

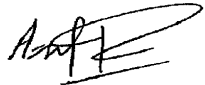
BALANCE SHEET AS AT MARCH 31, 2006

	Note	(Un audited) Mar. 31, 2006	(Audited) Dec. 31, 2005
('Rupees in '000)			
ASSETS			
Cash and balances with treasury banks		36,636,697	34,062,679
Balances with other banks		7,060,376	12,729,207
Lendings to financial institutions		24,255,790	17,867,552
Investments	5	68,784,334	63,026,944
Advances	6	208,349,636	204,810,470
Other assets		8,167,644	7,829,770
Operating fixed assets		4,531,273	4,449,324
Deferred tax assets - net		1,183,331	2,273,005
		<u>358,969,081</u>	<u>347,048,951</u>
LIABILITIES			
Bills payable		6,314,591	4,159,964
Borrowings from financial institutions	7	28,893,175	21,790,480
Deposits and other accounts	8	288,676,500	289,226,299
Sub-ordinated loans		3,998,768	3,999,192
Liabilities against assets subject to finance lease		-	-
Other liabilities		8,532,317	6,204,746
		<u>336,415,352</u>	<u>325,380,681</u>
NET ASSETS		<u>22,553,729</u>	<u>21,668,270</u>
REPRESENTED BY			
Share capital		6,475,000	5,180,000
Reserves		6,695,014	6,225,461
Unappropriated profit		6,592,509	7,350,813
		<u>19,762,523</u>	<u>18,756,274</u>
Surplus on revaluation of assets		<u>2,791,206</u>	<u>2,911,996</u>
		<u>22,553,729</u>	<u>21,668,270</u>


CONTINGENCIES AND COMMITMENTS

9

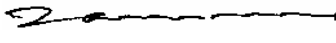
The annexed notes 1 to 12 form an integral part of these financial statements.




Atif R. Bokhari
President and
Chief Executive Officer



Muhammad Tahsin Khan Iqbal
Director



Zameer M. Choudrey
Director

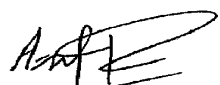


Nahayan Mabarak Al Nahayan
Chairman


PROFIT AND LOSS ACCOUNT FOR THE QUARTER ENDED MARCH 31, 2006-(Unaudited)

	Mar. 31, 2006	Mar. 31, 2005
	('Rupees in '000)	
Mark-up / Return / Interest Earned	7,068,356	3,499,403
Mark-up / Return / Interest Expensed	(2,591,083)	(760,324)
Net Mark-up / Interest Income	4,477,273	2,739,079
Provision for non-performing loans and advances	(236,918)	(54,011)
Provision against consumer loans	(136,947)	(114,843)
Provision for diminution in value of investment	(17,697)	-
Bad debts written off directly	(20,311)	-
	(411,873)	(168,854)
Net Mark-up / Interest Income after provisions	4,065,400	2,570,225
NON MARK-UP/INTEREST INCOME		
Fee, Commission and Brokerage Income	817,880	403,285
Dividend Income/ Gain on sale of securities	426,479	198,179
Income from dealing in foreign currencies	165,804	71,331
Other Income	260,313	311,130
Total non-markup/interest Income	1,670,476	983,925
	5,735,876	3,554,150
NON MARK-UP / INTEREST EXPENSES		
Administrative expenses	(2,234,629)	(1,684,785)
Other provisions / write offs	7,500	(173,793)
Other charges	(37)	292
Total non-markup / interest expenses	(2,227,166)	(1,858,286)
	3,508,710	1,695,864
Extra ordinary / unusual items	-	-
PROFIT BEFORE TAXATION	3,508,710	1,695,864
Taxation – Current	(151,327)	(120,301)
- Deferred	(1,097,281)	(563,419)
	(1,248,608)	(683,720)
PROFIT AFTER TAXATION	2,260,103	1,012,144
Unappropriated Profit brought forward	7,350,813	3,274,439
	9,610,916	4,286,583
Transferred from surplus on revaluation of fixed assets-net of tax	23,614	25,810
Profit before appropriations	9,634,530	4,312,393
APPROPRIATIONS		
Transfer to statutory reserve	(452,021)	(202,429)
Cash Dividend 2005:Rs 2.50 (2004:Rs 1.50) per share	(1,295,000)	(777,000)
Bonus Dividend 2005:Rs 2.50 (2004:NIL) per share	(1,295,000)	-
	(3,042,021)	(979,429)
Unappropriated profit carried forward	6,592,509	3,332,964
Earnings per share (Rupees)	3.49	1.56

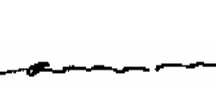
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Atif R. Bokhari
President and
Chief Executive Officer



Muhammad Tahsin Khan Iqbal
Director



Zameer M. Choudrey
Director




Nahayan Mabarak Al Nahayan
Chairman


CASH FLOW STATEMENT FOR THE QUARTER ENDED MARCH 31, 2006


	Mar. 31. 2006	Mar. 31. 2005
	Rupees in '000	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	3,508,710	1,695,864
Less: Dividend income	(170,560)	(55,410)
	<u>3,338,150</u>	<u>1,640,454</u>
Adjustments for non-cash charges		
Depreciation	109,979	101,318
Provision for retirement benefits	40,576	23,518
Provision Against Non-performing Advances	373,865	168,854
Provision for Diminution in the value of investments	17,697	-
(Gain) on sale of fixed assets	(166)	(1,487)
Finance Charges on leased assets	-	3
Provision against other assets	(7,500)	173,793
Bad debts written off	20,311	-
	<u>554,762</u>	<u>465,999</u>
	<u>3,892,912</u>	<u>2,106,453</u>
(Increase)/ Decrease in operating assets		
Lendings to financial institutions	(6,388,238)	(207,500)
Held-for-trading securities	1,299,775	101,686
Advances	(3,933,342)	(10,556,300)
Others assets	(317,834)	(1,565,309)
	<u>(9,339,639)</u>	<u>(12,227,423)</u>
Increase/ (Decrease) in operating liabilities		
Bills Payable	2,154,627	1,495,210
Borrowings from financial institutions	7,102,695	(846,599)
Deposits	(549,799)	15,331,211
Other liabilities	1,218,652	1,561,946
	<u>9,926,176</u>	<u>17,541,768</u>
	<u>4,479,449</u>	<u>7,420,798</u>
Payments for retirement benefits	(113,400)	(101,868)
Income tax paid	(269,263)	(188,560)
Net cash flow from operating activities	4,096,786	7,130,370
CASH FLOW FROM INVESTING ACTIVITIES		
Net investment in securities	(7,174,799)	(8,313,245)
Dividend income	158,020	55,410
Investments in operating fixed assets	(194,181)	(192,614)
Sale proceeds of property and equipment disposed-off	2,253	2,893
Net cash flow from investing activities	(7,208,707)	(8,447,556)
CASH FLOW FROM FINANCING ACTIVITIES		
Payments of Sub-ordinated loan	(424)	(384)
Payments of lease obligations	-	(291)
Dividend paid	-	(777,000)
Net cash flow from financing activities	(424)	(777,675)
Net cash flow	(3,112,345)	(2,094,861)
Exchange difference on transaction of net investment in foreign branches	17,532	(83,203)
Increase/(Decrease) in cash and cash equivalents	(3,094,813)	(2,178,064)
Cash and cash equivalents at beginning of the period	46,791,886	41,543,769
Cash and cash equivalents at end of the period	43,697,073	39,365,705

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


 Atif R. Bokhari
 President and
 Chief Executive Officer


 Muhammad Tahsin Khan Iqbal
 Director


 Zameer M. Choudrey
 Director


 Nahayan Mabararak Al Nahayan
 Chairman


STATEMENT OF CHANGES IN EQUITY FOR THE QUARTER ENDED MARCH 31, 2006

	Share capital	Statutory Reserve	Exchange reserve	Unappropriated Profit	Total
-----Rupees in '000-----					
Opening Balance on 1 January 2005	5,180,000	3,945,781	1,970,147	3,274,439	14,370,367
Final cash dividend for the year ended December 31, 2004 declared subsequent to year end	-	-	-	(777,000)	(777,000)
Transfer from surplus on revaluation of fixed assets to un-appropriated profit-net of tax	-	-	-	25,810	25,810
Profit after taxation for the quarter ended March 31, 2005	-	-	-	1,012,144	1,012,144
Transfer to Statutory reserve	-	202,429	-	(202,429)	-
Exchange differences on translation of net investments in foreign branches, subsidiaries and associates	-	-	(83,203)	-	(83,203)
Closing balance as at March 31, 2005	<u>5,180,000</u>	<u>4,148,210</u>	<u>1,886,944</u>	<u>3,332,964</u>	<u>14,548,118</u>
Profit after taxation for the nine months ended December 31, 2005	-	-	-	4,936,888	4,936,888
Transfer from surplus on revaluation of fixed assets to un-appropriated profit-net of tax	-	-	-	68,338	68,338
Exchange differences on translation of net investments in foreign branches, subsidiaries and associates	-	-	(797,070)	-	(797,070)
Transfer to Statutory reserve	-	987,377	-	(987,377)	-
Closing balance as at December 31, 2005	<u>5,180,000</u>	<u>5,135,587</u>	<u>1,089,874</u>	<u>7,350,813</u>	<u>18,756,274</u>
Final cash dividend for the year ended December 31, 2005 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)	-
Profit after taxation for the quarter ended March 31, 2006	-	-	-	2,260,103	2,260,103
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	-	-	17,532	-	17,532
Transfer to Statutory reserves	-	452,021	-	(452,021)	-
Closing balance as at March 31, 2006	<u>6,475,000</u>	<u>5,587,608</u>	<u>1,107,406</u>	<u>6,592,509</u>	<u>19,762,523</u>

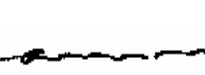
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Atif R. Bokhari
President and
Chief Executive Officer



Muhammad Tahsin Khan Iqbal
Director



Zameer M. Choudrey
Director



Nahayan Mabarak Al Nahayan
Chairman

NOTES TO THE FINANCIAL STATEMENTS FOR THE QUARTER ENDED MARCH 31, 2006**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 1,043 branches in Pakistan and 15 branches outside Pakistan as at March 31, 2006

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, 2005.

NOTES TO THE FINANCIAL STATEMENTS FOR THE QUARTER ENDED MARCH 31, 2006
5. INVESTMENTS

Note	Mar. 31, 2006			Dec. 31, 2005			
	Held by bank	Given as collateral	Total	Held by bank	Given as collateral	Total	
------(Rupees in '000)-----							
5.1	Held-for-trading securities	214,799	-	214,799	1,053,767	460,807	1,514,574
	Available-for-sale securities	25,858,608	7,257,384	33,115,992	22,436,658	4,103,980	26,540,638
	Held-to-maturity securities	28,171,390	5,635,534	33,806,924	29,444,594	3,930,984	33,375,578
	Investments in Associates	256,981	-	256,981	256,981	-	256,981
	Investments in Subsidiaries	1,660,848	-	1,660,848	1,660,848	-	1,660,848
		<u>56,162,626</u>	<u>12,892,918</u>	<u>69,055,544</u>	<u>54,852,848</u>	<u>8,495,771</u>	<u>63,348,619</u>
	Provision for Diminution in value of investments	(483,601)	-	(483,601)	(634,003)	-	(634,003)
	Surplus / (deficit) on revaluation of available for sale investments	(1,386)	-	(1,386)	(1,070)	290	(780)
	Surplus / (deficit) on revaluation of held for trading investments	224,890	(11,113)	213,777	312,372	736	313,108
	Investments (net of provisions)	<u>55,902,530</u>	<u>12,881,805</u>	<u>68,784,334</u>	<u>54,530,147</u>	<u>8,496,797</u>	<u>63,026,944</u>

5.1.1 Held-for-trading securities

- Ordinary shares of listed companies	120,955	-	120,955	453,033	-	453,033
- Pakistan investment bonds	-	-	-	-	-	-
- Market treasury bills	93,844	-	93,844	600,734	460,807	1,061,541
- Term Finance Certificates	-	-	-	-	-	-
	<u>214,799</u>	<u>-</u>	<u>214,799</u>	<u>1,053,767</u>	<u>460,807</u>	<u>1,514,574</u>

5.1.2 Available for sale securities

- Market treasury bills	16,787,836	7,257,384	24,045,220	16,004,567	3,898,511	19,903,078
- Pakistan investment bonds	1,991,858	-	1,991,858	1,317,980	205,469	1,523,449
- Ordinary shares of listed companies	1,597,191	-	1,597,191	1,675,518	-	1,675,518
- Ordinary shares of unlisted companies	560,994	-	560,994	432,680	-	432,680
- GOP Islamic Bonds - Sakkuk	807,711	-	807,711	833,386	-	833,386
- Units of mutual funds	550,000	-	550,000	550,000	-	550,000
- Euro Bonds	1,410,035	-	1,410,035	279,575	-	279,575
- Foreign Currency bonds	1,405,255	-	1,405,255	593,782	-	593,782
- Term Finance Certificates	747,728	-	747,728	749,170	-	749,170
	<u>25,858,608</u>	<u>7,257,384</u>	<u>33,115,992</u>	<u>22,436,658</u>	<u>4,103,980</u>	<u>26,540,638</u>



NOTES TO THE FINANCIAL STATEMENTS FOR THE QUARTER ENDED MARCH 31, 2006

Note	Mar. 31, 2006			Dec. 31, 2005		
	Held by bank	Given as collateral	Total	Held by bank	Given as collateral	Total
------(Rupees in '000)-----						
5.1.3 Held to maturity securities						
- Term Finance Certificates	8,538,037	-	8,538,037	8,661,187	-	8,661,187
- CIRC bonds	4,054,883	-	4,054,883	4,054,883	-	4,054,883
- Pakistan investment bonds	5,746,112	-	5,746,112	5,331,699	335,502	5,667,201
- Government of Pakistan Dollar/Euro bonds	3,797,980	-	3,797,980	4,039,971	-	4,039,971
- Foreign currency bonds	1,702,423	-	1,702,423	1,694,788	-	1,694,788
- Foreign securities	494,585	-	494,585	492,795	-	492,795
- Debentures	13,136	-	13,136	169,351	-	169,351
-Participation of Term Certificates	70,022	-	70,022	70,087	-	70,087
- CDC SAARC Fund	36,853	-	36,853	65,501	-	65,501
- Federal investment bonds	22,779	-	22,779	32,725	-	32,725
- Market treasury bills	3,693,373	5,635,534	9,328,907	4,830,400	3,595,482	8,425,882
- Provincial Government Securities	1,207	-	1,207	1,207	-	1,207
	28,171,390	5,635,534	33,806,924	29,444,594	3,930,984	33,375,578
Investments in Associates						
- Oman united Exchange Company, Muscat	6,981	-	6,981	6,981	-	6,981
- United Growth and Income Fund	250,000	-	250,000	250,000	-	250,000
	256,981	-	256,981	256,981	-	256,981
Investments in Subsidiaries						
- United National Bank , UK	1,482,011	-	1,482,011	1,482,011	-	1,482,011
- United Bank AG Zurich ,Switzerland	86,237	-	86,237	86,237	-	86,237
- Domestic Subsidiaries	92,600	-	92,600	92,600	-	92,600
	1,660,848	-	1,660,848	1,660,848	-	1,660,848
	56,162,626	12,892,918	69,055,544	54,852,848	8,495,771	63,348,619
Less: Provision for Diminution in value of investments	(483,601)	-	(483,601)	(634,003)	-	(634,003)
Surplus / (deficit) on revaluation of held for trading investments	(1,386)	-	(1,386)	(1,070)	290	(780)
Surplus / (deficit) on revaluation of available for sale investments	224,890	(11,113)	213,777	312,372	736	313,108
Investments (net of provisions)	55,902,530	12,881,805	68,784,334	54,530,147	8,496,797	63,026,944

NOTES TO THE FINANCIAL STATEMENTS FOR THE QUARTER ENDED MARCH 31, 2006

	Mar. 31, 2006	Dec. 31, 2005
	('Rupees in '000)	
6. ADVANCES		
Loans, cash credits, running finances, etc.		
In Pakistan	180,909,603	179,430,436
Outside Pakistan	29,019,287	27,407,416
	<u>209,928,890</u>	<u>206,837,852</u>
Bills discounted and purchased (excluding treasury bills)		
Payable in Pakistan	3,959,826	3,104,283
Payable outside Pakistan	7,821,828	8,239,310
	<u>11,781,654</u>	<u>11,343,593</u>
	221,710,544	218,181,445
Finance in respect of continuous funding system (CSF)	1,201,025	1,094,002
Provision for non-performing advances- specific	(13,239,932)	(13,301,990)
Provision for non-performing advances- General	(1,322,001)	(1,162,987)
	<u>208,349,636</u>	<u>204,810,470</u>

6.1 Advances include Rs.17,926 million which have been placed under non-performing status as detailed below:-

Category of Classification	Domestic	Overseas	Total	Provision Required	Provision Held
	'------(Rupees in '000)-----'				
Other Assets Especially Mentioned	451,277	-	451,277	-	-
Substandard	2,129,319	39,063	2,168,382	353,789	353,789
Doubtful	613,692	100,544	714,236	176,285	176,285
Loss	8,052,708	6,539,499	14,592,207	12,709,858	12,709,858
	<u>11,246,996</u>	<u>6,679,106</u>	<u>17,926,102</u>	<u>13,239,932</u>	<u>13,239,932</u>

6.2 General provision represents provision amounting to Rs 836.367 million (December 31, 2005: Rs. 699.420 million) against consumer financing portfolio as required by the Prudential Regulations issued by State Bank of Pakistan and Rs. 485.634 million (December 31, 2004: Rs. 463.567 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, 2006	Dec. 31, 2005
	('Rupees in '000)	
Secured		
Borrowings from financial institutions	-	-
Borrowings from State Bank of Pakistan		
- Under export refinance scheme	7,748,508	7,453,261
- Long term finance under export oriented projects	478,689	303,410
- Locally Manufactured Machinery	5,195	5,195
Repurchase agreement borrowings	16,524,308	8,434,771
	<u>24,756,700</u>	<u>16,196,637</u>
Unsecured		
Call borrowings	2,400,000	4,000,000
Overdrawn nostro accounts	66,475	113,991
Trading account liability	1,670,000	1,479,852
	<u>4,136,475</u>	<u>5,593,843</u>
	<u>28,893,175</u>	<u>21,790,480</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE QUARTER ENDED MARCH 31, 2006
Mar. 31, 2006 Dec. 31, 2005
('Rupees in '000)
8. DEPOSITS AND OTHER ACCOUNTS
Customers

Fixed deposits	70,238,981	79,841,687
Savings deposits	135,804,828	122,662,484
Sundry Deposits	4,681,545	4,148,275
Margin Deposits	1,617,775	2,214,877
Current Accounts - Remunerative	1,917,920	1,886,548
Current Accounts - Non-remunerative	73,146,706	78,324,614
	<u>287,407,755</u>	<u>289,078,485</u>

Financial Institutions

Remunerative deposits	-	-
Non-remunerative deposits	1,268,745	147,814
	<u>1,268,745</u>	<u>147,814</u>
	<u>288,676,500</u>	<u>289,226,299</u>

9. CONTINGENCIES AND COMMITMENTS
9.1 Direct Credit Substitutes

Contingent liability in respect of guarantees given favoring:

i) Government	4,542,032	1,683,912
ii) Banking companies and other financial institutions	1,529,983	769,256
iii) Others	2,905,579	2,325,041
	<u>8,977,594</u>	<u>4,778,209</u>

9.2 Transaction-related Contingent Liabilities

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

i) Government	16,583,412	14,640,161
ii) Banking companies and other financial institutions	1,476,265	785,981
iii) Others	4,330,494	5,287,560
	<u>22,390,171</u>	<u>20,713,702</u>

9.3 Trade-related Contingent Liabilities

Contingent liability in respect of letters of credit favoring:

i) Government	1,003	1,485,183
ii) Banking companies and other financial institutions	321,215	291,841
iii) Others	77,454,956	70,827,123
	<u>77,777,174</u>	<u>72,604,147</u>

9.4 Other Contingencies

Claims against the bank not acknowledge as debts

	<u>6,237,709</u>	<u>6,054,243</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

Forward purchase contracts of government securities	1,806,241	598,194
Interest rate swaps	7,396,667	7,826,415
Equity futures	877,451	43,765
Sales of securities not yet purchased	1,579,279	1,479,279
Commitments in respect of capital expenditure	14,010	217,112

9.7 Commitments in respect of forward exchange contracts

Sale	43,361,795	38,202,754
Purchase	44,154,785	34,338,394

NOTES TO THE FINANCIAL STATEMENTS FOR THE QUARTER ENDED MARCH 31, 2006
10 RELATED PARTY TRANSACTIONS

The Bank has related party relationship with its associated undertakings, subsidiary companies, employee benefit plans and its directors and executive officers (including their associates).

Banking transactions with the related parties are executed substantially on the same terms, including mark-up rates and collateral, as those prevailing at the time for comparable transactions with unrelated parties and do not involve more than a normal risk.

Contributions to and accruals in respect of staff retirements and other benefit plans are made in accordance with the actuarial valuations / terms of the contribution plan. Remuneration to the executives are determined in accordance with the terms of their appointment.

Details of transactions with related parties are given below:

	2006				2005			
	Key management personnel	Subsidiaries	Associates	Others	Key management personnel	Subsidiaries	Associates	Others
Advances								
At January 01	80,694	-	-	1,818,141	61,709	-	-	2,542,969
Given during the year	23,931	-	-	2	31,112	-	-	1,863,892
Repaid during the year	(18,090)	-	-	(258,589)	(12,127)	-	-	(2,588,720)
At March 31 / December 31	86,535	-	-	1,559,554	80,694	-	-	1,818,141
Deposits								
At January 01	15,542	4,146	-	727,877	13,415	39,320	-	-
Received during the year	44,045	7,269	-	6,211,021	121,382	66,747	-	30,792,517
Withdrawn during the year	(51,961)	(7,497)	-	(6,543,735)	(119,255)	(101,921)	-	(30,064,640)
At March 31 / December 31	7,625	3,918	-	395,163	15,542	4,146	-	727,877
Placements made during the year	-	-	-	-	-	41,752,807	-	-
Placements settled during the year	-	-	-	-	-	41,752,807	-	-
Maximum amount of a placement made during the year	-	-	-	-	-	2,981,500	-	-
Mark-up / return / interest earned	-	-	-	50,361	-	3,452	-	17,501
Mark-up / return / interest expensed	-	1	-	8,350	-	7	-	7,244
Reimbursement of liaison office expenses paid to Dubai and Abu Dhabi Group	-	-	-	7,484	-	-	-	7,447
Investment made during year	-	-	-	-	-	60,000	250,000	180,000
Payable in respect of acquisition of share	-	30,000	-	-	-	30,000	-	-
Distribution commission income	-	343	-	-	-	652	-	-
Distribution commission receivable	-	2,209	-	-	-	1,866	-	-
Dividend income received	-	145,572	-	-	-	55,420	-	-
Remuneration paid	21,597	-	-	-	16,688	-	-	-
Post Employment benefits	3,254	-	-	-	3,829	-	-	-

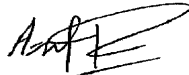
Corresponding balance sheet items are as of December 31, 2005 and profit and loss items are for the quarter ended March 31, 2005.


11. DATE OF AUTHORIZATION

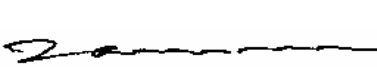
These financial statements were authorised for issue on April 19, 2006 by the Board of Directors of the Bank.


12. GENERAL

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


 Atif R. Bokhari
 President and
 Chief Executive Officer


 Muhammad Tahsin Khan Iqbal
 Director


 Zameer M. Choudrey
 Director


 Nahayan Mabarak Al Nahayan
 Chairman