

BANK ALFALAH LIMITED



بنك الفلاح المحدود

LDN/HA/5350
26th October 2009

The General Manager
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building
Stock Exchange Road, **Karachi**

By Fax at No. 111-573-329**& by Hand****Total Pages: 02 (two)**

Dear Sir,

Financial Results for the quarter ended 30th September 2009 of Bank Alfalah Limited

We have to inform you that the Board of Directors of our Bank in their meeting held on 25th October 2009 at 5:00 PM at Abu Dhabi recommended the following:

- (i) **CASH DIVIDEND** - Nil
- (ii) **BONUS SHARES** - Nil
- (iii) **RIGHT SHARES** - Nil
- (iv) **ANY OTHER ENTITLEMENT/CORPORATE ACTION** - Nil
- (v) **ANY OTHER PRICE-SENSITIVE INFORMATION**

Subsequent to the period ended September 30, 2009, the State Bank of Pakistan vide its BSD Circular No. 10 of 2009 dated October 20, 2009 has made amendments in the Prudential Regulations – Provisioning for loans and advances and has now allowed banks to avail the benefit of 40% (previously 30%) of forced sales value (FSV) of pledged stock and mortgaged residential, commercial properties and benefit of 40% (previously 0%) on industrial properties (land and building only) held as collateral against all non performing loans for 3 years from the date of classification for calculating provisioning requirements with effect from September 30, 2009. Additionally, interim instructions have been issued in respect of rescheduling/restructuring of such classified loans and advances that are overdue by less than one year at the time of rescheduling/restructuring. **However, the Bank has not availed the additional benefits arising out of the aforementioned amendments in these financial statements which will be accounted for in the next financial statements, i.e., December 31, 2009.**

The financial results of the Bank as on 30th September 2009 are enclosed as Annexure "A".

We will be sending you 300 copies of printed Accounts for distribution amongst the members of the Exchange.

Yours truly,

Hamid Ashraf
Company Secretary

Encl: as above