

**PAK OMAN INVESTMENT
COMPANY LIMITED**

**CONDENSED INTERIM
CONSOLIDATED
FINANCIAL STATEMENTS
(UN-AUDITED)**

**FOR THE SIX MONTHS
ENDED JUNE 30, 2009**

PAK-OMAN INVESTMENT COMPANY LIMITED
CONDENSED INTERIM CONSOLIDATED BALANCE SHEET
AS AT JUNE 30, 2009 (UN-AUDITED)

Unaudited June 30, 2009 (US \$ in '000)	Audited December 31, 2008		Unaudited June 30, 2009 (Rupees in '000)	Audited December 31, 2008 (Rupees in '000)
		Note		
ASSETS				
711	601		57,625	48,710
8,871	6,930		719,435	561,986
48,083	39,250		3,899,512	3,183,180
130,609	82,641	5	10,592,393	6,702,149
68,996	70,687	6	5,595,555	5,732,748
1,093	1,182	7	88,680	95,824
3,999	2,187		324,304	177,403
5,006	9,300		406,106	754,322
267,368	212,778		21,683,610	17,256,322
LIABILITIES				
-	-		-	-
119,981	92,374		9,730,434	7,491,561
63,557	37,276		5,154,473	3,023,121
-	-		-	-
-	-		-	-
191	201		15,491	16,333
7,983	7,285		647,461	590,742
-	-		-	-
191,712	137,136		15,547,859	11,121,757
75,656	75,642		6,135,751	6,134,565
NET ASSETS				
REPRESENTED BY				
75,832	75,832	8	6,150,000	6,150,000
12,607	12,543		1,022,413	1,017,251
(8,286)	(2,834)		(671,992)	(229,835)
80,153	85,541		6,500,421	6,937,416
1,162	1,193		94,245	96,739
81,315	86,734		6,594,666	7,034,155
(5,659)	(11,092)		(458,915)	(899,590)
75,656	75,642		6,135,751	6,134,565
MEMORANDUM ITEMS				
		9		

The annexed notes 1 to 17 form an integral part of these condensed interim consolidated financial statements. The details of valuation of investments, impairment and impact on profit and loss account are given in note 5.3.

Chief Financial Officer

**Managing Director
and Chief Executive**

**Managing Director
and Chief Executive**

Chairman

PAK-OMAN INVESTMENT COMPANY LIMITED
CONDENSED INTERIM CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE QUARTER AND SIX MONTHS ENDED JUNE 30, 2009 (UN-AUDITED)

June 30, 2009 (US \$ in '000)	June 30, 2008		Note	Quarter ended June 30, 2009 (Rupees in '000)	Quarter ended June 30, 2008 (Rupees in '000)	Six months ended June 30, 2009 (Rupees in '000)	Six months ended June 30, 2008 (Rupees in '000)
13,817	11,818	Mark-up/return/interest earned		561,867	521,976	1,120,552	958,426
9,516	7,423	Mark-up/return/interest expensed		391,372	327,965	771,753	601,991
4,301	4,395	Net mark-up/ interest income		170,495	194,011	348,799	356,435
5,534	(193)	Provision against non-performing loans and advances	6.2	403,016	(15,617)	448,831	(15,617)
428	140	Provision for diminution in the value of investments		15,000	11,374	34,700	11,374
-	-	Bad debts written off directly		-	-	-	-
5,962	(53)			418,016	(4,243)	483,531	(4,243)
(1,661)	4,448	Net mark-up/ interest income after provisions		(247,521)	198,254	(134,732)	360,678
NON MARK-UP/INTEREST INCOME							
409	780	Fee, commission and brokerage income		16,907	29,631	33,165	63,262
334	223	Dividend income		17,483	9,763	27,121	18,097
528	300	Income from trading in Government securities		21,799	21,324	42,843	24,332
-	-	Income from dealing in foreign currencies		-	-	-	-
(1,852)	2,923	Income / (loss) from trading in listed and other securities		(158,206)	130,945	(150,223)	237,059
(3,055)	-	Provision for impairment in the value of investments	5.3	(46,640)	-	(247,746)	-
518	(2,661)	Unrealised surplus / (deficit) on revaluation of investments classified as 'held-for-trading' securities		-	-	-	-
3	6	Other income		2,375	(275,533)	42,030	(215,777)
(3,115)	1,571	Total non-mark up/interest income		(146,011)	(83,837)	(252,529)	127,419
(4,776)	6,019			(393,532)	114,417	(387,261)	488,097
NON MARK-UP/INTEREST EXPENSES							
2,162	1,981	Administrative expenses	13.4.1	94,083	89,297	175,376	160,650
-	-	Other provisions/write offs		-	-	-	-
215	394	Other charges		10,850	23,863	17,502	31,929
2,377	2,375	Total non-mark up/interest expenses		104,933	113,160	192,878	192,579
(7,153)	3,644			(498,465)	1,257	(580,139)	295,518
1,068	285	Share of results of associates before taxation		20,035	26,004	86,595	23,078
-	-	Extra ordinary /unusual items		-	-	-	-
(6,085)	3,929	(LOSS) / PROFIT BEFORE TAXATION		(478,430)	27,261	(493,544)	318,596
1,344	1,673	Taxation - current		70,014	60,206	108,960	135,654
-	-	- prior		-	-	-	-
(2,010)	(415)	- deferred		(154,015)	(18,890)	(163,015)	(33,623)
(666)	1,258			(84,001)	41,316	(54,055)	102,031
(5,419)	2,671	(LOSS) / PROFIT AFTER TAXATION		(394,429)	(14,055)	(439,489)	216,565
31	214	Share of loss attributable to minority interest		4,704	20,136	2,494	17,336
(5,388)	2,885	(LOSS) / PROFIT ATTRIBUTABLE TO SHAREHOLDERS		(389,725)	6,081	(436,995)	233,901
US \$ -0.0088	US \$ 0.0043	Basic and diluted (loss) / earnings per share (Rs per share)	11	(0.63)	0.01	(0.71)	0.38

The annexed notes 1 to 17 form an integral part of these condensed interim consolidated financial statements. The details of valuation of investments, impairment and impact on profit and loss account are given in note 5.3.

Chief Financial Officer

Managing Director
and Chief Executive

Managing Director
and Chief Executive

Chairman

PAK-OMAN INVESTMENT COMPANY LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED JUNE 30, 2009 (UN-AUDITED)

June 30, 2009	June 30, 2008		Note	June 30, 2009	June 30, 2008
(US \$ in '000)				(Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES					
(6,085)	3,929	(Loss) / Profit before taxation		(493,544)	318,596
334	223	Less: Dividend income		27,121	18,097
(6,419)	3,706			(520,665)	300,499
Adjustments for non-cash charges					
136	126	Depreciation		11,047	10,256
23	21	Amortisation of intangible assets		1,833	1,672
		Unrealised (surplus) / deficit on revaluation of investments classified as		-	-
(518)	2,661	'held-for-trading'		(42,030)	215,777
19	(5)	Loss / (gain) on sale of fixed assets		1,513	(446)
(1,068)	(285)	Share of results of associates before taxation		(86,595)	(23,078)
5,534	(193)	Provision against non-performing loans and advances	6.2	448,831	(15,617)
428	140	Provision for diminution in the value of investments		34,700	11,374
3,055	-	Provision for impairment in the value of investments	5.3	247,746	-
(13,817)	(11,818)	Financial Income		(1,120,552)	(958,426)
9,516	7,423	Financial charges		771,753	601,991
3,308	(1,930)			268,246	(156,497)
(3,111)	1,776			(252,419)	144,002
(Increase)/decrease in operating assets					
(9,400)	(26,884)	Lendings to financial institutions		(762,332)	(2,180,290)
-	1,850	Balances with other banks		-	150,000
(47,044)	5,632	Held-for-trading		(3,815,308)	456,715
(3,843)	(1,894)	Advances		(311,638)	(153,634)
4,298	1,609	Other assets		348,645	130,547
(55,989)	(19,687)			(4,540,633)	(1,596,662)
Increase/(decrease) in operating liabilities					
-	-	Bills payable		-	-
27,606	(33,325)	Borrowings from financial institutions		2,238,873	(2,702,632)
26,281	41,660	Deposits and other accounts		2,131,352	3,378,587
14	280	Other liabilities		1,161	22,798
(10)	(15)	Liabilities against assets subject to finance lease		(842)	(1,246)
53,891	8,600			4,370,544	697,507
(5,209)	(9,311)			(422,508)	(755,153)
13,837	11,661	Financial income received		1,122,198	945,715
(9,578)	(6,949)	Financial charges paid		(776,774)	(563,555)
(597)	(849)	Income tax paid		(48,381)	(68,839)
(1,547)	(5,448)	Net cash (outflow) from operating activities		(125,465)	(441,832)
CASH FLOW FROM INVESTING ACTIVITIES					
2,812	8,365	Net investments		228,032	678,419
-	(1,057)	Investment in associates		-	(85,723)
309	223	Dividend received		25,046	18,097
(123)	(299)	Investments in operating fixed assets		(9,991)	(24,265)
34	54	Sale proceeds of property and equipment disposed-off		2,742	4,345
3,032	7,286	Net cash inflow from investing activities		245,829	590,873
CASH FLOW FROM FINANCING ACTIVITIES					
-	(3,792)	Dividend paid		-	(307,500)
-	(3,792)	Net cash (outflow) from financing activities		-	(307,500)
1,485	(1,954)	Increase / (Decrease) in cash and cash equivalents		120,364	(158,459)
9,330	22,756	Cash and cash equivalents at the beginning of the period		756,696	1,845,496
10,815	20,802	Cash and cash equivalents at the end of the period	12	877,060	1,687,037

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Chief Financial Officer

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Chairman

PAK-OMAN INVESTMENT COMPANY LIMITED
 CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 FOR THE SIX MONTHS ENDED JUNE 30, 2009 (UN-AUDITED)

	Issued, subscribed and paid up capital	Capital reserve		Revenue reserves			Sub Total	Minority Interest	Total
		Statutory reserve	General reserve	Contingencies reserve	Unappropriated profit / (Loss)				
-----Rupees in '000-----									
Balance as at January 1, 2008	6,150,000	347,192	491,380	86,291	367,338	7,442,201	161,529	7,603,730	
Dividend for the year ended December 31, 2007	-	-	-	-	(307,500)	(307,500)	-	(307,500)	
Net profit after tax for the six months ended June 30, 2008	-	-	-	-	216,565	216,565	-	216,565	
Share of loss attributable to minority interest	-	-	-	-	17,336	17,336	(17,336)	-	
Transfer to general reserve	-	-	84,375	-	(84,375)	-	-	-	
Transfer to contingencies reserve - relating to quarter ended December 2007	-	-	-	6,722	(6,722)	-	-	-	
Transfer to statutory reserve	-	45,777	-	-	(45,777)	-	-	-	
Transfer to contingencies reserve	-	-	-	7,218	(7,218)	-	-	-	
Balance as at June 30, 2008	6,150,000	392,969	575,755	100,231	149,647	7,368,602	144,193	7,512,795	
Net loss after tax for the six months ended December 31, 2008	-	-	-	-	(478,640)	(478,640)	-	(478,640)	
Share of loss attributable to minority interest	-	-	-	-	47,454	47,454	(47,454)	-	
Reversal from Statutory reserve	-	(44,486)	-	-	44,486	-	-	-	
Reversal from Contingencies reserve	-	-	-	(7,218)	7,218	-	-	-	
Balance as at December 31, 2008	6,150,000	348,483	575,755	93,013	(229,835)	6,937,416	96,739	7,034,155	
Net loss after tax for the six months ended June 30, 2009	-	-	-	-	(439,489)	(439,489)	-	(439,489)	
Share of loss attributable to minority interest	-	-	-	-	2,494	2,494	(2,494)	-	
Transfer to general reserve	-	-	5,162	-	(5,162)	-	-	-	
Transfer from general reserve	-	-	(27,419)	-	27,419	-	-	-	
Transfer to contingencies reserve - relating to year ended December 31, 2008	-	-	-	27,419	(27,419)	-	-	-	
Balance as at June 30, 2009	6,150,000	348,483	553,498	120,432	(671,992)	6,500,421	94,245	6,594,666	

The annexed notes 1 to 17 form an integral part of these condensed interim consolidated financial statements. The details of valuation of investments, impairment and impact on profit and loss account are given in note 5.3.

Chief Financial Officer

Managing Director
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Managing Director
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Chairman

PAK-OMAN INVESTMENT COMPANY LIMITED
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED JUNE 30, 2009 (UN-AUDITED)

1 LEGAL STATUS AND NATURE OF BUSINESS

The Group comprises of Pak Oman Investment Company Limited - POICL (the holding company) and a subsidiary, Pak Oman Asset Management Company Limited (POAMCL). POAMCL is involved in investment advisory, portfolio management, equity research and corporate finance. POICL holds 51% of the share capital of POAMCL.

The Group's associates are as follows:

Entity	Country of incorporation	Nature of business	Holding percentage 30-Jun-09
Japan Power Generation Limited (JPGL)	Pakistan	Incorporated under the Companies Ordinance, 1984 and is engaged in generation of power and its supply to WAPDA.	19.59
Pak Oman Micro Finance Bank Limited	Pakistan	Incorporated under the Companies Ordinance, 1984 and is engaged in providing micro finance services to the poor and underserved segment of the society.	33.4
Pak Oman Advantage Plus Fund	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies (NBFC) Rules 2003 and NBFC Regulations 2007.	27
Pak Oman Bank of Punjab Advantage Fund	Pakistan	Established as a closed-end scheme under the NBFC Rules 2003 and NBFC Regulations 2007.	11
Pak Oman Advantage Islamic Income Fund	Pakistan	Established as an open-end scheme under the NBFC Rules 2003 and NBFC Regulations 2007.	50
Pak Oman Advantage Islamic Fund	Pakistan	Established as an open-end scheme under the NBFC Rules 2003 and NBFC Regulations 2007.	71
Pak Oman Advantage Stock Fund	Pakistan	Established as an open-end scheme under the NBFC Rules 2003 and NBFC Regulations 2007.	95

The holding company was incorporated as a private limited company on July 23, 2001. Subsequently, on March 17, 2004 the company was converted into a public limited company. It is a joint venture between the Government of Pakistan and the Government of the Sultanate of Oman. POICL's objectives inter alia include promotion of the economic growth of Pakistan and Oman through industrial development and agro-based industries on commercial basis and to carry on the business of finance and/or investment bank. Its registered office is situated at 1st Floor, Block A, Finance and Trade Centre, Shahrah-e-Faisal, Karachi, Pakistan. POICL operates a branch at Lahore and other representative offices at Islamabad, Gawadar and Muscat. POICL is designated as a development financial institution (DFI) under the BPD circular No. 35 dated October 28, 2003 issued by the State Bank of Pakistan.

POAMCL was incorporated in Pakistan under the Companies Ordinance, 1984 on July 28, 2006 as an unlisted public limited company having its registered office at 1st Floor, Tower A, Finance and Trade Center, Shahrah-e-Faisal, Karachi, Sindh. The company obtained certificate of commencement of business on October 31, 2006. The principal activities of the company include investment advisory and corporate finance.

2 BASIS OF PRESENTATION AND CONSOLIDATION

2.1 Basis of presentation

2.1.1 These consolidated financial statements have been prepared from the information available in the unaudited financial statements of the holding company for the six months ended June, 2009 and the condensed interim audited financial statements of POAMCL for the year ended June 30, 2009.

2.1.2 The associates have been accounted for in these consolidated financial statements under the equity method of accounting on the respective basis as follows:

Entity	Source of information
Japan Power Generation Limited	Unaudited financial statements for the period and quarter ended March 31, 2009.
Pak Oman Micro Finance Bank Limited (POMFBL)	Unaudited financial statements for the six months period ended June 30, 2009.
Pak Oman Bank of Punjab Advantage Plus Fund	Unaudited financial statements for the year ended June 30, 2009.
Pak Oman Advantage Fund	Unaudited financial statements for the year ended June 30, 2009.
Pak Oman Advantage Islamic Income Fund	Unaudited financial statements for the year ended June 30, 2009.
Pak Oman Advantage Islamic Fund	Unaudited financial statements for the year ended June 30, 2009.
Pak Oman Advantage stock fund	Unaudited financial statements for the year ended June 30, 2009.

3 STATEMENT OF COMPLIANCE

This condensed interim financial information has been prepared in condensed form in accordance with the requirements of International Accounting Standard 34, 'Interim Financial Reporting' and on the format of the accounts and mode of disclosures prescribed by SBP through its BSD Circular letter No. 02 dated May 12, 2004.

The US dollar amounts shown in the condensed interim balance sheet, condensed interim profit and loss account and condensed interim cash flow statement are stated solely for information purposes. For this purpose the amounts in Pakistan rupees have been converted at a rate of Rs. 81.10 = US dollar 1 for the six months period ended June 30, 2009 and the corresponding period.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements of the company for the year ended December 31, 2008.

5 INVESTMENTS

	Held by the company	Given as collateral	Total
	----- Rupees in '000 -----		
Balance as at June 30, 2009	6,826,659	3,765,734	10,592,393
Balance as at December 31, 2008	5,832,152	869,997	6,702,149
Balance as at June 30, 2008	6,930,814	544,119	7,474,933

5.1 Investments by types

	Held by the company	Given as collateral	Total
	----- Rupees in '000 -----		
Held-for-trading securities	1,171,539	2,949,854	4,121,393
Available for sale securities	5,197,420	1,033,366	6,230,786
Held-to-maturity securities	271,683	-	271,683
Associates	933,438	-	933,438
	7,574,080	3,983,220	11,557,300
Less: Provision for diminution in value of investments	(159,926)	-	(159,926)
Provision for impairment in the value of investments	(151,787)	(95,959)	(247,746)
	7,262,367	3,887,261	11,149,628
(Deficit) on revaluation of 'available for sale' securities	(330,436)	(143,803)	(474,239)
(Deficit) / surplus on revaluation of 'held for trading' securities	(105,272)	22,276	(82,996)
Balance as at June 30, 2009	6,826,659	3,765,734	10,592,393

5.2 Investments by segments

	June 30, 2009	31-Dec-08
	----- Rupees in '000 -----	
<i>Federal government securities</i>		
Market treasury bills	3,147,667	507,529
Pakistan investment bonds	1,483,422	779,739
<i>Fully paid up ordinary shares / certificates / units</i>		
Listed companies	1,611,593	1,915,422
Unlisted companies	208,333	208,333
<i>Term finance certificates (TFCs)</i>		
Listed TFCs	2,361,794	2,319,615
Unlisted TFCs	379,796	281,299
<i>Other investments</i>		
Commercial paper	62,373	56,261
Sukuk certificates	1,368,884	1,119,004
Associates	933,438	846,843
Total investment at cost	11,557,300	8,034,045
Less: Provision for diminution in value of investments	(159,926)	(125,226)
Provision for impairment in the value of investments	(247,746)	-
Investments (net of provisions)	11,149,628	7,908,819
Deficit on revaluation of 'held-for-trading' securities	(82,996)	(275,642)
Deficit on revaluation of 'available-for-sale' securities	(474,239)	(931,028)
Total investments at market value	10,592,393	6,702,149

- 5.3 The impairment loss as at June 30, 2009 after the adjustment/effect of the price movements of the investment has been worked out at Rs.495,491,085 (December 31, 2008: Rs.826,482,107). Charge of Rs.247,745,542 for the two quarters ended June 30, 2009 has been duly provided in the profit and loss account and the balance of Rs.247,745,542 has been treated as unrealized loss and the same shall be recognized after taking into account any adjustment effect of price movements, during remaining quarters of the year ending December 31, 2009.

The recognition of entire impairment loss based on the market values as at June 30, 2009 would have had the following effect on these condensed interim consolidated financial statements.

	Rupees in '000
Increase in 'impairment loss' in profit and loss account	247,746
Increase in loss for the period - after tax	247,746
Increase in loss per share - after tax	0.40
Decrease in deficit on revaluation of available for sale investments	247,746
Decrease in unappropriated profit	247,746

6. ADVANCES

	30-Jun-09	31-Dec-08
	----- Rupees in '000 -----	
Loans, cash credits, running finances, etc.		
In Pakistan	5,335,156	4,919,698
Outside Pakistan	-	-
	5,335,156	4,919,698
Net investment in finance lease		
In Pakistan	1,043,201	997,559
Outside Pakistan	-	-
	1,043,201	997,559
Financing in respect of CFS	-	149,462
	6,378,357	6,066,719
Less: Provision for non-performing advances	(782,802)	(333,971)
	5,595,555	5,732,748

- 6.1 Advances include amount aggregating Rs. 1,020.975 million (December 31, 2008: Rs. 615.163 million), which have been placed under the non-performing status as detailed below:

	Domestic	Overseas	Total	Provision required	Provision held
	----- Rupees in '000 -----				
Substandard	89,775	-	89,775	18,642	18,642
Doubtful	107,143	-	107,143	30,480	30,480
Loss	824,057	-	824,057	733,680	733,680
	1,020,975	-	1,020,975	782,802	782,802

Rs. in '000

- 6.2 Movements in provision is analysed as follows:

Six Months ended June 30, 2008	
Opening balance	132,888
Charge for the period	(15,617)
Closing balance	117,271
Six Months ended June 30, 2009	
Opening balance	333,971
Charge for the period	452,859
(Reversal) for the period	(4,028)
Closing balance	782,802

7 OPERATING FIXED ASSETS

	Six months ended	
	30-Jun-09	30-Jun-08
	----- Rupees in '000 -----	
Additions – cost	9,991	24,265
Disposals – cost	11,375	7,118
- Net book value	4,255	3,899

8 SHARE CAPITAL

8.1 Authorized share capital

	30-Jun-09	31-Dec-08	30-Jun-09	31-Dec-08
	No. of shares in '000		----- Rupees in '000 -----	
Ordinary shares of Rs. 10 each	1,000,000	1,000,000	10,000,000	10,000,000

8.2 Issued, subscribed and paid - up capital

	30-Jun-09	31-Dec-08	30-Jun-09	31-Dec-08
	No. of shares in '000		----- Rupees in '000 -----	
	615,000	615,000	6,150,000	6,150,000

8.3 The Ministry of Finance on behalf of the Government of Pakistan and the Ministry of Finance on behalf of the Government of the Sultanate of Oman each held 307,495,900 (December 31, 2008: 307,495,900) ordinary shares of the company. 4,100 (December 31, 2008: 4,100) ordinary shares each are held by the Secretary, Economic Affairs Division, Government of Pakistan and Ministry of Commerce and Industry, Sultanate of Oman.

9 CONTINGENCIES AND COMMITMENTS

	30-Jun-09	31-Dec-08
	----- Rupees in '000 -----	
Transaction related contingent liability:		
- guarantees	24,301	200,000
- import L/C	206,004	-
Pledge of shares on behalf of associated company - note 9.1	70,726	70,726
Commitments for:		
- purchase of government securities	-	300,201
- sale of government securities	102,340	290,850
Commitments for loans and advances and net investment in finance leases	198,020	508,370
Underwriting commitments	70,000	70,000

9.1 Shares in Japan Power Generation Limited (an associate) aggregating 17,622,878 (December 31, 2008: 17,622,878) having a cost of Rs. 70.726 million (December 31, 2008: Rs. 70.726 million) have been pledged as security on behalf of that associated company against a syndicate finance facility obtained by it.

10 Segmental information

10.1 Segment by class of business

	Advances (Gross)		Deposits		Contingencies and commitments	
	Rupees in '000	%	Rupees in '000	%	Rupees in '000	%
Financial institution	104,867	1.64	1,831,845	35.54	172,340	25.67
Textile	1,574,211	24.68	1,000	0.02	-	-
Transportation and communication	439,711	6.89	1,021,318	19.81	-	-
Power (electricity), gas, water, sanitary wholesale and retail trade	1,348,275	21.14	123,195	2.39	317,401	47.27
Electronics	263,734	4.13	-	-	-	-
Food and beverage	239,764	3.76	5,721	0.11	-	-
Services	202,700	3.18	221,858	4.30	-	-
Engineering and allied products	290,860	4.56	47,948	0.93	17,900	2.67
Chemical and pharmaceuticals	450,761	7.07	229,446	4.45	125,050	18.63
Automobiles	316,181	4.96	123,308	2.39	-	-
Fuel and energy	171,778	2.69	185,000	3.59	38,700	5.76
Construction	150,047	2.35	25,000	0.49	-	-
Cement	115,833	1.82	13,500	0.26	-	-
Sugar	434,391	6.81	-	-	-	-
Paper and board /packaging	89,253	1.40	224,287	4.35	-	-
Healthcare	38,786	0.61	-	-	-	-
Individual	89,101	1.39	145,975	2.83	-	-
Others	58,104	0.92	955,072	18.54	-	-
	6,378,357	100.00	5,154,473	100.00	671,391	100.00

10.2 Segment by sector

	Advances (Gross)		Deposits		Contingencies and commitments	
	Rupees in '000	%	Rupees in '000	%	Rupees in '000	%
Public/Government	47,020	0.74	441,838	8.57	-	-
Private	6,331,337	99.26	4,712,635	91.43	671,391	100.00
	6,378,357	100.00	5,154,473	100.00	671,391	100.00

11. BASIC AND DILUTED (LOSS) / EARNINGS PER SHARE

	Six months ended	
	30-Jun-09	30-Jun-08
	----- Rupees in '000 -----	
(Loss) / Profit attributable to shareholders	<u>(436,995)</u>	<u>233,901</u>
	Quarter ended	
	30-Jun-09	30-Jun-08
(Loss) / Profit attributable to shareholders	<u>(389,725)</u>	<u>6,081</u>
	Numbers in thousand	
Weighted average number of ordinary shares at quarter ended	<u>615,000</u>	<u>615,000</u>
	Rupee	
Basic and diluted (loss) / earnings per share for the six months ended June 30, 2009/08	<u>(0.71)</u>	<u>0.38</u>
Basic and diluted (loss) / earnings per share for the quarter ended June 30, 2009/08	<u>(0.63)</u>	<u>0.01</u>

12. CASH AND CASH EQUIVALENTS

	Six months ended	
	June 30, 2008	June 30, 2008
	----- Rupees in '000 -----	
Cash and balances with treasury banks	57,625	51,133
Balances with other banks	719,435	1,506,904
Letters of placement upto three months	100,000	379,000
Term deposit receipt over three months	-	(250,000)
	<u>877,060</u>	<u>1,687,037</u>

13. RELATED PARTY TRANSACTIONS

Associates

- Pak Oman Micro Finance Bank Limited
- Japan Power Generation Limited
- Pak Oman Bank of Punjab Advantage Plus Fund
- Pak Oman Advantage Fund
- Pak Oman Advantage Islamic Income Fund
- Pak Oman Advantage Islamic Fund
- Pak Oman Advantage Stock Fund

Key management Personnel

- All heads of departments
- Directors

14. CREDIT RATING

The JCR VIS Credit Rating Company Limited has maintained the company's rating of AA+ (Double AA Plus) in the long term and A-1+ (A One Plus) for the short term.

15. CORRESPONDING FIGURES

Comparative information has been re-classified / re-arranged in these financial statements, wherever, necessary to facilitate comparison.

16. GENERAL

Figures have been rounded off to the nearest rupee in thousand.

17. DATE OF AUTHORISATION FOR ISSUE

These condensed interim consolidated financial statements were authorised on August 17, 2009 by the board of directors.

Chief Financial Officer

**Managing Director
and Chief Executive**

**Managing Director
Chief Executive**

Chairman