

## Directors' Report

On behalf of the Board of Directors, it gives me immense pleasure to present 64th Annual Report to the members together with Audited Financial Statements and Auditors' Report for the year ended 31st December 2005.

The Board is committed to ensure that requirements of the Code of Corporate Governance set by the Securities and Exchange Commission of Pakistan are fully met. The Bank has adopted corporate governance practice and the directors are pleased to inform that:

- The financial statements prepared by the management of the Bank presents a true and fair view of the state of its affairs, operational results, cash flows and changes in equity.
- Proper books of account of the company have been maintained.
- Appropriate accounting policies have been consistently applied in preparation of financial statements, except for change in accounting policy as disclosed in note 4.3 of holding company's annual financial statements, the bank has changed its accounting policy in respect of accounting for investments in subsidiaries and jointly control entities from equity basis of accounting to the fair value basis. This change in the accounting policy has been made to comply with the new requirements of the International Accounting Standard (IAS) 27, "Consolidated and Separate Financial Statements", IAS 28 "Investment in Associates" and IAS 31, Interest in Joint Ventures". These IASs are applicable for annual periods beginning on or after January 01, 2005.
- The Accounting estimates are based on reasonable and prudent judgment. During the year, bank has changed the estimate for useful life of the building as disclosed in note 11.4.1 of the annual financial statements, International Accounting Standard (IAS) 16, "Property, Plant and Equipment (revised 2003)" requires the review of residual value of assets, useful lives and depreciation method at each financial year end. Accordingly, based on a review of the above, the management has revised the estimated useful life of the building from 17.5 to 40 years. This IAS is applicable for annual periods beginning on or after January 01, 2005. The above revision has been accounted for as change in accounting estimates in accordance with the requirements of the International Accounting Standard (IAS) 8, "Accounting Policies, Changes in Accounting Estimates and Errors".
- The company has followed international accounting standards (as applicable to banks in Pakistan) in the preparation of accounts and there is no departure from the said standards.
- As a continuous process, efforts have been made to effectively implement the internal control system. Issues identified during the review process are rectified through appropriate corrective actions and by further strengthening the internal control procedures.

- There are no doubts whatsoever about the Banks' ability to continue as a going concern.
- There has been no material departure from the best practices of corporate governance as detailed in the regulations.

Your Board had appointed the following three committees

- Credit Committee
- Human Resources Committee
- Audit Committee

During the year the scope of credit committee has been revisited and accordingly it has now been named as "Risk Management Committee" as mentioned in the section of Risk Management Framework of this report. The audit committee's role has been expanded to include review and control of 'Operational Risk'.

Summarized key operating and financial data of last ten years is annexed to the audited accounts.

### **Merger of Habib Nigeria Bank Limited in to Platinum Habib Bank Plc.**

During the year the bank disposed off its investment in the joint venture, Habib Nigeria Bank Limited, pursuant to a "scheme of merger" entered into between Habib Nigeria Bank Limited and Platinum Bank Plc., whereby the entire share capital of the joint venture has been cancelled and all its assets, liabilities and undertakings have been transferred to Platinum Habib Bank Plc. The arrangement had an exchange ratio of 13 shares of Habib Nigeria Bank Limited to 17 shares in Platinum Habib Bank Plc.

### **Risk Management Framework**

The Management recognizes all the risk inherent in the banking business, and has in place fully integrated risk management organization and robust risk management systems in-line with best practices and State Bank of Pakistan's guidelines.

A credit policy risk manual duly approved by the Board of Directors is in place since 1998 and is being regularly updated to cover areas such as Portfolio Risk Rating. For Managing Market Risk (Interest Rate risk, Foreign Exchange Risk, Equity/Commodity Price Risk) and Liquidity Risk, formal policies duly approved by the Board are in place. The policies require a governing body i.e. ALCO to meet regularly to assess, monitor and oversee the Market Risk Management.

For mitigation of Operational Risk, Internal Control and Compliance Division was established to proactively identify and provide analysis of weaknesses in the system of control besides ensuring compliance with regulatory policies, Prudential Regulation, KYC Policy and Anti-money Laundering Measures. To address the requirement of having one committee overseeing all areas mentioned above, a Bank Risk Management Committee is being formed. The Committee will meet on quarterly basis and will be headed by the Chief Risk Officer (Head of Credit Policy Committee).

Formal Operational Risk Management Policy and framework in the light of State Bank's guidelines is in place.

## Value of Investments in Employee Retirement Benefit Fund

The following is the value of investments of provident, gratuity, pension and benevolent funds maintained by the Bank, based on latest audited financial statements as at December 31, 2004

	<b>Amount in '000</b>
Employees' Provident Fund	5,982,165
Employees' Pension Fund	7,015,572
Employees' Gratuity Fund	581,871
Employees' Benevolent Fund – Executive and Officers	873,924
Employees' Benevolent Fund – Clerical and Non- Clerical	398,970

## Dividend

The Directors recommend the payment of Cash Dividend of 10 % (Re 1 per share) based on the performance for the year ended December 31, 2005, payable to those shareholders of the Bank whose names appear on the Register of Shareholders at the close of business on April 24, 2006.

## Meetings of the Board

Seven Board meetings were held during 2005 and were attended by the Directors as follows:

Name	Meetings held during	
	tenure	Attendance
Mr. Sultanali Allana	7	7
Mr. R. Zakir Mahmood	7	7
Mr. Iain Donald Cheyne	7	4
Mr. Sajid Zahid	7	5
Mr. Ahmad Waqar	7	6
Mr. Muhammad Ismail Qureshi	7	5
Mr. Arif Mansur	7	6
Mr. Shaukat Hayat Durrani	7	5

## Pattern of Shareholding

The pattern of shareholding as at December 31, 2005, as required by the code of Corporate Governance and Section 236 of the Companies Ordinance 1984 is given below:

Shareholders	Shareholding	%
Securities & Exchange Commission of Pakistan	1	-
National Bank of Pakistan (Trustee Department)	105,924	.015
Privatization Commission	1,886	-
Islamic Republic of Pakistan	6,468,187	0.938
State Bank of Pakistan	417,774,002	60.547
Aga Khan Fund for Economic Development	265,650,000	38.500
Total	<u>690,000,000</u>	<u>100.00</u>

After Tax earning per share for the year 2005 is Rs. 13.86

**Auditors**

On the suggestion of the Audit committee, the Board of Directors recommends to appoint M/s KPMG Taseer Hadi & Co., Chartered Accountants for the next term as M/s A.F. Ferguson & Co. Chartered Accountants has completed the term of five years.

On behalf of the Board

**R. Zakir Mahmood**  
President & Chief Executive Officer

Karachi: March 28, 2006

## **AUDITORS' REPORT TO THE MEMBERS**

We have audited the annexed consolidated financial statements comprising consolidated Balance Sheet of Habib Bank Limited (Holding Company) and its subsidiary companies (the Group) as at December 31, 2005 and the related consolidated Profit and Loss Account, consolidated Cash Flow Statement and consolidated Statement of Changes in Equity together with the notes forming part thereof, for the year then ended. These financial statements include unaudited certified returns from the branches, except for 82 branches, which have been audited by us and 45 branches audited by auditors abroad. We have also expressed a separate opinion on the financial statements of Habib Bank Limited while the financial statements of subsidiary companies Habib Allied International Bank Plc., United Kingdom, Habib Finance International Limited, Hong Kong, Habib Finance (Australia) Limited, Australia, Habib Bank Financial Services (Private) Limited, Pakistan, Habib Currency Exchange (Private) Limited, Pakistan and First Habib Bank Modaraba, Pakistan were audited by other firms of Chartered Accountants and our opinion in so far as it relates to the amounts included for such companies, is based solely on the report of such auditors. These financial statements are the responsibility of the Holding Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the auditing standards as applicable in Pakistan. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of any material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting policies and significant estimates made by management, as well as, evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the consolidated financial statements examined by us, based on 82 branches audited by us and the returns referred to above received from the branches which have been found adequate for the purposes of our audit, present fairly the financial position of Habib Bank Limited and its subsidiary companies as at December 31, 2005 and the results of their operations, their cash flows and changes in equity for the year then ended in accordance with approved accounting standards as applicable in Pakistan.

The financial statements of the Group for the year ended December 31, 2004 were audited jointly by A.F.Ferguson & Co., Chartered Accountants and Taseer Hadi Khalid & Co., Chartered Accountants, who had expressed an unqualified opinion thereon vide their report dated March 28, 2005.

**A. F. FERGUSON & CO.**  
**Chartered Accountants**  
**State Life Building 1-C**  
**I.I Chundrigar Road**  
**Karachi**  
**March 28, 2006**

**A member firm of PriceWaterhouseCoopers**

**HABIB BANK LIMITED AND SUBSIDIARY COMPANIES**  
**CONSOLIDATED BALANCE SHEET**  
**AS AT DECEMBER 31, 2005**

2005 (US \$ in '000)	2004 (US \$ in '000)		Note	2005 (Rupees in '000)	2004 Restated
<b>ASSETS</b>					
553,712	535,606	Cash and balances with treasury banks	5	33,051,049	31,970,302
532,979	559,878	Balances with other banks	6	31,813,513	33,419,120
205,600	62,909	Lendings to financial institutions	7	12,272,248	3,755,039
1,799,036	2,253,693	Investments - net	8	107,384,470	134,522,944
5,308,789	4,340,584	Advances - net	9	316,881,635	259,089,466
242,617	199,692	Other assets - net	10	14,481,818	11,919,594
187,070	186,140	Operating fixed assets	11	11,166,195	11,110,724
30,876	33,141	Deferred tax asset - net	12	1,842,977	1,978,144
<u>8,860,679</u>	<u>8,171,643</u>			<u>528,893,905</u>	<u>487,765,333</u>
<b>LIABILITIES</b>					
96,772	127,354	Bills payable	13	5,776,325	7,601,766
584,760	491,645	Borrowings from financial institutions	14	34,904,352	29,346,284
7,246,526	6,778,842	Deposits and other accounts	15	432,545,165	404,629,059
-	-	Sub-ordinated loans		-	-
-	-	Liabilities against assets subject to finance lease		-	-
254,318	237,274	Other liabilities	16	15,180,213	14,162,888
-	-	Deferred tax liabilities - net		-	-
<u>8,182,376</u>	<u>7,635,115</u>			<u>488,406,055</u>	<u>455,739,997</u>
<u>678,303</u>	<u>536,528</u>	<b>NET ASSETS</b>		<u>40,487,850</u>	<u>32,025,336</u>
<b>REPRESENTED BY:</b>					
<b>Shareholders' equity</b>					
115,597	115,597	Share capital	17	6,900,000	6,900,000
34,367	44,325	Capital reserves		2,051,371	2,645,730
386,662	227,158	Unappropriated profit and other reserves		23,079,826	13,559,089
536,626	387,080			32,031,197	23,104,819
14,187	13,995	Minority interest		846,801	835,390
<u>550,813</u>	<u>401,075</u>			<u>32,877,998</u>	<u>23,940,209</u>
127,490	135,453	Surplus on revaluation of assets - net of tax	18	7,609,852	8,085,127
<u>678,303</u>	<u>536,528</u>			<u>40,487,850</u>	<u>32,025,336</u>
<b>CONTINGENCIES AND COMMITMENTS</b>					
19					

The annexed notes 1 to 44 and annexures I to III form an integral part of these financial statements.

President and Chief Executive Officer

Director

Director

Director

**HABIB BANK LIMITED AND SUBSIDIARY COMPANIES**  
**CONSOLIDATED PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED DECEMBER 31, 2005**

2005 (US \$ in '000)	2004		Note	2005 (Rupees in '000)	2004 Restated
541,853	304,887	Mark-up / return / interest earned	20	32,343,206	18,198,725
122,761	74,923	Mark-up / return / interest expensed	21	7,327,603	4,472,138
<u>419,092</u>	<u>229,964</u>	Net mark-up / interest income		<u>25,015,603</u>	<u>13,726,587</u>
49,835	31,623	Provision against non-performing loans and advances - net	9.4	2,974,665	1,887,552
2,159	9,572	Provision against off-balance sheet obligations and others		128,851	571,351
(1,383)	(2,533)	(Reversal) against diminution in value of investments	8.8	(82,568)	(151,218)
-	-	Bad debts written off directly		-	-
<u>50,611</u>	<u>38,662</u>			<u>3,020,948</u>	<u>2,307,685</u>
<u>368,481</u>	<u>191,302</u>	Net mark-up / interest income after provisions		<u>21,994,655</u>	<u>11,418,902</u>
<b>Non mark-up / interest income</b>					
49,221	42,058	Fee, commission and brokerage income		2,938,000	2,510,433
28,922	70,960	Income / gain on investments	22	1,726,336	4,235,574
23,497	18,358	Income from dealing in foreign currencies		1,402,521	1,095,789
29,945	33,850	Other income	23	1,787,443	2,020,506
<u>131,585</u>	<u>165,226</u>	Total non-mark-up / interest income		<u>7,854,300</u>	<u>9,862,302</u>
<u>500,066</u>	<u>356,528</u>			<u>29,848,955</u>	<u>21,281,204</u>
<b>Non mark-up / interest expense</b>					
236,138	230,881	Administrative expenses	24	14,095,063	13,781,291
4,172	4,104	Other provisions / write offs - net		249,033	244,950
1,147	126	Other charges	25	68,483	7,523
<u>241,457</u>	<u>235,111</u>	Total non mark-up / interest expenses		<u>14,412,579</u>	<u>14,033,764</u>
<u>258,609</u>	<u>121,417</u>			<u>15,436,376</u>	<u>7,247,440</u>
26,845	-	Voluntary staff separation scheme cost (VSS)	29.1	1,602,401	-
<u>231,764</u>	<u>121,417</u>	<b>Profit before taxation</b>		<u>13,833,975</u>	<u>7,247,440</u>
68,300	6,670	Taxation - current	26	4,076,848	398,152
(660)	257	- prior year	26	(39,397)	15,341
2,513	17,935	- deferred	26	149,975	1,070,543
<u>70,153</u>	<u>24,862</u>			<u>4,187,426</u>	<u>1,484,036</u>
<u>161,611</u>	<u>96,555</u>	<b>Profit after taxation</b>		<u>9,646,549</u>	<u>5,763,404</u>
(1,395)	(1,498)	Share of profit attributable to minority interest		(83,246)	(89,418)
<u>160,216</u>	<u>95,057</u>	<b>Profit attributable to shareholders</b>		<u>9,563,303</u>	<u>5,673,986</u>
<u>0.232</u>	<u>0.138</u>	Basic and diluted earnings per share	27	<u>13.86</u>	<u>8.21</u>

The annexed notes 1 to 44 and annexures I to III form an integral part of these financial statements.

President and Chief Executive Officer

Director

Director

Director

**HABIB BANK LIMITED AND SUBSIDIARY COMPANIES**  
**CONSOLIDATED PROFIT AND LOSS ACCOUNT (continued)**  
**FOR THE YEAR ENDED DECEMBER 31, 2005**

2005 (US \$ in '000)	2004		Note	2005 (Rupees in '000)	2004 Restated
160,216	95,057	<b>Profit attributable to shareholders</b>		9,563,303	5,673,986
24,819	(218,178)	Accumulated profit / (loss) brought forward		1,481,417	(13,023,072)
-	222,458	Accumulated loss written off against share capital		-	13,278,495
<u>185,035</u>	<u>99,337</u>			<u>11,044,720</u>	<u>5,929,409</u>
		<b>Appropriations and transfers:</b>			
		Transferred from :			
808	1,135	Surplus on revaluation of fixed assets - current year - net of tax	18.1	48,209	67,772
		Statutory reserves released on disposal of investment		613,666	-
				661,875	67,772
		Transferred to:			
(29,875)	(18,983)	Statutory reserve		(1,783,234)	(1,133,119)
-	-	Capital reserve		-	-
-	(49,605)	General reserve		-	(2,960,893)
-	-	Reserves set aside as per regulatory requirements of overseas joint ventures and subsidiary		(14,441)	(76,752)
(242)	(1,286)	Cash dividend Re 1 (2004: Re 0.50) per share		(690,000)	(345,000)
(11,560)	(5,780)			(2,487,675)	(4,515,764)
(41,677)	(75,654)				
<u>144,166</u>	<u>24,818</u>	Unappropriated profit carried forward		<u>9,218,920</u>	<u>1,481,417</u>

The annexed notes 1 to 44 and annexures I to III form an integral part of these financial statements.

President and Chief Executive Officer

Director

Director

Director



**HABIB BANK LIMITED AND SUBSIDIARY COMPANIES**  
**CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED DECEMBER 31, 2005**

2005 (US \$ in '000)	2004	Note	2005 (Rupees in '000)	2004 Restated
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
231,764	121,417		13,833,975	7,247,440
(6,962)	(14,256)		(415,533)	(850,918)
(21,960)	(56,704)		(1,310,803)	(3,384,656)
(28,922)	(70,960)		(1,726,336)	(4,235,574)
202,842	50,457		12,107,639	3,011,866
<b>Adjustment for non-cash charges</b>				
13,581	14,175		810,663	846,116
(1,383)	(2,533)		(82,568)	(151,218)
49,835	31,623		2,974,665	1,887,551
6,876	6,766		410,420	403,892
(720)	(407)		(43,001)	(24,315)
(2,465)	8,568		(147,128)	511,432
65,724	58,192		3,923,051	3,473,458
268,566	108,649		16,030,690	6,485,324
<b>(Increase) / decrease in operating assets</b>				
458,280	347,057		27,354,750	20,715,839
(142,691)	315,638		(8,517,209)	18,840,449
(1,018,040)	(1,295,913)		(60,766,834)	(77,353,062)
(93,778)	(3,683)		(5,597,584)	(219,825)
(796,229)	(636,901)		(47,526,877)	(38,016,599)
<b>Increase / (decrease) in operating liabilities</b>				
467,685	736,821		27,916,106	43,980,831
93,116	(37,928)		5,558,068	(2,263,916)
(30,582)	22,509		(1,825,441)	1,343,540
12,811	10,686		764,674	637,846
543,030	732,088		32,413,407	43,698,301
15,367	203,836		917,220	12,167,026
(6,552)	-		(391,112)	-
(16,333)	(11,709)		(974,888)	(698,935)
(7,518)	192,127		(448,780)	11,468,091
<b>Net cash flows from / (used in) operating activities</b>				
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
20,139	81,610		1,202,093	4,871,286
3,762	16,087		224,545	960,232
(14,807)	(13,718)		(883,817)	(818,806)
1,020	908		60,891	54,212
10,114	84,887		603,712	5,066,924
<b>Net cash flows from investing activities</b>				
(11,389)	15,119		(679,792)	902,448
(8,793)	292,133		(524,860)	17,437,463
1,102,196	768,624		65,790,067	45,879,138
(6,712)	34,727		(400,645)	2,072,821
1,095,484	803,351		65,389,422	47,951,959
1,086,691	1,095,484	28	64,864,562	65,389,422

The annexed notes 1 to 44 and annexures I to III form an integral part of these financial statements.

**HABIB BANK LIMITED AND SUBSIDIARY COMPANIES**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED DECEMBER 31, 2005**

	Attributable to shareholders of the Group							Sub Total	Minority interest	Total
	RESERVES									
	Share Capital	Other tier 1 Capital	Capital		Other Reserves					
			Exchange Translation Reserve	Joint Ventures and Subsidiaries	Statutory	General	Unappropriated profit / (accumulated loss)			
----- (Rupees in '000) -----										
Balance as at December 31, 2003 restated	12,178,495	8,000,000	1,024,896	610,511	4,870,741	3,112,919	(13,023,072)	16,774,490	786,417	17,560,907
Profit for the year	-	-	-	-	-	-	5,763,404	5,763,404	-	5,763,404
Share of profit attributable to minority interest	-	-	-	-	-	-	(89,418)	(89,418)	89,418	-
Issue of right shares during the period	8,000,000	(8,000,000)	-	-	-	-	-	-	-	-
Reduction in share capital	(13,278,495)	-	-	-	-	-	13,278,495	-	-	-
Share of statutory reserves of joint ventures and subsidiary	-	-	-	76,752	-	-	(76,752)	-	-	-
Share premium reserve of joint ventures	-	-	-	31,123	-	-	-	31,123	-	31,123
Transferred from surplus on revaluation of fixed assets to accumulated losses for: - Current year - net of tax	-	-	-	-	-	-	67,772	67,772	-	67,772
Transferred to statutory reserves	-	-	-	-	1,133,119	-	(1,133,119)	-	-	-
Transferred to general reserves	-	-	-	-	-	2,960,893	(2,960,893)	-	-	-
Final cash dividend	-	-	-	-	-	-	(345,000)	(345,000)	-	(345,000)
Profit distributed to minority shareholders	-	-	-	-	-	-	-	-	(57,179)	(57,179)
Minority share of deficit on revaluation of securities of modaraba	-	-	-	-	-	-	-	-	(12,048)	(12,048)
Effect of translation of net investment in foreign branches, subsidiaries and joint venture companies	-	-	902,448	-	-	-	-	902,448	28,782	931,230
Balance as at December 31, 2004 restated	6,900,000	-	1,927,344	718,386	6,003,860	6,073,812	1,481,417	23,104,819	835,390	23,940,209
Profit for the year	-	-	-	-	-	-	9,646,549	9,646,549	-	9,646,549
Share of profit attributable to minority interest	-	-	-	-	-	-	(83,246)	(83,246)	83,246	-
Share of statutory reserves of joint ventures and subsidiary	-	-	-	14,441	-	-	(14,441)	-	-	-
Transferred from surplus on revaluation of fixed assets to accumulated profit for: - current year - net of tax	-	-	-	-	-	-	48,209	48,209	-	48,209
Transferred to statutory reserves	-	-	-	-	1,783,234	-	(1,783,234)	-	-	-
Transferred to general reserves	-	-	-	-	-	-	-	-	-	-
Final cash dividend	-	-	-	-	-	-	(690,000)	(690,000)	-	(690,000)
Profit distributed to minority shareholders	-	-	-	-	-	-	-	-	(46,454)	(46,454)
Minority share of surplus on revaluation of securities of modaraba	-	-	-	-	-	-	-	-	3,482	3,482
Effect of translation of net investment in foreign branches, subsidiaries and joint venture companies	-	-	(679,792)	-	-	-	-	(679,792)	(28,863)	(708,655)
Exchange translation / statutory reserves released on disposal of investment	-	-	684,658	(613,666)	-	-	613,666	684,658	-	684,658
Balance as at December 31, 2005	6,900,000	-	1,932,210	119,161	7,787,094	6,073,812	9,218,920	32,031,197	846,801	32,877,998

The annexed notes 1 to 44 and annexures I to III form an integral part of these financial statements.

President and Chief Executive Officer

Director

Director

Director

**HABIB BANK LIMITED AND SUBSIDIARY COMPANIES  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2005**

**1 THE GROUP AND ITS OPERATIONS**

Habib Bank Limited (the Bank) is incorporated in Pakistan and is engaged in commercial banking, modaraba management and related services in Pakistan and overseas. The bank's principal / registered office is located at Habib Bank Plaza, I.I Chundrigar road, Karachi. The bank operates 1,425 branches (2004: 1,424) inside Pakistan and 45 (2004: 47) branches outside the country. The Group comprises of:

**Holding Company**

Habib Bank Limited, Pakistan

**Subsidiaries**

- Habib Allied International Bank Plc., United Kingdom – shareholding at 90.5%
- Habib Finance International Limited, Hong Kong – Wholly owned
- Habib Finance (Australia) Limited, Australia – Wholly owned
- Habib Bank Financial Services (Private) Limited, Pakistan – Wholly owned
- Habib Currency Exchange (Private) Limited, Pakistan – Wholly owned
- First Habib Bank Modaraba, Pakistan

The subsidiary company of the bank Habib Bank Financial Services (Private) Limited exercises control over Habib Bank Modaraba as its management company and also has a direct economic interest in it. From the current year, the bank has consolidated the financial statements of the modaraba as the ultimate holding company and the comparative information has also been restated accordingly. The impact has been disclosed in note 42 to these financial statements.

The consolidated financial statements of the Group for the year ended December 31, 2005 comprise of the bank and its subsidiaries (together referred to as the Group) and the Group's interest in its associated and jointly controlled entities.

**2 BASIS OF PRESENTATION**

- The consolidated financial statements incorporate the financial statements of Habib Bank Limited and the financial statements of entities controlled by Habib Bank Limited (Subsidiary companies). The financial statements of such subsidiary companies are incorporated on a line-by-line basis and the investments held by the Bank is eliminated against the corresponding share capital of subsidiaries in the consolidated financial statements.
- 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 financial statements as such but are restricted to the amount of facility actually utilized and the appropriate portion of mark-up thereon.
- Material Intra-group balances and transactions have been eliminated.
- The US Dollar amounts shown in the financial statements are stated solely for information convenience. For the purpose of translation to US Dollars, the rate of Rs. 59.69 per US Dollar has been used for both December 31, 2005 and 2004.

**2.1 Basis of measurement**

These financial statements have been prepared under the historical cost convention except that certain fixed assets are stated at revalued amounts, certain investments and commitments in respect of forward exchange contracts have been marked to market, assets and liabilities of foreign operations are translated at year-end rate of exchange and certain retirement benefit plans are carried as per actuarial valuation.

## 2.2 Critical accounting estimates and judgments

The preparation of financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the bank's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience, including expectations of future events that are believed to be reasonable under the circumstances. The areas where various assumptions and estimates are significant to the Group's financial statements or where judgment was exercised in application of accounting policies are as follows:

- i) Classification of investments (note 8)
- ii) Provision against investments (note 8.8) and advances (note 9.4)
- iii) Income taxes (notes 12 and 26)
- iv) Staff retirement benefits (note 30)
- v) Depreciation and amortisation of fixed assets (note 11)

## 3 STATEMENT OF COMPLIANCE

- 3.1 These financial statements have been prepared in accordance with the approved accounting standards as applicable in Pakistan and the requirements of the Companies Ordinance, 1984, the Banking Companies Ordinance, 1962, directives issued by the Securities and Exchange Commission of Pakistan and the State Bank of Pakistan.

Approved accounting standards comprise of such International Accounting Standards as notified under the provisions of the Companies Ordinance, 1984. Wherever, the requirements of the Companies Ordinance, 1984, 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 these standards, the requirements of the Companies Ordinance 1984, Banking Companies Ordinance 1962, or the requirements of the said directives take precedence.

The State Bank of Pakistan, vide its BSD Circular No. 10 dated August 26, 2002 has deferred the applicability of International Accounting Standard 39, Financial Instruments Recognition and Measurement (IAS 39) and International Accounting Standard 40, Investment Property (IAS 40) for banking companies till further instructions. Accordingly, the requirements of these standards have not been considered in the preparation of these financial statements. However, investments have been classified and valued in accordance with the requirements prescribed by the State Bank of Pakistan through various circulars.

### 3.2 Standards, interpretations and amendments to published approved accounting standards that are not yet effective

The following IASs, which have been published, have been revised and the amendments are applicable to the financial statements of the Group covering accounting periods beginning on or after January 1, 2006 or later periods:

- |   |                                |
|---|--------------------------------|
| i. IAS 1 Presentation of Financial Statements - Capital Disclosures | effective from January 1, 2007 |
| ii. IAS 19 (Amendments) - Employee Benefits                         | effective from January 1, 2006 |

Adoption of the above amendments would result in an impact on the extent of disclosures presented in the future financial statements of the Group.

## 4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### 4.1 Revenue Recognition

#### Advances and Investments

Income on loans and advances and debt security investments are recognized on a time proportion basis that takes into account effective yield on the asset. Where debt securities are purchased at a premium or discount, those premiums / discounts are amortized through the profit and loss account over the remaining maturity, using the effective yield method.

Interest or mark-up recoverable on classified loans and advances and investments is recognized on receipt basis. Interest / mark-up on rescheduled / restructured loans and advances and investments is recognized as permitted by the regulations of State Bank of Pakistan or overseas regulatory authorities of countries where the branches / companies operate, except where in the opinion of the management it would not be prudent to do so.

Dividend income from investments (other than those which are accounted for under the equity method) is recognized when the right to receive it is established.

#### **Lease Financing**

Financing method is used in accounting for income from lease financing. Under this method, the unearned lease income (excess of the sum of total lease rentals and estimated residual value over the cost of leased assets) is deferred and taken to income over the term of the lease period so as to produce a constant periodic rate of return on the outstanding net investment in lease.

Unrealized lease income is suspended, where necessary, in accordance with the requirements of the prudential regulations of the State Bank of Pakistan. Gains/losses on termination of lease contracts, documentation charges, front-end fees and other lease income are recognized as income on receipt basis.

#### **Letters of Credit and Guarantees**

Commission on letters of credit and guarantees etc. is recognized on time proportion basis.

### **4.2 Taxation**

#### **Current**

Provision for current taxation is based on taxable income for the year determined in accordance with the prevailing laws for taxation on income earned from local as well as foreign operations, as applicable to the respective jurisdictions. The charge for the current tax is calculated using prevailing tax rates or tax rates expected to apply to the profits for the year at enacted rates or minimum tax at the rate of 0.5% of turnover whichever is higher. The charge for the current tax also includes adjustments, where considered necessary relating to prior years, arising from assessments framed during the year.

#### **Deferred**

Deferred tax is recognized using the balance sheet liability method on all temporary differences between the amounts attributed to the assets and liabilities for financial reporting purposes and amounts used for taxation purposes, except that deferred tax assets/liabilities associated with investments/ disinvestments relating to foreign operations are recognized to the extent that these temporary differences will reverse in the foreseeable future at rates enacted at the balance sheet date. In addition, Group also records deferred tax asset on available tax losses using the tax rates, enacted or substantially enacted at the balance sheet date, expected to be applicable at the time of its utilization.

A deferred tax asset is recognized only to the extent that it is probable that future taxable profits will be available against which the asset can be utilized.

The Group also recognizes deferred tax asset / liability on surplus / deficit on revaluation of fixed assets and securities which is adjusted against the related surplus / deficit in accordance with the requirements of International Accounting Standard (IAS 12) relevant to Income taxes.

### **4.3 Investments**

The Group classifies its investment portfolio into the following categories:

#### **Held for Trading**

These are securities, which are either acquired for generating a profit from short-term fluctuation in market prices, interest rate movements, dealers margin or are securities included in a portfolio in which a pattern of short-term profit making exists.

**Held to maturity**

These are securities with fixed or determinable payments and fixed maturity that the Group has the positive intent and ability to hold till maturity.

**Available for Sale**

These are investments that do not fall under the held for trading or held to maturity categories.

In accordance with the requirement of State Bank of Pakistan, quoted securities other than those classified under held to maturity portfolio and investments in associates are carried at fair value.

Any unrealized surplus / deficit arising on revaluation of investment classified as 'Held for Trading' are taken to the profit and loss account and unrealized surplus / deficit arising on revaluation of investment classified as 'Available for sale' is taken directly to "Surplus / deficit on revaluation of securities" in the balance sheet. Securities classified as held to maturity are carried at amortized cost.

The Group records its investments in associated and joint venture companies on the basis of equity accounting. The investments in undertakings where the Group does not exercise significant influence or control are valued at cost less impairment losses (if any) and those held with a view for disposal within twelve months are measured at the lower of the carrying amount and fair value less costs to sell.

Unquoted equity securities are valued at lower of cost and breakup value. Break-up value of equity securities is calculated with reference to the net assets of the invested company as per the latest available audited financial statements. Investments in other unquoted securities are valued at cost less impairment losses, if any.

Provision for diminution in the value of securities (except debentures, participation term certificates and term finance certificates) is made after considering permanent impairment, if any in their value. Provision for diminution in the value of debenture, participation term certificate and term finance certificate are made as per the prudential regulation issued by the State Bank of Pakistan.

Gain / Loss on investments sold during the period are taken to the profit and loss account.

**4.4 Lending to / Borrowings from Financial Institutions**

Where securities are sold subject to a commitment to re-purchase them at a pre-determined price, they remain on the balance sheet and a liability is recorded in respect of the consideration received in "Borrowings from banks". Conversely, securities purchased under analogous commitments to resell are not recognized on the balance sheet and the consideration paid is recorded in "Lending to financial institutions or "Loans and advances" as appropriate.

The difference between the sale and purchase price is recognized as mark-up / return expensed or earned on time proportion basis as the case may be.

**4.5 Advances – Net****Loans and advances**

Loans and advances and net investment in finance lease are stated net of provision for loan losses. Provision for loan losses of Pakistan operations is made in accordance with the requirements of the Prudential Regulations issued by the State Bank of Pakistan.

Provision for loan losses of overseas branches and subsidiary companies are made as per the requirements of the respective central banks. Advances are written off when there are no realistic prospects of recovery.

**Finance Lease Receivables**

Leases where the Group transfers substantially all the risks and rewards incidental to ownership of an asset to the lessee are classified as finance leases. A receivable is recognized at an amount equal to the present value of the lease payments including any guaranteed residual value. Finance lease receivables are included in loans and advances to customers.

## 4.6 Operating Fixed Assets and Depreciation

### 4.6.1 Tangible

Operating fixed assets other than freehold land which is not depreciated and capital work-in-progress, are stated at cost or revalued amount less accumulated depreciation and accumulated impairment losses (if any).

Cost of fixed assets of foreign branches and subsidiary companies include exchange differences arising on translation at year-end rates. Land and buildings are revalued by independent professionally qualified valuers with sufficient regularity to ensure that the net carrying amount does not differ materially from the fair value. Surplus arising on revaluation is credited to the 'Surplus on revaluation of fixed assets' account (net of deferred tax). Under the provisions of the Companies Ordinance, 1984, deficit arising on revaluation of fixed assets is adjusted against the balance in the above surplus account.

All operating assets, except land, are being depreciated over their expected economic lives using the straight-line method from the date the assets are available for use.

Depreciation is calculated so as to write-off the assets over their expected economic lives at the rates specified in note 11.3 to these financial statements. The depreciation charge for the year is calculated after taking into account residual value, if any. The residual values, useful lives and depreciation method are reviewed and adjusted, if appropriate, at each balance sheet date. No depreciation is charged on freehold land.

Depreciation on addition and deletion of tangible assets during the year is charged in proportion to the period of use.

Surplus on revaluation of fixed assets to the extent of the incremental depreciation charged on the related assets is transferred by the Group to un-appropriated profits / accumulated losses (net of deferred tax).

Normal repairs and maintenance are charged to the profit and loss account as and when incurred. However, major repairs and renewals are capitalized.

Gain or loss arising on the disposal of fixed assets are included in income currently, except that the related surplus on revaluation of fixed assets (net of deferred taxation) is transferred directly to un-appropriated profit.

Capital work in progress is stated at cost.

### 4.6.2 Intangible

Expenditure incurred to acquire software is capitalised as intangible asset and stated at cost less accumulated amortisation and impairment losses, if any.

Intangible assets having a finite useful life are stated at cost less accumulated amortisation and accumulated impairment losses, if any. Such intangible assets are amortised using the straight-line method over their estimated useful lives. Amortisation is charged at the rate stated in note 11.2. Amortisation on addition and deletion of intangible asset during the year is charged in proportion to the period of use. The useful life and amortisation method is reviewed and adjusted, if appropriate at each balance sheet date. Intangible assets having an indefinite useful life are stated at acquisition cost. Provisions are made for permanent diminution in value of the assets, if any.

## 4.7 Employee benefits

Habib Bank Limited (HBL) operates the following post retirement schemes for its employees:

- i) For those who did not opt for the pension scheme of 1977 and for new employees, the Bank operates:
  - Approved funded provident fund (defined contribution scheme)
  - Approved funded gratuity scheme (defined benefit scheme)

Liability under the gratuity scheme is determined on the basis of actuarial advice under the Projected Unit Credit method.

- ii) For those who opted for the pension scheme introduced in May 1977, HBL operates:
- Approved funded pension scheme (defined benefit scheme) up to March 31, 2005
  - Contributory gratuity and provident fund schemes in lieu of pension fund, subsequent to March 31, 2005

Liability under the pension scheme is determined on the basis of actuarial advice using the Projected Unit Credit method.

During the year HBL has made following revisions to the pension and gratuity scheme with effect from April 1, 2005 for the employees in the Executive / officer cadre:

The bank has stopped further entitlement from its pension scheme for executive and officers from March 31, 2005 and gross pension benefit is to be calculated on the basis of salary and service as on that date. In lieu of pension for subsequent service these employees will be entitled to receive lump sum payment on account of gratuity and provident fund (contributory schemes) in respect of their future service after April 1, 2005.

Furthermore, commutation of pension will be discontinued from April 1, 2005. However, those employees who attained 55 years of age as on March 31, 2005 will be allowed to commute pension as per existing rules.

#### **Post retirement medical benefits**

HBL also provides post retirement medical benefits to its employees. Provision is made in the financial statements for this benefit based on actuarial advice using the Projected Unit Credit method.

During the year post retirement medical facilities in respect of officers and executives were revised. All executives and officers who retire after January 1, 2006 will be entitled to receive lump sum payment in lieu of Post Retirement Medical facilities.

The present policy shall continue in respect of employees who have retired from employment of the bank on or before December 31, 2005.

#### **Employees' compensated absences**

Habib Bank Limited also makes provision in the financial statements for its liabilities towards compensated absences. This liability is estimated on the basis of actuarial advice under the Projected Unit Credit method.

#### **Benevolent Fund**

HBL operates funded benevolent scheme for its executives / officers and clerical / non-clerical employees. Under this scheme, the employees of the bank are entitled to receive defined grants during their service and after retirement. The benevolent fund plan covers all the employees of the bank.

#### **Surplus / deficit on retirement funds / schemes**

Any surplus / deficit arising on actuarial valuation of these schemes (including actuarial gains / losses) available to / payable by the Group is recognized in the year in which it arises.

#### **Other schemes**

Employee benefits offered by subsidiary companies are as follows:

Habib Allied International Bank Plc. United Kingdom	Defined Contribution Pension scheme
Habib Finance International Limited, Hong Kong	Provident fund and long service payment scheme
Habib Finance (Australia) Limited, Australia	A contributory superannuation scheme.

## **4.8 Foreign Currencies**

### **Foreign Currency Transactions**

In Group financial statements, the results and financial position of each entity are expressed in currency unit, which is the functional currency of Habib Bank Limited, and the presentation currency for the Group financial statements.



Transactions in foreign currencies are translated to rupees at the foreign exchange rates ruling on the transaction date. Monetary assets and liabilities in foreign currencies are expressed in rupee terms at the rates of exchange ruling on the balance sheet date. The fair value of forward cover taken from the State Bank of Pakistan for currency deposits is added / deducted from value of foreign currency deposits. Forward foreign exchange contracts and foreign bills purchased are valued at forward rates applicable to their respective maturities.

### **Foreign Operations**

The assets and liabilities of foreign operations are translated to rupees at exchange rates prevailing at the balance sheet date. The results of foreign operations are translated at average rate of exchange for the year.

### **Translation gains and losses**

Translation gains and losses are included in the profit and loss account, except those arising on the translation of net investment in foreign operations (foreign branches, subsidiaries, joint ventures or associates) which are initially recognized in capital reserve (Exchange Translation Reserve) and recognized in profit or loss on disposal of the net investment in foreign operations.

### **Commitments**

Commitments for outstanding forward foreign exchange contracts disclosed in these financial statements are translated at forward rates applicable to their respective maturities. Contingent liabilities / commitments for letters of credit and letters of guarantee denominated in foreign currencies are expressed in rupee terms at the rates of exchange ruling on the balance sheet date.

#### **4.9 Cash and cash equivalents**

Cash and cash equivalents include cash and balances with banks in current and deposit accounts.

#### **4.10 Off setting**

Financial assets and financial liabilities are set-off and the net amount is reported in the financial statements when there is a legally enforceable right to set-off and the Group intends either to settle on a net basis, or to realize the assets and to settle the liabilities simultaneously.

#### **4.11 Impairment**

The carrying amounts of the Group's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If such indication exists, the recoverable amount of the relevant asset is estimated. An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses are recognized in profit and loss account.

#### **4.12 Provision for guarantee claim**

Provision for guarantee claim is recognized when intimated and reasonable certainty exists for the Group to settle the obligation. Expected recoveries are recognized by debiting customer's account. Charge to profit and loss account is stated net of expected recoveries.

#### **4.13 Other Provisions**

Other provisions are recognized when the Group has a legal or constructive obligation as a result of past events and it is probable that outflow of resources will be required to settle the obligation and a reliable estimate of the amount can be made. Provisions are reviewed at each balance sheet date and are adjusted to reflect the current best estimate.

#### **4.14 Dividend distribution**

Dividend distribution (including stock dividend) is accounted for in the year to which they relate.

	Note	2005 (Rupees in '000)	2004 Restated
<b>5. CASH AND BALANCES WITH TREASURY BANKS</b>			
In hand including National Prize Bonds			
Local currency		4,105,753	3,895,377
Foreign currency		1,120,899	985,457
		<u>5,226,652</u>	<u>4,880,834</u>
With State Bank of Pakistan in:			
Local currency current account		16,890,585	16,554,547
Foreign currency deposit account		5,493,077	5,592,582
		<u>22,383,662</u>	<u>22,147,129</u>
With other Central Banks in:			
Foreign currency current account	5.1	3,421,714	2,698,606
Foreign currency deposit account		518,001	951,933
		<u>3,939,715</u>	<u>3,650,539</u>
With National Bank of Pakistan in:			
Local currency current account		1,501,020	1,291,800
		<u>33,051,049</u>	<u>31,970,302</u>

The above balances include remunerative accounts amounting to Rs 5,518.113 million (2004: Rs 5,623.072 million).

- 5.1 This includes balances held with the Central Banks of the respective countries in accordance with the requirements of the local statutory / Central Bank regulations.

	Note	2005 (Rupees in '000)	2004 Restated
<b>6. BALANCES WITH OTHER BANKS</b>			
In Pakistan			
On current account		427,966	283,166
On deposit account		-	-
		<u>427,966</u>	<u>283,166</u>
Outside Pakistan			
On current account	6.1	3,827,072	4,173,413
On deposit account		27,558,475	28,962,541
		<u>31,385,547</u>	<u>33,135,954</u>
		<u>31,813,513</u>	<u>33,419,120</u>

- 6.1 This includes remunerative current account balance amounting to Rs 416.277 million (2004: Rs 403.980 million).

	Note	2005 (Rupees in '000)	2004
<b>7. LENDINGS TO FINANCIAL INSTITUTIONS</b>			
Call money lendings			
Repurchase agreement lendings (reverse repo)	7.1	500,000	2,120,000
		11,772,248	1,635,039
		<u>12,272,248</u>	<u>3,755,039</u>

7.1	Securities held as collateral against lendings to financial institutions	Note	2005			2004		
			Held by Group	Further given as collateral	Total	Held by Group	Further given as collateral	Total
----- (Rupees in '000) -----								
	Market treasury bills	8.9	11,772,248	-	11,772,248	985,039	-	985,039
	Pakistan investment bonds		-	-	-	650,000	-	650,000
			<u>11,772,248</u>	<u>-</u>	<u>11,772,248</u>	<u>1,635,039</u>	<u>-</u>	<u>1,635,039</u>

Market value of securities held as collateral against lendings to financial institutions as at December 31, 2005 amounted to Rs 11,918.331 million (2004: Rs 1,686.808 million).

8.	INVESTMENTS	Note	2005			2004		
			Held by Group	Given as collateral	Total	Held by Group	Given as collateral	Total
----- (Rupees in '000) -----								
8.1	Investments by type		----- Restated -----					
<b>Held to Maturity securities (HTM)</b>								
<b>Federal Government Securities</b>								
	- Market treasury bills		48,272	-	48,272	-	-	-
	- Pakistan investment bonds	8.9 / 8.11	15,866,815	-	15,866,815	21,398,951	-	21,398,951
	- Government of Pakistan US Dollar / Euro bonds		-	-	-	1,622,989	-	1,622,989
	<b>Overseas Government securities</b>		2,212,674	-	2,212,674	4,571,042	-	4,571,042
	<b>Debentures and Corporate Debt Instruments</b>		291,365	-	291,365	294,537	-	294,537
			<u>18,419,126</u>	<u>-</u>	<u>18,419,126</u>	<u>27,887,519</u>	<u>-</u>	<u>27,887,519</u>
<b>Available-for-sale securities (AFS)</b>								
<b>Federal Government Securities</b>								
	- Market treasury bills	8.9	32,281,358	3,144,679	35,426,037	47,250,726	8,367,090	55,617,816
	- Pakistan investment bonds		946,480	-	946,480	905,446	-	905,446
	- Government of Pakistan Guaranteed bonds	8.3	24,140,057	-	24,140,057	24,203,445	-	24,203,445
	- WAPDA bonds		599,991	-	599,991	899,993	-	899,993
	- Government of Pakistan bonds (US Dollar / Euro)		852,254	-	852,254	1,114,367	-	1,114,367
	<b>Overseas Government securities</b>		8,142,980	-	8,142,980	5,666,681	-	5,666,681
<b>Fully paid-up ordinary shares:</b>								
	- Listed companies		1,102,154	-	1,102,154	1,629,222	-	1,629,222
	- Unlisted companies		385,755	-	385,755	355,791	-	355,791
	<b>Debentures and Corporate Debt Instruments</b>		13,960,141	-	13,960,141	13,799,168	-	13,799,168
	<b>NIT units</b>	8.12	3,953	-	3,953	3,953	-	3,953
	<b>Preference shares</b>		260,983	-	260,983	189,466	-	189,466
	<b>Other investments</b>		86,792	-	86,792	82,112	-	82,112
	<b>Investment (net of provision)</b>		82,762,898	3,144,679	85,907,577	96,100,370	8,367,090	104,467,460
	<b>Surplus on revaluation of investments</b>	18.2	267,472	946	268,418	722,759	(12,260)	710,499
	<b>Investments (at revalued amount)</b>		<u>83,030,370</u>	<u>3,145,625</u>	<u>86,175,995</u>	<u>96,823,129</u>	<u>8,354,830</u>	<u>105,177,959</u>
	<b>Investment in associates and joint venture companies</b>	8.5	2,789,349	-	2,789,349	1,457,466	-	1,457,466
			<u>104,238,845</u>	<u>3,145,625</u>	<u>107,384,470</u>	<u>126,168,114</u>	<u>8,354,830</u>	<u>134,522,944</u>

	Note	2005 (Rupees in '000)	2004 Restated
<b>8.2 Investments by segments</b>			
Federal Government Securities:			
- Market treasury bills		35,474,309	55,617,816
- Pakistan investment bonds		16,813,295	22,304,397
- Government of Pakistan Guaranteed bonds	8.3	24,140,057	24,203,445
- WAPDA bonds		599,991	899,993
- Government of Pakistan bonds (US Dollar / Euro)		852,254	2,737,356
Overseas Government securities		10,355,654	10,237,723
Fully paid-up ordinary shares:			
- Listed companies		1,102,154	1,629,222
- Unlisted companies		385,755	355,791
Debentures and Corporate Debt Instruments		14,251,506	14,093,705
NIT units		3,953	3,953
Preference shares		260,983	189,466
Other investments		86,792	82,112
Investment (net of provision)		104,326,703	132,354,979
Surplus on revaluation of investments		268,418	710,499
		104,595,121	133,065,478
Investment in associated and joint venture companies	8.5	2,789,349	1,457,466
Investments at revalued amount (net of provision)		107,384,470	134,522,944

8.3 This figure includes an amount of Rs 10,899.739 million in respect of which the Government of Pakistan (GOP) has committed to issue bonds against assessed tax refunds and in respect of certain non-performing advances, debentures and corporate debt instruments transferred to Corporate and Industrial Restructuring Corporation (CIRC). For details refer Annexure "I" to these financial statements.

8.4 The market value of Pakistan Investment Bonds and Market Treasury Bills classified as "held-to-maturity" amounted to Rs 13,835.408 million and Rs. 48.273 million respectively as at December 31, 2005.

		2005 (Rupees in '000)	2004
<b>8.5 Investment in associated and joint venture companies</b>			
<b>Habib Nigeria Bank Limited - Holding 0% (2004: 40%)</b>	8.7		
Opening balance		1,126,201	633,630
Gain on disposal of investment before exchange loss		1,208,186	-
Share of profit for the year - net of tax		91,795	287,327
Exchange translation reserve for the year		-	74,230
Share of "Share Premium Reserves" received during the year		-	31,123
Investment during the year		-	190,092
Dividend received during the year		-	(90,201)
Disposal at holding value		(2,426,182)	-
		-	1,126,201
<b>Himalayan Bank Limited, Nepal - Holding 20% (2004: 20%)</b>			
Opening balance		267,965	232,940
Share of profit for the year - net of tax		32,312	24,266
Exchange translation reserve for the year		(410)	10,759
Dividend received during the year		-	-
		299,867	267,965
<b>Platinum Habib Bank Plc. - Holding 17% (2004: 0%)</b>	8.7		
Opening balance		-	-
Investment during the year		2,426,182	-
		2,426,182	-
<b>First Women Bank Limited - Holding 26.78% (2004: 26.78%)</b>	8.6		
Opening balance		63,300	63,300
		2,789,349	1,457,466

8.6 This investment is being carried at cost and has not been accounted for under the equity method as the Group does not have significant influence over this entity.

8.7 During the year Habib Bank Limited disposed off its investment in the joint venture, Habib Nigeria Bank Limited, pursuant to a "scheme of merger" entered into between Habib Nigeria Bank Limited and Platinum Bank Plc., whereby the entire share capital of the joint venture has been cancelled and all its assets, liabilities and undertakings have been transferred to Platinum Habib Bank Plc. The arrangement had an exchange ratio of 13 shares of Habib Nigeria Bank Limited to 17 shares in Platinum Habib Bank Plc. The Financial Advisors to the merger had recommended a price per share of Habib Nigeria Bank Limited of 2.56 Naira. However, this price is subject to certain valuation adjustments. Pending finalisation of this matter, the management has estimated a price of 2.01 Naira per share for calculating the value of the investment.

#### 8.8 Particulars of provision held against diminution in value of investments

The balances above are stated net of specific provision held. The analysis of total provision held is as follows:

	2005	2004
	(Rupees in '000)	
Opening balance	655,870	904,172
Reversed during the year	(82,568)	(151,218)
Amount written off	(11,237)	(97,084)
Closing balance	<u>562,065</u>	<u>655,870</u>

8.9 Investments held for maintaining the liquidity requirements of the State Bank of Pakistan amounted to Rs 56,404 million as at December 31, 2005 (2004: Rs 52,960 million).

8.10 Investments include Rs 543.500 million as at December 31, 2005 (2004: Rs 543.500 million) pledged with State Bank of Pakistan and National Bank of Pakistan against TT/DD discounting facilities and demand loan facilities.

8.11 Investments include Rs 10 million as at December 31, 2005 (2004: Rs 10 million) pledged with the Controller of Military Accounts in lieu of Regimental Fund Accounts being maintained at various branches of the bank.

8.12 NIT units of Rs 3.537 million as at December 31, 2005 are pledged with Multan High Court.

8.13 Information relating to investments in shares of listed and unlisted companies, redeemable capital and bonds, required to be disclosed as part of the financial statements by the State Bank of Pakistan, is given in Annexure "I" and is an integral part of these financial statements.

	Note	2005	2004
		(Rupees in '000)	
			Restated
<b>9. ADVANCES</b>			
Loans, cash credits, running finances, etc.			
In Pakistan		272,397,998	220,332,311
Outside Pakistan		40,997,903	41,387,378
		<u>313,395,901</u>	<u>261,719,689</u>
Net investment in finance lease - in Pakistan	9.2	12,636,997	7,898,875
Bills discounted and purchased (excluding Government treasury bills)			
Payable in Pakistan		12,352,640	9,800,467
Payable outside Pakistan		12,039,363	12,978,982
		24,392,003	22,779,449
Provision against non-performing advances	9.4	(33,543,266)	(33,308,547)
		<u>316,881,635</u>	<u>259,089,466</u>

Advances include Ijarah and Murabaha financing amounting to Rs 10.169 million (2004: nil) and Rs 8.049 million (2004: nil) respectively relating to Islamic Banking Branch of Habib Bank Limited.

#### 9.1 Particulars of advances

9.1.1 In local currency	269,872,966	216,039,132
In foreign currencies including foreign currency financing by domestic branches amounting to Rs 14,468.186 million (2004: Rs 10,748.828 million)	47,008,669	43,050,334
	<u>316,881,635</u>	<u>259,089,466</u>
9.1.2 Short term (for upto one year)	216,944,509	163,479,639
Long term (for over one year)	99,937,126	95,609,827
	<u>316,881,635</u>	<u>259,089,466</u>

## 9.2 Net investment in finance lease

	2005			2004		
	Not later than one year	Later than one and less than five years	Total	Not later than one year	Later than one and less than five years	Total
	----- (Rupees in '000) -----					
	-----Restated-----					
Lease rentals receivable	3,302,265	8,752,688	12,054,953	1,920,718	5,817,125	7,737,843
Residual value	75,627	2,024,510	2,100,137	21,961	1,233,409	1,255,370
Gross investment in finance lease	3,377,892	10,777,198	14,155,090	1,942,679	7,050,534	8,993,213
Unearned finance income	165,789	1,352,304	1,518,093	96,084	998,254	1,094,338
Net investment in finance lease	3,212,103	9,424,894	12,636,997	1,846,595	6,052,280	7,898,875

9.3 Advances include Rs 41,360.353 million (2004: Rs 44,506.433 million) which have been placed under non-performing status as detailed below:

Category of Classification	Non-performing advances	Provision required	Provision held
	----- (Rupees in '000) -----		
<b>Pakistan</b>			
Other assets especially mentioned	238,330	-	-
Substandard	2,392,050	318,911	318,911
Doubtful	2,704,250	1,473,040	1,473,040
Loss	21,963,590	17,520,603	17,520,603
	27,298,220	19,312,554	19,312,554
<b>Overseas operations</b>	14,062,133	12,698,963	12,698,963
<b>General Provision - Domestic</b>	-	1,301,069	1,301,069
<b>General Provision - Overseas</b>	-	230,680	230,680
<b>Total</b>	41,360,353	33,543,266	33,543,266

Non-performing advances include Government guaranteed debts as at December 31, 2005 NIL (2004: Rs 9.471 million).

9.3.1 During the year, the State Bank of Pakistan has revised the basis of classification of non-performing corporate and SME loans and advances vide BSD Circular 7 dated November 1, 2005. Under the revised guidelines the category of Other Assets Especially Mentioned (OAEM) has been dispensed with while the categories of substandard, doubtful and loss have been retained. In addition, the basis of classification of loans and advances under these three categories has been redefined whereby all advances overdue by 90, 180 and 365 days are now required to be classified as substandard, doubtful and loss respectively. Provision should be made in the financial statements equal to 25 percent, 50 percent and 100 percent, in respect of advances not covered by eligible Forced Sale Valuations (FSVs) classified as substandard, doubtful and loss respectively.

In addition, the revised guidelines have withdrawn the benefit relating to FSVs conducted in respect of non-performing loans and advances where the outstanding principal amount is Rs.5 million or less.

Had the provision against non-performing loans and advances been determined in accordance with the previous requirements of the State Bank of Pakistan, the specific provision against non-performing loans and advances would have been lower and consequently profit before taxation and advances (net of provision) as at December 31, 2005 would have been higher by Rs. 609 million.

The State Bank of Pakistan has issued Prudential Regulations for Agriculture Finance during the current year vide BPD Circular No. 27 dated October 22, 2005. These regulations require agricultural advances overdue by 90 days, one year, one and a half years and two years to be classified as OAEM, substandard, doubtful and loss respectively. In addition, these regulations specify that provision should be made in the financial statements equal to 20 percent, 50 percent and 100 percent, in respect of overdue agricultural advances classified as substandard, doubtful and loss respectively. Previously, provision was determined in respect of non-performing agriculture advances in accordance with the guidelines given in the Prudential Regulations for Corporate / Commercial banking. There is no impact on the profit and loss account due to determination of provision against agricultural advances in accordance with the Prudential Regulations for Agriculture Finance.

## 9.4 Particulars of provision against non-performing advances

	Note	2005			2004		
		Specific	General	Total	Specific	General	Total
----- (Rupees in '000) -----							
Opening balance		32,256,021	1,052,526	33,308,547	32,681,131	75,652	32,756,783
Exchange adjustment and other movements		(31,020)	(9,054)	(40,074)	723,659	67,978	791,637
Charge for the year		2,653,750	488,499	3,142,249	1,196,151	910,768	2,106,919
Reversals		(167,362)	(222)	(167,584)	(217,495)	(1,872)	(219,367)
		2,486,388	488,277	2,974,665	978,656	908,896	1,887,552
Amounts written off	9.5	(2,699,872)	-	(2,699,872)	(2,127,425)	-	(2,127,425)
Closing balance		<u>32,011,517</u>	<u>1,531,749</u>	<u>33,543,266</u>	<u>32,256,021</u>	<u>1,052,526</u>	<u>33,308,547</u>

		2005	2004
		(Rupees in '000)	
9.5	<b>Particulars of write-offs:</b>		
9.5.1	Against provisions	2,699,872	2,127,425
	Directly charged to profit and loss account	-	-
		<u>2,699,872</u>	<u>2,127,425</u>
9.5.2	<b>Analysis of write-offs:</b>		
	Rs 500,000 and above in Pakistan (Note 9.6)	1,820,476	1,774,499
	Below Rs 500,000 in Pakistan (including accounts transferred to CIRC) and overseas	879,396	352,926
		<u>2,699,872</u>	<u>2,127,425</u>

## 9.6 Details of loan write-off of Rs 500,000 and above

In terms of sub-section (3) of Section 33A of the Banking Companies Ordinance, 1962, the statement in respect of written-off loans or any other financial relief of five hundred thousand rupees or above allowed to a person(s) during the year ended December 31, 2005 is given in Annexure II.

9.7	Particulars of loans and advances to directors, associated companies, etc.	Balance as at December 31, 2005	Maximum total amount of loans and advances including temporary advances granted during the year
(Rupees in '000) **			
	Debts due by directors or executives of the Group or any of them either severally or jointly with any other persons:		
	- in respect of directors	-	-
	- in respect of executives *	206,741	213,920
	Debts due by companies or firms in which the directors of the Group are interested as directors, partners or in the case of private companies as members	292,000	392,000
	Debts due by controlled firms, managed modarabas and other related parties	-	-

\* (These represent staff loans given by the Group to its executives as per their terms of employment)

\*\* (Maximum amount has been arrived at by reference to month end balance)





## 11.3 Operating fixed assets

Description	COST / REVALUATION				DEPRECIATION				Book value as at December 31, 2005	Rate of depreciation
	As at January 1, 2005	Additions/ (deletions) during the year	Adjustments	As at December 31, 2005	As at January 1, 2005	Charge for the year/ (depreciation on deletions)	Adjustments	As at December 31, 2005		
	----- Rupees in 000 -----									
Land	6,495,864	304 (183)	(8,791)	6,487,194	-	- -	-	-	6,487,194	-
Building including related machinery	3,343,570	113,007 (8,175)	(15,216)	3,433,186	449,962	162,838 (2,620)	7,807	617,987	2,815,199	2.5-10
Furniture, fixture and office equipment	4,313,693	664,612 (196,269)	(38,164)	4,743,872	3,129,335	515,938 (190,777)	(30,246)	3,424,250	1,319,622	20-33
Vehicles	553,311	83,972 (73,979)	9,910	573,214	387,428	63,921 (67,319)	10,217	394,247	178,967	20
<b>2005</b>	<b>14,706,438</b>	<b>861,895 (278,606)</b>	<b>(52,261)</b>	<b>15,237,466</b>	<b>3,966,725</b>	<b>742,697 (260,716)</b>	<b>(12,222)</b>	<b>4,436,484</b>	<b>10,800,982</b>	
<b>2004</b>	<b>10,631,117</b>	<b>628,685 (141,357)</b>	<b>3,587,993</b>	<b>14,706,438</b>	<b>3,746,136</b>	<b>846,116 (111,460)</b>	<b>(514,067)</b>	<b>3,966,725</b>	<b>10,739,713</b>	

- 11.4 Habib Bank Limited's (HBL) domestic properties were revalued by independent professional valuers as on December 31, 2004. These properties were revalued by Iqbal A. Nanjee & Co., professional valuers on the basis of market value. The revaluation has resulted in increasing the surplus on revaluation of fixed assets by Rs. 4,055.522 million. HBL's properties in Colombo branch were revalued on December 26 and 27, 1998, by A.Y. Daniel and Sons, licensed valuers, on market value basis. This revaluation resulted in a surplus of Rs. 63.686 million. However, as per the regulations of Central Bank of Sri Lanka, only 50% of the above revaluation surplus amounting to Rs. 31.843 million has been recorded. Had there been no revaluation, the carrying amount of revalued assets would have been as follows:

(Rupees in '000)

Land	468,133
Building including related machinery	883,277

The movement in surplus on revaluation of properties is given in note 18.1 to these financial statements.

- 11.4.1 International Accounting Standard (IAS) 16, "Property, Plant and Equipment (revised 2003)" is applicable to financial statements covering annual periods beginning on or after January 1, 2005 and requires a review of residual value of assets, useful lives and depreciation method at each financial year end. Accordingly, based on a review of the above, the management has revised the estimated useful life of building from 17.5 to 40 years.

The above revision has been accounted for as a change in accounting estimate in accordance with the requirements of International Accounting Standard (IAS) 8, "Accounting Policies, Changes in Accounting Estimates and Errors". Accordingly, the effect of this change in accounting estimate has been recognised prospectively in the profit and loss account of the current year.

Had there been no change in this accounting estimate, the profit before taxation for the year would have been lower by Rs 88.068 million.

## 11.5 Details of disposal of fixed assets

The information relating to disposal of properties and equipment in aggregate having book value exceeding Rs. 250,000 or cost exceeding Rs. 1 million (whichever is lower) by the Group required to be disclosed as part of the financial statements by the State Bank of Pakistan is given in Annexure III and is an integral part of these financial statements.

- 11.6 At December 31, 2005 carrying value of temporarily idle properties and equipment and those retired from active service and held for disposal purposes amounted to Rs 198.729 million (2004: Rs 181.181 million) and Rs 214.037 million (2004: Rs 212.974 million), respectively. Gross carrying amount of fully depreciated properties and equipment that are still in the bank's use, as at the above date, amounted to Rs 1.605 million (2004: Rs 0.762 million).

	Note	2005 (Rupees in '000)	2004
<b>12. DEFERRED TAX ASSET - net</b>			
<b>Deductible temporary differences</b>			
Recognised tax losses		-	1,601,080
Other deductible temporary differences		2,305,341	1,010,012
On revaluation of investments	18.2	65,519	50,743
		<u>2,370,860</u>	<u>2,661,835</u>
<b>Taxable temporary differences</b>			
On fixed assets		(502,632)	(609,610)
Other taxable temporary differences		(25,251)	(74,081)
		<u>(527,883)</u>	<u>(683,691)</u>
<b>Net deferred tax asset recognised by the Group</b>		<u><u>1,842,977</u></u>	<u><u>1,978,144</u></u>
<b>13. BILLS PAYABLE</b>			
In Pakistan		5,025,906	6,732,213
Outside Pakistan		750,419	869,553
		<u>5,776,325</u>	<u>7,601,766</u>
	Note	2005 (Rupees in '000)	2004 Restated
<b>14. BORROWINGS FROM FINANCIAL INSTITUTIONS</b>			
In Pakistan		28,327,258	23,812,209
Outside Pakistan		6,577,094	5,534,075
		<u>34,904,352</u>	<u>29,346,284</u>
<b>14.1 Particulars of borrowings from financial institutions</b>			
In local currency		28,327,258	23,812,209
In foreign currencies		6,577,094	5,534,075
		<u>34,904,352</u>	<u>29,346,284</u>
<b>14.2 Details of borrowings from financial institutions</b>			
<b>Secured</b>			
Borrowings from State Bank of Pakistan under:			
Export refinance scheme	} 14.3	14,525,086	14,771,718
Locally manufactured machinery refinance scheme		9,638	4,163
Long term finance - export oriented projects		276,327	-
Repurchase agreement borrowings		3,141,207	8,479,748
		<u>17,952,258</u>	<u>23,255,629</u>
<b>Unsecured</b>			
In Pakistan			
Interbank call money borrowing including borrowing by domestic subsidiaries		10,375,000	556,580
Outside Pakistan			
Overdrawn nostro accounts		367,460	349,208
Borrowings of overseas branches		6,209,634	5,184,867
		<u>6,577,094</u>	<u>5,534,075</u>
		<u>16,952,094</u>	<u>6,090,655</u>
		<u><u>34,904,352</u></u>	<u><u>29,346,284</u></u>

- 14.3 Borrowings from State Bank of Pakistan (SBP) under the export, locally manufactured machinery and export oriented projects refinance schemes of SBP are secured by the bank's cash and security balances held by SBP.

	Note	2005	2004
		(Rupees in '000)	
<b>15. DEPOSITS AND OTHER ACCOUNTS</b>			
<b>Customers</b>			
Fixed deposits		100,469,938	74,439,968
Savings deposits		219,660,754	239,817,027
Current accounts - non-remunerative		104,878,310	84,067,896
		<u>425,009,002</u>	<u>398,324,891</u>
<b>Financial institutions</b>			
Remunerative deposits		3,581,694	2,891,984
Non-remunerative deposits		3,954,469	3,412,184
		<u>7,536,163</u>	<u>6,304,168</u>
		<u>432,545,165</u>	<u>404,629,059</u>
This includes deposits amounting to Rs 11.358 million (2004: nil) relating to Islamic Banking Branch of Habib Bank Limited.			
<b>15.1 Particulars of deposits</b>			
In local currency		343,166,394	314,016,047
In foreign currencies {including foreign currency deposits of domestic branches of Rs 31,386.565 million, (2004: Rs 31,564.561 million)}		89,378,771	90,613,012
		<u>432,545,165</u>	<u>404,629,059</u>
<b>16. OTHER LIABILITIES</b>			
Mark-up / return / interest payable in local currency		2,391,879	1,977,591
Mark-up / return / interest payable in foreign currency		442,962	283,679
Security deposits against leases		2,100,137	1,255,369
Accrued expenses		633,559	403,080
Unrealised loss on forward foreign exchange contracts - net		115	11,315
Unclaimed dividends		11,372	11,030
Proposed dividend		690,000	345,000
Provision for employees' compensated absences	30.3	1,260,440	1,268,478
Provision for post retirement medical benefits	30.2.3	1,891,523	2,279,646
Provision against off-balance sheet obligations	16.1	519,895	391,044
Branch adjustment account		2,655,768	3,137,615
Payable to defined benefit plan	30.2.3	234,891	-
Provision for taxation net off payments		25,574	-
Others		2,322,098	2,799,041
		<u>15,180,213</u>	<u>14,162,888</u>
<b>16.1 Provision against off-balance sheet obligations</b>			
Opening balance		391,044	452,223
Charge for the year		128,851	253,821
Reversals		-	(21,783)
Amount written off		-	(293,217)
Closing balance		<u>519,895</u>	<u>391,044</u>
<b>17. SHARE CAPITAL</b>			
<b>17.1 Authorised Capital</b>			
		<b>2005</b>	<b>2004</b>
		<b>Number of shares in '000</b>	
		<u>1,380,000</u>	<u>1,380,000</u>
	Ordinary shares of Rs. 10 each	<u>13,800,000</u>	<u>13,800,000</u>
		<b>2005</b>	<b>2004</b>
		<b>(Rupees in '000)</b>	
<b>17.2 Issued, subscribed and paid-up capital</b>			
		<b>2005</b>	<b>2004</b>
		<b>Number of shares in '000</b>	
		<u>690,000</u>	<u>690,000</u>
	Ordinary shares of Rs. 10 each	<u>6,900,000</u>	<u>6,900,000</u>
	Fully paid in cash	<u>6,900,000</u>	<u>6,900,000</u>
		<u>6,900,000</u>	<u>6,900,000</u>

	Note	2005 (Rupees in '000)	2004
<b>18. SURPLUS ON REVALUATION OF ASSETS - net of deferred tax</b>			
Surplus arising on revaluation of:			
- fixed assets	18.1	7,275,915	7,323,885
- investments	18.2	333,937	761,242
Surplus on revaluation of assets - net of deferred tax		<u>7,609,852</u>	<u>8,085,127</u>
<b>18.1 Surplus on revaluation of fixed assets</b>			
Surplus on revaluation of fixed assets as at January 1		8,027,572	4,074,924
(Adjustment) / surplus on revaluation of bank's properties during the year		(95)	4,055,522
Surplus realised on disposal of revalued properties during the year		(2,057)	(17,259)
Transferred to accumulated profit in respect of incremental depreciation charged during the year - net of deferred tax		(46,152)	(50,513)
Related deferred tax liability of incremental depreciation charged during the year		(28,286)	(35,102)
Surplus on revaluation of fixed assets as at December 31		<u>7,950,982</u>	<u>8,027,572</u>
Less: related deferred tax liability on:			
revaluation as at January 1		703,687	480,485
revaluation of bank's properties (adjusted) / recognised during the year		(33)	258,567
incremental depreciation charged during the year transferred to profit and loss account		(28,286)	(35,102)
disposal of revalued properties reversed during the year		(301)	(263)
		<u>675,067</u>	<u>703,687</u>
		<u>7,275,915</u>	<u>7,323,885</u>
<b>18.2 Surplus / (deficit) on revaluation of investments</b>			
Market treasury bills		(47,772)	(76,106)
Pakistan Investment Bonds		(136,744)	(67,980)
Listed securities		342,415	792,963
NIT units		25,426	16,352
Other investments		85,093	45,270
		268,418	710,499
Add: related deferred tax asset / liability		65,519	50,743
		<u>333,937</u>	<u>761,242</u>
<b>19. CONTINGENCIES AND COMMITMENTS</b>			
<b>19.1 Direct credit substitutes</b>		25,098,266	16,326,865
<b>19.2 Transaction-related contingent liabilities</b>			
Guarantees in favour of:			
Government		9,988,190	10,063,520
Financial institutions		558,487	489,271
Others		2,699,708	3,593,771
		<u>13,246,385</u>	<u>14,146,562</u>
<b>19.3 Trade-related commitments</b>			
Credit cash		78,902,540	61,022,626
Credit documentary acceptance		10,694,765	7,031,799
Credit acceptance		10,672,476	11,784,616
		<u>100,269,781</u>	<u>79,839,041</u>

The above balances include letters of credit amounting to Rs. 6.813 million (2004:nil) relating to Islamic Banking Branch of Habib Bank Limited.

#### 19.4 Commitments in respect of forward lending

The Group makes commitments to extend credit in the normal course of its business but none of these commitments are irrevocable and do not attract any significant penalty or expense if the facility is unilaterally withdrawn.

	2005	2004
	(Rupees in '000)	
<b>19.5 Other contingencies</b>		
Claims against the Group not acknowledged as debts	39,670,401	41,844,592
<b>19.6 Commitments in respect of forward foreign exchange contracts</b>		
Purchase	32,207,080	42,004,160
Sale	28,668,592	33,444,750
<b>19.7 Commitments for acquisition of operating fixed assets</b>	46,657	132,285
<b>19.8 Other commitments</b>	202,395	207,989
<b>19.9 Taxation</b>		

As at December 31, 2004, an amount of Rs. 2,378 million was being shown as contingent liability in respect of assessments upto financial year 2001, relating to Azad Jammu and Kashmir (AJ&K) taxation. During the year, a committee was constituted under the Chairmanship of Secretary KA&NA Division / AJ&K Council with the representatives from Finance Division, Central Board of Revenue, State Bank of Pakistan and Commercial Banks to determine a basis / formula for assessment of income tax on the earnings of Commercial Banks operating in Azad Kashmir. The recommendations / basis established by the committee were duly approved by the Prime Minister of Pakistan and Chairman AJ&K Council. Hence the contingent liability has been removed and the corresponding tax calculations have been incorporated in the financial statements.

	2005	2004
	(Rupees in '000)	
		Restated
<b>20. MARK-UP / RETURN / INTEREST EARNED</b>		
On loans and advances to customers	22,766,775	11,238,010
On investments	8,135,786	6,003,745
On deposits with financial institutions	1,033,061	676,360
On lendings to financial institutions	407,584	280,610
	<u>32,343,206</u>	<u>18,198,725</u>
<b>21. MARK-UP / RETURN / INTEREST EXPENSED</b>		
Deposits	6,016,621	3,905,763
Securities sold under repurchase agreement borrowings	336,172	194,313
Other short term borrowings	936,410	356,794
Long term borrowings	37,223	12,657
Others	1,177	2,611
	<u>7,327,603</u>	<u>4,472,138</u>
<b>22. INCOME / GAIN ON INVESTMENTS</b>		
Dividend income	226,174	522,251
Gain on sale of investments - net of exchange translation reserve	22.1 1,310,803	3,384,656
Share of profit of joint venture companies	189,359	328,667
	<u>1,726,336</u>	<u>4,235,574</u>

22.1 It includes gain on disposal of Habib Nigeria Bank Limited as referred to in note 8.5 & 8.7 net of exchange translation reserve amounting to Rs 684.658 million.

	Note	2005 (Rupees in '000)	2004 Restated	
<b>23. OTHER INCOME</b>				
Incidental charges		679,858	1,010,252	
Rent on lockers		92,651	91,366	
Gain on sale of property and equipment - net		43,001	24,315	
Rent on property		72,822	57,396	
Miscellaneous earnings		899,111	837,177	
		<u>1,787,443</u>	<u>2,020,506</u>	
<b>24. ADMINISTRATIVE EXPENSES</b>				
Salaries, allowances, etc.		8,689,124	8,457,833	
Charge for defined benefit plan and other benefits	30.2.2 / 30.3	522,703	635,257	
Contribution to defined contribution plan		149,398	68,787	
Non-executive directors' fees, allowances and other expenses		54	40	
Brokerage and commission		11,412	11,413	
Rent, taxes, insurance, electricity, etc.		1,010,196	1,077,333	
Legal and professional charges		199,117	163,986	
Communications		154,387	143,315	
Repairs and maintenance		330,669	274,337	
Stationery and printing		266,385	216,549	
Advertisement and publicity		425,321	287,724	
Auditors' remuneration	24.1	54,196	63,395	
Amortization	11.2	27,720	-	
Depreciation	11.3	742,697	846,116	
Entertainment		51,677	46,927	
Travelling		173,392	147,263	
Conveyance and motor car		86,256	84,415	
Training		67,939	67,780	
Security charges		125,131	102,330	
Remittance charges		142,116	180,127	
Donations	24.2	41,081	-	
Others		824,092	906,364	
		<u>14,095,063</u>	<u>13,781,291</u>	
<b>24.1 Auditors' remuneration</b>				
	<b>A. F. Ferguson &amp; Co.</b>	<b>Domestic and overseas auditors of branches and subsidiaries</b>	<b>2005</b>	<b>2004</b>
	----- (Rupees in '000) -----			
Audit fee	2,000	286	2,286	2,843
Fee for interim audit	1,820	-	1,820	2,800
Fee for audit of local branches of Habib Bank Limited	4,431	-	4,431	4,220
Fee for audit of foreign branches / subsidiary companies of Habib Bank Limited	-	42,432	42,432	43,144
Special certifications/examinations and sundry advisory services	800	618	1,418	4,602
Tax services	-	309	309	3,671
Out of pocket expenses	1,500	-	1,500	2,115
	<u>10,551</u>	<u>43,645</u>	<u>54,196</u>	<u>63,395</u>
<b>24.2</b>	This represents donations given to President Earthquake Relief Fund and other organizations for earthquake victims amounting to Rs 41.081 million. Donations were not made to any donee in which Habib Bank Limited or a director or his spouse had any interest.			
<b>25. OTHER CHARGES</b>		<b>2005</b>	<b>2004</b>	
		(Rupees in '000)		
Penalties imposed by State Bank of Pakistan		<u>68,483</u>	<u>7,523</u>	

	2005	2004
	(Rupees in '000)	
<b>26. TAXATION</b>		
For Pakistan - current - net of DITR	690,617	53,670
For Pakistan - prior year	-	27,460
For Pakistan - deferred	149,975	1,070,543
For overseas branches, subsidiaries and joint venture companies - current	3,386,231	344,482
joint venture companies - prior year	(39,397)	(12,119)
	3,346,834	332,363
	4,187,426	1,484,036

For the purposes of taxation overseas includes the Habib Bank Limited's branches in the Azad Jammu & Kashmir region.

**26.1 Relationship between tax expense and accounting profit**

Accounting profit for the current year	13,833,975	7,247,440
Tax on income @ 38% (2004: 41%)	5,256,911	2,937,052
Permanent differences:		
- Exempted income	(596,780)	(1,343,457)
- Reduced rate income	(86,297)	(361,966)
- Others	(202,281)	225,342
Effect of change in tax rate	107,536	(332,758)
Recognition of previously unrecognised losses	(314,439)	-
Tax charge for prior year - for Pakistan	-	27,460
Tax charge of overseas branches of Habib Bank Limited - current year	-	271,170
Tax charge of overseas branches of Habib Bank Limited - prior year	(50,540)	34,109
Tax charge of subsidiaries and joint venture companies - current year	62,173	73,312
Tax charge of subsidiaries and joint venture companies - prior year	11,143	(46,228)
Tax charge for the current year	4,187,426	1,484,036

**27. BASIC AND DILUTED EARNINGS PER SHARE**

Profit for the year attributable to shareholders	9,563,303	5,673,986
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(Number)

Weighted average number of ordinary shares	690,000,000	690,000,000
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(Rupees)

Basic and Diluted earnings per share	13.86	8.22
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**Note**      **2005**      **2004**  
(Rupees in '000)

**28. CASH AND CASH EQUIVALENTS**

Cash and balance with treasury banks	5	33,051,049	31,970,302
Balance with other banks	6	31,813,513	33,419,120
		64,864,562	65,389,422

**29. STAFF STRENGTH**      **2005**      **2004**  
(Number)

Total number of employees		16,314	18,625
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29.1 During the year the bank offered voluntary staff separation scheme (VSSS) to some of its employees. Under this scheme 2,202 employees opted for the separation. The bank has incurred additional cost of Rs 1,602 million in this respect. In addition, the consequential impact on retirement benefit schemes has been determined through actuarial valuations, the results of which are summarised in note 30 to these financial statements.

- 29.2 Subsequent to the year end 2,343 employees in the Non-clerical staff cadre have been retrenched with effect from March 10, 2006. The bank has committed to pay, in addition to payments under the staff retirement funds, an amount of Rs 1,597 million under the retrenchment scheme. The impact, if any, on staff retirement benefit schemes will be finalised in due course through actuarial valuations.

### 30. DEFINED BENEFIT PLANS AND OTHER BENEFITS

#### 30.1 Principal actuarial assumptions

The latest actuarial valuation for pension and gratuity schemes was carried out as at June 30, 2005 using the Projected Unit Credit Actuarial Cost method and assuming that no indexation of pension will take place. The following significant assumptions were used for the valuation of these schemes:

	Per Annum
Valuation discount rate	10.00%
Expected rate of increase in salary level	8.00%
Expected rate of return on funds invested	10.00%

#### 30.2 Pension, gratuity and benevolent fund schemes

- 30.2.1 Fair value of plan assets and present value of defined benefits obligations of these schemes as at December 31, 2005 are as follows:

	Pension		Gratuity		Benevolent		Post-employment medical benefits	
	2005	2004	2005	2004	2005	2004	2005	2004
	(Rupees in '000)							
Fair value of plan assets	9,497,442	9,510,662	699,096	761,031	1,074,684	1,554,015	-	-
Present value of defined benefit obligation	(5,491,521)	(6,259,884)	(459,947)	(427,571)	(1,600,716)	(885,670)	-	-
Surplus / (Deficit)	4,005,921	3,250,778	239,149	333,460	(526,032)	668,345	-	-
Present value of unfunded obligation	-	-	-	-	-	-	(2,020,330)	(2,279,646)
Unrecognised past service cost	-	-	-	-	291,141	-	128,807	-
Unrecognised surplus	-	-	-	-	-	(668,345)	-	-
Asset / (provision) recognised in the balance sheet	4,005,921	3,250,778	239,149	333,460	(234,891)	-	(1,891,523)	(2,279,646)

- 30.2.2 The following amounts have been charged / (credited) to the profit and loss account in respect of the above-referred schemes:

	Note	Pension		Gratuity		Benevolent		Post-employment medical benefits	
		2005	2004	2005	2004	2005	2004	2005	2004
		(Rupees in '000)							
Current service cost		134,546	220,250	6,869	13,843	29,920	33,464	61,757	57,414
Mark-up cost		518,617	412,999	41,417	29,857	113,801	64,127	190,281	142,116
Expected return on plan assets		(717,165)	(665,575)	(65,280)	(62,003)	(114,103)	(104,560)	-	-
Other movements	30.2.2.1	79,544	308,982	111,305	58,360	243,779	68,959	(289,695)	-
Contributions - employees		-	-	-	-	(19,253)	(30,995)	-	-
Charge / (reversal) for the year		15,542	276,656	94,311	40,057	254,144	30,995	(37,657)	199,530

Charge for the year is included in administrative expenses (note 24 to the financial statements) under 'Charge for defined benefit plans and other benefits' account head.

- 30.2.2.1 It represents net impact of actuarial gain / (loss), past service cost, curtailment gain and assets recognized in current period.

#### 30.2.3 Movement in amounts (receivable from) / payable to defined benefit plans

	Pension		Gratuity		Benevolent		Post-employment medical benefits	
	2005	2004	2005	2004	2005	2004	2005	2004
	(Rupees in '000)							
Opening balance	(3,250,778)	(3,527,434)	(333,460)	(373,517)	-	-	2,279,646	2,080,116
Charge for the year	15,542	276,656	94,311	40,057	254,144	30,995	(37,657)	199,530
Contributions during the year	(770,685)	-	-	-	(19,253)	(30,995)	-	-
Benefits paid	-	-	-	-	-	-	(350,466)	-
Closing balance	(4,005,921)	(3,250,778)	(239,149)	(333,460)	234,891	-	1,891,523	2,279,646



30.2.4 **Actual return on plan assets**

	<b>Pension</b>		<b>Gratuity</b>		<b>Benevolent</b>	
	<b>2005</b>	<b>2004</b>	<b>2005</b>	<b>2004</b>	<b>2005</b>	<b>2004</b>
	----- (Rupees in '000) -----					
Expected return on plan assets	717,165	665,575	65,280	62,003	114,103	104,560
Actuarial losses on plan assets	(243,754)	(426,317)	(48,925)	(71,016)	(63,282)	(68,515)
Actual return on plan assets	<u>473,411</u>	<u>239,258</u>	<u>16,355</u>	<u>(9,013)</u>	<u>50,821</u>	<u>36,045</u>

30.3 **Other benefits - Employee compensated absences**

The liability of Habib Bank Limited in respect of employee compensated absences is based on actuarial valuation carried out as at June 30, 2005 which after considering the estimated liability for the period July 01, 2005 to December 31, 2005 amounted to Rs 1,260.440 million (2004: Rs 1,268.478 million). Provision for this balance is held by HBL.

The charge for the year amounting to Rs 196.363 million is included in administrative expenses (note 24 to the financial statements) under 'Charge for defined benefit plans and other benefits' account head.

31. **DEFINED CONTRIBUTION PLAN****Habib Bank Limited (bank)**31.1 **Provident Fund**

For new employees and for those employees who did not opt for the bank's pension scheme introduced in 1977, the bank operates an approved provident fund under which both the bank and employees contribute at 5% of basic salary. The staff who are covered by the bank's Pension Plan (now closed) are also eligible to join the Provident Fund by contributing 5% of their basic pay. However, the bank does not contribute for these employees.

The total assets of the Fund were Rs 6,121.988 million as at December 31, 2004 (2003: Rs 5,216.456 million) as per latest available audited financial statements.

31.2 **Subsidiary companies**31.2.1 **Habib Finance (Australia) Limited**

Habib Finance (Australia) Limited is maintaining an accumulating superannuation scheme for its employees, administrated by Australian Mutual Provident Society, and the membership of this scheme is mandatory. The company has legal obligation to contribute a minimum of 9 % of base pay to the plan. Employees are not required to contribute to the plan.

31.2.2 **Habib Finance International Limited, Hong Kong**

Habib Finance International Limited, Hong Kong is maintaining the following two schemes for its employees.

**Provident Fund**

The company is required to contribute at 5% of salary of all of its employees, subject to a maximum contribution of HK \$ 1,000. Employees who earn HK \$ 4,000 or more per month are also required to contribute the same amount. Those who earn less than HK \$ 4,000 per month have an option to contribute to the fund.

**Long Service Payment**

The company is required to pay long service payment at 2/3rd of employee's last month's full wages or 2/3rd of HK \$ 15,000 whichever is lower, for every year of service. The maximum payment is the total amount of wages earned during the last 12 months or HK \$ 180,000 whichever is lower.

31.2.3 **Habib Allied International Bank plc. (HAIB), United Kingdom**

Habib Allied International Bank Plc. is maintaining a defined contribution pension scheme for its employees. Employer's contribution is 6% of basic salary, whereas contribution from the employees is voluntary. HAIB also makes defined contribution towards personal pension plans of some of the staff members as per their terms of employment.

## 32. REMUNERATION OF DIRECTORS AND EXECUTIVES

	Group President/Chief Executive		Directors		Executives	
	2005	2004	2005	2004	2005	2004
	----- (Rupees in '000) -----					
Fees	-	-	54	40	-	-
Managerial remuneration	9,498	8,342	-	-	198,386	142,104
Charge for defined benefit plan	-	-	-	-	-	9,079
Contribution to provident and benevolent fund	901	788	-	-	15,979	11,775
Rent and house maintenance	682	1,122	-	-	64,334	64,512
Utilities	251	274	-	-	19,378	18,664
Medical	201	214	-	-	12,540	12,298
Conveyance	471	131	-	-	35,983	24,223
Others	14,303	5,705	-	-	60,682	43,837
	<u>26,307</u>	<u>16,576</u>	<u>54</u>	<u>40</u>	<u>407,282</u>	<u>326,492</u>
Number of persons	<u>2</u>	<u>2</u>	<u>8</u>	<u>7</u>	<u>169</u>	<u>133</u>

The Chairman, Group President / Chief Executive and executives are provided with free use of the Group's maintained cars and club membership in accordance with their entitlement.

Habib Bank Limited operates a performance based scheme in respect of cash award / special bonus for all employees. The individual entitlements are determined after the year end and therefore are being reported on paid basis.

## 33. MATURITIES OF ASSETS AND LIABILITIES

	2005				
	Total	Upto three months	Over 3 months to one year	Over one year to five years	Over five years
	----- (Rupees in '000) -----				
<b>Assets</b>					
Cash and balances with treasury banks	33,051,049	30,252,220	1,624,562	1,113,831	60,436
Balances with other banks	31,813,513	29,694,882	1,939,561	179,070	-
Lending to financial institutions	12,272,248	12,272,248	-	-	-
Investments	107,384,470	7,685,386	40,741,603	39,646,991	19,310,490
Loans and advances	316,881,635	156,874,789	60,069,720	76,213,271	23,723,855
Other assets	14,481,818	8,676,262	1,560,486	4,245,070	-
Operating fixed assets	11,166,195	182,058	546,174	1,882,303	8,555,660
Deferred tax assets - net	1,842,977	24,563	8,174	1,067,942	742,298
	<u>528,893,905</u>	<u>245,662,408</u>	<u>106,490,280</u>	<u>124,348,478</u>	<u>52,392,739</u>
<b>Liabilities</b>					
Bills payable	5,776,325	5,776,325	-	-	-
Borrowings from financial institutions	34,904,352	31,357,588	3,270,437	276,327	-
Deposits and other accounts - note 33.1	432,545,165	381,748,685	32,287,750	17,486,791	1,021,939
Other liabilities	15,180,213	7,628,254	2,546,821	2,641,165	2,363,973
Deferred tax liability - net	-	-	-	-	-
	<u>488,406,055</u>	<u>426,510,852</u>	<u>38,105,008</u>	<u>20,404,283</u>	<u>3,385,912</u>
<b>Net gap - note 33.1</b>	<u>40,487,850</u>	<u>(180,848,444)</u>	<u>68,385,272</u>	<u>103,944,195</u>	<u>49,006,827</u>
Share capital	6,900,000				
Capital reserves	2,048,411				
Unappropriated profit and other reserves	23,082,786				
Surplus on revaluation of assets	7,609,852				
Minority interest	846,801				
	<u>40,487,850</u>				

33.1 Expected maturity dates do not differ significantly from the contract dates except for the maturity of Rs 313 billion of deposits representing retail deposit accounts considered by the Group as stable core source of funding of its operations.

## 34. YIELD/INTEREST RATE RISK

## 34.1 Interest rate risk management

The Group is mainly exposed to mark-up / interest rate risk on its deposit liabilities and its loans and advances and investment portfolios. The Asset Liability Committee of the Group reviews the portfolio of the Group on a regular basis to ensure that risk is managed within acceptable limits.

A high proportion of loans and advances portfolio of the Group comprises of working capital finances which are re-priced on a three monthly basis. The Group's interest / mark-up rate risk is limited since the majority of customers deposits are retrospectively re-priced on a six monthly basis on the profit and loss sharing principles.

	Effective Yield/ Interest rate	Total	2005				Not exposed to Yield/ Interest Risk
			Exposed to Yield/ Interest risk				
			Upto three months	Over 3 months to one year	Over one year to five years	Over five years	
----- (Rupees '000) -----							
<b>On-balance sheet assets</b>							
<b>Financial Assets</b>							
Cash and balances with treasury banks	2.27%	33,051,049	4,872,342	331,632	303,010	11,129	27,532,936
Balances with other banks		31,813,513	25,856,121	1,939,561	179,070	-	3,838,761
Lendings to financial institutions	7.21%	12,272,248	12,272,248	-	-	-	-
Investments		104,658,421	22,115,057	51,434,017	13,143,085	15,610,391	2,355,871
Advances	9.12%	316,881,635	225,575,525	25,934,468	49,234,401	6,788,404	9,348,837
Other assets	-	10,010,456	-	-	-	-	10,010,456
		<u>508,687,322</u>	<u>290,691,293</u>	<u>79,639,678</u>	<u>62,859,566</u>	<u>22,409,924</u>	<u>53,086,861</u>
<b>Financial Liabilities</b>							
Bills payable	-	5,776,325	-	-	-	-	5,776,325
Borrowings from financial institutions	3.80%	34,904,352	29,983,249	3,270,437	276,327	-	1,374,339
Deposits and other accounts	1.30%	432,545,165	273,070,142	32,297,692	17,322,613	1,021,939	108,832,779
Other liabilities	-	15,180,213	-	-	-	-	15,180,213
		<u>488,406,055</u>	<u>303,053,391</u>	<u>35,568,129</u>	<u>17,598,940</u>	<u>1,021,939</u>	<u>131,163,656</u>
<b>On-balance sheet gap</b>		<u>20,281,267</u>	<u>(12,362,098)</u>	<u>44,071,549</u>	<u>45,260,626</u>	<u>21,387,985</u>	<u>(78,076,795)</u>
<b>Non - financial net assets</b>		<u>20,206,583</u>	-	-	-	-	-
<b>Total Net assets</b>		<u>40,487,850</u>					
<b>Cumulative Yield/Interest Risk Sensitivity Gap</b>			<u>(12,362,098)</u>	<u>31,709,451</u>	<u>76,970,077</u>	<u>98,358,062</u>	<u>20,281,267</u>

## 35. CURRENCY RISK

## 35.1 Currency risk management

The management of the Group manages this risk by setting dealer, currency and counterparty limits and monitors the Group's exposure in this regard at all times.

For this purpose, the Group enters into ready, spot, forward and swap transactions in the inter bank market and with the State Bank of Pakistan in order to hedge its assets and liabilities and cover its foreign exchange position.

The management of the Group has also established dealing centres at certain strategic business centres and offshore banking units which operate in accordance with the strategies communicated by the Treasury Division. The currency risk at these locations is also managed in accordance with the instructions of Treasury Division which monitors the Group's exposure to currency risk on a global basis.

	2005			
	Assets	Liabilities	Off-balance sheet items	Net foreign currency exposure
	----- (Rupees '000) -----			
Pakistan rupee	391,360,377	367,375,931	(3,538,488)	20,445,958
United States dollar	66,407,971	64,779,026	3,197,449	4,826,394
Great Britain pound	22,950,318	20,554,933	484,896	2,880,281
UAE Dirham	9,073,655	5,803,166	(62,393)	3,208,096
Japanese yen	951,584	642,649	(320,295)	(11,360)
Euro	6,422,462	5,734,505	403,449	1,091,406
Other currencies	31,727,538	23,515,845	(164,618)	8,047,075
	<u>528,893,905</u>	<u>488,406,055</u>	<u>-</u>	<u>40,487,850</u>

### 36. FAIR VALUE OF FINANCIAL INSTRUMENTS

The fair value of traded investments is based on quoted market prices and unquoted equity investments are estimated using the equity method based on their available financial statements. Fair value of these investments has been disclosed in note 8.

Fair value of fixed term loan, other assets and other liabilities cannot be calculated with sufficient reliability due to absence of current and active market for such assets and liabilities and reliable data regarding market rates for similar instruments. The provision for impairment of loans and advances has been calculated in accordance with the Group's accounting policy as stated in note 4.7.

The maturity and repricing profile and effective rates are stated in notes 33 and 34 respectively.

In the opinion of the management, the fair value of the remaining financial assets and liabilities are not significantly different from their carrying values since assets and liabilities are either short-term in nature or in the case of customer loans and deposits are frequently repriced.

### 37. CONCENTRATION OF CREDIT AND DEPOSITS

#### 37.1 Credit risk management

Habib Bank Limited (bank) has an established credit policy department responsible for formulating policies for extending and monitoring of credit in line with the management's risk acceptance methodology. The department has formally issued these credit policies through Credit Policy Manual. Credit risk is monitored, reviewed and analysed by appropriate officials in line with the guidelines contained in this manual.

This risk is managed through counterparty and credit limits and by obtaining adequate collaterals. Loans and advances to financial institutions are granted in accordance with the limits assigned to each institution. Cross border risk is mitigated by employing exposure limits computed with reference to the country / sovereign risk associated with such transactions and are updated on a regular basis.

The bank has also established an Asset Remedial Division to focus on expediting recoveries from all problem credits. This division negotiates with these borrowers and recommends restructuring and rescheduling of stuck-up loans to the senior management. In case of willful default, the division coordinates with the legal division for commencing legal proceedings against these borrowers.

#### 37.2 Concentration of credit risk

Out of the total financial assets of Rs 508,687.322 million, financial assets which were subject to credit risk amounted to Rs 503,460.670 million. The Group's major credit risk is concentrated in the textile sector. To manage the credit risk, the Group applies credit limits to its customers and obtains adequate collaterals.

The following financial assets are guaranteed by the Federal / Overseas Governments or State Bank of Pakistan / other Central Banks and enterprises owned/controlled by the Government:

	<b>(Rupees in '000)</b>
Guaranteed by the Government of Pakistan	
- Investments	81,107,754
- Loans and advances	15,349,924
- Mark-up receivable on government guaranteed financial assets	806,872
	<u>97,264,550</u>
Financial assets receivable from enterprises owned/controlled by Government	17,488,645
Guaranteed by Overseas Governments	11,252,791
Financial assets receivable from State Bank of Pakistan	22,904,222
Financial assets receivable from other central banks	3,939,715
	<u><u>152,849,923</u></u>

## 37.3 Segment by class of business

	2005					
	Advances		Deposits		Contingencies and Commitments	
	Rupees in '000	Percent	Rupees in '000	Percent	Rupees in '000	Percent
Chemical and Pharmaceuticals	7,566,938	2.39	856,538	0.20	4,478,583	3.23
Agribusiness	23,710,729	7.48	283,386	0.07	7,212,855	5.20
Textile	81,075,658	25.59	2,908,531	0.67	11,164,761	8.05
Cement	15,729,309	4.96	651,297	0.15	3,198,670	2.31
Sugar	2,379,748	0.75	51,256	0.01	435,076	0.31
Shoes and leather garments	2,037,427	0.64	392,937	0.09	317,633	0.23
Automobile and transportation equipment	5,122,221	1.62	3,642,271	0.84	1,988,682	1.43
Financial	5,553,490	1.75	7,535,146	1.74	9,756,247	7.04
Insurance	1,366,689	0.43	611,561	0.14	2,856	-
Transportation	114,020	0.04	290,344	0.07	180,333	0.13
Electronics and electrical appliances	5,344,181	1.69	1,188,645	0.27	2,256,887	1.63
Production and transmission of energy	360,525	0.11	715,009	0.17	5,147,108	3.71
Food, tobacco and beverages	7,795,272	2.46	1,023,945	0.24	841,120	0.61
Public / Government	31,933,900	10.08	58,381,808	13.50	62,839,108	45.33
Metal and allied	4,666,791	1.47	464,137	0.11	1,056,129	0.76
General traders	7,002,913	2.21	156,889,565	36.27	5,511,811	3.98
Others (including individuals)	115,121,824	36.33	196,658,789	45.46	22,226,573	16.05
	<u>316,881,635</u>	<u>100.00</u>	<u>432,545,165</u>	<u>100.00</u>	<u>138,614,432</u>	<u>100.00</u>

## 37.4 Segment by sector

Public/ Government	31,933,900	10.08	58,381,808	13.50	62,839,108	45.33
Private	284,947,735	89.92	374,163,357	86.50	75,775,324	54.67
	<u>316,881,635</u>	<u>100.00</u>	<u>432,545,165</u>	<u>100.00</u>	<u>138,614,432</u>	<u>100.00</u>

## 38. GEOGRAPHICAL SEGMENT ANALYSIS

	2005			
	Profit before taxation	Total assets employed	Net assets employed	Contingencies and Commitments
	(Rupees '000)			
Pakistan	11,810,941	437,293,454	24,321,275	124,506,148
Asia Pacific (including South Asia)	604,625	22,568,948	3,993,311	3,430,480
Europe (net of minority interest)	233,530	28,795,816	4,275,801	5,472,836
United States of America and Canada	138,239	1,889,726	748,751	425,052
Middle East	275,910	28,310,653	3,239,288	4,567,053
Others	770,730	10,035,308	3,909,424	212,863
	<u>13,833,975</u>	<u>528,893,905</u>	<u>40,487,850</u>	<u>138,614,432</u>

Profit before taxation relating to Pakistan includes profit before taxation of Islamic Banking Branch of Habib Bank Limited, amounting to Rs. 1.266 million.

## 39. NET ASSETS OF SUBSIDIARY COMPANIES - Share of the Group (before intra-group elimination)

	2005	2004
	(Rupees in '000)	
Habib Allied International Bank plc., United Kingdom	2,594,980	2,626,430
Habib Finance International Limited, Hong Kong	423,643	423,953
Habib Finance (Australia) Limited, Sydney	234,318	540,400
Habib Bank Financial Services (Private) Limited, Karachi	62,456	73,187
Habib Currency Exchange (Private) Limited	86,713	92,392
First Habib Bank Modaraba	63,822	62,188
	<u>3,465,932</u>	<u>3,818,550</u>

#### 40. RELATED PARTY TRANSACTIONS

The Group has related party relationship with its associated undertakings, joint venture companies (refer note 8.5), employee benefit plans (refer note 4.7) of the group or of any related party, and members of the Key Management Personnel of the Group or of any related party, including both executive and non-executive directors and executive officers.

Banking transactions with the related parties are executed substantially on the same terms, including mark-up rates and collateral, as those prevailing at the time for comparable transactions with unrelated parties and do not involve more than normal risk (i.e. under the comparable uncontrolled price method). Details of loans and advances to the companies or firms in which the directors of the Group, are interested as directors, partners or in case of private companies, as members, are given in note 9.7 to these financial statements.

Contributions to and accruals in respect of staff retirement and other benefits plans are made in accordance with the actuarial valuation / terms of the contribution plan. There are no transactions with key management personnel other than under their terms of employment. Remuneration to the executives including key management personnel, disclosed in note 32 to these financial statements, are determined in accordance with the terms of their appointment.

Details of transactions with related parties and balances with them as at the year-end were as follows:

	Note	2005 (Rupees in '000)	2004 (Rupees in '000)
<b>Balances outstanding as at the year end</b>			
<b>- Borrowings / Deposits from</b>			
- Joint Venture and Associates		1,548,957	6,700,394
- Retirement benefit funds		277,361	218,510
- Companies in which Directors are interested		144,289	201,180
<b>- Advances to</b>			
- Retirement benefit funds		1,877,816	10,333
- Companies in which Directors are interested		292,000	224,000
- Receivable from defined benefit plan - net	30.2.3	4,010,179	3,584,238
<b>Profit / Expense for the year</b>			
<b>- Interest paid</b>			
- Joint Venture and Associates		107,711	96,103
- Retirement benefit funds		1,820	2,708
<b>- Interest income</b>			
- Retirement benefit funds		29,811	168
- Companies in which Directors are interested		22,464	14,777
Share of profit of joint venture companies - net of tax		32,312	24,266

Transactions entered into with directors / executive officers as per their terms of employment are excluded from related party transactions.

#### 41. SPECIFIC PROVISIONS

The Companies Ordinance, 1984 requires disclosure of the gross carrying value of the assets and provision made against them. The following are the specific provisions held in the books against the carrying value of the relevant assets:

	2005 (Rupees in '000)	2004 (Rupees in '000)
Balances with other banks	130,606	764,713
Investments	562,065	655,870

42. **CORRESPONDING FIGURES**

Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison. These include the reclassification of an amount of Rs 188.636 million as general provision against non performing advances from specific provision and consolidation of a subsidiary, namely, First Habib Bank Modaraba as referred to in note 1 to these financial statements. The consolidation of First Habib Bank Modaraba has resulted in the following increase / (decrease) in the figures of the Consolidated Balance Sheet and Consolidated Profit and Loss Account of the Group:

	<b>2005</b>	<b>2004</b>
	<b>(Rupees in '000)</b>	
Cash and balances with treasury banks	17,812	12
Balances with other banks	-	33,002
Investments - net	(9,270)	(17,614)
Advances - net	997,488	783,413
Other assets - net	(13,495)	(15,548)
Operating fixed assets	570	410
Borrowings from financial institutions	325,000	150,000
Other liabilities	73,161	72,116
Mark-up / return / interest earned	100,755	51,787
Mark-up / return / interest expensed	43,207	4,736
Provision against non-performing loans and advances	(11,863)	(12,539)
Fee, commission and brokerage income	127	-
Income / gain on investments	1,617	29,653
Other income	138	159
Administrative expenses	7,198	5,504
Unappropriated profit and other reserves as at January 1	6,712	5,741
Surplus on revaluation of assets - net of tax as at December 31	(11,879)	(12,260)
Minority interest as at December 31	574,401	559,688

The impact of consolidation of First Habib Bank Modaraba on Earning per Share of the Group was insignificant.

43. **DATE OF AUTHORISATION FOR ISSUE**

These financial statements were authorised for issue on March \_\_\_\_, 2006 by the Board of Directors of Habib Bank Limited.

44. **GENERAL**

These financial statements have been prepared in accordance with the revised format for financial statements of banks issued by the State Bank of Pakistan through BSD Circular No. 36 dated October 10, 2001.

**President and Chief Executive Officer**

**Director**

**Director**

**Director**

**HABIB BANK LIMITED AND SUBSIDIARY COMPANIES  
DETAILS OF INVESTMENTS  
AS AT DECEMBER 31, 2005**

**ANNEXURE I**

**1.1 Particulars of investments held in listed companies**

**1.1.1 Ordinary shares**

Investee	Number of shares held	Paid-up value per share (Rupees)	Total paid-up value (Rupees)	Market value (Rupees)
Abamco growth fund	2,909,375	10	29,093,750	93,100,000
Abamco Capital fund	8,670,865	10	86,708,650	117,056,678
PICIC investment fund	11,546,714	10	115,467,140	210,150,195
Meezan Balanced Fund	2,500,000	10	25,000,000	24,375,000
First Dawood Mutual Fund	1,515,000	10	15,150,000	14,165,250
CDC-Trustee Alfalah GHP Value Fund	100,000	50	5,000,000	5,119,000
AKD Index Tracker Fund	500,000	10	5,000,000	4,575,000
Pakistan Strategic Allocation Fund	7,500,000	10	75,000,000	87,750,000
TRG Pakistan Limited	16,017,000	10	160,170,000	212,225,250
Dawood Lawrencepur Limited	349,640	10	3,496,400	24,894,368
HUBCO	17,909,000	10	179,090,000	429,816,000
Fauji Fertilizer Co. Limited	745,890	10	7,458,900	102,186,930
SEARLE Pakistan Limited	55,569	10	555,690	2,306,114
Pakistan Industrial Credit & Investment Corporation	1,402,212	10	14,022,120	90,863,338
Pakistan National Shipping Corporation	103,407	10	1,034,070	9,958,094
Pakistan International Airlines (Class 'A' Ordinary Shares)	100	10	1,000	1,230
Pakistan Telecommunication Limited	250,000	10	2,500,000	16,350,000
			<b>724,747,720</b>	<b>1,444,892,445</b>

**1.1.2 Preference Shares**

Investee	Terms of Redemption	Number of Shares Held	Paid-up value per share (Rupees)	Total Paid-up value (Rupees)	Market value (Rupees)
Chenab Limited (preference shares)	Redeemable	10,000,000	10	100,000,000	100,000,000
Masood Textile Mills Ltd. (preference shares)	Redeemable	10,000,000	10	100,000,000	100,000,000
				<b>200,000,000</b>	<b>200,000,000</b>

**1.1.3 Units**

Investee	Number of units held	Paid-up value per unit (Rupees)	Total paid-up value (Rupees)	Market value (Rupees)
National Investment Trust	542,920	10	5,429,200	27,358,326
Pakistan Stock Market Fund	680,532	50	34,026,600	79,356,837
Pakistan Income Fund	373,401	50	18,670,050	19,495,266
Al Meezan Islamic Fund	300,000	50	15,000,000	22,581,000
Faysal balanced Growth Fund	250,000	100	25,000,000	31,587,500
Atlas Stock Market Fund	30,000	500	15,000,000	18,864,600
			<b>113,125,850</b>	<b>199,243,529</b>

**1.1.4 Term finance certificates**

Investee	Number of certificates held	Paid-up value per certificate (Rupees)	Total paid-up value (Rupees)
Sitara Chemical Industries Limited	1,892	5,000	9,460,000
Bank Al Habib	15,000	5,000	75,000,000
Bank Al falah	10,000	5,000	50,000,000
Askari Commercial Bank	16,990	5,000	84,950,000
Tele Card	50,000	5,000	250,000,000
Azgard Nine Limited	20,000	5,000	100,000,000
			<b>569,410,000</b>



**HABIB BANK LIMITED AND SUBSIDIARY COMPANIES  
DETAILS OF INVESTMENTS  
AS AT DECEMBER 31, 2005**

**ANNEXURE I**

**1.2 Particulars of investment held in unlisted companies:**

**1.2.1 Ordinary shares**

Investee	Percentage of holding	Number of Shares Held	Paid-up value per share (Rupees)	Total Paid-up value (Rupees)	Break up value (Rupees)	Based on accounts as at	Name of Chief Executive
SME Bank Limited	1.36%	1,490,663	10.00	14,906,630	24,347,121	December 31, 2004	Mr. Mansur Khan
First Women Bank	26.78%	7,596,000	10.00	75,960,000	158,049,823	December 31, 2004	Ms. Zarine Aziz
Khushhali Bank (Micro Finance Bank)	17.60%	300	1,000,000.00	300,000,000	328,905,366	December 31, 2004	Mr. M. Ghalib Nishtar
Pakistan Export Finance Guarantee Agency	10.55%	1,139,916	10.00	11,399,160	8,372,597	December 31, 2004	Mr. S. M. Zaeem
N I T Shares	8.33%	52,800	100.00	5,280,000	130,081,487	June 30, 2005	Mr. Tariq Iqbal Khan
Investment Corporation of Pakistan	19.98%	399,500	100.00	39,950,000	461,291,664	June 30, 2005	Mr. Abdul Latif Uqaili
Equity Participation Fund	1.74%	27,000	100.00	2,700,000	12,585,066	June 30, 2004	Mr. Naeem Iqbal
Central Depository Company of Pakistan Ltd.	8.25%	824,980	10.00	8,249,800	47,727,675	June 30, 2005	Mr. Mohammad Hanif Jakhura
National Inst. Facilitation Technologies (PVT) Ltd.	12.71%	472,744	10.00	4,727,440	16,671,222	June 30, 2005	Mr. M. M. Khan
TMT PKIC Incubation Fund Limited	12.50%	2,500,000	10.00	25,000,000	17,342,854	June 30, 2005	Mr. Kashif Shamim
South Asia Regional Fund	3.53%	5,000	562.71	2,813,550	141,874,128	December 31, 2004	Mr. Kandiah Balendra
				<b>490,986,580</b>	<b>1,347,249,003</b>		

**1.2.2 Preference Shares**

Investee	Terms of Redemption	Number of Shares Held	Paid-up value per share (Rupees)	Total Paid-up value (Rupees)	Break up value (Rupees)	Based on accounts as at	Name of Chief Executive
South Asia Regional Fund (preference shares)	Redeemable	1,093	54,328.28	59,380,810	141,874,128	December 31, 2004	Mr. Kandiah Belendra

**1.2.3 Term finance certificates**

Investee	No. of certificates	Paid-up value per certificate (Rupees)	Total Paid-up value (Rupees)	Name of Chief Executive
Pak Kuwait Investment Co.	400,000	5,000	2,000,000,000	Mr. Istaqbal Mahdi
Bosicor Pakistan Limited	50,000	5,000	250,000,000	Mr. Wasi Khan
Pakistan International Airlines	700,000	5,000	3,500,000,000	Mr. Tariq Kirmani
Reliance Export	65	10,000,000	650,000,000	Mr. Fawad Ahmad Mukhtar
			<b>6,400,000,000</b>	

**HABIB BANK LIMITED AND SUBSIDIARY COMPANIES  
DETAILS OF INVESTMENTS  
AS AT DECEMBER 31, 2005**

**ANNEXURE I**

**1.3 Particulars of investments held in bonds and debentures & Government Loan**

Bonds and Debentures	Terms of Redemption		Rate of Interest / Profit	Principal Rupees in ' 000		
	Principal	Interest / Profit				
<b>1.3.1 Government guaranteed bonds - denominated in Pak Rupees</b>						
Government of Pakistan Bonds (A/c various PSE)	Repayable in full on maturity	Semi-Annual	Simple average of annual weighted average yield of six months treasury bill of preceding year	3,523,940		
Saindak Metals Ltd. Bond	Semi-Annual	Semi-Annual	Federal Investment Bond rate at the time of issuance of Bond	508,600		
Rice Export Corporation of Pakistan Bond	Semi-Annual	Semi-Annual	Average of last six months Federal Investment Bond rate	766,659		
Trading Corporation of Pakistan Bond	Semi-Annual	Semi-Annual	Average of last six months Federal Investment Bond rate	267,311		
Ghee Corporation of Pakistan Bond	Semi-Annual	Semi-Annual	Average of last six months Federal Investment Bond rate	594,000		
Government of Pakistan Bond (A/C HEC,USC & PO DB)	Semi-Annual	Semi-Annual	Mark-up rate of 3 years' PIB + 30 bps	525,908		
Government of Pakistan Bonds (A/c SML)	Semi-Annual	Semi-Annual	Mark-up rate of 3 years' PIB + 30 bps	725,972		
				<b>6,912,390</b>		
<b>WAPDA</b>	Repayable in five years	Semi-Annual	SBP discount rate + 2%	<b>599,991</b>		
<b>1.3.2 Government guaranteed bonds to be issued against:</b>						
Assessed tax refunds and tax paid on Interest suspense of non performing loans.			Three years bonds with a six months grace period, effective from July 1, 2004 and will carry mark-up rate of 3 years PIB + 30 bps.	9,840,000		
Loan & advances transferred to CIRC			Terms not yet finalised	1,059,739		
				<b>10,899,739</b>		
<b>1.3.3 Government guaranteed bonds- denominated in US Dollars</b>						
Government of Pakistan - Bonds	Annual	Annual	6.75%	450,850		
Government of Pakistan - SML / RDC Bonds	Semi Annual	Semi Annual	6 Months Libor +2%	540,374		
Government of Pakistan - GOP Construction Bonds	Annual	Annual	3 Months Libor +1%	2,658,951		
Government of Pakistan - Sukuk Bonds	Repayable in full on maturity	Semi Annual	6 Months Libor +2.2%	2,677,753		
				<b>6,327,928</b>		
<b>1.3.4 Government of Pakistan bonds (US Dollar / Euro)</b>						
Government of Pakistan US Dollar / Euro bonds	Annual	Annual	6.75%	<b>852,254</b>		
<b>1.3.5 Debentures - Government Guaranteed</b>						
		<b>No. of Units</b>	<b>Paid up value per unit (Rupees)</b>	<b>Rate of interest</b>	<b>Total paid up value (Rupees)</b>	<b>Principal out standing (Rupees)</b>
Cold Storage Haripur		10	100,000	12.5%	1,000,000	1,200,000
Cold Storage Haripur		30	10,000	12.5%	300,000	924,709
Cold Storage Mardan		9	85,000	15.0%	765,000	878,000
Cold Storage Mardan		1	91,308	12.5%	91,308	1,278,308
KDA - I		-	-	12.5%	-	53,250,000
KDA - II		-	-	15.0%	-	102,784,000
Leather Tanneries Jhangira		6	124,000	12.5%	744,000	657,325
					<b>2,900,308</b>	<b>160,972,342</b>

DETAILS OF DISPOSAL OF OPERATING FIXED ASSETS FOR THE YEAR ENDED DECEMBER 31, 2005

Annexure-III

Particulars	original cost	accumulated depreciation	book value	sale proceeds	mode of disposal	particular of buyers
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Rupees in 000

**Building including Land**

	2,845	144	2,701	3,700		
Land			-	3,700	Sale	Mr. Johar Ali s/o Saadullah Khan
Building	2,845	144	2,701			

**Motor Vehicle**

	20,666	16,412	4,254	6,807		
5,379	5,379	-	143	Sale	Land transport authority	
2,880	2,880	-	620	Negotiation	M/s Toyota A.S. Turkey	
2,506	2,506	-	500	Tender	Mr. Ibrahim Namoooya	
767	426	341	636	Negotiation	M. Nadeem Aslam	
1,103	1,103	-	473	Tender	Mr. Eid Ali Abbas Kowayed	
1,079	1,079	-	309	Trade-in	M/s Saud Bahwan, Automative LLC	
1,079	738	341	341	On retirement	Mr. Shahid M. Loan, Ex. SEVP	
835	28	807	752	Insurance claim	M/s New Jubilee Insurance Company	
939	550	389	389	On retirement	Mr. Rizwanullah, Ex. EVP	
785	491	294	294	On retirement	Mr. S. Fahimuddin Ahmed, Ex. SVP	
785	388	397	419	On retirement	Mr. Izhar Ahmed Azhar, Ex. SVP	
795	186	609	715	Insurance claim	New Jubilee Insurance Company	
939	473	466	466	On retirement	Mr. Haroon Rashid Khawaja, Ex. EVP	
795	185	610	750	Insurance claim	National Insurance Company	

**FURNITURE & FIXTURE**

	12,374	9,453	2,921	8,661		
1,494	1,429	65	141	Sale	Ms Sharthak Engineering, Moghbazar, Dhaka	
1,380	1,380	-	-	Negotiation	DS System	
5,331	2,476	2,855	8,514	Negotiation	P & A Abeywickrema	
1,272	1,272	-	3	Quotation	National Traders Bicket Gung Mardan NWFP	
1,447	1,447	-	3	Quotation	National Traders Bicket Gung Mardan NWFP	
1,450	1,449	1	-	Quotation	National Traders Bicket Gung Mardan NWFP	

Assets having book value of less than Rs.250,000 and cost of less than Rs. 1 million

242,721	234,707	8,014	41,723
<b>278,606</b>	<b>260,716</b>	<b>17,890</b>	<b>60,891</b>

AMOUNTS WRITTEN OFF DURING THE YEAR 2005  
 In terms of sub-section(3) of Section 12 of Bank's (Nationalization) Act, 1974 the details of individual cases where aggregate amount of Loans/Advances/Financing facilities/Mark-up or other dues written off and other financial reliefs provided through rescheduling or restructuring of Rs.0.5 million or more during the year ended 31/Dec/2005 are s follows:

S. No.	Name and Address of the Borrower	Name of Individuals / Partners / Directors (with NIC Number)	Father's Name	Outstanding Liabilities on the opening day of the year As on 01/01/2005	Amount Written off	Interest/Mark-up waived and other Financial Relief Provided	T O T A L (6 + 7)	
1	2	3	4	5	6	7	8	
1	ZULFIQAR ALI S/O MIAN MEHMOOD AHMED B-8 ZEENAT SQUARE F.C.AREA--KARACHI.	276-86-363454		0.284	0.162	(Waiver) (Reversal)	0.315 0.047	0.524
2	MIR MUHAMMAD GABOL S/O GHULAM NABI C/6 ASHRAF SQUARE BLOCK-17---- GULSHAN-E-IQBAL KARACHI.	517-64-168750		0.328	0.175	(Waiver) (Reversal)	0.314 0.081	0.57
3	AL-MADINA & CO PAN GALI MARKET ROAD HYDERABAD	RAFIQUE AHMED BHATTI 41303-4887733-5	MUHAMMAD USMAN BHATTI	1.169	0	(Waiver) (Reversal)	1.619 0.269	1.888
4	SULEMAN BROTHERS WEAVING FACTORY CHAK.NO.70-JB,MANSOORAN,DISTT.FAISALABAD.	MUHAMMAD SULEMAN 248-91-480831 MST.KHURSHID JAMIL 244-42-173908 MST.NEGHAT CHOUDHRY 248-51-194360	GHULAM MUHAMMAD CH.JAMIL AHMED W/O MUHAMMAD USMAN CHOUDHRY	1.373	0	(Waiver) (Reversal)	0.253 0.406	0.659
5	EBRAHIM TRADING CO (PVT) LTD 2ND FLOOR BANK HOUSE NO.1 HABIB SQUARE M.A. JINNAH ROAD KARACHI.	DAWOOD EBRAHIM AHMED EBRAHIM ILYAS IBRAHIM		1.2	0	(Waiver) (Reversal)	1.416 0	1.416
6	MUHAMMAD YAQOOB S/O MEHERUDDIN D-324 SECTOR I KHYABAN-E-SIR--SYED RAWALPINDI.	211-54-175124		0.901	0.075	(Waiver) (Reversal)	0.554 0	0.629
7	ALI RICE MILLS VILLAGE DHAROOR KEY P.O.KUNJAHEH & DISTT.GUJRAT.	JAMSHAD ULLAH GONDAL 225-58-237686	CH.NAZAR MUHAMMAD GONDAL	2.929	0	(Waiver) (Reversal)	3.648 0.498	4.146
8	SAOIB STEEL MILLS (PVT) LTD 350 G.T.ROAD,DAROGHAWALA,LAHORE	MIAN UMER HAYAT 267-91-173882 MIAN AZHAR HUSSAIN 267-55-173681 SADIQIA HAYAT 267-48-245980 SHABBANA AZHAR 267-87-436604	MIAN MUHAMMAD AKBAR MIAN MUHAMMAD AKBER W/O LATE MIAN UMER HAYAT W/O MIAN AZHAR HUSSAIN	17.896	4.993	(Waiver) (Reversal)	17.538 6.988	29.519
9	ASHFAQ AHMED S/O ASHIQ HUSSAIN ABRO B-6/24 MUHAMMAD IQBAL MANZILDRIGH COLONY,KARACHI.	427-92-027968		0.56	0.167	(Waiver) (Reversal)	0.513 0.132	0.812
10	MODERN FURNISHERS  SHOP-B/7,SULEMAN TERRACE,B-13D GULSHAN-E-IQBAL,KARACHI.	MIRZA SADIQ BAIG  512-59-205664	M.YASEEN BAIG	1.726	0	(Waiver) (Reversal)	0.672 0	0.672
11	ASLO ELECTRICAL INDUSTRIES LTD RECORDER HOUSE BUSINESS RECORDER ROAD KARACHI-0509	M.A.ZUBARI MRS.SULTANA J.ZUBARI MRS.AFSHAN.A.ZUBARI MR.SHAHID.A.ZUBARI BELA SUSITA PETER KERTESZ Z.I.SAIFI		1.049	1.049	(Waiver) (Reversal)	1.025 0	2.074
12	MRS.MANGO BI W/O SYED SHAKIR ALI H.NO 729/10-L ORANGI TOWNKARACHI.	504-19-111465		0.461	0.122	(Waiver) (Reversal)	0.448 0.107	0.678
13	GHAZI ABBAS INTERNATIONAL SUIT NO 101 SEA BREEZE PLAZASHAHRAH-E- FAISAL KARACHI.	MRS.RANI AHMED	W/O IQBAL AHMED	1.372	0.485	(Waiver) (Reversal)	2.047 0	2.532
14	ISLAMABAD CARDIAC HOSPITAL & REH CENTRE (PVT) 31 ASKARI VILLAS N SARWAR ROAD,LAHORE CANTT.	DR.TARIQ MAHMOOD MALIK 210-89-684656 MRS.REEMA MAHMOOD MALIK 210-89-688022		7.396	1.129	(Waiver) (Reversal)	6.876 0	8.006
15	MUHAMMAD ARIF S/O ALLAH DITTA H.NO 4-A GALI NO 8 FATEH GARH-MOGHAL PURA LAHORE.	269-59-176355		0.424	0.296	(Waiver) (Reversal)	0.281 0.128	0.705
16	PROVENCO (PVT) LTD 167-E.MARKET,B-6,PECHS,KARACHI	OSMAN SULEMAN 518-25-002005 SHOAB USMAN	SULEMAN	4.954	0	(Waiver) (Reversal)	4.307 0.515	4.822
17	UNITED WOOLEN MILLS 66-67/A SIE GUJRANWALA.	SHAHBAZ YOUSUF 285-93-464767 ZULFIQAR YOUSUF  SOHAIL YOUSUF 285-89-464771 SHAHZAD YOUSUF 285-85-525257 IFTIKHAR YOUSUF 285-89-464772	HAJI MUHAMMAD YOUSUF HAJI MUHAMMAD YOUSUF HAJI MUHAMMAD YOUSUF HAJI MUHAMMAD YOUSUF MUHAMMAD YOUSUF	7.107	0	(Waiver) (Reversal)	5.351 0	5.351
18	RAZZAK ENTERPRISES SHOP NO MR 6/19 VERJEE STREETJODIA BAZAR KARACHI.	ABDUL RAZZAK 518-49-147075	ABDUL MAJEED	2.54	1.254	(Waiver) (Reversal)	5.318 0.287	6.859
19	AMI KHAN S/O BABOO KHAN  H NO 16 BLOCK 2 PEOPLES COLONYKARACHI.	518-36-036783		0.932	0.389	(Waiver) (Reversal)	1.283 0.123	1.795
20	SYED RASOOL S/O RAFTAN DH-385 PEOPLES COLONY BLOCK-L,NORTH NAZIMABAD KARACHI.	502-63-351245		0.962	0.21	(Waiver) (Reversal)	1.238 0.13	1.578
21	AMIR HADI HASHMI S/O ABDUL HADI HASHMI R-39/5L NORTH KARACHI.	503-87-055617		0.764	0.142	(Waiver) (Reversal)	1.018 0.131	1.29
22	S.M.SALIM S/O S.M.NAQVI FLAT NO 10 AL-ASIF SQUARE --SOHRAB GOTH KARACHI.	519-58-259567		0.792	0.224	(Waiver) (Reversal)	1.168 0.034	1.426
23	MRS.FARHAT ARA W/O MUHAMMAD AZHAR HUSSAIN F-75/2 MARTON ROAD KARACHI.	501-52-678344		0.253	0.143	(Waiver) (Reversal)	0.359 0.026	0.527
24	NAYYAR KAMRAN S/O ASADULLAH JAN H.NO 103 STREET NO 13 GULBHAR-COLONY 2 PESHAWAR	135-88-440574		0.727	0.053	(Waiver) (Reversal)	0.315 0.29	0.647
25	UTILITY STORES CORPORATION OF PAKISTAN. USC HEAD OFFICE BLUE AREA,ISLAMABAD.	BRIG HAFEEZ (M.D) UMER KHATAB (G.M.FIN)		301.516	0	(Waiver) (Reversal)	338.335 0	338.335
26	ASLAM CHEMICAL IND (PVT) LTD FAISALABAD FLAT NO 5 KEHKESHAN COMPLEX,BLOCK.NO.13/C GULSHAN-E-IQBAL KARACHI.	MUHAMMAD RAZA 502-56-312088 HAMMAD RAZA ZAIDI 451-96-033719 WAJHAT HUSSAIN ZAIDI 451-85-033718 SYEDA MAHMOODA KHATOON 451-34-033713	MUHAMMAD HAIDER (LATE) S.M.ASLAM ZAIDI (LATE) S.M.ASLAM ZAIDI (LATE) W/O S.M.ASLAM ZAIDI (LATE)	29.094	1.857	(Waiver) (Reversal)	7.361 0	9.218

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27	AL-FAHM TEXTILE MILLS LTD HUB BALUCHISTAN C/O MJJ ENGINEERING (PVT) LTD PLOT NO.F-5,SECTOR 50-C, KORANGI,KARACHI.	SYEDA QURAT-UL-AIN 502-59-857199 SYEDA FARHAT-UL-AIN 451-59-033710 SYEDA SARWAT-UL-AIN 451-62-033717  RIAZ UR REHMAN 42301-4713264-9 MRS.MEHAR RIAZ 42301-7534651-8 MRS.SIRAJ AHMED 42401-67310357 MUHAMMAD SHAFIQ 42401-9855403-5 ZUBAIR KHAN 42000-0527325-3 ASRAR AHMED KHAN  MRS.SHAHEEN ASRAR KHAN   SALEEM AHMED KHAN MISS.FARIHA KHAN	W/O MUHAMMAD RAZA  D/O.S.M.ASLAM ZAIDI (LATE)  D/O.S.M.ASLAM ZAIDI (LATE)		3.508	1.907 (Waiver) (Reversal)	4.657 0.628	7.192
28	MUHAMMAD QASIM S/O MUHAMMAD AKRAM KHAN NIAZI H.NO 103/B-V GALI PHATANAWALI-MOH.EIDGAH SAHIWAL.	333-66-020016		0.335	0.182 (Waiver) (Reversal)	0.192 0.153	0.527	
29	SYED AMJAD TAGI S/O SYED GHULAM HUSSAIN 95/8 SARWAR ROAD LAHORE CANTT.	261-47-556177		0.7	0.166 (Waiver) (Reversal)	0.614 0.095	0.875	
30	CONTINENTAL RICE MILLS (PVT) LTD 16KM SHAHDERAH-KALA KHATAI RD-- DISTT SHEIKHPURA	COL.(R) ABDUL HAYEE 277-26-334657 MRS.RIFFAT SHEIKH 270-54-525952 MUHAMMAD AJMAL 278-90-473509 MUHAMMAD AMJAD 278-75-473511	SHEIKH GHULAM ALI  W/O MUHAMMAD AFZAL SHEIKH  ABDUL AZIZ  ABDUL AZIZ	43.534	9.356 (Waiver) (Reversal)	20.648 13.322	43.326	
31	NIAZ WEAVING MILLS (PVT) LTD GABULA ROAD ARIFWALA.	CH.MUHAMMAD ASHRAF 36401-4850330-3 HAJI MUHAMMAD ARSHAD 36401-7121042-5 MUHAMMAD NASEEM 36402-0829608-5 MUHAMMAD SALEEM 36402-4733816-3	NIAZ MUHAMMAD  NIAZ MUHAMMAD  NIAZ MUHAMMAD  CH.NIAZ MUHAMMAD	25.178	5.841 (Waiver) (Reversal)	9.196 12.768	27.825	
32	AHAD TEXTILES (PVT) LTD JARANWALA ROAD FAISALABAD.	NAVEED KHALID LATIF 35202-7518317-1 MRS.FARVA NAVEED 35202-9933900-2	KHALID LATIF  W/O.NAVEED KHALID LATIF	13.662	5.744 (Waiver) (Reversal)	9.118 1.497	16.359	
33	SUNDER RICE & FEED MILLS 3 K.M.SUNDER RAIWIND RD DISTT-LAHORE.	DR.NASIR SHARIF RANDHAWA 272-60-008607 MUHAMMAD YASIN 335-93-515054 MST.BASHIRAN BIBI 277-29-117086 BRIG (R) IFTIKHAR A.GILL 335-30-109716 SOHAIL A.GILL	M.SHARIF RANDHAWA  CH.ALLAH DITTA  W/O.CH.ALLAH DITTA  CH.SARDAR.M.GILL (LATE)	2.469	0 (Waiver) (Reversal)	2.619 0.412	3.031	
34	HAJI MUHAMMAD HAJI ISMAIL (GROUP) 25-26 HUSSAIN CO-OPERATIVE--HOUSING SOCIETY OF ALAMGIR RD KARACHI-74800	HAJI MUHAMMAD HAJI ISMAIL  MUHAMMAD SALIM 516-61-089355  MUHAMMAD NAEEM 516-89-257926 M.SHAHID 516-59-089354 MUHAMMAD NASIR 516-64-089356 M.S.SHAHAZ 516-65-089353 AMBREN 516-89-089357	HAJI MUHAMMAD  HAJI MUHAMMAD  H.MUHAMMAD ISMAIL  H.MUHAMMAD ISMAIL  D/O H.MUHAMMAD ISMAIL  D/O HAJI MUHAMMAD	10.398	0.004 (Waiver) (Reversal)	14.955 3.171	18.13	
35	LAL HUSSAIN S/O FATEH MUHAMMAD H.NO 63 WARD NO 1 STREET NO1--SYED AMIR SHAH WALI LODHRAN	326-92-088733		0.4	0.127 (Waiver) (Reversal)	0.444 0	0.571	
36	PHALIA SUGAR MILLS LTD HOFFICE 20/E ICC GULBERG-II-LAHORE-II.MILL.TEHSIL PHALIA- DISTT.GUJARAT.	MR.MOONIS ELAHI 35202-2738622-3 CH.MANZOOR ELAHI  CH.SHUJAAT HUSSAIN  MR.GULZAR MUHAMMAD  CH.SHAFAT HUSSAIN  MRS.QAISRA ELLAHI  MRS.KAUSER HUSSAIN  MST.KHALIDA BEGUM	CH.PERVAIZ ELAHI	9.777	0 (Waiver) (Reversal)	6.704 0	6.704	
37	FIRDOUS SPINNING MILLS MIAN AFTAB AHMED,7-WICKETS WAYIII FORD ESSEY-1G-6,3DF,UNITED KINGDOM.	MIAN AFTAB AHMED 554-77-689641 MIAN MUNIR AHMED  MIAN GULZAR AHMED	FAZAL AHMED	6.525	2.463 (Waiver) (Reversal)	8.19 3.076	13.729	
38	TEXTILE CORPORATION OF PAKISTAN LTD MIAN AFTAB AHMED,7,WICKETWAYELFORD ESSEX-1-G-6,3-DF,UNITED KINGDOM.	MIAN AFTAB AHMED 554-77-689641 MIAN GULZAR AHMED  MIAN MUNEEB AHMED	FAZAL AHMED	85.817	33.526 (Waiver) (Reversal)	48.202 38.889	120.696	
39	FAZAL CORPORATION (PVT) LTD 7-WICKETS WAY HAINAULT ESSEX1G-6-3 DF ENGLAND UK.	MIAN AFTAB AHMED 554-77-689641 MIAN GULZAR AHMED  MIAN MUNIR AHMED	FAZAL AHMED	39.451	9.233 (Waiver) (Reversal)	23.843 26.522	59.598	
40	FAZAL GARMENTS 7-WICKETS WAY HAINAULT ESSEX1G-6-3DF ENGLAND UK	MIAN AFTAB AHMED 554-77-689641 MIAN GULZAR AHMED  MIAN MUNIR AHMED	FAZAL AHMED	8.341	2.482 (Waiver) (Reversal)	6.416 4.862	13.76	
41	FIRDOUS SPINNING & WEAVING MILLS LTD 7-WICKETS WAY HAINAULT ESSEX1G-6-3 DF ENGLAND UK	MIAN AFTAB AHMED 554-77-689641 MIAN MUNIR AHMED  MIAN GULZAR AHMED	FAZAL AHMED	460.715	128.046 (Waiver) (Reversal)	370.609 281.484	780.139	

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42	SHAHYAR QIE TEXTILE MILLS LTD 7-WICKETS WAY HAINAULT ESSEX1G-6-3DF ENGLAND UK	MIAN AFTAB AHMED 554-77-689641 MIAN GULZAR AHMED MIAN MUNIR AHMED	FAZAL AHMED	102.115	43.179	(Waiver) (Reversal)	107.642 41.69	192.511
43	SHAHYAR TEXTILE MILLS LTD 7WICKETS WAY HAINAULT ESSEX1G-6-3DF ENGLAND UK	MIAN AFTAB AHMED 554-77-689641 MIAN GULZAR AHMED MIAN MUNIR AHMED	FAZAL AHMED	97.719	0.633	(Waiver) (Reversal)	40.79 96.63	138.253
44	TEXTILE CORPORATION OF PAKISTAN LTD 7-WICKETS WAY HAINAULT ESSEX1G-6-3DF ENGLAND UK	MIAN AFTAB AHMED 554-77-689641 MIAN GULZAR AHMED MIAN MUNIR AHMED MST SOGHRA BEGUM	FAZAL AHMED	1.225	0.806	(Waiver) (Reversal)	2.806 0.095	3.707
45	COTEX MILLS LIMITED NOORIABAD DISTT DADU SINDH	MST SUGHRA BEGUM GULZAR AHMED MIAN AFTAB AHMED 554-77-689641 MUNIR AHMED TANVEER AHMED MRS.ALMAS NASREEN MRS.NILOFAR AFTAB AHMED  MR.TASNEEM AHMED	FAZAL AHMED	0.434	0.311	(Waiver) (Reversal)	0.409 0	0.72
46	AZAD FRIENDS & CO (PVT) LTD. A-58 TEXTILE AVENUE SITEKARACHI.	S.AMJAD HASSAIN 42401-3059899-1 LATIF MUHAMMAD  MUHAMMAD AHMAD 42101-5371915-5 SIRAJUDDIN 42301-8112211-3	SYED HAMID HUSSAIN  MUHAMMAD IDREES MUHAMMAD DIN	1.4	0	(Waiver) (Reversal)	1.176 0	1.176
47	KAY JAY VEGETABLE OIL MILLS LTD MUSA MIANA SHARIFABAD DARGAI,MALAKAND AGENCY (LIQUIDATED)	SARDAR MUHAMMAD ASLAM KHAN COL.(RTD) S.KHALID JAN COL.(RTD) S.SADUL MALLUK NAWABZADA SHERYAR KHAN HOTI SHAHZADA SULTAN-E-ROOM MRS.S.M.ASLAM KHAN NAWABZADA SIR BALAND KHAN HOTI		0.768	0.221	(Waiver) (Reversal)	3.485 0.547	4.253
48	PRINTING CORPORATION OF FRONTIERLTD JAMRUD ROAD PESHAWAR	RIFAT ALI KHAN MUHAMMAD ALI KHAN MRS.ALMAS ALI KHAN MRS.SALMA ALI KHAN MUHAMMAD ASHRAF/WISALM.KHAN ZAFARYAB ALI KHAN		2.036	0.39	(Waiver) (Reversal)	5.856 1.646	7.892
49	KANIZ TRADERS 9-D BLOCK-II NORTH NAZIMABADKARACHI	MST.KANIZ FATIMA	W/O MUNIR AHMED ANSARI	0.433	0.343	(Waiver) (Reversal)	0.641 0.09	1.074
50	APRICOT ADVERTISING (PVT) LTD 4TH FLOOR HONESTY SHOPPINGMALL TARIO ROAD KARACHI	FAHEEM UL HASSAN BURNLEY 514-67-193465 SYED AFZAL ALI 502-66-273780 SYED ALI ZAIGHAM ZAIDI 516-61-295618 WAQAR AHMED RAJPUT  42000-0499097-5 MUHAMMAD AHMED 42101-648048-5 MAQSOOD AHMED RAJPUT 42301-1049462-9	FAYYAZ UL HASSAN BURNLEY SYED EJAZ ALI SYED ALI AZAM ZAIDI GHULAM MUHAMMAD RAJPUT  JAMIL AHMED ANSARI GHULAM MUHAMMAD RAJPUT	10.196	4.932	(Waiver) (Reversal)	12.222 0.164	17.318
51	MUHAMMAD NADEEM B-342 PAPOSH NAGAR NAZIMABAD-NO.5 KARACHI	502-90-478826		0.269	0.166	(Waiver) (Reversal)	0.349 0	0.515
52	ITLA AL-AMIN TOWER,BLOCK-10,GULSHAN-E-IQBAL,KARACHI.	SYED MUHAMMAD AMIN 502-64-533737	SYED AMANAT HUSSAIN	2.64	1.543	(Waiver) (Reversal)	2.912 0.538	4.992
53	MAZHAR HUSSAIN S/O HAJI AHMED DIN HOUSE.NO.41 ONE UNITE COLONYBAHAWALPUR	326-88-006279		0.935	0.538	(Waiver) (Reversal)	0.457 0	0.996
54	M.S.VOHRA & COMPANY 1ST FLOOR ILYAS CHAMBER WEAVERLANE JODIA BAZAR KARACHI	MEHMOOD ALAM	NAEEM AHMED	0.445	0.353	(Waiver) (Reversal)	0.565 0.092	1.011
55	CRESCENT AGENCY BASHIR MANZIL TARONARO LANEMITHADAR KARACHI	SARFARAZ AHMED		0.79	0.637	(Waiver) (Reversal)	1.07 0.153	1.86
56	PERVAIZ IQBAL S/O NAZAR HUSSAIN ATTARI ROAD HAJRA SHAH MAQEEM	336-91-540192		0.256	0.256	(Waiver) (Reversal)	0.344 0	0.601
57	SOHAIL RASHID S/O ABDUL RASHID HOUSE.NO.119 STRRET.NO.2 BASTIREHMAT PURA OKARA	340-87-013777		2.002	2.002	(Waiver) (Reversal)	2.771 0	4.773
58	BASHIR AHMED (DECEASED) PIPLI PAHAR TEH.DEPALPUR.DISTT.OKARA	336-90-592383	MUHAMMAD NAWAZ	0.264	0.201	(Waiver) (Reversal)	0.281 0.063	0.545
59	M.R. ASSOCIATES D-218 SITE KARACHI	MOIZ RAFIQ 42101-1842892-9 MOBIN RAFIQ 42201-6943369-3 MUSZANMIL RAFIQ 42101-1888475-1	RAFIQ AHMED RAFIQ AHMED RAFIQ AHMED	5.448	2.487	(Waiver) (Reversal)	7.33 0.236	10.053
60	TOOLING PRODUCTS D-218 SITE KARACHI	MOIZ RAFIQ 42101-1842892-9 MOBIN RAFIQ 42201-6943369-3 MUSZANMIL RAFIQ 42101-1888475-1	RAFIQ AHMED RAFIQ AHMED RAFIQ AHMED	2.07	1.329	(Waiver) (Reversal)	2.913 0	4.242
61	TOOL & DESIGN (M.R.GROUP) D-218 SITE MANGOPIR ROAD,KARACHI.	MOIZ RAFIQ 42101-1842892-9 MOBIN RAFIQ 42201-6943369-3 MUSZANMIL RAFIQ 42101-1888475-1	RAFIQ AHMED RAFIQ AHMED RAFIQ AHMED	5.113	3.141	(Waiver) (Reversal)	7.015 0.236	10.391
62	AUTOMATIVE PRODUCTION (M.R.GROUP_)	MOIZ RAFIQ	RAFIQ AHMED	1.396	0.898	(Waiver)	2.8	3.698

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	D-218 SITE MANGOPIR ROAD,KARACHI.	42101-1642892-9 MOBIN RAFIQ 42201-6943369-3 MUZAMMIL RAFIQ 42101-1888475-1	RAFIQ AHMED RAFIQ AHMED				0
63	MOSS.GEARS TRANSMISSION (M.R.GROUP) D-218 SITE MANGOPIR ROAD,KARACHI.	MOIZ RAFIQ 42101-1642892-9 MOBIN RAFIQ 42201-6943369-3 MUZAMMIL RAFIQ 42101-1888475-1	RAFIQ AHMED RAFIQ AHMED RAFIQ AHMED	7.691	4.947 (Waiver) (Reversal)	10.797 0	15.745
64	ELECTRIC LAMP MANUFACTURING CO LTD ABDUL HYE CHAMBERS DOCKYARDROAD WEST WHARF KARACHI	K.M.BASHIR/K.M.RAFI K.M.N.FEROZE/K.M.ZAKI K.M.USMAN		19.22	6.686 (Waiver) (Reversal)	14.852 8.584	30.122
65	ADAMJEE GARMENTS (PVT) LTD 9TH FLOOR ADAMJEE HOUSE-I.I.CHUNDRIGAR ROAD KARACHI	AZIZ FAZAL ABDUL GHAFFAR ADAMJEE 516-86-110995 ZAFAR ADAMJEE MRS.SALMA A.G.ADAMJEE	FAZAL ABDULLAH ZAKARIA ADAMJEE ABDUL GHAFFAR ADAMJEE ZAKARIA ADAMJEE	80.834	12.435 (Waiver) (Reversal)	33.852 64.997	111.284
66	AJAX INDUSTRIES (PVT) LTD 9TH FLOOR ADAMJEE HOUSE I.I.CHUNDRIGAR ROAD KARACHI	ABDUL GHAFFAR ADAMJEE 516-86-110995 MRS.AISHA BAI ADAMJEE MRS.SALMA A.G.ADAMJEE AZIZ FAZALMST.MOMIN ADAMJEE FAZAL ABDULLAH ADAMJEE MST.ZAITOON ADAMJEE	ZAKARIA ADAMJEE	226.281	75.893 (Waiver) (Reversal)	149.772 141.976	367.542
67	ENESEL INDUSTRIES (PVT) LTD 9TH FLOOR ADAMJEE HOUSE I.I.CHUNDRIGAR ROAD KARACHI	ABDUL GHAFFAR ADAMJEE 516-86-110995 SALMA A.G.ADAMJEE ZAFAR ADAMJEE/AZIZ FAZAL	ZAKARIA ADAMJEE	9.833	3.105 (Waiver) (Reversal)	7.891 4.913	15.909
68	GOLDEN VALLEY TRADING CO 9TH FLOOR ADAMJEE HOUSE I.I.CHUNDRIGAR ROAD KARACHI	ABDUL GHAFFAR ADAMJEE 516-86-110995 MRS.AISHA BAI ADAMJEE MRS.SALMA ADAMJEE	ZAKARIA ADAMJEE	18.672	66.649 (Waiver) (Reversal)	117.105 113.223	296.976
69	HAMAZIZ INDUSTRIES (PVT) LTD 101-MIRAN KHAN RD LAHORE CANTT	KHALID AZIZ KHAN 35201-3410944-7 ABID AZIZ KHAN 277-39-031078 IMRAN AZIZ ABDUL HAMID KHAN 35201-3693290-3 MRS.GUL-E-RANA 277-88-313364 MRS.RUKHSANA HAMID 274-85-322645	ABDUL AZIZ KHAN ABDUL AZIZ KHAN HAJI MUHAMMAD KHAN W/O.SHAMSUL ISLAM KHAN D/O ABDUL HAMEED KHAN	61.205	0 (Waiver) (Reversal)	27.918 25.605	53.523
70	RESHAM TEXTILE INDUSTRIES LIMITED 314 UPPER MALL LAHORE.	CH.MUHAMMAD KHURSHID 274-91-399002 CH.FAHMAN BAKHSH 273-85-124788 DR.ABDUL AZIZ 274-92-411774 AZHAR KHURSHID CH. 274-91-399005 MRS.KALSOOM KAUSAR 273-85-124791 MRS.SALMA AZIZ 274-92-411775 KAJIRAN ILYAS 325-77-341957	CH.MUHAMMAD SIDDIQUE CH.MOULA BAKHSH HAJI ABDUL REHMAN CH.MUHAMMAD KHURSHID W/O.CH.REHMAN BAKHSH W/O ABDUL AZIZ MUHAMMAD ILYAS	387.093	162.093 (Waiver) (Reversal)	0.45 0	162.543
71	KAMAL APPARELS S-77-R/112-C,WARD#16 JAIL ROAD(GULBERG ROAD) LAHORE.	MUHAMMAD ATER KAMAL 35202-9344495-7	MALIK AHMED DIN	13.973	0 (Waiver) (Reversal)	9.137 0	9.137
72	HASSAN COTTON INDUSTRIES (PVT) LTD BAHAWAL PUR ROAD MULTAN.	MALIK ABU UL HASSAN BHUTTA 36302-3232452-1		9.56	0 (Waiver) (Reversal)	3.74 0	3.74
73	MALIK INAYATULLAH & SONS 12/20 QASRE-E-ASHRAF,G.S.SIDDIQUI ROAD MODEL COLONY.	ABDUL GHAFOOR	FATEH MUHAMMAD	0.442	0.442 (Waiver) (Reversal)	1.668 0	2.11
74	AMCO INVESTMENT(FORMER STANDARD BANK ACCOUNT) 801-MUHAMMADI HOUSE.I.I.CHUNDRIGAR ROAD,KARACHI.	HUSSAIN BAHI R.GOLAWALA.		1.3	1.3 (Waiver) (Reversal)	5.477 0	6.777
75	BADRUDDIN.H.MAVANI 10TH SOUTH STREET CIRCULARAVENUE DEFENCE HOUSING SOCIETY			0.776	0 (Waiver) (Reversal)	0.523 0.089	0.612
76	ILLAHI BUX S/O KHUSH MUHAMMAD HOUSE# 708/FC FAQEER COLONYORANGI TOWN,KARACHI.	51101-8055098-9					
77	RAJA MUHAMMAD AFSAR S/O RAJA AZHAR MUHAMMAD H.NO.D-115.SHOP.NO.2776,PIRABAD COLONY,KARACHI.	231-20-074037		0	0 (Waiver) (Reversal)	0.813 0	0.813
78	SASIO PACKAGES 4-C,3/1 COMM AREA NAZIMABAD-4,NEAR JAMIA MASJID,HADI MARKET.	SYED SHUJAUDDIN AHMED 516-35-078973	SYED JAMIL AHMED	10.855	0 (Waiver) (Reversal)	0.615 0.026	0.641
79	YAWAR HUSSAIN & BROTHERS MARIUM MANZIL NORTH NAPIERROAD,KARACHI.	MRS.NASREEN SARWAR 516-44-129831 YAWAR HUSSAIN 516-63-129832 ATHAR HUSSAIN 516-88-129834	W/O GHULAM SARWAR GHULAM SARWAR HAJI GHULAM SARWAR	6.039	0 (Waiver) (Reversal)	5.991 0.539	6.53
80	AGRICULTURE MANAGEMENT & EQUIPMENT CO LTD AL-MANZOOR BUILDING 5TH FLOOR.I.I.CHUNDRIGAR ROAD,KARACHI.	RAFIQ HABIB KERSI D.KAPADIA 512-32-134410 IQBAL.A.REHMAN RAJAB ALI ROJANI	MUHAMMAD ALI HABIB DINOYA KAPADIA HASSAN ALI ROJANI	28.348	2.652 (Waiver) (Reversal)	0 0	2.652
81	AIRMATE COMPANY LIMITED 804-C,CENTRAL COMMERCIAL AREA,PECHS,KARACHI.	JAVED ANWAR / MRS.SHAMSA JAVED ANSAR AHMED KHAN / MIRZA TAHIR BAIG		0.527	0.475 (Waiver) (Reversal)	1.387 0.051	1.913
82	LONG WHARF SEA FOODS (PVT) LTD B-3 FISH HARBOUR WEST-WHARF,KARACHI-74000.	MUHAMMAD HANIF KHAN 42201-5630422-1 MRS.NAZIRA HANIF	MUHAMMAD AKBAR KHAN	8.767	1.617 (Waiver) (Reversal)	2.033 0	3.65
83	TAHA SPINING MILLS LTD 406 COMMERCE CENTRE HASRATMOHANI ROAD,KARACHI.	ASHFAQ AHMED SAQIB ASHFAQ 517-89-263161 AMIR ASHFAQ 517-91-263162 MAHMOOD AHMED KHAN	ASHFAQ AHMED ASHFAQ AHMED WAHEED-UZ-ZAMAN KHAN	73.356	60.644 (Waiver) (Reversal)	90.195 0	150.839

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		502-55-045169 SYED ZAHKOR UL HASSAN 519-63-056639 NIAZ MUHAMMAD 506-62-322369 DAD KHAN 520-61-324900 ZEENAT KHAN 123-65-277924	SYED QAMAR UL HASSAN SHER KHAN KHUSHAL KHAN JEHANGIR KHAN					
84	KAISER ARTS & KRAFTS LTD 26-E,BLOCK-6 PECHS,KARACHI.	RASHID ANWAR JAHANGIR ANWAR 42301-6980873-7 MRS.RUBINA JE HANGIR 42301-4786055-6 JAVED AHMED MRS.TALAT RASHID	S.M.ANWAR S.M.ANWAR W/O JE HANGIR ANWAR JAMIL AHMED W/O RASHID ANWAR		122.613	86.094 (Waiver) (Reversal)	153.755 8.372	248.221
85	MUHAMMAD FARID R-522,SECTOR-15-A-S BUFFER-ZONE,KARACHI.	502-92-425737		0.28	0.164 (Waiver) (Reversal)	0.301 0.055	0.52	
86	RAJA SAHIB ELECTRONICS H-BLOCK,RASOOL PARK MULTANROAD,LAHORE.	RIAZ AHMED 278-89-448620	MUHAMMAD DIN	2.378	0 (Waiver) (Reversal)	0.501 0	0.501	
87	AMJAD AHMED KHAN S/O KHURSHED AHMED KHAN H.NO.15/3,112-A,JAIL ROADHIRABAD,HYDERABAD.	451-89-193196		0.328	0.163 (Waiver) (Reversal)	0.35 0.086	0.598	
88	ANWAR ALI S/O ALI BUX H.NO.B-68,NASEEM NAGAR,QASIM-ABAD,HYDERABAD.			0.251	0.211 (Waiver) (Reversal)	0.377 0.018	0.606	
89	SYED IJAZ HUSSAIN BUKHARI VILL & P.O.BADSHAPUR,TEH.PHALIA,DISTT.GUJRAT.	227-86-107189	SYED MEHR ALI SHAH	0.872	0.79 (Waiver) (Reversal)	0.575 0.082	1.448	
90	WASEEM ABBAS S/O MUHAMMAD SHAFI P-425 RACE COURSE ISLAM NAGAR,FAISALABAD.	246-92-439931		0.256	0.193 (Waiver) (Reversal)	0.299 0.053	0.555	
91	MUHAMMAD USMAN S/O SHEIKH TASSADAQ HUSSAIN H.NO.1448/1 B-III MOHALLAH-MUBARAK PURA,BAHAWALPUR.	344-89-031269		0.632	0.512 (Waiver) (Reversal)	0.802 0	1.314	
92	DAD MUHAMMAD S/O AHMED 276/H CITIZEN COLONY, HYDERABAD	435-64-052035		0.28	0.155 (Waiver) (Reversal)	0.374 0.035	0.564	
93	MAZHAR SHAH S/O HUSSAIN SHAH KHAWAJA MOHALLAH TANDO-MUHAMMAD KHAN.	456-89-049276		0.244	0.148 (Waiver) (Reversal)	0.357 0.012	0.517	
94	RASHID JAVED S/O HAJI MUHAMMAD YOUSAF MOHALLAH NIZAMABAD CITYRAILWAY ROAD PESHAWAR CITY.	135-88-131693		0.302	0 (Waiver) (Reversal)	0.483 0.078	0.561	
95	K.A.INDUSTRIES C-80/6 FEDERAL B.AREA,KARACHI.	ABDUL HAMEED / MUHAMMAD BAHI		0.544	0.544 (Waiver) (Reversal)	1.844 0	2.388	
96	MUHAMMAD ASLAM S/O MUHAMMAD ISHAQUE RATON SHOP,NO.407,JEHANGIRROAD,NO.1,KARACHI.	516-87-005154		0.247	0.177 (Waiver) (Reversal)	0.373 0.024	0.575	
97	PARACHINAR TIMBER TRADING COMPANY 156/2-A AGRA TAJ COLONY,KARACHI.	SAFAR ALI	HAJI.M.HUSSAIN	0.434	0.434 (Waiver) (Reversal)	1.915 0	2.349	
98	ECHO TRADING & MFG CO OFF-I-J,36/2 NAZIMABAD,KARACHI	S.MOIN.H.FARUKI 42101-3508830-5	S.MAZHAR UL HAQ FAROOQUI	6.621	1.321 (Waiver) (Reversal)	7.268 0	8.589	
99	HAJI AYOOB & CO 45/46 GHORDHANDAS MARKET,LUXMIDAS STREET,KARACHI.	HAJI AYUB 516-22-015857 HAJI GHAFFAR 42201-2824500-1 HAJI IBRAHIM AHMED 517-88-042537 MUHAMMAD YAHYA AHMIDANI/MEHMOOD 42201-9113234-1 ABDUL JASSAR AHMIDANI 42201-5121468-1	HAJI SHAKOOR HAJI SHAKOOR AHMED AHMDANI HAJI.M.AYUB/HAJULA.GHAFFAR HAJI IBRAHIM	27.108	16.753 (Waiver) (Reversal)	36.857 7.854	61.465	
100	M.NAWAZ KHAN S/O ABDUL REHMAN C-5 ASIM APPT 3RD FLOOR,SEET.17,NORTH KARACHI.	502-88-385445		0.274	0.191 (Waiver) (Reversal)	0.395 0.023	0.609	
101	ABBAS STEEL INDS (PVT) LTD. 123 OLD CLIFTON,KARACHI.	MRS.NAZNEEN LALJEE / 518-87-24579 MR.AMIN LALJEE 506-90-293802 MR.RIAZ LALJEE 514-51-070817	W/O.RIAZ LALJEE ABDUL LATIF LALJEE ABDUL LATIF LALJEE	152.85	119.908 (Waiver) (Reversal)	104.279 0	224.187	
102	ABBAS ENGG INDS LTD. 123 OLD CLIFTON,KARACHI.	RIAZ LALJEE 514-51-070817 MRS.NAZNEEN LALJEE 518-87-24579 M.SULEMAN LAKHANI 42301-1013492-5 ANJUM NASEEM 42000-0391179-7 SYED IRFAN AHMED MEER 42301-1669516-1 S.U.BAIG / IMRAN AZIM	ABDUL LATIF LALJEE W/O.RIAZ LALJEE MUHAMMAD NASIM ASHRAFI SYED MUMTAZ AHMED	241.742	163.542 (Waiver) (Reversal)	161.287 0	324.829	
103	PETRO COMMODITIES LTD. 123 OLD CLIFTON,KARACHI.	RIAZ LALJEE 514-51-070817 MRS.NAZNEEN LALJEE 518-87-24579 M.SULEMAN LAKHANI 42301-1013492-5 NAZIR AHMED 42301-3843530-1 ANJUM NASEEM 42000-0391179-7 AMIN LALJEE 506-90-293802 M.KHALID KHAN 514-85-129395	ABDUL LATIF LALJEE W/O RIAZ HUSSAIN NAZEER HUSSAIN MUHAMMAD NASEEM ASHRAFI ABDUL LATIF LALJEE GHAZI KHAN	186.223	76.276 (Waiver) (Reversal)	103.025 38.662	217.963	
104	RAZIK ENGG INDS 123 OLD CLIFTON,KARACHI.	MRS.NAZNEEN LALJEE 518-87-24579 AMIN LALJEE 506-90-393802 RIAZ LALJEE 514-51-070817	W/O.RIAZ LALJEE ABDUL LATIF LALJEE ABDUL LATIF LALJEE	85.695	53.299 (Waiver) (Reversal)	56.85 0	110.15	
105	JUGNOO COTTON GINNERS AHMED PUR LAMMA TEH.SADIQABAD.	SHEIKH SHAHABUDDIN 360-86-015699	SH.NIZAM UDDIN	3.89	0 (Waiver) (Reversal)	0.568 0	0.568	
106	ORIENT RICE MILLS LTD F-16.AL HAFIZ CENTRE GULBERG-III,LAHORE.	RIAZ LALJEE 514-51-070817 MRS.NAZNEEN LALJEE 518-87-24579 AMIN LALJEE 506-90-293802 M.KHALID KHAN 514-85-129395 NAZIR AHMED 42301-1013492-5 SULEMAN LAKHANY 42301-1013492-5 M.ANJUM NASEEM 42000-0391179-7	ABDUL LATEEF LALJEE W/O.RIAZ HUSSAIN ABDUL LATIF LALJEE GHAZI KHAN NAZEER HUSSAIN MUHAMMAD MUHAMMAD ANJUM NASEEM	206.856	98.833 (Waiver) (Reversal)	119.753 43.23	261.816	
107	MONGOL TEXTILES (PVT) LTD. PLOT,NO.13,PHASE-I,HATTARINDUSTRIAL ESTATE HATTAR, DISTRICT.HARIPUR.	MANZOOR AHMED CHUGHTAI 710-51-003236 MRS.SHAHJEHAN SAIMA 710-51-003236 RAFAH KHAN 520-88-463228	AL-HAJJ GHULAM HUSSAIN W/O.MANZOOR AHMED CHUGHTAI HAKIM KHAN	11.209	3.629 (Waiver) (Reversal)	10.289 3.509	17.428	



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		ASLAM PERVAIZ 515-50-080442	FAZALUL REHMAN					
108	INDUS COTTON INDUSTRIES JAMPUR, DISTT. RAJANPUR.	SHEIKH SHAHAB UDDIN 360-86-015699	SHEIKH NIZAM UDDIN	5.813	0	(Waiver) (Reversal)	1.028 0	1.028
109	HAQ & SONS MUHAMMADI COTTON FACTORY, SHAHRAH-E-RASHID, MULTAN.	SHAH SHAHID FARID 42201-1475856-9 SHAH FARID UL HAQ  SHAH ZIAUL MUSTAFA / KHALILUR REHMAN	SHAH FARID UL HAQ	1.477	0	(Waiver) (Reversal)	2.482 0.406	2.888
110	SHOUKAT-UN-NISA 191-J-2, PECHS, KARACHI.	519-34-158052		0.248	0.11	(Waiver) (Reversal)	0.407 0.012	0.53
111	KHALID RIAZ A-357 BLOCK, NO.1, GULSHAN-E-IOBAL, KARACHI.	520-60-145360		0.299	0.097	(Waiver) (Reversal)	0.347 0.058	0.502
112	SUNDUS DYEING INDUSTRIES (PVT) LTD F-606/A-SITE KARACHI.	ASAD MEHMOOD 510-59-070570	KHALIFA SALAHUDDIN	21.463	0	(Waiver) (Reversal)	3.493 2.001	5.495
		TAHIR MASOOD 510-56-113034 ASIFUL HAQUE	KHALIFA SALAHUDDIN					
113	S. BILAWAL TEXTILE MILLS LTD PLOT, NO.319-326 SECTION-C, HITE LASBELA, BALOCHISTAN.	SALEEM DEEDAG 633-62-075047 LATIF DEEDAG 633-64-075095 ZULFIQAR ALI BHUTANI 641-92-170997 SHAMIM ARA BHUTANI 641-57-075763	DEEDAG  DEEDAG  UMEED ALI BHUTANI W/O MUHAMMAD SWALEH BHUTANI	10.775	1.003	(Waiver) (Reversal)	5.347 3.745	10.095
114	HAJI KORA KHAN & CO QUETTA ROAD MASTUNG	MUHAMMAD AMIN KHAN 626-63-002105 ABDUL KARIM 626-88-075864 MUHAMMAD AYUB 626-88-002106 SHAKAR BIBI 626-85-002103 ZAR BAKHAT 626-85-002102	HAJI KORA KHAN (LATE) HAJI KORA KHAN HAJI KORA KHAN W/O HAJI KORA KHAN (LATE) W/O HAJI KORA KHAN (LATE)	15.504	7.908	(Waiver) (Reversal)	0 4.877	12.784
115	AMIR AZIZ ENTERPRISES GILL ROAD GALI DEPUWALIGURANWALA.	AMIR SAEED 285-93-668431	MALIK MUHAMMAD SAEED	5.583	0	(Waiver) (Reversal)	1.928 0	1.928
116	AHMED FARID S/O ABDUR RASHEED KHAN 71-S GULSHAN-E-IOBAL, KARACHI.	277-64-012248		0.371	0.125	(Waiver) (Reversal)	0.298 0.099	0.523
117	ZARJABEEN TEXTILE MILLS (PVT) LTD SAADAT HOUSE CANAL BERG, 13-KM, MULTAN ROAD LAHORE.	MUSHAHID HUSSAIN 35202-9321378-9 SYED MEERAN SHAH 35202-9966356-7	SYED MUJAHID SHAH SYED MUJAHID SHAH	53.409	24.717	(Waiver) (Reversal)	50.687 15.125	90.529
118	INDUSTRIAL SACKS (PVT) LIMITED 2-PUNJMAHAL ROAD OFF MOZANGROAD, LAHORE.	IFTIKHAR HASSAN 273-46-062317 USMAN HASSAN 273-92-062320	IZHAR UL HASSAN IFTIKHAR HUSSAIN	44.502	27.507	(Waiver) (Reversal)	42.526 0	70.033
119	REX BARREN BATTERIES LTD 87-A/1 BIRIDGE COLONY LAHORECANTT.	L.T. GEN (R) K.M.AZHAR 35201-9215197-1 MRS. MRS. KHANAM AZHAR 35201-5488878-6 SARWAR MEHMOOD AZHAR 35201-1529242-1 AHMED JAMEEL SIDDIQUI 515-59-121525	KHAWAJA MUHAMMAD AKRAM KHAN KHAWAJA MUHAMMAD AZHAR KHAN K.M.AZHAR KHAN MUHAMMAD ABDUL JAMEEL SIDDIQUI	17.545	0	(Waiver) (Reversal)	17.547 1.545	19.092
		FARRUKH MEHMOOD AZHAR 35201-9343886-1 WALEED BIN AZHAR	KHAWAJA MUHAMMAD AZHAR KHAN K.M.AZHAR					
120	CHEEMA COTTON CORPORATION (PVT) LTD NOOR PUR HEAD RAJKAN ROAD TEHSIL & DISTT. BAHAWALPUR.	CH. MUHAMMAD IOBAL GURAYIA 345-93-079953 CH. ARSHAD ALI FAYYAZ 345-90-450909 CH. GHULAM HAIDER 345-90-141789	CH. BASHIR AHMED CH. AKBAR ALI PEER MUHAMMAD	12.053	7.529	(Waiver) (Reversal)	8.618 0.799	16.946
121	KAKASIAN FEEDS (PVT) LTD 55 SHADMAN-LAHORE.	MUHAMMAD ARSHAD MALIK 274-90-311959 MRS. KAJKAB SALEEM 35202-3784039-4	MUHAMMAD ASHRAF MALIK W/O MUHAMMAD SALEEM MALIK	43.961	11.165	(Waiver) (Reversal)	27.457 0	38.622
122	NATIONAL AUTO BULBS (PVT) LTD 9TH K.M. SHEIKHUPURA ROAD POST-OFFICE KOT ABDUL MALIK LAHORE.	KH.M. YAQOOB 212-29-049580 PERVEZ SALEH 270-51-349598 MEHBOOB SHAFI 276-49-001479 SAADAT ALI 272-39-378138	KH. MUHAMMAD AMIN SALEH MUHAMMAD HAJI MUHAMMAD SHAFI CH. FATEH MUHAMMAD	26.499	15.77	(Waiver) (Reversal)	24.001 3.452	43.223
123	GULF CONSOLIDATED (PVT) LTD 19-S.M.C.H.S. OFF SHARAH-E-FAISAL, KARACHI.	NASEEM HUSSAIN GHOURI 502-93-442134	KHAWAJA ALTAF HUSSAIN	63.045	0	(Waiver) (Reversal)	24.76 19.48	44.24
124	GULF CONSOLIDATED (PVT) LTD 19-B.S.M.C.H.S. KARACHI.	NASEEM HUSSAIN / FARID KHAN 502-93-442134.		24.435	0	(Waiver) (Reversal)	37.783 0	37.783
125	RABKA POULTRY FARMS R-32/11.11TH EAST STREET, DEFENCE HOUSING SOCIETY, PH-I KARACHI.	LIAQUAT ALI KHAN 42301-5160302-3 MUHAMMAD ALI KHAN 512-86-105009 RABIA BANO 42301-0799183-0 RUQIA BAI / JABBAR KHAN (LATE)		1.543	0	(Waiver) (Reversal)	1.354 1.543	2.897
126	RABKA BREEDING FARM & HATCHERY 112-DEHMAIL BUILDING NEAR URDUBAZAR, M.A. JINNAH ROAD, KARACHI.	MUHAMMAD ALI KHAN 512-86-105009 JABBAR KHAN (LATE)  RABIA BANO 42301-0799183-0 MUHAMMAD NASIR KHAN 512-62-105014 ABDUL RAUF KHAN 513-58-083672		29.871	10.412	(Waiver) (Reversal)	24.249 18.653	53.314
127	S. IJAZ HUSSAIN BUKHARI S/O S. MEHR ALI SHAH V & P.O. BADSHAH PUR, TEH. MALAK-WAL, (M.B. DIN).	227-86-107189		1.025	0.606	(Waiver) (Reversal)	0.732 0.418	1.757
128	GALAXY TEXTILE MILLS LTD 3.KM MUDDOKI ROAD, JHANG.	MRS. SAEEDA BEGUM 35201-0885725-6 ARIF GULZAR 35201-4424476-7 SHAHID GULZAR 451-92-094943 HAMID GULZAR 35201-1649791-1 SH. GULZAR MUHAMMAD	W/O. GULZAR MUHAMMAD GULZAR MUHAMMAD GULZAR MUHAMMAD GULZAR MUHAMMAD	81.579	0	(Waiver) (Reversal)	49.972 20.567	70.539

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129	GALAXY TEXTILE MILLS LTD 3.KM MUDDOKI ROAD JHANG.	MRS.SAEEDA BEGUM 35201-0585725-6 ARIF GULZAR 35201-442476-7 SHAHID GULZAR 451-92-094943 HAMID GULZAR 35201-1649791-1	W/O.GULZAR MUHAMMAD GULZAR MUHAMMAD GULZAR MUHAMMAD GULZAR MUHAMMAD	25.94	0	(Waiver) (Reversal)	13.917 0 13.917
130	TANVEER ENTERPRISES SALANI CHAMBERS,MUHAMMAD FEROSTREET,JODIA BAZAR,KARACHI.	TANVEER AHMED KHAN 510-58-213015	MUHAMMAD BASHIR UDDIN KHAN	1.996	0	(Waiver) (Reversal)	3.033 0 3.033
131	PAKISTAN PVC LTD 43/2-K,BLOCK-D,PECHS,KARACHI.	RIAZ SHAFI ASIF SHAFI 42000-0439074-3	RIAZ SHAFI	0.7	0	(Waiver) (Reversal)	5.85 0.05 5.9
132	SIDDIQUE ANWAR L-2495,BLOCK-2,SECTOR-14-A,METROVILL-III,KARACHI.	42501-1417969-7	SHABBIR AHMED ANSARI	1.046	0	(Waiver) (Reversal)	0.582 0 0.582
133	AFAQ LEATHER INDUSTRIES (PVT) LTD D-115,KDA SCHEME-1,KARACHI.	MRS.SHAMIM SARFARAZ 517-44-084959 MUHAMMAD SHAHZAD 517-66-084960 MISS.LUZMA SARFARAZ 517-99-094961 MUHAMMAD AFAQ 517-91-084962 AHSAN ELLAHI MALIK 502-40-017028	W/O.SARFARAZ AHMED KHAN SARFARAZ AHMED KHAN D/O.SARFARAZ AHMED KHAN SARFARAZ AHMED KHAN HAJI FAZAL KARIM	20.884	0	(Waiver) (Reversal)	11.775 4.955 16.73
134	CRESCENT JUTE PRODUCTS LTD 8TH FLOOR HABIB BANK BUILDINGCIRCULAR ROAD,FAISALABAD.	MIAN MAZHAR KARIM 33100-1443925-5 MIAN KHURRAM MAZHAR 35201-1471781-3 MIAN HUMAYUN MAZHAR 35201-2124933-9 MIAN RIAZ MASOOD 33100-0719592-7 MIAN KHALID BASHIR 35202-2631654-5 AMIR HUSNAIN ZAIDI 33100-3953467-1	MIAN MAZHAR KARIM MAZHAR KARIM MIAN MAZHAR KARIM MIAN BUKHSH ELLAHI MIAN MUHAMMAD BASHIR MURAD HUSSAIN ZAIDI	18.567	5.57	(Waiver) (Reversal)	21.023 0 26.593
135	ADAM FABRICS (PVT) LTD SARGODHA ROAD FAISALABAD.	MIAN SHAUKAT ALI 246-89-091253 MIAN LIAQAT ALI 245-89-119910 MIAN RAFIQAT ALI 246-89-091255		74.729	16.962	(Waiver) (Reversal)	19.247 22.472 58.681
136	PAK TRADERS 10-MCLEOD ROAD LAHORE.	ANEES AHMED SIDDIQUI 35202-4519234-9		0.926	0	(Waiver) (Reversal)	2.172 0 2.172
137	EMEN POULTRIES 201-QUALITY HEIGHTS BLOCK-18CLIFTON,KARACHI.	ADIL MEHMOOD MRS.NARGIS MEHMOOD	M.RAHMAN W/O.M.A.MEHMOOD	0.375	0.333	(Waiver) (Reversal)	1.879 0.042 2.254
138	KASSAM SULEMAN & CO MUHAMMAD FEROSTREET,JODIABAZAR KARACHI.	M.YAHYA 42000-0516547-3 IQBAL AHMED 42000-0516534-1	MUHAMMAD HASHIM ABDUL MAJID	7.8	2.129	(Waiver) (Reversal)	14.058 2.342 18.529
139	ASIF TRADING CORPORATION ROOM.NO.105 AL-FARID CENTRE,1ST FLOOR,M.T.KHAN ROAD, KARACHI.	SHAHID PERVEZ / SHABBIR AHMED MRS.DURRE SHAHWAR		0.427	0.2	(Waiver) (Reversal)	2.421 0.227 2.848
140	IRFAN INDUSTRIES (PVT) LTD 15-KM SHEKHUPURA LAHORE.	MALIK ZAHID SIDDIQUE 273-69-072434 MALIK IRFAN SIDDIQUE 273-71-072439 MALIK NADEEM SIDDIQUE 278-88-072437 MALIK ABID SIDDIQUE 273-86-072436 MST.ASCHARI KHANUM 273-47-072441	MALIK MUHAMMAD SIDDIQUE MALIK MUHAMMAD SIDDIQUE MALIK MUHAMMAD SIDDIQUE MALIK MUHAMMAD SIDDIQUE W/O.MALIK MUHAMMAD SIDDIQUE	35.432	0	(Waiver) (Reversal)	8.903 0 8.903
141	ALAM SHUTTLE INDS LTD G.T.ROAD GUJRANWALA.	MIAN MAQSOOD ALAM 34101-2645568-9 MIAN MAQSOOD ALAM 285-55-024549 MST.ISMAT PARVEEN	MIAN MUHAMMAD ALAM MIAN MUHAMMAD ALAM D/O.MIAN MUHAMMAD ALAM	2.053	0	(Waiver) (Reversal)	2.206 0.853 3.139
142	LAND MARK SPINNING INDS LTD 1ST FLOOR COTTON EXCHANGE,BLDG.II.CHUNDRIGAR ROAD,KARACHI.	AKBAR ALI HASWANI 42301-0911553-5 AMIN A.HASWANI 42301-0893785-7 MRS.SULTANA A.HASWANI 42301-3197636-2 MRS.FARIEHA A.HASWANI 42301-0815932-1	HUSSAIN ALI HASWANI AKBER ALI HASWANI W/O.AKBER ALI HASWANI W/O.AMIN HASWANI	103.274	0	(Waiver) (Reversal)	0 56.098 56.098
143	INDUS ELECTRIC TRADING COMPANY STATION ROAD,SUKKUR.	LUTFULULLAH SIDDIQUI 409-36-031087 FAZALLULLAH SIDDIQUI 42301-0844430-9 NASRULLAH SIDDIQUI 45504-1151443-1 GHULAM SARWAR SIDDIQUI 45504-1023542-9 KHALIL AHMED SIDDIQUI 42301-3625054-1 MST.FAZLUN-NISA 42301-0832975-4 MST.SHARFUN NISA 409-39-041163 TUFAIL AHMED 42301-3625054-1		2.127	0.887	(Waiver) (Reversal)	3.232 0.427 4.547
144	JEHANGIR OIL MILLS STATION ROAD,SUKKUR.	FAZALLULLAH SIDDIQUI 42301-0844430-9 NASRULLAH SIDDIQUI 45504-1151443-1 LUTFULULLAH SIDDIQUI 409-36-031087 GHULAM SARWAR SIDDIQUI 45504-1023542-9 KHALIL AHMED SIDDIQUI 42301-3625054-1 MRS.FAZLUN NISA 42301-0832975-4		8.46	0	(Waiver) (Reversal)	11.234 6.608 17.842
145	ARIF COTTON GINNERS STATION ROAD,SUKKUR.	FAZALLULLAH SIDDIQUI 42301-0844430-9 NASRULLAH SIDDIQUI 45504-1151443-1 LUTFULULLAH SIDDIQUI 409-36-031087 GHULAM SARWAR SIDDIQUI 45504-1023542-9 KHALIL AHMED SIDDIQUI 42301-3625054-1 MST.FAZLUN-NISA 42301-0832975-4		4.137	0	(Waiver) (Reversal)	6.999 4.064 11.062

S. No.	Name and Address of the Borrower	Name of Individuals / Partners / Directors (with NIC Number)	Father's Name	Outstanding Liabilities on the opening day of the year As on 01/01/2005	Amount Written off	Interest/Mark-up waived and other Financial Relief Provided	T O T A L (6 + 7)
146	ARIF COTTON GINNERS STATION ROAD,SUKKUR.	MST.SHARIFUN-NISA 409-39-041163 FAZALLULLAH SIDDIQUI 42301-0844309-9 NASRULLAH SIDDIQUI 45504-1151443-1 LUTUFULLAH SIDDIQUI 40-36-031087 GHULAM SARWAR SIDDIQUI 45504-1023542-9 KHALIL AHMED SIDDIQUI 42301-3625054-1 MST.FAZLUN-NISA 42301-0832975-4 MST.SHARIFUN-NISA 409-39-041163		5.485	0 (Waiver) (Reversal)	14.312 3.189	17.501
147	ITTEFAQUE MACHINARY STORE STATION ROAD,SUKKUR.	FAZALLULLAH SIDDIQUI 42301-0844309-9 NASRULLAH SIDDIQUI 45504-1151443-1 LUTUFULLAH SIDDIQUI 409-36-031087 GHULAM SARWAR SIDDIQUI 45504-1023542-9 KHALIL AHMED SIDDIQUI 42301-3625054-1		1.839	0 (Waiver) (Reversal)	3.074 0.339	3.413
148	JEHANGIR OIL MILLS STATION ROAD,SUKKUR.	FAZALLULLAH SIDDIQUI 42301-0844309-9 NASRULLAH SIDDIQUI 45504-1151443-1 LUTUFULLAH SIDDIQUI 409-36-031087 GHULAM SARWAR SIDDIQUI 45504-1023542-9 KHALIL AHMED SIDDIQUI 42301-3625054-1		0.728	0 (Waiver) (Reversal)	1.086 0.728	1.814
149	HALA COTTON GINNING &PRESSING FACTORY&OILMILL HALA COTTON FACTORY SADHANROAD HALA.	ABDUL RAZZAQUE 453-41-245344 HAJI ABDUL ALEEM / MUHAMMAD KHAN		10.266	0 (Waiver) (Reversal)	12.494 5.363	17.857
150	HALA OIL MILLS HALA HALA SHAN FACTORY SADHAN ROADHALA.	ABDUL RAZZAQUE 453-41-245344 HAJI ABDUL ALEEM / MUHAMMAD KHAN		6.141	0 (Waiver) (Reversal)	14.34 0.466	14.807
151	SARWAR INDUSTRIES (PVT) LTD  NEAR KAHNA KACHA,RAILWAYSTATION,LAHORE.	SYED IFTIKHAR HUSSAIN NAQVI  277-39-303847 SYED MADEEM EJAZ NAQVI 277-61-148581 SYED BASIT ABBAS 270-53-025728 SYED MUHAMMAD AHRAN NAQVI 101-86-140988 MS.SHAHZADI GUL-E-SAMAN	S.GHULAM SARWAR NAQVI  S.EJAZ HUSSAIN NAQVI S.IRSHAD HUSSAIN NAQVI S.ABRAR HUSSAIN NAQVI W/O.S.AFZAL AMIR SHAH	18.706	1.868 (Waiver)          (Reversal)	12.753          8.958	23.579
152	CIBA TRADE B4/B-28 MEMON COMPLEX BLOCK-MNORTH NAZIMABAD,KARACHI.	MUHAMMAD FAROOQ (MOTAN) 42301-3567141-3		0.253	0.069 (Waiver) (Reversal)	0.59 0.13	0.789
153	AL FAJAR PHARMATEX LTD S.I.E.SIALKOT.	HAJI MUHAMMAD SHARIF 300-20-032534 SETH MUHAMMAD IQBAL 300-37-005310 HAJI MUHAMMAD LATIF 300-25-102652 HAJI MUHAMMAD NAZIR 300-29-267861 MUHAMMAD SHAFIQUE  HAJI MUHAMMAD HANIF 300-23-036695	CH.QAIM DIN CH.QAIM DIN CH.QAIM DIN CH.QAIM DIN CH.QAIM DIN	21.926	8.387 (Waiver) (Reversal)	44.425 4.012	56.824
154	MADINA PAPER & BOARD INDUSTRIES (PVT) LTD MIRPUR BURIRO TALUKA THULDISTT JACOBABAD.	UDHAW KUMAR 42000-218189-9 MEMBOOB ALI 43105-7499111-3 MUHAMMAD ASLAM 43105-2738316-1 SUHNO KHAN 43105-4394691-1	BHAWAN DASS  HAJI ABDUL REHMAN MUHAMMAD SULEMAN KHAMISO KHAN	22.183	9.242 (Waiver) (Reversal)	13.409 10.891	33.542
155	CHATHA & SONS (PVT) LIMITED PLOT.NO.171 INDUSTRIAL TRINGLEKAHUTTA ROAD,ISLAMABAD.	CHODHRY HAMID ALI CHATHA 212-54-123660 CHAUDHRY JAVAID ALI CHATHA 212-52-123659 MUHAMMAD AFZAL MUGHAL 210-45-515844	CH.MUHAMMAD ALI CHATTHA CH.MUHAMMAD ALI CHATHA MUHAMMAD ISHAQ	9.132	1.837 (Waiver) (Reversal)	9.939 0.769	12.545
156	NOOR MUHAMMAD S/O KHAN MUHAMMAD OUTSIDE YAKOOTH SHADBAGHCOLONY,PESHAWAR CITY.	135-88-253077		2.484	1.561 (Waiver) (Reversal)	1.409 0.923	3.893
157	AL-FARIDIA INDUSTRIES MOUZA SULTAN PUR,UCH SHARIF-ABAD,AHMED PUR EAST.	FARZAND ALI 338-48-112087 UMAR KHITAB 135-48-114098 MALIK SAEED 508-40-005946  RAHIM BIBI 338-24-031588 PAREEN AKHTAR 338-58-105727 MUHAMMAD NUMAN 123-62-074186	KHUSHI MUHAMMAD  QABIL SYED MUHAMMAD SAEED  W/O.KHUSHI MUHAMMAD W/O.FARZAND ALI PIR SYED SHAH	3.561	1.764 (Waiver) (Reversal)	6.746 0.711	9.221
158	PRUDENTIAL TEXTILE MILLS (PVT) LTD 47TH KM.FEROZEPUR ROAD,KASUR.	AAMIR SALEEM SHEIKH 35202-9498038-5 MRS.AYESHA AAMIR 35202-4757136-0 SHEIKH SALEEM MEHMOOD 300-26-096830	SHEIKH SALEEM MEHMOOD  W/O.AAMIR SALEEM SHEIKH ABDUL AZIZ	27.962	10.675 (Waiver) (Reversal)	18.588 7.186	36.45
159	AKRAM INDUSTRIES LTD 37-D-1-A,GULBERG-III,LAHORE.	MUHAMMAD PERVEZ MALIK 274-47-160640 MALIK MUHAMMAD ASHRAF 272-40-267536 MUSHTAQ AHMED 274-65-022354 ANWAR KAMAL 270-48-045913 SHAISTA PERVEZ 274-93-14542 DR.SHEHLA JAVED 270-87-100986 ALI PERVEZ 274-76-414543	MALIK MUHAMMAD AKRAM MALIK MUHAMMAD BASHIR MANZOOR AHMED AKHTAR ZAHEER AHMED KHAN S/O MUHAMMAD PERVAIZ MALIK W/O JAVED AKRAM MUHAMMAD PERVAIZ MALIK	255.244	103.796 (Waiver) (Reversal)	2.259 45.988	152.043
160	NATIONAL INDUSTRIES COTTON GINN&PRESS FACTORY AHMED YAR ROAD MOEEN KOT,ARIFWALA.	NAEEM ASHRAF 338-88-270505 ABDUL RAZAK KHAN 337-55-280657 MUHAMMAD AMIR KHAN 337-59-280656 MST.SURRYIA ASGHAR	CH.MUHAMMAD ASHRAF MIAN MUHAMMAD AMIN KHAN MIAN MUHAMMAD AMIN KHAN	2.827	0 (Waiver) (Reversal)	2.616 0.889	3.305

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161	PRIMA SPORTS (PVT) LTD WAZIRABAD ROAD SIALKOT.	TARIQ MUMTAZ 510-63-059192 MRS.NAJMA MUMTAZ 510-42-059190 AAMIR AZIZ 300-74-498018	ISHRAT MUMTAZ  W/O.ISHRAT MUMTAZ  AZIZ AHMED		22.875	0 (Waiver) (Reversal)	12.16 0	12.16
162	HIRA TEXTILE MILLS LTD HEAD OFFICE 44-E/1,GULBERG-HILAHORE,MILL RAIWIND MANGA, DISTT.KASUR.	M.UMER VIRK 35200-1463588-9 SHAHNAZ UMER 35200-1411160-4 NADEEM ASLAM BUTT 35200-1418404-9   UMAIR UMER 35200-1463590-7 MS.UMAIRA UMER 35200-1411162-2 TALLAT MEHMOOD 33100-0698484-5 SAEED AHMED KHAN 35202-4584242-1	HAJI WALI MUHAMMAD  W/O.MUHAMMAD UMER VIRK  MEHMOOD ASLAM BUTT   MUHAMMAD UMER VIRK D/O.MUHAMMAD UMER VIRK MUHAMMAD LATIF ABDUL WAHEED KHAN	364.895	48.168 (Waiver) (Reversal)	0 64.29	112.458	
163	CONTINENTAL BEVERAGES (PVT) LTD D-210,SITE,KARACHI.	IQBAL AHMED KHAN 42301-8107417-3 MRS.NASIM IQBAL 42301-8107417-8 M.YAQOOB KHAN	MUHAMMAD YAQOOB KHAN  W/O.IQBAL AHMED KHAN	139.527	116.25 (Waiver) (Reversal)	46.507 4.237	166.993	
164	JALAL AKBAR 122 FRUIT MARKET,KARACHI.	JALAL AKBAR 42201-2907193-1	GHULAM AKBAR	26.082	0 (Waiver) (Reversal)	50.968 11.227	62.195	
165	MUMTAZ SHAHBAZ TEXTILE MILLS LTD 3RD FLOOR MUMTAZ CENTRE,15-ASHAHLAH-E-FATIMA JINNAH,LAHORE	MIRZA MUMTAZ BAIG 35202-4330287-5 MIRZA FITKHAR BAIG 35202-2379853-5 MIRZA ISRAR BAIG 35202-2780033-7 MIRZA SALAHUDDIN GONDAL 35202-7730120-5 KHAN ALLAHYAR RUKH QAMAR-UZ-ZAMAN KHAN RATH 36401-1329439-3 MST.ANWAR FATIMA(DECEASED)	MIRZA NIAZ BAIG  MIRZA MUMTAZ BAIG  MIRZA MUMTAZ BAIG	72.203	39.932 (Waiver) (Reversal)	20.468 27.18	87.58	
166	SHAFIQ TEXTILE MILLS LTD 58-A LALAZAR MOULVI TAMIZUDDINKHAN ROAD,KARACHI.	CH.GULZAR AHMED 516-54-015998 NAWAB AHMED 516-49-121038 ZAFAR UDDIN SIDDIQUI 514-48-055570 HAFIZ SADDATULLAH KHAN 42101-6835074-9 MRS.SAMINA YOUSUF 517-66-314527 NASEEM AHMED 516-52-197490 SHEIKH MUHAMMAD ABDULLAH 42101-0381240-9	IQBAL AHMED  CH.IQBAL  MAZHAR.NAEEM SIDDIQUI AZMATULLAH KHAN W.O.S.M.YOUSUF CH.IQBAL AHMED SHEIKH MUHAMMAD HASSAN	185.888	44.885 (Waiver) (Reversal)	216.787 58.054	319.726	
<b>TOTAL :-</b>					<b>5,324.822</b>	<b>1,820.476</b>	<b>3,340.697</b> <b>1447.718</b>	<b>6,608.892</b>