KASB SECURITIES

August 26, 2010

1/2

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

ANNOUNCEMENT

Dear Sir

FINANCIAL RESULTS FOR THE SECOND QUARTER AND HALF YEAR ENDED JUNE 30, 2010

We have to inform you that the Board of Directors of KASB Securities Limited in their meeting held on August 25, 2010 at 11:00 am, at the 5th Floor, Trade Centre, I.I.Chundrigar Road, Karachi has approved the financial results of the Company for the Second quarter and Half Year Ended June 30, 2010 and recommended a NIL Payout.

The Unaudited financial results of the Company for the afore-said period are as follows:

	Half year Ended June 30	Half year Ended June 30	Quarter Ended June 30	Quarter Ended June 30
The Unaudited financial results of the Company for the afor	2010	2009	2010	2009
	(Rupees in '000)			
Operating revenue	154,607	146,386	83,824	68,651
Gain on sale of investments - net	20,839	10,935	8,011	2,710
Income from continuous funding system transactions	-	2,525	-	2,497
Other operating revenue	30,505	12,045	17,254	7,229
	205,951	171,891	109,089	81,087
Operating and administrative expenses	(145,454)	(114,886)	(78,159)	(75,319)
Reversal / (provision) for doubtful debts	2,845	(99,611)	(17,830)	(93,933)
Operating profit / (loss)	63,342	(42,606)	13,100	(88,165)
Finance cost	(35,968)	(47,902)	(18,069)	(22,597)
Other income	6,919	6,508	3,324	3,065
	34,293	(84,000)	(1,645)	(107,697)
Net unrealised (loss) / gain on remeasurement of investments 'at fair value through profit or loss'	(962)	10,161	(13,774)	2,190
Impairment loss on available-for-sale investments	(35,648)	(163,893)	(6,670)	(111,203)
Loss before taxation	(2,317)	(237,732)	(22,089)	(216,710)
Taxation				
Current - for the period	(10,820)	(8,751)	(6,143)	(2,611)
Deferred	1,654	(2,819)	625	552
	(9,166)	(11,570)	(5,518)	(2,059)
Loss after taxation	(11,483)	(249,302)	(27,607)	(218,769)
	(Rupees)			
(Loss) / earnings per share - basic and diluted	(0.11)	(2.49)	(0.28)	(2.19)

5.1. [illegible]

Head Office - Karachi
5th Floor, Trade Centre
I. I. Chundrigar Road
Karachi - 74200
Pakistan
uan: +92 21 111 222 000
fax: +92 21 3263 0202
url: www.kasb.com
email: kasbho@kasb.com

Rahim Yar Khan Office
Plot No. 29,
City Park Chowk,
Town Hall Road,
Rahim Yar Khan.
phone: +92 68 587 3252
fax: +92 68 587 3251
url: www.kasb.com
email: kasbho@kasb.com

Lahore Office
2nd Floor, Fountain
Avenue Bldg. No.2, 64,
Main Boulevard,
Gulberg Lahore.
uan: +92 42 111 222 000
fax: +92 42 3587 2640
url: www.kasb.com
email: kasblhr@kasb.com

Islamabad Office
90-91, Razia Sharif
Plaza, Jinnah Avenue,
Blue Area,
Islamabad - 44000.
uan: +92 51 111 222 000
fax: +92 51 227 2841
url: www.kasb.com
email: kasbisb@kasb.com