

HALF YEARLY REPORT  
JUNE 30, 2007



**Meezan Bank**  
The Premier Islamic Bank

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## **C O R P O R A T E I N F O R M A T I O N**

<b>Board of Directors</b>	H.E. Sheikh Ebrahim Bin Khalifa Al-Khalifa Naser Abdul Mohsen Al-Marri Irfan Siddiqui Istaqbal Mehdi Mohamed Abdul-Rehman Hussain Ariful Islam Rana Ahmed Humayun Mohammed Azzaroog Rajab Ahmed Abdul Rahim Mohamed	Chairman Vice Chairman President & CEO
<b>Shariah Board</b>	Justice (Retd.) Muhammad Taqi Usmani Dr. Abdul Sattar Abu Ghuddah Sheikh Essam M. Ishaq Dr. Muhammad Imran Usmani	Chairman
<b>Executive Committee</b>	Naser Abdul Mohsen Al-Marri Mohamed Abdul-Rehman Hussain Irfan Siddiqui	
<b>Audit Committee</b>	Istaqbal Mehdi Rana Ahmed Humayun Ahmed Abdul Rahim Mohamed	
<b>Risk Management Committee</b>	Mohamed Abdul-Rehman Hussain Rana Ahmed Humayun Ariful Islam	
<b>Human Resources Committee</b>	Ahmed Abdul Rahim Mohamed Naser Abdul Mohsen Al-Marri Irfan Siddiqui	
<b>Company Secretary</b>	Shabbir Hamza Khandwala	
<b>Shariah Advisor</b>	Dr. Muhammad Imran Usmani	
<b>Legal Advisor</b>	Rizvi, Isa, Afridi & Angell	
<b>Auditors</b>	KPMG Taseer Hadi & Co.	
<b>Registered Office</b>	3rd Floor, PNSC Building, M.T. Khan Road, Karachi-74000, Pakistan. Ph : (92-21) 5610582, Fax : (92-21) 5610375, Call Centre : 111-331-331 E-mail : info@meezanbank.com	
<b>Website</b>	www.meezanbank.com	
<b>Shares Registrar</b>	THK Associates (Pvt.) Ltd. Ground Floor, State Life Building-3, Dr.Ziauddin Ahmed Road Karachi-75530, Pakistan. Ph : (92-21) 111-000-322, Fax : (92-21) 5655595	

## **DIRECTORS' REVIEW**

The Board of Directors is pleased to present the unaudited financial statements of Meezan Bank Limited and consolidated financial statements for the half year ended June 30, 2007. The financial highlights of Meezan Bank for the current period and corresponding period of the last year are given below:

### **Financial Highlights**

*Rupees in '000*

	<b>June 2007</b>	<b>June 2006</b>	<b>Growth %</b>
Deposits	45,052,679	26,220,074	72%
Financings	28,818,439	22,665,516	27%
Total Assets	59,728,892	34,928,004	71%
Share Capital	3,779,897	2,362,435	60%
Shareholders' Equity	5,187,367	3,288,338	58%
Net Spread Earned	977,290	640,057	53%
Fee, Commission & Brokerage Income	134,619	97,654	38%
Profit before Tax	601,498	406,069	48%
Profit after Tax	430,958	317,398	36%
Earnings per Share (half year)-Rupees	1.14	1.02	12%
Number of Branches	65	31	110%

Alhamdulillah, Meezan Bank has been able to grow in all areas of its business activities especially deposits, the life blood of the Bank, that grew by 72% from Rs 26.2 billion to Rs 45.1 billion. This has been achieved as a result of a number of new direct sales initiatives taken by the Bank during this period. Profitability was also up, with post tax profit of Rs 431 million as compared to Rs 317 million in the corresponding half year reflecting an increase of 36%. Income from core banking business has increased by 61%, which reflects the increase in our banking operations stemming directly as a result of our aggressive branch expansion policy. The balance sheet has also shown a robust growth of 71% over June 30, 2006 from Rs 35 billion to Rs 60 billion with deposit increasing by 72% and financing by 27% over corresponding period last year.

Earnings Per Share (EPS) for the half year is Rs 1.14 as compared to Rs 1.02 in corresponding period of last year. The Bank plans to continue with its branch expansion policy and plans to open 33 branches InshaAllah by December 2007. This will take the Bank's branch network to 95 branches throughout Pakistan. A new branch normally takes 9-12 months to become profitable and, therefore, puts a drain on the profitability of the Bank in the initial period.

JCR VIS Rating Co. Ltd. has reaffirmed the Bank's long-term entity rating of A+ with stable outlook and short-term rating as A1.

The Islamic Banking industry continues to grow in Pakistan and six-full fledged Islamic Banks are now in operation. We welcome the advent of new Islamic banks and pray for the success of all players in this field. We are confident that there will be good co-operation between these banks, which will no doubt benefit all participants.

## **DIRECTORS' REVIEW**

The Board would like to express its sincere thanks and gratitude to the State Bank of Pakistan, the Securities and Exchange Commission of Pakistan and our Shariah Supervisory Board for their continued guidance and support. We also take this opportunity to thank our valued customers for their patronage, the shareholders for their continued support and to the staff for their continuous efforts to make Meezan Bank a success.

On behalf of the Board

**H.E. Sheikh Ebrahim Bin Khalifa Al-Khalifa**  
Chairman

**Irfan Siddiqui**  
President & CEO

Karachi:  
September 05, 2007



## **INDEPENDENT AUDITORS' REPORT ON REVIEW OF UNCONSOLIDATED INTERIM FINANCIAL INFORMATION TO THE MEMBERS**

### **Introduction**

We have reviewed the accompanying unconsolidated condensed interim balance sheet of Meezan Bank Limited as at 30 June 2007 and the related unconsolidated condensed interim profit and loss account, unconsolidated condensed interim cash flow statement and consolidated condensed interim statement of changes in equity for the half year then ended (here-in-after referred to as the "unconsolidated interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan. Our responsibility is to express a conclusion on this unconsolidated interim financial information based on our review.

### **Scope of Review**

We conducted our review in accordance with international Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A Review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### **Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying unconsolidated interim financial information as at 30 June 2007 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan.

The figures of the unconsolidated condensed interim profit and loss account for the quarters ended 30 June 2007 and 2006 have not been reviewed, as we are required to review only the cumulative figures for the half year ended 30 June 2007. The financial statements of the Bank for the half year ended 30 June 2006 and for the year ended 31 December 2006 were reviewed and audited respectively by A.F. Ferguson & Co., Chartered Accountants who had expressed an unqualified opinion thereon.

Date: September 05, 2007  
Karachi

**KPMG Taseer Hadi & Co.**  
**Chartered Accountants**

**CONDENSED INTERIM**  
**BALANCE SHEET**  
**AS AT JUNE 30, 2007**

	Note	June 30, 2007 (Unaudited)	December 31, 2006 (Audited)
----- Rupees in '000 -----			
<b>ASSETS</b>			
Cash and balances with treasury banks	6	8,072,113	5,897,394
Balances with other banks	7	7,460,651	4,134,875
Due from financial institutions		7,740,000	3,700,000
Investments	8	4,504,708	2,877,554
Financings	9	28,818,439	27,031,016
Operating fixed assets	10	833,887	531,262
Other assets		2,299,094	2,266,522
		<u>59,728,892</u>	<u>46,438,623</u>
<b>LIABILITIES</b>			
Bills payable		699,118	563,228
Due to financial institutions		5,874,973	4,285,212
Deposits and other accounts	11	45,052,679	34,449,441
Sub-ordinated loans		-	-
Liabilities against assets subject to finance lease		-	-
Deferred tax liabilities		567,395	398,304
Other liabilities		2,310,954	1,979,079
		<u>54,505,119</u>	<u>41,675,264</u>
<b>NET ASSETS</b>		<u>5,223,773</u>	<u>4,763,359</u>
<b>REPRESENTED BY</b>			
Share capital	12	3,779,897	3,779,897
Reserves		614,277	528,085
Unappropriated profit		793,193	448,427
		<u>5,187,367</u>	<u>4,756,409</u>
Surplus on revaluation of investments	8	36,406	6,950
		<u>5,223,773</u>	<u>4,763,359</u>
<b>CONTINGENCIES AND COMMITMENTS</b>	13		

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

**H.E. Sheikh Ebrahim**  
**Bin Khalifa Al-Khalifa**  
Chairman

**Irfan Siddiqui**  
President & Chief Executive

**Mohammed**  
**Azzaroog Rajab**  
Director

**Ariful Islam**  
Director



# CONDENSED INTERIM

## PROFIT AND LOSS ACCOUNT (UNAUDITED) FOR THE QUARTER AND HALF YEAR ENDED JUNE 30, 2007

	Note	Quarter ended June 30, 2007	Half year ended June 30, 2007	Quarter ended June 30, 2006	Half year ended June 30, 2006
-----Rupees in '000-----					
Profit / return earned on financings, investments and placements	14	1,091,887	2,065,410	639,409	1,216,358
Return on deposits and other dues expensed	15	580,753	1,088,120	294,037	576,301
Net spread earned		511,134	977,290	345,372	640,057
Provision against non-performing financings - net		81,918	89,586	48,920	59,942
Provision for diminution in the value of investments		-	-	-	-
Bad debts written off directly		-	-	-	-
		81,918	89,586	48,920	59,942
Net spread after provisions		429,216	887,704	296,452	580,115
<b>OTHER INCOME</b>					
Fee, commission and brokerage income		73,222	134,619	55,577	97,654
Dividend income		20,898	28,978	16,565	29,348
Capital gain on sale of investments		44,510	60,707	18,084	95,715
Unrealised gain / (loss) on revaluation of 'held for trading' investments		60,078	76,228	(65,674)	(37,307)
Income from dealing in foreign currencies		89,129	171,847	35,335	61,243
Other income		8,419	15,637	8,880	14,254
Total other income		296,256	488,016	68,767	260,907
		725,472	1,375,720	365,219	841,022
<b>OTHER EXPENSES</b>					
Administrative expenses		401,937	774,197	211,336	434,457
Other provisions / write offs		-	-	-	-
Other charges		12	25	496	496
Total other expenses		401,949	774,222	211,832	434,953
		323,523	601,498	153,387	406,069
Extraordinary / unusual items		-	-	-	-
<b>PROFIT BEFORE TAXATION</b>		323,523	601,498	153,387	406,069
Taxation - current		1,045	1,449	(6,374)	1,479
- prior years		-	-	(50,572)	(50,572)
- deferred		82,097	169,091	74,590	137,764
		83,142	170,540	17,644	88,671
<b>PROFIT AFTER TAXATION</b>		240,381	430,958	135,743	317,398
Unappropriated profit brought forward		639,004	448,427	346,594	527,123
Profit available for appropriations		879,385	879,385	482,337	844,521
Transfer to reserve for issue of bonus shares		-	-	-	(325,853)
Transfer to statutory reserve		(86,192)	(86,192)	(27,149)	(63,480)
Profit available for appropriations		793,193	793,193	455,188	455,188
-----Rupees-----					
Basic and diluted earnings per share	16	0.64	1.14	0.44	1.02

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

H.E. Sheikh Ebrahim  
Bin Khalifa Al-Khalifa  
Chairman

Irfan Siddiqui  
President & Chief Executive

Mohammed  
Azzaroog Rajab  
Director

Ariful Islam  
Director

**CONDENSED INTERIM****CASH FLOW STATEMENT (UNAUDITED)  
FOR THE HALF YEAR ENDED JUNE 30, 2007**

	Note	June 30, 2007	June 30, 2006
		----- Rupees in '000 -----	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Profit before taxation		601,498	406,069
Less: Dividend income		(28,978)	(29,348)
		<u>572,520</u>	<u>376,721</u>
<b>Adjustments for non-cash charges</b>			
Depreciation		55,017	31,921
Amortisation		5,191	2,115
Provision against non-performing financings - net		89,586	59,942
Gain on sale of operating fixed assets		(3,288)	(1,785)
Unrealised (gain) / loss on revaluation of held for trading investments		(76,228)	37,307
		<u>70,278</u>	<u>129,500</u>
		<u>642,798</u>	<u>506,221</u>
<b>(Increase) / decrease in operating assets</b>			
Due from financial institutions		(4,040,000)	-
Held for trading investments		(13,209)	(51,957)
Financings		(1,877,009)	(2,984,572)
Other assets		(22,456)	674,983
		<u>(5,952,674)</u>	<u>(2,361,546)</u>
<b>Increase / (decrease) in operating liabilities</b>			
Bills payable		135,890	175,725
Due to financial institutions		1,589,761	95,339
Deposits and other accounts		10,603,238	3,450,812
Other liabilities		331,875	105,876
		<u>12,660,764</u>	<u>3,827,752</u>
		<u>7,350,888</u>	<u>1,972,427</u>
Income tax paid		(8,435)	(4,778)
		<u>7,342,453</u>	<u>1,967,649</u>
<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>			
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Net investments in securities		(1,508,261)	(1,101,565)
Dividends received		25,848	20,234
Investments in operating fixed assets		(364,711)	(95,125)
Proceeds from sale of operating fixed assets		5,166	4,267
<b>Net cash flow from investing activities</b>		<u>(1,841,958)</u>	<u>(1,172,189)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
<b>Increase in cash and cash equivalents</b>		<u>5,500,495</u>	<u>795,460</u>
Cash and cash equivalents at the beginning of the period		10,032,269	6,812,761
<b>Cash and cash equivalents at the end of the period</b>	17	<u>15,532,764</u>	<u>7,608,221</u>

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

**H.E. Sheikh Ebrahim  
Bin Khalifa Al-Khalifa**  
Chairman

**Irfan Siddiqui**  
President & Chief Executive

**Mohammed  
Azzaroog Rajab**  
Director

**Ariful Islam**  
Director

**CONDENSED INTERIM****STATEMENT OF CHANGES IN EQUITY (UNAUDITED)  
FOR THE HALF YEAR ENDED JUNE 30, 2007**

	Share capital	Capital reserves		Revenue reserves	Unappropriated profit	Total
		Statutory reserve	Reserve for issue of bonus shares	General reserve		
	----- Rupees in '000 -----					
Balance as at January 1, 2006	2,036,582	340,469	-	66,766	527,123	2,970,940
Transfer to reserve for issue of bonus shares	-	-	325,853	-	(325,853)	-
Issue of bonus shares	325,853	-	(325,853)	-	-	-
Profit after taxation for the half year ended June 30, 2006	-	-	-	-	317,398	317,398
Transfer to statutory reserve	-	63,480	-	-	(63,480)	-
Balance as at June 30, 2006	2,362,435	403,949	-	66,766	455,188	3,288,338
Issue of right shares	1,181,218	-	-	-	-	1,181,218
Issue of bonus shares - interim	236,244	-	-	-	(236,244)	-
Profit after taxation for the period July 1, 2006 to December 31, 2006	-	-	-	-	286,853	286,853
Transfer to statutory reserve	-	57,370	-	-	(57,370)	-
Balance as at December 31, 2006	3,779,897	461,319	-	66,766	448,427	4,756,409
Profit after taxation for the half year ended June 30, 2007	-	-	-	-	430,958	430,958
Transfer to statutory reserve	-	86,192	-	-	(86,192)	-
Balance as at June 30, 2007	3,779,897	547,511	-	66,766	793,193	5,187,367

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

**H.E. Sheikh Ebrahim  
Bin Khalifa Al-Khalifa**  
Chairman

**Irfan Siddiqui**  
President & Chief Executive

**Mohammed  
Azzaroog Rajab**  
Director

**Ariful Islam**  
Director



## **NOTES TO THE CONDENSED**

### **INTERIM FINANCIAL STATEMENTS (UNAUDITED) FOR THE HALF YEAR ENDED JUNE 30, 2007**

#### **1. LEGAL STATUS AND NATURE OF BUSINESS**

The Bank was incorporated in Pakistan on January 27, 1997 as a public limited company under the Companies Ordinance, 1984 and its shares are quoted on the Karachi Stock Exchange. The Bank was registered as an 'Investment Finance Company' on August 8, 1997 and carried on the business of investment banking as permitted under SRO 585(I)/87 dated July 13, 1987 in accordance and in conformity with the principles of Islamic Shariah. A 'Certificate of Commencement of Business' was issued to the Bank on September 29, 1997.

The Bank was granted a 'Scheduled Islamic Commercial Bank' licence on January 31, 2002 and formally commenced operations as a scheduled Islamic Commercial Bank with effect from March 20, 2002 on receiving notification in this regard from the State Bank of Pakistan (SBP) under section 37 of the State Bank of Pakistan Act, 1956. Currently, the Bank is engaged in commercial, consumer, investment and retail banking activities.

The Bank was operating through sixty five branches as at June 30, 2007 (June 30, 2006: thirty one). Its registered office is at 3rd Floor, PNSC Building, Moulvi Tamizuddin Khan Road, Karachi.

#### **2. BASIS OF PRESENTATION**

The Bank provides financing mainly through murabaha, ijarah, musharakah, diminishing musharakah and export refinance under Islamic Export Refinance Scheme. Under murabaha the goods are purchased and are then sold to the customers on credit. The purchases and sales arising under these arrangements are not reflected in these condensed interim financial statements as such but are restricted to the amount of facility actually utilised and the appropriate portion of profit thereon. The income on such financings is recognised in accordance with the principles of Islamic Shariah. However, income, if any, received which does not comply with the principles of Islamic Shariah is recognised as charity payable if so directed by the Executive Committee of the Shariah Supervisory Board.

#### **3. STATEMENT OF COMPLIANCE**

These condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan and the requirements of the Companies Ordinance, 1984 and the Banking Companies Ordinance, 1962. Approved accounting standards comprise of such International Financial Reporting Standards as notified under the provisions of the Companies Ordinance, 1984 and Islamic Financial Accounting Standard 1 - 'Murabaha'. Wherever the requirements of the Companies Ordinance, 1984, Banking Companies Ordinance, 1962 or directives (circulars and notifications) 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 made in these condensed interim financial statements have been limited based on the format prescribed by the State Bank of Pakistan vide BSD Circular No. 2 dated May 12, 2004 and International Accounting Standard 34, Interim Financial Reporting. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the financial statements of the Bank for the year ended December 31, 2006.

**NOTES TO THE CONDENSED  
INTERIM FINANCIAL STATEMENTS (UNAUDITED)  
FOR THE HALF YEAR ENDED JUNE 30, 2007**

**4. ACCOUNTING POLICIES**

- 4.1** The accounting policies adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the financial statements of the Bank for the year ended December 31, 2006. During the period the Bank has changed its estimate in respect of depreciation of operating fixed assets as fully explained in note 4.2.

**4.2 Operating fixed assets**

Fixed assets are stated at cost less accumulated depreciation and impairment, if any. Depreciation is charged to income by applying straight line method whereby the cost of an assets is written off over its estimated useful life.

Effective January 1, 2007, the Bank has changed its estimate in respect of useful lives of assets. The Bank now charges depreciation from the month of acquisition and up to the month preceding the disposal. Previously, full year's depreciation was charged on all additions to fixed assets during the year while no depreciation was charged in the year in which the assets were disposed off. The effect of this change in accounting estimate is considered immaterial.

**5 ACCOUNTING ESTIMATES AND ASSUMPTIONS**

The preparation of condensed interim financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise judgement in the process of applying the Bank's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to these condensed interim financial statements are the same as those disclosed in the financial statements for the year ended December 31, 2006.

	June 30, 2007	December 31, 2006
	----- Rupees in '000 -----	
<b>6 CASH AND BALANCES WITH TREASURY BANKS</b>		
In hand		
- local currency	748,539	411,016
- foreign currency	123,821	176,276
With the State Bank of Pakistan in		
- local currency current account	6,699,808	4,927,430
- foreign currency current account	332,262	256,140
With National Bank of Pakistan in		
- local currency current account	167,683	126,532
	<u>8,072,113</u>	<u>5,897,394</u>
<b>7 BALANCES WITH OTHER BANKS</b>		
In Pakistan		
- on current account	62,439	105,526
Outside Pakistan		
- on current account	398,789	389,334
- on deposit account	6,999,423	3,640,015
	<u>7,460,651</u>	<u>4,134,875</u>



# NOTES TO THE CONDENSED

## INTERIM FINANCIAL STATEMENTS (UNAUDITED) FOR THE HALF YEAR ENDED JUNE 30, 2007

8 INVESTMENTS	June 30, 2007			December 31, 2006		
	Held by the Bank	Given as collateral	Total	Held by the Bank	Given as collateral	Total
----- Rupees in '000 -----						
<b>8.1 Investments by types</b>						
Held for trading securities	409,259	-	409,259	428,505	-	428,505
Available for sale securities	1,437,524	-	1,437,524	233,358	-	233,358
Held to maturity securities	1,616,409	-	1,616,409	1,320,548	-	1,320,548
Associates	874,582	-	874,582	866,348	-	866,348
Subsidiary	63,050	-	63,050	63,050	-	63,050
<b>Investments at cost / carrying value</b>	<b>4,400,824</b>	<b>-</b>	<b>4,400,824</b>	<b>2,911,809</b>	<b>-</b>	<b>2,911,809</b>
Less : Provision for diminution in value - of investments	8,750	-	8,750	8,750	-	8,750
<b>Investments - net of provisions</b>	<b>4,392,074</b>	<b>-</b>	<b>4,392,074</b>	<b>2,903,059</b>	<b>-</b>	<b>2,903,059</b>
Add : Surplus on revaluation of investments on:						
- 'Held for trading' taken to profit and loss account	76,228	-	76,228	(32,455)	-	(32,455)
- 'Available for sale'	36,406	-	36,406	6,950	-	6,950
<b>Total</b>	<b>4,504,708</b>	<b>-</b>	<b>4,504,708</b>	<b>2,877,554</b>	<b>-</b>	<b>2,877,554</b>

9. FINANCINGS		June 30, 2007	December 31, 2006
		----- Rupees in '000 -----	
In Pakistan			
- Murabaha financings	9.1	12,329,956	11,430,720
- Net investment in Ijarah		7,019,525	6,379,808
- Export refinance under Islamic scheme	9.2	3,802,159	4,403,667
- Diminishing musharakah financings - housing		2,736,936	2,604,096
- Diminishing musharakah financings - others		1,372,774	1,209,466
- Musharakah financings		80,531	130,500
- Financings against bills - salam		542,416	364,755
- Financings against bills - murabaha		1,046,749	573,961
- Loans, cash credit, running finances, etc.		215,234	172,298
<b>Total financings</b>		<b>29,146,280</b>	<b>27,269,271</b>
Less: Provision against non-performing financings	9.4	327,841	238,255
<b>Financings net of provision</b>		<b>28,818,439</b>	<b>27,031,016</b>
<b>9.1 Murabaha receivable- gross</b>	<b>9.1.1</b>	<b>12,767,650</b>	<b>11,871,350</b>
Less: Deferred murabaha income		209,177	222,466
Profit receivable shown in other assets		228,517	218,164
<b>Murabaha financings / receivables</b>		<b>12,329,956</b>	<b>11,430,720</b>

9.1.1 This includes advance for murabaha aggregating Rs. 2,755 million (December 31, 2006: Rs. 1,812 million).

# NOTES TO THE CONDENSED

## INTERIM FINANCIAL STATEMENTS (UNAUDITED) FOR THE HALF YEAR ENDED JUNE 30, 2007

		June 30, 2007	December 31, 2006
		-----Rupees in '000-----	
9.2	Murabaha receivable under Islamic export refinance scheme - gross	9.2.1 3,903,137	4,513,494
	Less: Deferred murabaha income	43,178	50,257
	Profit receivable shown in other assets	57,800	59,570
	Export refinance under Islamic scheme / receivables	<u>3,802,159</u>	<u>4,403,667</u>

9.2.1 This includes advance for murabaha under Islamic Export Refinance Scheme aggregating Rs. 495 million (December 31, 2006: Rs. 846 million).

9.3 Financings include Rs. 368,222 million (December 31, 2006: Rs. 408,442 million) which have been placed under non-performing status as detailed below:

Category of classification	Classified financings			Provision required	Provision held
	Domestic	Overseas	Total		
	----- Rupees in '000 -----				
Substandard	69,961	-	69,961	15,379	15,379
Doubtful	85,115	-	85,115	21,664	21,664
Loss	213,146	-	213,146	205,625	205,625
	<u>368,222</u>	<u>-</u>	<u>368,222</u>	<u>242,668</u>	<u>242,668</u>

9.4 Particulars of provision against non-performing financings:

	June 30, 2007			December 31, 2006		
	Specific	General	Total	Specific	General	Total
	----- Rupees in '000 -----					
Opening balance	163,712	74,543	238,255	66,953	49,721	116,674
Charge for the period / year	94,840	10,630	105,470	98,296	24,822	123,118
Reversals	(15,884)	-	(15,884)	(1,537)	-	(1,537)
	78,956	10,630	89,586	96,759	24,822	121,581
Amount written off	-	-	-	-	-	-
Closing balance	<u>242,668</u>	<u>85,173</u>	<u>327,841</u>	<u>163,712</u>	<u>74,543</u>	<u>238,255</u>

9.5 The Bank has maintained a general provision in accordance with the applicable requirement of the Prudential Regulations for consumer financing issued by the State Bank of Pakistan.

	June 30, 2007	June 30, 2006
	----- Rupees in '000 -----	

### 10 OPERATING FIXED ASSETS

Tangible assets		
- Capital work-in-progress	68,006	66,795
- Property, equipment and others	691,932	445,659
	<u>759,938</u>	<u>512,454</u>
Intangible assets	73,949	18,808
	<u>833,887</u>	<u>531,262</u>

**NOTES TO THE CONDENSED****INTERIM FINANCIAL STATEMENTS (UNAUDITED)  
FOR THE HALF YEAR ENDED JUNE 30, 2007**

		Half year ended	
		June 30, 2007	June 30, 2006
		----- Rupees in '000 -----	
10.1	Additions - cost [including net additions to capital work in progress amounting to Rs. 68.006 million (Jun 30, 2006: Rs. 47.864 million)]	364,711	95,125
	Disposals - cost	9,516	7,769
		June 30, 2007	December 31, 2006
		----- Rupees in '000 -----	
11	Customers		
	- Fixed deposits	19,135,381	12,993,315
	- Savings deposits	13,701,515	9,837,816
	- Current accounts - non-remunerative	9,806,721	7,779,810
	- Margin	343,275	342,301
		42,986,892	30,953,242
	Financial institutions		
	- Remunerative deposits	2,033,404	3,489,614
	- Non-remunerative deposits	32,383	6,585
		2,065,787	3,496,199
		45,052,679	34,449,441
11.1	Particulars of deposits		
	- in local currency	42,449,649	32,096,664
	- in foreign currencies	2,603,030	2,352,777
		45,052,679	34,449,441
12	<b>SHARE CAPITAL</b>		
12.1	Authorised capital		
	800,000,000 (December 31, 2006: 800,000,000) ordinary shares of Rs 10 each	8,000,000	8,000,000
12.2	Issued, subscribed and paid up capital		
	377,989,686 (December 31, 2006: 377,989,686) ordinary shares of Rs 10 each	3,779,897	3,779,897
13	<b>CONTINGENCIES AND COMMITMENTS</b>		
13.1	Direct credit substitutes		
	Contingent liabilities in respect of guarantees favouring government	278,421	201,279



# NOTES TO THE CONDENSED

## INTERIM FINANCIAL STATEMENTS (UNAUDITED) FOR THE HALF YEAR ENDED JUNE 30, 2007

	June 30, 2007	December 31, 2006
	----- Rupees in '000 -----	
<b>13.2 Transaction related contingent liabilities</b>		
Contingent liabilities in respect of performance bonds, bid bonds, warranties, etc. given favouring:		
- Government	1,459,331	1,805,745
- Banking companies	51,161	29,273
- Others	2,600,130	2,224,786
	<u>4,110,622</u>	<u>4,059,804</u>
<b>13.3 Trade related contingent liabilities</b>		
Import letters of credit	6,244,786	4,802,859
Acceptances	2,797,934	2,300,062
	<u>9,042,720</u>	<u>7,102,921</u>
<b>13.4 Commitments in respect of forward foreign exchange contracts</b>		
Purchases	8,815,041	2,808,751
Sales	<u>15,521,295</u>	<u>6,297,464</u>
<b>13.5</b>	There has been no change in contingencies relating to tax matters as disclosed in audited financial statements for the year ended December 31, 2006.	
<b>13.6</b>	There are claims against the Bank, which are not disclosed as contingent liabilities, as the possibility of any outflow on settlement is remote.	
<b>13.7 Commitments in respect of capital expenditure</b>	<u>59,622</u>	<u>-</u>
<b>13.8 Commitments in respect of financings</b>	<u>20,490,227</u>	<u>16,704,510</u>
	Half year ended	
	June 30, 2007	June 30, 2006
	----- Rupees in '000 -----	
<b>14 PROFIT / RETURN EARNED ON FINANCINGS, INVESTMENTS AND PLACEMENTS</b>		
On financings to:		
- Customers	1,568,302	1,121,403
On investments in:		
- 'Available for sale' securities	14,958	5,154
- 'Held for maturity' securities	69,364	57,047
On deposits with financial institutions	412,786	32,754
	<u>2,065,410</u>	<u>1,216,358</u>
<b>15 RETURN ON DEPOSITS AND OTHER DUES EXPENSED</b>		
Deposits and other accounts	946,191	463,572
On other short term borrowings	141,929	112,729
	<u>1,088,120</u>	<u>576,301</u>

**NOTES TO THE CONDENSED****INTERIM FINANCIAL STATEMENTS (UNAUDITED)  
FOR THE HALF YEAR ENDED JUNE 30, 2007.****16 BASIC EARNINGS PER SHARE**

	Quarter ended June 30, 2007	Half year ended June 30, 2007	Quarter ended June 30, 2006	Half year ended June 30, 2006
	----- Rupees in '000 -----			
Profit after taxation	<u>240,381</u>	<u>430,958</u>	<u>135,743</u>	<u>317,398</u>
	----- Number of Shares -----			
Weighted average number of ordinary shares	<u>377,989,686</u>	<u>377,989,686</u>	<u>311,841,491</u>	<u>311,841,491</u>
	----- Rupees -----			
Earnings per share	<u>0.64</u>	<u>1.14</u>	<u>0.44</u>	<u>1.02</u>

- 16.1 The number of ordinary shares as at June 30, 2006 have been adjusted for element of bonus in issue of right shares and bonus shares.

	Half year ended	
	June 30, 2007	June 30, 2006
	----- Rupees in '000 -----	
17 CASH AND CASH EQUIVALENTS		
Cash and balances with treasury banks	8,072,113	3,094,706
Balances with other banks	<u>7,460,651</u>	<u>4,513,515</u>
	<u>15,532,764</u>	<u>7,608,221</u>

**18 RELATED PARTY TRANSACTIONS**

- 18.1 Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions and include a subsidiary company, associated companies with or without common directors, retirement benefit funds, directors and key management personnel.
- 18.2 A number of banking transactions are entered into with related parties in the normal course of business. These include financings, deposits and foreign currency transactions. These transactions were carried out on commercial terms and at market rates. The service charges relating to secondment are on actual basis.
- 18.3 Subsidiary company:  
- Al Meezan Investment Management Limited
- 18.4 Key management personnel:  
- President and Chief Executive Officer  
- Chief Operating Officer
- 18.5 The volumes of related party transactions, outstanding balances at the period / year end and transactions, income and expenses for the respective half years are as follows:



**NOTES TO THE CONDENSED  
INTERIM FINANCIAL STATEMENTS (UNAUDITED)  
FOR THE HALF YEAR ENDED JUNE 30, 2007**

Total		Subsidiary		Associates		Key management personnel		Other related parties	
June 30, 2007	Dec. 31, 2006	June 30, 2007	Dec. 31, 2006	June 30, 2007	Dec. 31, 2006	June 30, 2007	Dec. 31, 2006	June 30, 2007	Dec. 31, 2006
----- Rupees in '000 -----									

**Financing**

At January 1	398,085	314,926	1,488	2,187	395,903	311,912	694	827	-	-
Disbursed during the period / year	96,055	497,798	-	-	96,055	497,798	-	-	-	-
Repaid during the period / year	(283,790)	(414,639)	(402)	(699)	(283,322)	(413,807)	(66)	(133)	-	-
Balance as at	210,350	398,085	1,086	1,488	208,636	395,903	628	694	-	-

**Details of balances**

The Bank is also maintaining current and savings deposits accounts of certain related parties under normal terms and conditions. The balances outstanding in these accounts at the period / year end were as follows:

<b>Deposits</b>	2,096,283	1,444,516	3,810	25,505	1,643,871	1,142,169	12,424	7,816	436,178	269,026
Profit receivable on financings	2,435	10,881	29	267	2,406	10,614	-	-	-	-
Prepaid takaful (insurance)	93,319	76,911	-	-	93,319	76,911	-	-	-	-
Service charges payable by the Bank	1,449	120	60	120	1,389	-	-	-	-	-
Acceptances	49,710	62,176	-	-	49,710	62,176	-	-	-	-
Letters of credit (unfunded)	57,066	56,787	-	-	57,066	56,787	-	-	-	-

**Details of income and expenses**

	Total		Subsidiary		Associates		Key management personnel		Other related parties	
	June 30, 2007	June 30, 2006	June 30, 2007	June 30, 2006	June 30, 2007	June 30, 2006	June 30, 2007	June 30, 2006	June 30, 2007	June 30, 2006
----- Rupees in '000 -----										
Profit earned on financings	32,417	10,828	126	167	32,291	10,661	-	-	-	-
Return on deposits expensed	34,054	46,815	362	437	27,390	42,110	209	294	6,093	3,974
Dividend income earned	-	14,769	-	-	-	14,769	-	-	-	-
Takaful (insurance) expensed	74,393	48,543	-	-	74,393	48,543	-	-	-	-
Commission earned on letters of credit and acceptances	414	273	-	-	414	273	-	-	-	-
Fees earned	5,738	1,942	2,952	1,942	2,117	-	-	-	669	-
Service charges incurred	8,365	2,989	279	(3,957)	113	-	-	-	7,973	6,946
Remuneration to the directors and key management personnel	11,289	11,880	-	-	-	-	11,289	11,880	-	-

**19 DATE OF AUTHORISATION**

These condensed interim financial statements were authorised for issue on September 05, 2007 by the Board of Directors of the Bank.

**20 GENERAL**

The figures in these condensed interim financial statements have been rounded off to the nearest thousand rupees.

**H.E. Sheikh Ebrahim  
Bin Khalifa Al-Khalifa**  
Chairman

**Irfan Siddiqui**  
President & Chief Executive

**Mohammed  
Azzaroog Rajab**  
Director

**Ariful Islam**  
Director

**CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS**

**CONSOLIDATED INTERIM  
BALANCE SHEET  
AS AT JUNE 30, 2007**

	June 30, 2007 (Unaudited)	December 31, 2006 (Audited)
	----- Rupees in '000 -----	
<b>ASSETS</b>		
Cash and balances with treasury banks	8,072,132	5,890,940
Balances with other banks	7,458,350	4,134,875
Due from financial institutions	7,740,000	3,700,000
Investments	5,219,200	3,394,435
Financings	28,817,423	27,029,578
Operating fixed assets	848,957	543,083
Other assets	2,471,326	2,316,135
	<b>60,627,388</b>	<b>47,009,046</b>
<b>LIABILITIES</b>		
Bills payable	699,118	563,228
Due to financial institutions	5,874,973	4,285,212
Deposits and other accounts	45,048,869	34,423,936
Sub-ordinated loans	-	-
Liabilities against assets subject to finance lease	-	-
Deferred tax liabilities	598,724	418,516
Other liabilities	2,422,647	2,007,886
	<b>54,644,331</b>	<b>41,698,778</b>
<b>NET ASSETS</b>	<b>5,983,057</b>	<b>5,310,268</b>
<b>REPRESENTED BY</b>		
Share capital	3,779,897	3,779,897
Reserves	638,593	552,401
Unappropriated profit	1,485,858	918,857
	<b>5,904,348</b>	<b>5,251,155</b>
<b>MINORITY INTEREST</b>	<b>42,303</b>	<b>52,163</b>
	<b>5,946,651</b>	<b>5,303,318</b>
Surplus on revaluation of investments	36,406	6,950
	<b>5,983,057</b>	<b>5,310,268</b>
<b>CONTINGENCIES AND COMMITMENTS</b>		

The annexed notes form an integral part of these condensed interim financial statements.

**H.E. Sheikh Ebrahim  
Bin Khalifa Al-Khalifa**  
Chairman

**Irfan Siddiqui**  
President & Chief Executive

**Mohammed  
Azzarooog Rajab**  
Director

**Ariful Islam**  
Director

**CONSOLIDATED INTERIM****PROFIT AND LOSS ACCOUNT (UNAUDITED)  
FOR THE QUARTER AND HALF YEAR ENDED JUNE 30, 2007**

	Quarter ended June 30, 2007	Half year ended June 30, 2007	Quarter ended June 30, 2006	Half year ended June 30, 2006
-----Rupees in '000-----				
Profit /return on financings, investments and placements	1,092,094	2,065,634	639,290	1,216,301
Return on deposits and other dues expensed	580,676	1,087,758	293,847	575,864
Net spread earned	511,418	977,876	345,443	640,437
Provision against non- performing financings (net)	81,918	89,586	48,920	59,942
Net spread after provisions	429,500	888,290	296,523	580,495
<b>OTHER INCOME</b>				
Fee, commission and brokerage income	127,263	235,985	99,709	185,611
Dividend income	9,746	17,826	6,517	14,579
Income from dealing in foreign currencies	89,129	171,847	35,335	61,243
Capital gain on sale of investments	58,220	88,454	19,170	101,697
Unrealised gain/(loss) on revaluation of ' held for trading' investments	71,093	77,080	(74,243)	(35,073)
Other income	7,668	18,080	12,169	21,147
Total other income	363,119	609,272	98,657	349,204
	792,619	1,497,562	395,180	929,699
<b>OTHER EXPENSES</b>				
Administrative expenses	444,854	833,851	223,872	462,406
Other charges	(18)	25	542	593
Total other expenses	444,836	833,876	224,414	462,999
	347,783	663,686	170,766	466,700
Shares of results of associates before taxation	138,227	212,421	(72,987)	45,513
<b>PROFIT BEFORE TAXATION</b>	486,010	876,107	97,779	512,213
Taxation - current	6,626	18,115	7,091	26,569
- prior years	-	-	(50,572)	(50,572)
- deferred	86,132	180,208	70,714	139,791
	92,758	198,323	27,233	115,788
<b>PROFIT AFTER TAXATION</b>	393,252	677,784	70,546	396,425
Share of profit attributable to minority interest	(14,626)	(24,591)	(4,871)	(17,686)
<b>PROFIT ATTRIBUTABLE TO SHAREHOLDERS</b>	378,626	653,193	65,675	378,739
Unappropriated profit brought forward	1,193,424	918,857	901,216	950,336
Profit available for appropriations	1,572,050	1,572,050	966,891	1,329,075
Transfer to reserve for issue of bonus shares	-	-	-	(325,853)
Transfer to statutory reserve	(86,192)	(86,192)	(27,149)	(63,480)
Profit available for appropriations	1,485,858	1,485,858	939,742	939,742
Basic and diluted earnings per share - Rupees	1.00	1.73	0.21	1.21

The annexed notes form an integral part of these condensed interim financial statements.

**H.E. Sheikh Ebrahim  
Bin Khalifa Al-Khalifa**  
Chairman

**Irfan Siddiqui**  
President & Chief Executive

**Mohammed  
Azzaroog Rajab**  
Director

**Arifur Islam**  
Director



**CONSOLIDATED INTERIM****CASH FLOW STATEMENT (UNAUDITED)  
FOR THE HALF YEAR ENDED JUNE 30, 2007**

	June 30, 2007	June 30, 2006
	----- Rupees in '000 -----	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	876,107	512,213
Dividend income	(17,826)	(14,579)
	<u>858,281</u>	<u>497,634</u>
<b>Adjustments for non-cash charges</b>		
Unrealised (gain) / loss on revaluation of held for trading investments	(77,080)	35,073
Provision against non- performing financings-net	89,586	59,942
Shares in results of associates	(212,421)	(45,513)
Gain on sale of operating fixed assets	(3,288)	(1,785)
Depreciation	58,174	34,090
Amortisation	5,323	2,276
	<u>(139,706)</u>	<u>84,083</u>
	718,575	581,717
<b>(Increase)/decrease in operating assets</b>		
Due from financial institutions	(4,040,000)	-
Held for trading investments	73,275	(138,194)
Financings	(1,877,431)	(2,985,388)
Others assets	(133,132)	631,433
	<u>(5,977,288)</u>	<u>(2,492,149)</u>
<b>Increase/(decrease) in operating liabilities</b>		
Bills Payable	135,890	175,725
Due to financial institutions	1,589,761	95,339
Minority's share in the subsidiary's holding in its associates	(34,451)	5,739
Deposits and other accounts	10,624,933	3,439,407
Other liabilities	414,761	100,732
	<u>12,730,894</u>	<u>3,816,942</u>
	7,472,181	1,906,510
Income tax paid	(37,044)	(4,799)
<b>Net cash flow from operating activities</b>	<u>7,435,137</u>	<u>1,901,711</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Net investments in securities	(1,579,085)	(1,033,547)
Dividends received	14,696	20,234
Investments in operating fixed assets	(371,420)	(97,834)
Proceeds from sale of operating fixed assets	5,339	4,267
<b>Net cash flow from investing activities</b>	<u>(1,930,470)</u>	<u>(1,106,880)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Increase/(decrease) in cash and cash equivalents	5,504,667	794,831
Cash and cash equivalents at the beginning of the period	10,025,815	6,808,816
<b>Cash and cash equivalents at the end of the period</b>	<u>15,530,482</u>	<u>7,603,647</u>

The annexed notes form an integral part of these condensed interim financial statements.

**H.E. Sheikh Ebrahim  
Bin Khalifa Al-Khalifa**  
Chairman

**Irfan Siddiqui**  
President & Chief Executive

**Mohammed  
Azzaroog Rajab**  
Director

**Ariful Islam**  
Director



# **CONSOLIDATED INTERIM**

## **STATEMENT OF CHANGES IN EQUITY (UNAUDITED) FOR THE HALF YEAR ENDED JUNE 30, 2007**

	Share capital	Statutory reserve	Capital reserves Reserve for issue of bonus shares	Revenue reserves General reserve	Unappropriated profit	Sub Total	Minority Interest	Total
-----Rupees in '000-----								
Balance as at January 01, 2006	2,036,582	340,469	-	91,082	950,336	3,418,469	31,219	3,449,688
Transfer to reserve for issue of bonus shares	-	-	325,853	-	(325,853)	-	-	-
Issue of bonus shares	325,853	-	(325,853)	-	-	-	-	-
Profit after taxation for the half year ended June 30, 2006	-	-	-	-	396,425	396,425	-	396,425
Share of profit attributable to minority interest	-	-	-	-	(17,686)	(17,686)	17,686	-
Minority's share in the subsidiary's holding in its associates	-	-	-	-	-	-	5,739	5,739
Transfer to statutory reserve	-	63,480	-	-	(63,480)	-	-	-
Balance as at June 30, 2006	2,362,435	403,949	-	91,082	939,742	3,797,208	54,644	3,851,852
Issue of right shares	1,181,218	-	-	-	-	1,181,218	-	1,181,218
Issue of bonus shares- interim	236,244	-	-	-	(236,244)	-	-	-
Profit after taxation for the period July 01, 2006 to December 31, 2006	-	-	-	-	306,668	306,668	-	306,668
Share of Profit attributable to minority interest	-	-	-	-	(33,939)	(33,939)	33,939	-
Minority's share in the subsidiary's holding in its associates	-	-	-	-	-	-	(36,420)	(36,420)
Transfer to statutory reserve	-	57,370	-	-	(57,370)	-	-	-
Balance as at December 31, 2006	3,779,897	461,319	-	91,082	918,857	5,251,155	52,163	5,303,318
Profit after taxation for the half year ended June 30, 2006	-	-	-	-	677,784	677,784	-	677,784
Share of Profit attributable to minority interest	-	-	-	-	(24,591)	(24,591)	24,591	-
Minority's share in the subsidiary's holding in its associates	-	-	-	-	-	-	(34,451)	(34,451)
Transfer to statutory reserve	-	86,192	-	-	(86,192)	-	-	-
Balance as at June 30, 2007	3,779,897	547,511	-	91,082	1,485,858	5,904,348	42,303	5,946,651

The annexed notes form an integral part of these condensed interim financial statements.

**H.E. Sheikh Ebrahim  
Bin Khalifa Al-Khalifa**  
Chairman

**Irfan Siddiqui**  
President & Chief Executive

**Mohammed  
Azzarog Rajab**  
Director

**Ariful Islam**  
Director

**NOTES TO AND FORMING PART OF THE  
CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
(UNAUDITED)  
FOR THE HALF YEAR ENDED JUNE 30, 2007**

**1. BASIS OF PRESENTATION**

1.1 These consolidated interim financial statements include the un-audited financial statements of Meezan Bank Limited (MBL) (the holding company), Al-Meezan Investment Management Limited (AMIML) (the subsidiary) collectively referred as the 'Group' and associates namely, Al-Meezan Mutual Fund Ltd., Blue Water (Pvt.) Ltd., Falcon Greenwood (Pvt.) Ltd., Faysal Management Services (Private) Ltd., Meezan Islamic Fund, Meezan Islamic Income Fund, Meezan Balanced Fund, Meezan Tahafuz Pension Fund and Plexus (Private) Ltd.

1.2 These interim financial statements have been prepared in accordance with the requirements of International Accounting Standard (IAS) 34 'Interim Financial Reporting' and are being submitted to the shareholders as required by section 237 (7) of the Companies Ordinance, 1984.

These financial statements comprise of the balance sheet as at June 30, 2007 and the profit and loss account, the cash flow statement and the statement of changes in equity for the half year ended June 30, 2007.

The comparative balance sheet presented in these financial statements as at December 31, 2006 has been extracted from the audited consolidated financial statements for the year ended December 31, 2006 whereas the comparative profit and loss account, the cash flow statement and the statement of changes in equity are for the half year ended June 30, 2006.

**2. ACCOUNTING POLICIES**

2.1 The accounting policies adopted in the preparation of these financial statements are the same as those applied in the preparation of the financial statements of the Group for the year ended December 31, 2006. During the period the Bank has changed its estimate in respect of depreciation of operating fixed assets as fully explained in note 2.2.

**2.2 Tangible and Intangible fixed assets**

Fixed assets are stated at cost less accumulated depreciation and impairment, if any. Depreciation is charged to income by applying straight line method whereby the cost of an asset is written off over its estimated useful life.

Effective January 01, 2007, the Bank has changed its estimate in respect of useful lives of assets. The Bank now charges depreciation from the month of acquisition and up to the month preceeding the disposal. Previously, full year's depreciation was charged on all additions to fixed assets during the year while no depreciation was charged in the year in which the assets were disposed off. The effect of this change in accounting estimate is not considered material.

**3. DATE OF AUTHORISATION**

These consolidated interim financial statements were authorised for issue on September 05, 2007 by the Board of Directors of MBL.

**H.E. Sheikh Ebrahim  
Bin Khalifa Al-Khalifa**  
Chairman

**Irfan Siddiqui**  
President & Chief Executive

**Mohammed  
Azzaroog Rajab**  
Director

**Ariful Islam**  
Director

## BRANCH NETWORK

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### KARACHI

Al-Azam Plaza Superhighway Branch	Ground Floor Sector 1-A, Gulzar-e-Hijri, Superhighway, Tel: 6365780
Allama Iqbal Road Branch	Mono Tower, Allama Iqbal Road, PECHS Block 2, Tel: 4300996-7
Bahadurabad Branch	Adam Arcade, Plot No. 28, BMCH Society, Tel: 4145016-21
Barkat-e-Hyderi Branch	D10, Block H, North Nazimabad, Tel: 8351731-2
Bilawal Chowk Branch	Green Belt Residency, Shop No. 4 & 5, Block 2, Scheme 5, Clifton, Tel: 5830628
Bin Qasim Branch	Survey No.435, Deh Landhi, Talika Bin Qasim Town, Tel: 2039992-5
Clifton Branch	Ground Floor, Al-Karam Centre, BC1, Block-7 Clifton, Main Clifton Road, Tel: 5372060-4
Cloth Market Branch	Atique Market, Bunder Quarters, Tel: 2418137-9
DHA Phase II Ext. Branch	Garibsons Building, 12th Commercial Street, DHA Phase II Extension, Tel: 5311953-8
Dhoraji Branch	35/182, C.P. & Bearar Housing Society, Tel: 4860861-4
F.B Area Branch	C-12, Block 10, F.B Area, Tel: 6805370-6
FTC Branch	Ground Floor,Block B, FTC Building, Shahrah-e-Faisal, Tel: 5650771
Gulistan-e-Jauher Branch	Block 15, Scheme 36, Gulistan-e-Jauher, Tel: 4030251-5
Gulshan Chowranghi Branch	Gulistan-e-Erum, Block-3, Gulshan-e-Iqbal, Tel: 4811849



## BRANCH NETWORK

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KARACHI	Gulshan-e-Iqbal Branch	B-41, Block No. 13-A, KDA Scheme 24, University Road, Gulshan-e-Iqbal, Tel: 4811901-6
	Jodia Bazaar Branch	H-91 A, Darya Lal Street, Jodia Bazaar, Tel: 2473326-9
	Khayaban-e-Sehar Branch	9-C, Shahbaz Commercial Lane 1, Khayaban-e-Sehar, Phase VI, DHA, Tel: 5349307-18
	Khayaban-e-Shamsheer Branch	3-C, Khabane-Shamsheer, Phase V-Extention DHA Tel: 5247600-4
	Korangi Branch	Plot No. LS 3, ST-3/1, Sector No. 15, Korangi Industrial Area, Tel: 5077101-6
	Marriott Hotel Branch	Marriott Hotel, Abdullah Haroon Road, Tel: 5683491
	North Karachi Branch	Plot No. SA-6 (ST-8), 11-C-1, North Karachi, Tel: 6965051-5
	PNSC Branch	37-A, Ground Floor, Lalazar Area, off M.T. Khan Road, Tel: 5610582
	Shahrah-e-Faisal Branch	29-A, Ground Floor, Sabah Palace, P.E.C.H.S. Block 6, Shahrah-e-Faisal, Tel: 4322184-91
HYDERABAD	S.I.T.E Branch	Plot No. B/9-C, Estate Avenue, SITE Area, Tel: 2550328-31
	Hyderabad Branch	Saddar Bazar, Cantonment, Tel: 787992-3
SUKKUR	Sukkur Branch,	3-45, Ward-C, Station Road, Tel: 5617192-7
QUETTA	Quetta Branch	Manan Chowk, Jinnah Road, Tel: 2829470-3
LAHORE	Akber Chowk Branch	885-D, Akbar Chowk, Faisal Town Tel: 5201425-6

## BRANCH NETWORK

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	Azam Cloth Market Branch	61 Chandni Chowk, Azam Cloth Market Tel: 7642011-2
	Brandrath Road Branch	46 Brandrath Road Tel: 7676388-92
	Circular Road Branch	Outside Shah Alam Gate Tel: 7642001-5
	DHA Phase III Branch	152-Y, Phase IIIC, DHA Tel: 5742582-3
	DHA Phase IV Branch	Plot # 85-CCA, Phase IV Comm., DHA, Tel: 5747761-2
	New Garden Town Branch	Ground Floor, Ibrahim Centre, 1-Aibak Block, New Garden Town, Tel: 5941474-7
	Gulberg Branch	60 - Main Boulevard Gulberg Tel: 5879870-2
	Urdu Bazar Branch	4-Kabeer Street, Urdu Bazar Tel: 7116684-7
	Shadman Colony Branch	91 Shadman Colony - 1 Tel: 7522976-9
	Shalimar Garden Branch	Shalimar Garden, Baghban Pura Tel: 6848564-8
<b>FAISALABAD</b>	Clock Tower Branch	P-175 Clock Tower, Karkhana Bazar Tel: 2606085-7
	Kotwali Road Branch	P-63 Kotwali Road, Tel: 2602587
	People's Colony Branch	1/A-II, Peoples Colony-1 Tel: 8555002-4
	Serena Hotel Branch	Serena hotel, Club Road Tel: 2602595-7
<b>MULTAN</b>	Abdali Road Branch	64 Abdali Road Tel: 4785604-7
	Vehari Road Branch	Rehman Commercial Centre, Near Grain Market, Vehari Road Tel: 6244153-5



## BRANCH NETWORK

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<b>SIALKOT</b>	Kashmir Road Branch	Kashmir Road, Tel: 4295301-3
<b>GUJRANWALA</b>	Kashmir Plaza Branch	Kashmir Plaza, Near Ghalla Mandi G.T Road, Tel: 3847205-8
<b>KASUR</b>	Kasur Branch	216-9R-IV, Railway Road Tel: 2764999
<b>DERA GHAZI KHAN</b>	Dera Ghazi Khan Branch	Jam Pur Road Block 17, Tel: 2474255-7
<b>RAHIM YAR KHAN</b>	Rahim Yar Khan Branch	17, 18 City Centre Tel: 5887603-4
<b>SARGODHA</b>	Sargodha Branch	Civil Lines, University Road, Tel: 3741609-10
<b>SADIQABAD</b>	Sadiqabad Branch	13-D Main Bazar Tel: 5701207-8
<b>SAHIWAL</b>	Sahiwal Branch	276-B-I, Alpha Tower, High Street Tel: 4465009
<b>ISLAMABAD</b>	F-7 Jinnah Super Branch	Unit No. 14, Plot No. 12-B, F-7 Markaz, Jinnah Super, Tel: 2655001-4
	F-10 Markaz Branch	Plot No. 2-F, F-10 Markaz, Tel: 2112762-3
	I-9 Branch	Plot No. 2/A, Industrial Area, I-9, Tel: 4859644-7
	Jinnah Avenue Branch	
<b>RAWALPINDI</b>	Bahria Town Branch	32, Sohrab Plaza, Jinnah Avenue, Blue Area, Tel: 2276712-5
	Chandni Chowk Branch	Bahria Heights, Bahria Town, Phase-1 Tel: 5730171-3
	Saddar Branch	Umer Farooq Plaza, Block C, Satellite Town, Chandni Chowk, Tel: 4851046-9
	Bohar Bazar Branch	47/62, Bank Road Saddar, Tel: 9273404-6
<b>PESHAWAR</b>		D-327, Bohar Bazar, Tel: 5778834
	Chowk Yadgar Branch,	Mohmand Plaza, Naz Cinema Road, Peshawar City Tel: 9213950-2

## BRANCH NETWORK

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	Saddar Road Branch	Saddar Road, Peshawar Cantt, Tel: 9213471-15
ABBOTTABAD	Abbottabad Branch	Abbottabad Branch, Plot No. 843-846, Manshera Road Tel: 344701-3
SWAT	Mingora Branch,	Makanbagh Chowk, Mingora, Tel: 714316-8
GUJAR KHAN	Gujar Khan Branch	B-III, 215-E, G.T. Road Tel: 3515679-83









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