IGI

Investment Bank

Ref. = : SIC 106(a)/2007
August 22, 2007

FAX NOS.: 2415763 & 2437560

Mohammed Farooque
Deputy Chief Manager
Karachi Stock Exchange (Guarantee) Ltd.
Stock Exchange Building
Karachi-74000

Dear Sir,

FINANCIAL RESULTS FOR THE YEAR ENDED JUNE 30, 2007

We have to inform you that the Board of Directors of our Company in their meeting held at 3:30 p.m. on Tuesday, August 21, 2007, has approved the audited financial statements for the year ended June 30, 2007, the profit and loss account of which is reproduced as follows:

PROFIT AND LOSS ACCOUNT AUDITED FOR THE YEAR ENDED JUNE 30, 2007

	2007	2006 (Restated)
	(Rupees in thousand)	
Income		
Income from investments	120,666	128,853
Income from loans	124,522	90,999
Income from lease finance	230,548	176,253
Income from fund placements	82,861	87,240
Income from fees, commission and brokerage	27,393	27,184
	585,990	510,529
Finance costs	482,873	337,970
	103,117	172,559
Administrative and general expenses	207,995	141,665
	(104,878)	30,894
Other operating income	38,434	5,700
	(66,444)	36,594
Other operating expenses	3,250	6,074
Operating (loss) / profit before provisions	(69,694)	30,520
Provision for bad and doubtful loans potential lease losses - general - net	4,260	5,689
Provision for bad and doubtful loans lease losses - specific - net	5,313	2,017
(Loss) / profit before taxation	(79,267)	22,814
Taxation - net	(40,110)	(8,523)
(Loss) / profit after taxation	(39,157)	31,337