in finance lease / Ijara financing In Pakistan		2,378,850	2,180,889
Bills discounted and purchased (excluding Market Treasury Bills) Payable in Pakistan		6,497,440	4,570,152
Payable outside Pakistan		16,155,059	13,974,026
		22,652,499	18,544,178
Advances - gross	7.1	102,548,398	91,044,061
Provision against non-performing advances Specific		(680,551)	(700,981)
General	7.2	(644,036)	(516,274)
		(1,324,587)	(1,217,255)
Advances - net of provisions		101,223,811	89,826,806

7.1 Advances include Rs. 841.163 million (December 31, 2007: Rs 804.247 million) which have been placed under non-performing status as detailed below:

Category of Classification	Domestic	Overseas	Total	Provision Required	Provision Held*
	Rupees in '000				
Substandard	2,015	—	2,015	485	485
Doubtful	229,887	—	229,887	108,305	108,305
Loss	609,261	—	609,261	571,761	571,761
	841,163	—	841,163	680,551	680,551

\* Adjusted for liquid assets held and realizeable without recourse to a court of law.

7.2 The general provision includes provision made against consumer portfolio amounting to Rs. 20.954 (December 31, 2007: Rs. 17.454) million in accordance with the Prudential Regulations issued by SBP at 1.5% of fully secured and at 5% of the unsecured consumer portfolio.



## 8. DEPOSITS AND OTHER ACCOUNTS

	June 30, 2008 (Un-Audited)	December 31, 2007 (Audited)
	Rupees in '000	
<b>Customers</b>		
Fixed deposits	61,149,983	54,812,561
Saving deposits	33,863,605	28,326,985
Current accounts - non-remunerative	27,467,225	33,326,607
Margins and others accounts	2,933,425	1,185,870
	<b>125,414,238</b>	<b>117,652,023</b>
<b>Financial Institutions</b>		
Remunerative deposits	2,912,960	3,209,976
Non-remunerative deposits	387,312	204,390
	<b>3,300,272</b>	<b>3,414,366</b>
	<b>128,714,510</b>	<b>121,066,389</b>

## 9. (DEFICIT)/SURPLUS ON REVALUATION OF ASSETS - NET OF TAX

Available-for-sale securities:		
Market Treasury Bills	(240,052)	(20,352)
Pakistan Investment Bonds	(739,845)	16,464
Term Finance Certificates	17,462	22,070
Listed Shares	(3,528)	4,172
Mutual Funds	(114,699)	63,932
	<b>(1,080,662)</b>	<b>86,286</b>
Related deferred tax asset/(liability)	<b>378,232</b>	<b>(30,338)</b>
	<b>(702,430)</b>	<b>55,948</b>

## 10. CONTINGENCIES AND COMMITMENTS

### 10.1 Direct credit substitutes

Standby letters of credit serving as financial guarantees  
for loans and securities

<b>3,168</b>	<b>12,435</b>
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### 10.2 Transaction-related contingent liabilities

Contingent liabilities in respect of guarantees favouring:

Government	8,591,809	7,437,940
Banking companies and other financial institutions	163,651	121,190
Others	1,626,115	2,165,057
	<b>10,381,575</b>	<b>9,724,187</b>

### 10.3 Trade-related contingent liabilities

Letter of credits	31,613,313	34,103,602
Acceptances	15,230,970	10,287,128
	<b>46,844,283</b>	<b>44,390,730</b>

### 10.4 Commitments in respect of forward exchange contracts

Purchase	11,791,668	17,048,483
Sale	21,522,464	26,389,901

### 10.5 Commitments in respect of operating leases

Not later than one year	141,823	28,073
Later than one year and not later than five years	154,104	346,117
	<b>295,927</b>	<b>374,190</b>

### 10.6 Commitments for the acquisition of operating fixed assets

<b>24,562</b>	<b>24,562</b>
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## 11. BASIC AND DILUTED EARNINGS PER SHARE

	Quarter ended June 30, 2008	Half Year ended June 30, 2008	Quarter ended June 30, 2007	Half Year ended June 30, 2007
			(Un-Audited)	(Restated)
Profit after taxation (Rupees in '000)	<u>890,363</u>	<u>1,561,835</u>	<u>510,851</u>	<u>1,170,731</u>
Weighted average number of ordinary shares (in'000)	<u>602,202</u>	<u>602,202</u>	<u>602,202</u>	<u>602,202</u>
Basic and diluted earnings per share (Rupees)	<u>1.48</u>	<u>2.60</u>	<u>0.85</u>	<u>1.94</u>

11.1 The earnings per share for the quarter and half year ended June 30, 2007 have been adjusted for the effect of bonus issue during the period.

## 12. RELATED PARTY TRANSACTIONS

Related parties of the Bank comprise of the holding company, subsidiaries and entities with common directorships, directors and their close family members, staff retirement benefit funds, key executives and major shareholders of the Bank. The details of transactions with related parties during the half year are as follows:

<u>Balance outstanding at period / year end</u>	Note	June 30, 2008 (Un-Audited)	December 31, 2007 (Audited)
		Rupees in '000	
<b>Holding company/subsidiaries</b>			
Bank Balances		2,003,189	1,275,738
Deposits		259,874	—
Management fee payable		50,543	82,601
<b>Entities with common directorship</b>			
Advances		1,455,167	753,624
Deposit		3,435,418	3,645,792
Trade related contingent liabilities		1,236,311	1,769,635
<b>Key management personnel</b>	12.1		
Advances		12,756	16,828
Deposit		18,695	15,384
<b>Transactions for the period</b>			
<b>Holding company</b>			
Interest earned		29,823	56,617
Management fee paid		96,750	—
<b>Entities with common directorship</b>			
Mark-up / interest earned		44,340	20,441
Mark-up / interest expensed		166,248	150,500
Commission / bank charges recovered		4,189	3,469
Rent income		366	289
<b>Key management personnel</b>			
Mark-up / interest earned		379	486
Mark-up / interest expensed		147	132
Salaries and allowances	12.1	27,429	29,608
Directors' fees		110	130
<b>Retirement benefit plan</b>			
Contribution to defined benefit plan		516	524
Contribution to defined contribution plan		621	625

12.1 Transactions with executives are undertaken at terms in accordance with employment terms and service rules.

### 13. SEGMENT DETAILS WITH RESPECT TO BUSINESS ACTIVITIES

The segment results for the period are as follows:

	Trading and sales	Retail banking	Commercial banking	Total
	Rupees in '000			
<b>For the half year ended June 30, 2008 (Un-audited)</b>				
Total income*	3,463,129	2,535,441	5,893,319	11,891,889
Total expenses*	(2,752,410)	(2,119,939)	(4,704,728)	(9,577,077)
Profit before taxation	710,719	415,502	1,188,591	2,314,812
<b>For the half year ended June 30, 2007 (Un-audited)</b>				
Total income*	3,091,231	2,151,007	3,863,974	9,106,212
Total expenses*	(2,572,078)	(1,967,349)	(2,488,415)	(7,027,842)
Profit/(loss) before taxation	519,153	183,658	1,375,559	2,078,370

\* Includes inter-segment revenues and expenses

### 14. KEY ISLAMIC BANKING OPERATIONS

The Bank is operating 4 (2007: 4) Islamic banking branches. The balance sheet of these branches as at 30 June 2008 is as follows:

	June 30, 2008 (Un-audited)	December 31, 2007 (Audited)
	Rupees in '000	
<b>ASSETS</b>		
Cash and balances with treasury banks	809,158	551,062
Balances with and due from financial institutions	851,421	800,632
Investments	580,829	432,500
Financing and receivables		
- Murabaha	2,144,903	1,842,382
- Ijara	1,823,524	1,820,897
- Diminishing musharaka	841,928	1,033,550
Other assets	217,391	173,076
	7,269,154	6,654,099
<b>LIABILITIES</b>		
Bills payable	57,274	61,806
Deposits and other accounts		
- Current accounts	491,068	344,106
- Saving accounts	1,973,011	1,261,557
- Term accounts	1,538,620	1,691,342
- Deposits from financial institutions - remunerative	1,480,065	1,824,198
- Deposits from financial institutions non-remunerative	30	30
Due to head office	391,905	393,037
Other liabilities	752,356	538,788
	6,684,329	6,114,864
<b>NET ASSETS</b>	584,825	539,235
<b>REPRESENTED BY</b>		
Islamic banking fund	501,710	401,550
Unappropriated profit	82,286	137,685
	583,996	539,235
Surplus on revaluation of assets	829	-
	584,825	539,235

## **15. GENERAL**

15.1 The figures have been rounded off to nearest thousand rupees.

## **16. DATE OF AUTHORISATION FOR ISSUE**

These interim condensed financial statements were authorised for issue by the Board of Directors on August 7, 2008.

**MUHAMMAD H. HABIB**  
Chairman

**KASSIM PAREKH**  
President & Chief Executive

**REZA S. HABIB**  
Director

**A. R. WADIWALA**  
Director

## REGISTERED OFFICE AND HEAD OFFICE

Ground Floor, Spencer's Building,  
G.P.O. Box 1289, I.I. Chundrigar Road,  
Karachi-74200, Pakistan

Phones : (021) 263 6740 (20 Lines)  
Fax : (021) 263 0405 - 262 0716  
U.A.N. : 111-14-14-14 and 111-18-18-18

Telex : 20246 BNKMN PK, 20281 BNKMN PK  
SWIFT : MPBLPKKA  
URL : www.hmb.com.pk  
E-mail : info@hmb.com.pk

14th Floor, Saima Trade Towers 'A',  
I.I. Chundrigar Road, Karachi-74200,  
Pakistan.

Phones : (021) 227 1935 (14 Lines)  
Fax : (021) 227 1950

### Karachi

#### Main Branch:

Ground Floor,  
Spencer's Building, I.I. Chundrigar Road,  
G.P.O. Box 1289 Karachi.

Phone : (021) 263 6740 (20 Lines)  
UAN : (021) 111-18-18-18  
Fax : (021) 263 0404-5  
Telex : 20246 BNKMN PK  
20281 BNKMN PK  
SWIFT : MPBLPKKA

#### Cloth Market:

BR 1/43, Metro Centre,  
Bombay Bazar, Kharadar,  
P.O. Box 6453, Karachi.

Phones : (021) 231 3712 (3 Lines)  
: (021) 231 3763, 231 3927  
Fax : (021) 231 3715  
Telex : 27402 BNKMN PK  
SWIFT : MPBLPKKA011

#### Paper Market:

Plot No. 7.8 R-6, Altaf Hussain Road,  
New Chali, Karachi.  
Phones : (021) 221 0562 (6 Lines)  
Fax : (021) 221 0568  
Telex : 27399 MBP PM PK  
SWIFT : MPBLPKKA013

#### Gulshan-e-Iqbal:

Plot No. 118/B/A-XV, Block 10-A,  
Main Rashid Minhas Road, Near Drive-in Cinema,  
Gulshan-e-Iqbal, Karachi.  
Phones : (021) 402 1651 (3 Lines)  
: (021) 402 1654  
Fax : (021) 402 1655

#### Shahrah-e-Faisal:

Siddique Sons Tower 3, Jinnah Society,  
Near Shaheed-e-Millat Flyover,  
Shahrah-e-Faisal, Karachi.  
Phones : (021) 452 8395 (3 Lines)  
: (021) 452 2920  
Fax : (021) 438 3498  
Telex : 27424 BNKMN PK  
SWIFT : MPBLPKKA012

#### Jodia Bazar:

7- Mehboob Chamber,  
Adamjee Haji Dawood Road,  
Jodia Bazar, Karachi.  
Phones : (021) 243 7187, 241 1925,  
: (021) 243 7909, 243 8157  
Fax : (021) 243 0056  
Telex : 27723 MBP JB PK  
SWIFT : MPBLPKKA015

#### Karachi Stock Exchange:

Old Stock Exchange Building,  
Stock Exchange Road,  
Karachi.  
Phones : (021) 240 1921 (3 Lines)  
Fax : (021) 240 1925

#### M. A. Jinnah Road:

Corner Abdullah Haroon Road,  
Karachi.  
Phones : (021) 273 7617 (4 Lines)  
Fax : (021) 273 7621  
SWIFT : MPBLPKKA020

#### North Napier Road:

Plot W.O. 1/33, North Napier Road,  
Near Dandia Bazar, Karachi  
Phones : (021) 273 7603 (4 Lines)  
Fax : (021) 273 7607  
SWIFT : MPBLPKKA021

### Karimabad

Sohni Bridal Shopping Centre,  
BS-6, Block-4, F.B. Area,  
Karachi.  
Phones : (021) 634 5236 (2 Lines)  
: (021) 634 9446, 680 2262  
Fax : (021) 634 9447

#### SITE:

3/9-B-2, Metro Chowrangi,  
S. 1. T. E., Karachi.  
Phones : (021) 256 4101 (3 Lines)  
: (021) 256 4104, 2564793  
Fax : (021) 256 4100  
SWIFT : MPBLPKKA023

#### DHA:

1-C, Khayaban-e-Shamsheer,  
Phase V, Karachi.  
Phones : (021) 585 7404 (3 Lines)  
: (021) 585 7407  
Fax : (021) 585 7403

#### Timber Market:

5, Siddiq Wahab Road, Timber Market,  
Karachi.  
Phones : (021) 276 8411 (3 Lines)  
: (021) 276 8415  
Fax : (021) 276 8414

#### Korangi:

Aiwan-e-Sanat Building, Sector 23,  
Korangi Industrial Area, Karachi.  
Phones : (021) 506 9162, 506 9175  
: (021) 506 9130, 506 9180  
Fax : (021) 506 9171, 5114049

#### Saddar:

SB-4/4, Zaibunnisa Street, Saddar,  
Karachi.  
Phones : (021) 521 6308 (2 Lines)  
: (021) 521 6433  
Fax : (021) 521 6434

#### Alamgir Road:

25, Central Commercial Area,  
Main Alamgir Road, Bahadurabad,  
Karachi.  
Phones : (021) 494 8805 (3 Lines)  
: (021) 494 8810  
Fax : (021) 494 8803

#### Ittehad:

86-C, 11th Commercial Street,  
D.H.A. Phase 11 Ext., Karachi.  
Phones : (021) 589 7623 (2 Lines)  
: (021) 538 2109  
: (021) 538 2110  
Fax : (021) 588 6872

#### Hyderi:

7-A, Mustafa Market,  
Block G, Barkat-e-Hyderi, Karachi,  
Phones : (021) 684 0774 (3 Lines)  
Fax : (021) 684 0777

#### Dhoraji Colony:

Madni Pride, Block 7 & 8, C.P. Berar, C.H.S.,  
Dhoraji Colony, Karachi.  
Phones : (021) 494 9535 - 44 - 64  
: (021) 494 9556  
Fax : (021) 494 9592

#### North Karachi Industrial Area:

ST-5, Gabol Town,  
Federal 'B' Area, Karachi.  
Phones : (021) 695 7569, 693 3461 (3 Lines)  
: (021) 693 3234, 693 3235  
Fax : (021) 695 7570

### Gulshan Chowrangi:

FL 4/S, Hamid Square,  
Block 3, Gulshan-e-Iqbal, Karachi.  
Phones : (021) 480 0790 (3 Lines)  
Fax : (021) 480 0789

### Khalid Bin Walid Road:

Khalid Bin Walid Road,  
F/168/A, Madina Mall, Block-3,  
PECHS, Karachi.  
Phones : (021) 439 0191 (3 Lines)  
Fax : (021) 439 0190

### Ceramic Market:

485/486, Rizvia Society,  
Nazimabad, Karachi.  
Phones : (021) 660 0546 (3 Lines)  
: (021) 670 1001  
Fax : (021) 660 7462

### Landhi:

15 Milestone, National Highway,  
Landhi-4, Karachi.  
Phones : (021) 502 4901 (4 Lines)  
: (021) 769 0866  
Fax : (021) 502 5200

### Paposh Nagar:

6-A, Block V-A Nazimabad No. 5,  
Karachi.  
Phones : (021) 670 0001 (4 Lines)  
Fax : (021) 670 0005

### Textile Plaza:

Nadeem Cloth Market,  
M.A. Jinnah Road, Karachi.  
Phones : (021) 242 2476 (2 Lines)  
: (021) 242 2415 (2 Lines)  
: (021) 241 3964  
Fax : (021) 241 6148

### Water Pump:

57, Nawaz Court, Block-16,  
FedeTal "B" Area, Karachi  
Phones : (021) 681 2577 (2 Lines)  
: (021) 632 3028  
Fax : (021) 633 4557

### Shershah:

D-283/1, S.I.T.E. Area,  
Trans Lyari Quarter, Karachi.  
Phones : (021) 258 6301 (3 Lines)  
Fax : (021) 258 6305

### University Road:

Opp. NED University, No. 101,  
Zenith Heights Bl-1,  
Gulistan-e-Johar, Karachi.  
Phones : (021) 402 9701 (3 Lines)  
: (021) 402 9704  
Fax : (021) 402 9705

### Boat Basin:

GPC-2, Bl-5 KDA Scheme No. 5,  
Clifton, Karachi.  
Phones : (021) 587 9734 (3 Lines)  
: (021) 587 9737  
Fax : (021) 587 9738

### HBZ Plaza:

HBZ Plaza, I.I. Chundrigar Road,  
P.O. Box 1424, Karachi-74200.  
Phones : (021) 263 3311-30  
Fax : (021) 263 1418-19  
SWIFT : MPBLPKKA 052



## Main Boulevard:

19-B, Main Boulevard, Gulberg  
Lahore.  
Phone : (042) 587 8475-9  
Fax : (042) 587 8473

## Peco Road:

110 PECO Road,  
Badami Bagh Lahore.  
Phone : (042) 770 1172-4  
Phone : (042) 770 1170  
Fax : (042) 770 1171  
SWIFT : MPBLPKKA067

## Rainwind Road:

9 KM Rainwind Road, Bhoptian Chowk,  
Khewat No. 840, Khatoni No. 1251,  
Khasra No. 1907-10, Lahore.  
Phone : (042) 532 3151-5  
Fax : (042) 532 3152  
SWIFT : MPBLPAKA069

## Garden Town:

Ibrahim Trade Center,  
1-A1, Bak Block,  
New Garden Town Lahore.  
Phone : (042) 594 1636-8  
Phone : (042) 594 1631  
Fax : (042) 594 1632  
SWIFT : MPBLPKKA074

## Ravi Road:

75-76, Ravi Road,  
Datagunj Buksh Town,  
Lahore.  
Phone : (042) 770 3106-7  
Phone : (042) 770 5201  
Fax : (042) 770 5202  
SWIFT : MPBLPKKA075

## Shahrah-e-Quaid-e-Azam:

Bank Square, Lahore.  
Phone : (042) 723 5725 (4 Lines)  
Phone : (042) 723 5703  
Fax : (042) 723 5704

## Urdu Bazar:

Outside Lohari Gate, 213  
Circular Road, Lahore.  
Phone : (042) 736 1274-7-2  
Fax : (042) 736 1273

## Ferozpur Road:

19 K.M. Ferozpur Road,  
Mouza Attari, Lahore.  
Phone : (042) 580 9344-50  
Fax : (042) 580 8570

## Johar Town:

Plot No. 654, Block G/1,  
Johar Town Scheme, Lahore.  
Phone : (042) 529 0902  
Fax : (042) 529 0903

## Walton Road:

E-65, Zaman Colony,  
Walton Road, Lahore.  
Phone : (042) 660 1325-26-22  
Fax : (042) 660 1324

## Peshawar

### Main Branch:

95-A, Saddar Road, Peshawar.  
Phone : (091) 527 0904 (3 Lines)  
Phone : (091) 527 5784, 275709  
UAN : (091) 111-18-18-18  
Fax : (091) 527 5624  
Telex : 52324 BNKMN PK

### Khyber Bazar:

Haroon Mansion, Khyber Bazar, Old City,  
Peshawar.  
Phone : (091) 256 6682-84, 256 6592  
Fax : (091) 256 6685

## Quetta:

Shahrah-e-Iqbal,  
G.P.O. Box 185, Quetta.  
Phones : (081) 283 5302, 283 5308  
UAN : (081) 111-18-18-18  
Fax : (081) 282 4209  
Cable : BANKMETRO

### Mirpur A K:

Ejaz Plaza, Allama Iqbal Road,  
Mirpur, Azad Kashmir.  
Phone : (058610) 43435, 48039-40  
Phone : (058610) 45719  
Fax : (058610) 43677

## Sialkot:

### Main Branch:

Sialkot Allama Iqbal Chowk, Railway Road,  
G.P.O. Box 2626, Sialkot.  
Phones : (052) 458 002, 458 0037  
Phone : (052) 460 4905, 460 2451  
Phone : (052) 459 3572  
UAN : (052) 111-18-18-18  
Fax : (052) 458 8024  
Telex : 46209 BNKMN PK  
SWIFT : MPBLPKKA006

### Small Industrial Estate:

27-28-A, Small Industrial Estate,  
Sialkot.  
Phones : (052) 325 4720, 325 4799  
Fax : (052) 325 4738

## Hyderabad:

F-66, Risala Road,  
P.O. Box No. 182, Hyderabad.  
Phones : (022) 278 3893, 784087  
UAN : (022) 111-18-18-18  
Fax : (022) 278 3894  
Telex : 22093 BNKMN PK

## Sukkur:

B-2558 Shaheed Gunj, Sukkur  
Phones : (071) 562 0432-35, 562 0460  
Fax : (071) 562 0484

## Multan:

85-A, Qasim Road,  
P.O. Box No- 108, Multan Cantt.  
Phones : (061) 458 3515 (3 Lines)  
Phone : (061) 478 5719 - 20  
LAN : (061) 111-18-18-18  
Fax : (061) 4583518  
Telex : 42353 BNKMN PK

## Faisalabad

### Main Branch:

P/64, Taj Plaza, Kotwali Road, Faisalabad.  
Phones : (041) 264 9902 (5 Lines)  
UAN : (041) 111-18-18-18  
Fax : (041) 264 9901  
Telex : 43555 BNKMN PK  
SWIFT : MPBLPKKA009

### Kotwali Road:

P-71, Kotwali Road, P.O. Box 569,  
Faisalabad.  
Phones : (041) 263 4891-4  
Fax : (041) 263 3822  
SWIFT : MPBLPKKA054

### Susan Road:

7- Main Susan Road,  
Madina Town, Faisalabad.  
Phones : (041) 850 2153-6, 873 8897  
Fax : (041) 850 2159  
SWIFT : MPBLPKKA054

## Islamabad

### Main Branch:

24-D, Rashid Plaza,  
Jinnah Avenue, Islamabad.  
Phones : (051) 227 4088 (3 Lines)  
Phone : (051) 227 7438  
UAN : (051) 111-18-18-18  
Fax : (051) 227 4082  
Telex : 54732 BNKMN PK  
SWIFT : MPBLPK010

## F-10 Markaz:

F-10, Markaz Branch,  
1-K, 10th Avenue, F-10, Islamabad  
Phones : (051) 210 2515-16  
Fax : (051) 210 2514

## Rahim Yar Khan:

24, Shahi Road, Rahim Yar Khan.  
Phone (068) 587 9522, 588 3493  
Fax (068) 587 4193

## Kasur:

Railway Road, Kasur.  
Phones : (0492) 925 0053, 276 4606  
Phone : (0492) 276 5331  
Fax : (0492) 925 0090

## Gujranwala:

Main G.T. Road, Opposite  
City Top Hotel, Gujranwala.  
Phones : (055) 384 5467 (3 Lines)  
Phone : (055) 325 1997  
Fax : (055) 384 5466  
Telex : 53352 BNKMN PK

## Rawalpindi

### Main Branch:

9-Haider Road, Rawalpindi Cantt.,  
P.O. Box 1682, Rawalpindi.  
Phone : (051) 552 2022  
Phone : (051) 552 2033  
Phone : (051) 552 2044  
Fax : (051) 552 2055  
SWIFT : MPBLPKKA055

### Bank Road:

186/2, Bank Road, Rawalpindi Cantt.  
Phones : (051) 511 0178 - 81 - 82  
Phone : (051) 551 7013, 511 0177  
Fax : (051) 579 4376

## Islamic Banking Branches:

### Karachi

#### Al Falah Court:

Al-Falah Court, I.I. Chundrigar Road,  
Karachi.  
Phone : (021) 221 5360-3, 221 5359  
Fax : (021) 221 5358  
SWIFT : MPBLPKKA 71

#### Zaibunisa Street:

SB-44, 2nd Floor, Zaibunisa Street,  
Saddar, Karachi  
Phones (021) 585 0711 (4 Lines)  
Fax (021) 585 0650

#### Rashid Minhas Road:

Plot No. FL-3/15, KDA Scheme No. 24  
Rashid Minhas Road,  
Gulshan-e-Iqbal, Karachi.  
Phone : (021) 481 9985-8  
Phone : (021) 481 9990-4  
Phone : (021) 497 9264  
Fax : (021) 481 9989  
SWIFT : MPBLPKKA 72

## Lahore

### Gulberg:

House No. 85- D-1,  
Gulberg-III, Lahore.  
Phone : (042) 578 9942-4  
Phone : (042) 578 9940  
Fax : (042) 578 9941

