

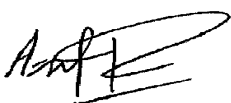
BALANCE SHEET AS AT MARCH 31, 2007

	Note	(Un audited) Mar. 31, 2007	(Audited) Dec. 31, 2006
('Rupees in '000)			
ASSETS			
Cash and balances with treasury banks		47,920,489	48,939,840
Balances with other banks		11,984,329	14,034,476
Lendings to financial institutions		17,274,764	29,572,070
Investments	5	90,614,727	67,260,338
Advances	6	251,543,270	247,309,893
Other assets		10,083,316	10,062,466
Operating fixed assets		5,198,605	5,234,463
Deferred tax assets - net		1,025,880	906,661
		435,645,380	423,320,207
LIABILITIES			
Bills payable		4,308,735	4,560,649
Borrowings from financial institutions	7	29,449,463	38,544,920
Deposits and other accounts	8	352,432,310	335,077,873
Sub-ordinated loans		5,997,904	5,998,344
Liabilities against assets subject to finance lease		-	-
Other liabilities		12,422,726	9,275,034
		404,611,138	393,456,820
NET ASSETS		31,034,242	29,863,387
REPRESENTED BY			
Share capital		6,475,000	6,475,000
Reserves		10,554,565	8,298,873
Unappropriated profit		11,356,441	12,429,853
		28,386,006	27,203,726
Surplus / (Deficit) on revaluation of assets		2,648,236	2,659,661
		31,034,242	29,863,387

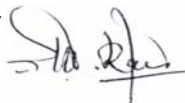
CONTINGENCIES AND COMMITMENTS

9

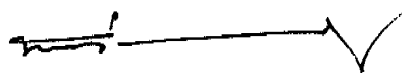
The annexed notes 1 to 12 form an integral part of these financial statements.



 Atif R. Bokhari
 President and
 Chief Executive Officer



 Abdul Raut Malik
 Director



 Sir Mohammed Anwar Pervez, OBE, HPk
 Deputy Chairman

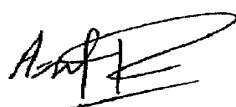


 Nahayan Mabarak Al Nahayan
 Chairman

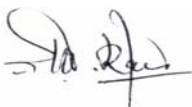
PROFIT AND LOSS ACCOUNT FOR THE QUARTER ENDED MARCH 31, 2007

	Mar. 31, 2007	Mar. 31, 2006
	(Rupees '000)	
Mark-up / Return / Interest Earned	9,646,981	7,068,356
Mark-up / Return / Interest Expensed	<u>(3,807,668)</u>	<u>(2,591,083)</u>
Net Mark-up / Interest Income	5,839,313	4,477,273
Provision for non-performing loans and advances	<u>(145,176)</u>	<u>(236,918)</u>
Provision for diminution in value of investment	(6,750)	(17,697)
General provision against consumer loans	(49,425)	(136,947)
Bad debts written off directly	<u>(154,226)</u>	<u>(20,311)</u>
	<u>(355,577)</u>	<u>(411,873)</u>
Net Mark-up / Interest Income after provisions	5,483,736	4,065,400
NON MARK-UP/INTEREST INCOME		
Fee, Commission and Brokerage Income	<u>1,040,084</u>	<u>817,880</u>
Dividend Income/ Gain on sale of securities	449,970	426,479
Income from dealing in foreign currencies	227,265	165,804
Other Income	<u>341,313</u>	<u>260,313</u>
Total non-markup/interest Income	<u>2,058,632</u>	<u>1,670,476</u>
	7,542,368	5,735,876
NON MARK-UP / INTEREST EXPENSES		
Administrative expenses	<u>(2,915,468)</u>	<u>(2,234,629)</u>
Other provisions / write offs	(52,222)	7,500
Other charges	<u>(509)</u>	<u>(37)</u>
Total non-markup / interest expenses	<u>(2,968,199)</u>	<u>(2,227,166)</u>
	4,574,169	3,508,710
Extra ordinary / unusual items	-	-
PROFIT BEFORE TAXATION	4,574,169	3,508,710
Taxation – Current/ prior	<u>(1,628,317)</u>	<u>(151,327)</u>
- Deferred	134,346	(1,097,281)
	<u>(1,493,971)</u>	<u>(1,248,608)</u>
PROFIT AFTER TAXATION	3,080,198	2,260,103
Unappropriated Profit / (Loss) brought forward	<u>12,429,853</u>	<u>7,350,813</u>
	15,510,051	9,610,916
Transferred from surplus on revaluation of fixed assets-net of tax	23,614	23,614
Profit / (accumulated loss) before appropriations	<u>15,533,664</u>	<u>9,634,530</u>
APPROPRIATIONS		
Transfer to statutory reserve	(615,974)	(452,021)
Cash Dividend 2006:Rs 3.00 (2005:Rs 2.50) per share	(1,942,500)	(1,295,000)
Transfer to reserve for issue of bonus shares @25% (2005 @ 25%)	(1,618,750)	(1,295,000)
Unappropriated profit/ (accumulated loss) carried forward	<u>11,356,441</u>	<u>6,592,509</u>
	Rupees	
Basic earnings per share	<u>4.76</u>	<u>3.49</u>
Diluted earnings per share	<u>3.81</u>	<u>2.79</u>

The annexed notes 1 to 12 form an integral part of these financial statements




Atif R. Bokhari
President and
Chief Executive Officer



Abdul Rauf Malik
Director



Sir Mohammed Anwar Pervez, OBE, HPk
Deputy Chairman

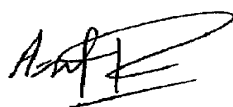


Nahayan Mabarak Al Nahayan
Chairman

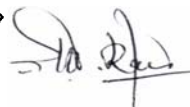
CASH FLOW STATEMENT FOR THE QUARTER ENDED MARCH 31, 2007

	Mar. 31, 2007	Mar. 31, 2006
	('Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	4,574,169	3,508,710
Less: Dividend income	(129,762)	(170,560)
	<u>4,444,407</u>	<u>3,338,150</u>
Adjustments for non-cash charges		
Depreciation	170,772	109,979
Provision for retirement benefits	35,322	40,576
Provision Against Non-performing Advances	194,601	373,865
Provision for Diminution in the value of investments	6,750	17,697
(Gain) on sale of fixed assets	(17,241)	(166)
Provision against other assets	52,222	(7,500)
Bad debts written off	154,226	20,311
	<u>596,652</u>	<u>554,762</u>
	<u>5,041,059</u>	<u>3,892,912</u>
(Increase)/ Decrease in operating assets		
Lendings to financial institutions	12,297,306	(6,388,238)
Held-for-trading securities	(1,534,638)	1,299,775
Advances	(4,582,204)	(3,933,342)
Others assets	(1,287,316)	(337,874)
	<u>4,893,148</u>	<u>(9,359,679)</u>
Increase/ (Decrease) in operating liabilities		
Bills Payable	(251,914)	2,154,627
Borrowings from financial institutions	(9,095,457)	7,102,695
Deposits	17,354,437	(549,799)
Other liabilities	(79,724)	1,223,331
	<u>7,927,342</u>	<u>9,930,855</u>
	<u>17,861,549</u>	<u>4,464,088</u>
Received / (Payments) for retirement benefits	1,193,103	(113,400)
Income tax paid	(357,786)	(263,269)
Net cash flow from operating activities	18,696,866	4,087,419
CASH FLOW FROM INVESTING ACTIVITIES		
Net investment in securities	(21,842,846)	(7,157,102)
Dividend received	129,966	150,541
Investments in operating fixed assets	(111,376)	(195,031)
Sale proceeds of property and equipment disposed-off	37,364	2,253
Net cash flow from investing activities	(21,786,892)	(7,199,340)
CASH FLOW FROM FINANCING ACTIVITIES		
Payments of Sub-ordinated loan	(440)	(424)
Net cash flow from financing activities	(440)	(424)
Net cash flow	(3,090,466)	(3,112,345)
Exchange difference on transaction of net investment in foreign branches	20,968	17,532
Increase/(Decrease) in cash and cash equivalents	(3,069,498)	(3,094,813)
Cash and cash equivalents at beginning of the period	62,974,316	46,791,886
Cash and cash equivalents at end of the period	59,904,818	43,697,073

The annexed notes 1 to 12 form an integral part of these financial statements.



Atif R. Bokhari
President and
Chief Executive Officer



Abdul Rauf Malik
Director



Sir Mohammed Anwar Pervez, OBE, HPK
Deputy Chairman



Nahayan Mabarak Al Nahayan
Chairman

STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED MARCH 31, 2007

	Share capital	Statutory reserve	Reserve for Issue of Bonous Shares	Exchange reserve	Unappropriated profit	Total
------(Rupees in '000)-----						
Opening Balance on 1 January 2006	5,180,000	5,135,587	-	1,089,874	7,350,813	18,756,274
Final cash dividend for the year ended December 31, 2004 declared subsequent to year end	-	-	-	-	(1,295,000)	(1,295,000)
Bonus shares for December 2005 declared subsequent to year end	1,295,000	-	-	-	(1,295,000)	-
Transfer from surplus on revaluation of fixed assets to un-appropriated profit-net of tax	-	-	-	-	23,614	23,614
Profit after taxation for the quarter ended March 31, 2006	-	-	-	-	2,260,103	2,260,103
Transfer to Statutory reserve	-	452,021	-	-	(452,021)	-
Exchange differences on translation of net investments in foreign branches, subsidiaries and associates	-	-	-	17,532	-	17,532
Closing balance as at March 31, 2006	6,475,000	5,587,608	-	1,107,406	6,592,509	19,762,523
Profit after taxation for nine months ended Dec. 31, 2006	-	-	-	-	7,208,129	7,208,129
Transfer from surplus on revaluation of fixed assets to un-appropriated profit-net of tax	-	-	-	-	70,840	70,840
Exchange differences on translation of net investments in foreign branches, subsidiaries and associates	-	-	-	162,234	-	162,234
Transfer to Statutory reserve	-	1,441,625	-	-	(1,441,625)	-
Closing balance as at December 31, 2006	6,475,000	7,029,233	-	1,269,640	12,429,853	27,203,726
Final cash dividend for the year ended December 31, 2006 declared subsequent to year end	-	-	-	-	(1,942,500)	(1,942,500)
Transfer to reserve for issue of bonus shares for December 2006 declared subsequent to year end	-	-	1,618,750	-	(1,618,750)	-
Profit after taxation for the quarter ended March 31, 2007	-	-	-	-	3,080,198	3,080,198
Transfer from surplus on revaluation of fixed assets to un-appropriated profit-net of tax	-	-	-	-	23,614	23,614
Exchange differences on translation of net investments in foreign branches, subsidiaries and associates	-	-	-	20,968	-	20,968
Transfer to Statutory reserves	-	615,974	-	-	(615,974)	-
Closing balance as at March 31, 2007	6,475,000	7,645,207	1,618,750	1,290,608	11,356,441	28,386,006

The annexed notes 1 to 12 form an integral part of these financial statements.

Atif R. Bokhari
President and
Chief Executive Officer

Abdul Rauf Malik
Director

Sir Mohammed Anwar Pervez, OBE, HPk
Deputy Chairman

Nahayan Mabarak Al Nahayan
Chairman

NOTES TO THE FINANCIAL STATEMENTS FOR THE QUARTER ENDED MARCH 31, 2007
1. STATUS AND NATURE OF BUSINESS

United Bank Limited is incorporated in Pakistan and is engaged in commercial banking and related services. The bank's registered and principal office is situated in State Life Building No.1, I.I. Chundrigar Road, Karachi. The Bank operates 1,044 branches in Pakistan including one Islamic Banking Branch and 15 branches outside Pakistan as at March 31, 2007

2. BASIS OF PRESENTATION

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

3. STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan and the requirements of Companies Ordinance, 1984 and the Banking Companies Ordinance, 1962. Approved accounting standards comprise of such International Accounting Standards as notified under the provisions of the Companies Ordinance, 1984. Whenever 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 disclosures in these accounts have, however, been limited based on the requirements of International Accounting Standard 34, Interim Financial Reporting.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these financial statements are the same as those applied in the preparation of annual financial statements of the Bank for the year ended December 31, 2006.

5. INVESTMENTS

	Note	Mar. 31, 2007			Dec. 31, 2006		
		Held by	Given as	Total	Held by	Given as	Total
		bank	collateral		bank	collateral	
		-----'Rupees in '000'-----			-----'Rupees in '000'-----		
5.1 Held-for-trading securities	5.1.1	622,910	1,049,173	1,672,083	137,445	-	137,445
Available-for-sale securities	5.1.2	49,728,218	10,088,142	59,816,360	26,924,852	16,743,707	43,668,559
Held-to-maturity securities	5.1.3	26,320,511	-	26,320,511	21,444,416	-	21,444,416
Investments in Associates		896,981	-	896,981	596,981	-	596,981
Investments in Subsidiaries		2,164,448	-	2,164,448	1,660,848	-	1,660,848
Provision for Diminution in value of investments		(385,289)	-	(385,289)	(400,639)	-	(400,639)
Surplus / (deficit) on revaluation of available for sale investments		129,264	(9,197)	120,067	(3,335)	-	(3,335)
Surplus / (deficit) on revaluation of held for trading investments		10,067	(501)	9,566	163,003	(6,940)	156,063
Investments (net of provisions)		<u>79,487,110</u>	<u>11,127,617</u>	<u>90,614,727</u>	<u>50,360,568</u>	<u>16,743,707</u>	<u>67,104,275</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE QUARTER ENDED MARCH 31, 2007

	Mar. 31, 2007			Dec. 31, 2006		
	Held by bank	Given as collateral	Total	Held by bank	Given as collateral	Total
	-----'Rupees in '000'-----			-----'Rupees in '000'-----		
5.1.1 Held-for-trading securities						
- Ordinary shares of listed companies	248,850	-	248,850	91,007	-	91,007
- Pakistan investment bonds	-	-	-	-	-	-
- Market treasury bills	191,706	1,049,173	1,240,879	46,438	-	46,438
- Term Finance Certificates	-	-	-	-	-	-
- Other Bonds	182,354	-	182,354	-	-	-
	622,910	1,049,173	1,672,083	137,445	-	137,445
5.1.2 Available for sale securities						
- Market treasury bills	35,554,668	10,088,142	45,642,810	15,304,284	16,743,707	32,047,991
- Pakistan investment bonds	6,337,554	-	6,337,554	3,157,602	-	3,157,602
- Ordinary shares of listed companies	1,292,952	-	1,292,952	2,403,691	-	2,403,691
- Ordinary shares of unlisted companies	497,005	-	497,005	497,288	-	497,288
- GOP Islamic Bonds - Sakkuk	676,275	-	676,275	694,271	-	694,271
- Units of mutual funds	2,317,395	-	2,317,395	1,222,338	-	1,222,338
- Euro Bonds	956,863	-	956,863	1,247,217	-	1,247,217
- Foreign Currency bonds	1,365,657	-	1,365,657	1,705,045	-	1,705,045
- Term Finance Certificates	729,849	-	729,849	693,116	-	693,116
	49,728,218	10,088,142	59,816,360	26,924,852	16,743,707	43,668,559
5.1.3 Held to maturity securities						
- Term Finance Certificates	7,582,945	-	7,582,945	8,134,206	-	8,134,206
- Government of Pakistan- Guaranteed bonds	-	-	-	-	-	-
- CIRC bonds	2,900,000	-	2,900,000	2,900,000	-	2,900,000
- Pakistan investment bonds	5,663,178	-	5,663,178	4,691,273	-	4,691,273
- GOP Dollar/Euro bonds	2,410,415	-	2,410,415	2,410,415	-	2,410,415
- Foreign currency bonds	1,378,785	-	1,378,785	1,382,986	-	1,382,986
- Foreign securities	1,101,368	-	1,101,368	639,064	-	639,064
- Debentures	10,979	-	10,979	11,289	-	11,289
-Participation of Term Certificates	55,103	-	55,103	55,169	-	55,169
- CDC SAARC Fund	304	-	304	505	-	505
- Federal investment bonds	13,939	-	13,939	13,906	-	13,906
- Market treasury bills	5,203,495	-	5,203,495	1,205,603	-	1,205,603
- Provincial Government Securities	-	-	-	-	-	-
	26,320,511	-	26,320,511	21,444,416	-	21,444,416
Investments in Associates						
- Oman united Exchange Company, Muscat	6,981	-	6,981	6,981	-	6,981
- United Growth and Income Fund	-	-	-	-	-	-
- United Stock Advantage Fund	250,000	-	250,000	250,000	-	250,000
- United Islamic Composite Fund	550,000	-	550,000	250,000	-	250,000
- UBL Insurers Limited	90,000	-	90,000	90,000	-	90,000
	896,981	-	896,981	596,981	-	596,981
Investments in Subsidiaries						
- United National Bank , UK	1,482,011	-	1,482,011	1,482,011	-	1,482,011
- United Bank AG Zurich ,Switzerland	589,837	-	589,837	86,237	-	86,237
- Domestic Subsidiaries	92,600	-	92,600	92,600	-	92,600
	2,164,448	-	2,164,448	1,660,848	-	1,660,848
	79,733,068	11,137,315	90,870,383	50,764,542	16,743,707	67,508,249
Provision for Diminution in value of investments	(385,289)	-	(385,289)	(400,639)	-	(400,639)
Surplus / (deficit) on revaluation of available for sale investments	129,264	(9,197)	120,067	(3,335)	-	(3,335)
Surplus / (deficit) on revaluation of held for trading investments	10,067	(501)	9,566	163,003	(6,940)	156,063
Investments (net of provisions)	79,487,110	11,127,617	90,614,727	50,523,571	16,736,767	67,260,338

NOTES TO THE FINANCIAL STATEMENTS FOR THE QUARTER ENDED MARCH 31, 2007
6. ADVANCES

	Mar.31,2007	Dec.31,2006
	-----'Rupees in '000'-----	
Loans, cash credits, running finances, etc.		
In Pakistan	207,542,294	209,353,477
Outside Pakistan	42,903,540	38,140,412
	<u>250,445,834</u>	<u>247,493,889</u>
Bills discounted and purchased (excluding treasury bills)		
Payable in Pakistan	7,602,627	6,537,721
Payable outside Pakistan	5,509,494	5,415,625
	<u>13,112,121</u>	<u>11,953,346</u>
	<u>263,557,955</u>	<u>259,447,235</u>
Finance in respect of continuous funding system (CSF)	1,581,037	1,462,242
Provision for non-performing advances- specific	(12,196,977)	(12,183,335)
Provision for non-performing advances- General	(1,398,745)	(1,416,249)
	<u>251,543,270</u>	<u>247,309,893</u>

6.1 Advances include Rs.17,040 million which have been placed under non-performing status as detailed below:-

Category of Classification	Domestic	Overseas	Total	Provision	Provision
				Required	Held
-----Rupees in '000'-----					
Other Assets Especially Mentioned	294,715	-	294,715	-	-
Substandard	1,906,495	107,030	2,013,525	190,666	190,666
Doubtful	1,676,693	119,314	1,796,007	475,881	475,881
Loss	8,536,884	4,399,171	12,936,055	11,530,430	11,530,430
	<u>12,414,787</u>	<u>4,625,515</u>	<u>17,040,302</u>	<u>12,196,977</u>	<u>12,196,977</u>

6.2 General provision represents provision amounting to Rs 1,264 million (December 31, 2006: Rs.1,163.019 million) against consumer financing portfolio as required by the Prudential Regulations issued by State Bank of Pakistan and Rs. 134 million (December 31, 2006: Rs. 253.230 million) pertaining to overseas advances to meet the requirements of monetary agencies and regulating authorities of the respective country.

7. BORROWINGS FROM FINANCIAL INSTITUTIONS

	Mar.31,2007	Dec.31,2006
	-----'Rupees in '000'-----	
Secured		
Borrowings from financial institutions	-	-
Borrowings from State Bank of Pakistan		
- Under export refinance scheme	9,348,709	9,414,812
- Long term finance under export oriented projects	5,258,045	5,333,691
- Locally Manufactured Machinery	3,021	3,382
	<u>14,609,775</u>	<u>14,751,885</u>
Repurchase agreement borrowings	11,137,315	17,527,738
Unsecured		
Call borrowings	1,000,000	4,600,000
Overdrawn nostro accounts	64,627	542,162
Trading account liability	2,637,746	1,123,135
	<u>3,702,373</u>	<u>6,265,297</u>
	<u>29,449,463</u>	<u>38,544,920</u>

8. DEPOSITS AND OTHER ACCOUNTS
Customers

Fixed deposits	123,593,666	114,927,897
Savings deposits	131,962,673	121,878,162
Sundry Deposits	5,975,724	4,942,064
Margin Deposits	2,474,039	2,698,999
Current Accounts - Remunerative	1,269,661	1,908,055
Current Accounts - Non-remunerative	86,758,617	88,662,089
	<u>352,034,380</u>	<u>335,017,266</u>

Financial Institutions

Remunerative deposits	377,983	35,539
Non-remunerative deposits	19,947	25,068
	<u>397,930</u>	<u>60,607</u>
	<u>352,432,310</u>	<u>335,077,873</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE QUARTER ENDED MARCH 31, 2007
9. CONTINGENCIES AND COMMITMENTS
Mar.31,2007 Dec.31,2006

-----'Rupees in '000'-----

9.1 Direct Credit Substitutes

Contingent liability in respect of guarantees given favouring:

- Government	8,476,712	9,636,483
- Banking companies and other financial institutions	2,273,031	2,443,965
- Others	3,980,109	4,079,842
	<u>14,729,852</u>	<u>16,160,290</u>

9.2 Transaction-related Contingent Liabilities

Contingent liability in respect of performance bonds, bid bonds, warranties, etc.

- Government	27,681,350	27,269,975
- Banking companies and other financial institutions	1,515,955	1,387,386
- Others	5,642,512	4,585,391
	<u>34,839,817</u>	<u>33,242,752</u>

9.3 Trade-related Contingent Liabilities

Contingent liability in respect of letters of credit favouring:

- Government	47,962,820	50,372,611
- Banking companies and other financial institutions	119,095	36,266
- Others	40,623,899	42,628,833
	<u>88,705,814</u>	<u>93,037,710</u>

9.4 Other Contingencies

Claims against the bank not acknowledge as debts

<u>23,638,715</u>	<u>13,732,499</u>
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9.5 Commitments in respect of forward lending

The bank makes commitments to extend credit in the normal course of its business but these being recoverable commitments do not attract any significant penalty or expense if the facility is unilaterally withdrawn.

9.6 Other commitments
Mar.31,2007 Dec.31,2006

-----'Rupees in '000'-----

- Forward purchase contracts of government securities	48,449	5,634,902
- Interest rate swaps	6,054,860	6,884,347
- Cross currency swaps	500,000	-
- Equity futures	335,116	382,026
- Sales of securities not yet purchased	708,407	1,067,735
- Commitments in respect of capital expenditure	64,410	89,037

9.7 Commitments in respect of forward exchange contracts

- Sale	58,133,350	57,465,478
- Purchase	<u>56,356,885</u>	<u>55,369,664</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE QUARTER ENDED MARCH 31, 2007
10 RELATED PARTY TRANSACTIONS

Details of transactions with related parties are given below:

	2007				2006			
	Key management personnel	Subsidiaries	Associates	Others	Key management personnel	Subsidiaries	Associates	Others
	-----'Rupees in '000'-----				-----'Rupees in '000'-----			
Advances								
At January 01	93,648	-	-	1,000,565	80,694	-	-	1,818,141
Given during the year	11,313	18,231	-	-	45,557	-	-	-
Repaid during the year	(5,412)	(18,231)	-	-	(32,603)	-	-	(817,576)
At March 31 / December 31	<u>99,549</u>	<u>-</u>	<u>-</u>	<u>1,000,565</u>	<u>93,648</u>	<u>-</u>	<u>-</u>	<u>1,000,565</u>
Deposits								
At January 01	13,249	5,659	2,469	3,367,047	15,542	4,146	-	1,524,441
Received during the year	57,287	73,927,691	94,069	22,192,444	189,638	4,907,637	138,201	149,323,191
Withdrawn during the year	(50,528)	(73,927,897)	(85,190)	(20,949,497)	(191,931)	(4,906,124)	(135,732)	(147,480,585)
At March 31 / December 31	<u>20,008</u>	<u>5,453</u>	<u>11,348</u>	<u>4,609,994</u>	<u>13,249</u>	<u>5,659</u>	<u>2,469</u>	<u>3,367,047</u>
Placements made during the year	-	3,504,776	-	-	-	375,007,932	500,000	-
Placements settled during the year	-	3,433,637	-	-	-	373,529,852	500,000	-
Maximum amount of a placement made during the year	-	848,483	-	-	-	2,394,927	-	-
Borrowings made during the year	-	-	-	-	-	1,272,600	-	-
Borrowings settlement during the year	-	-	-	-	-	1,272,600	-	-
Mark-up / return / interest earned	955	9,602	681	56,964	3,651	31,229	2,349	100,545
Mark-up / return / interest expensed	-	628	-	123,951	-	1,369	-	115,530
Reimbursement of liaison office expenses paid to Dubai and Abu Dhabi Group	-	-	-	9,116	-	-	-	36,170
Investment made during year	-	-	300,000	-	-	-	590,000	-
Payable in respect of acquisition of shares	-	30,000	-	-	-	30,000	-	-
Distribution commission income	-	-	-	-	-	1,411	-	-
Distribution commission receivable	-	6,074	-	-	-	5,979	-	-
Other receivable	-	-	22,559	122	-	2,815	22,620	-
Dividend income received	-	-	-	-	-	145,572	-	-
Other expenses paid	-	-	-	-	-	-	22,620	-
Remuneration paid	112,878	-	-	-	189,407	-	-	-
Post Employment benefits	2,514	-	-	-	7,506	-	-	-

11. DATE OF AUTHORIZATION

These financial statements were authorised for issue on April 24,2007 by the Board of Directors of the Bank.

12. GENERAL

Comparative figures have been reclassified and rearranged, wherever necessary for comparison purposes.

 Atif R. Bokhari
 President and
 Chief Executive Officer

 Abdul Rauf Malik
 Director

 Sir Mohammed Anwar Pervez, OBE, HPk
 Deputy Chairman

 Nahayan Mabarak Al Nahayan
 Chairman