

**PAK-LIBYA HOLDING COMPANY (PRIVATE) LIMITED**  
**CONDENSED INTERIM BALANCE SHEET**  
**AS AT JUNE 30, 2009**

	Note	June 30, 2009	December 31, 2008 Audited
---Rupees in '000---			
<b>ASSETS</b>			
Cash and balances with treasury banks		57,854	42,624
Balances with other banks		80,640	78,821
Lendings to financial institutions		275,671	698,769
Investments	4	6,654,311	5,477,558
Advances	5	6,363,457	4,938,783
Other assets		377,446	629,422
Operating fixed assets	6	58,289	52,281
Deferred tax assets		209,129	254,093
		<b>14,076,797</b>	<b>12,172,351</b>
<b>LIABILITIES</b>			
Borrowings from financial institutions		3,467,684	4,858,821
Deposits and other accounts		4,376,400	1,400,000
Other liabilities		327,298	260,737
		<b>8,171,382</b>	<b>6,519,558</b>
<b>NET ASSETS</b>		<b>5,905,415</b>	<b>5,652,793</b>
<b>REPRESENTED BY</b>			
Share capital	7	6,141,780	6,141,780
Reserves		1,110,589	1,020,589
Unappropriated (loss)/profit		(844,935)	90,693
		<b>6,407,434</b>	<b>7,253,062</b>
Deficit on revaluation of investments		(502,019)	(1,600,269)
		<b>5,905,415</b>	<b>5,652,793</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	8		

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

**Chief Financial Officer**

**Chief Executive**

**Chief Executive**

**Director**

**PAK-LIBYA HOLDING COMPANY (PRIVATE) LIMITED**  
**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED)**  
**FOR THE SIX MONTHS ENDED JUNE 30, 2009**

	Quarter ended June 30,		Six months ended June 30,	
	2009	2008	2009	2008
	-----Rupees in '000-----			
Mark-up/return/interest earned	411,827	394,709	735,284	748,662
Mark-up/return/interest expensed	247,366	288,177	491,985	534,460
Net mark-up/interest income	164,461	106,532	243,299	214,202
Provision against non-performing loans and advances	97,764	113,838	194,753	123,223
Provision/(reversal) for diminution in the value of investments	114,310	-	457,040	(15,786)
Reversal against lending to financial institution	(29,673)	-	(29,673)	-
	182,401	113,838	622,120	107,437
Net mark-up/interest (loss)/ income after provisions	(17,940)	(7,306)	(378,821)	106,765
<b>NON MARK-UP/INTEREST INCOME</b>				
Fee, commission and brokerage income	16,708	685	38,402	1,622
Dividend income	10,648	154,910	24,739	166,385
Net (loss)/gain on sale of securities	(393,842)	7,940	(380,185)	80,757
Unrealised (loss)/gain on investment classified as held-for-trading	(23,171)	-	(25,094)	-
Other income	421	601	715	2,130
Total non-markup/interest (loss)/income	(389,236)	164,136	(341,423)	250,894
	(407,176)	156,830	(720,244)	357,659
<b>NON MARK-UP/INTEREST EXPENSES</b>				
Administrative expenses	52,963	52,167	95,039	93,722
Other charges	1,043	5,102	1,603	6,252
Total non-markup/interest expenses	54,006	57,269	96,642	99,974
	(461,182)	99,561	(816,886)	257,685
Extraordinary/unusual items	-	-	-	-
<b>(LOSS)/PROFIT BEFORE TAXATION</b>	<b>(461,182)</b>	<b>99,561</b>	<b>(816,886)</b>	<b>257,685</b>
Taxation -current	1,090	13,756	1,284	16,142
-prior	-	-	-	-
-deferred	15,262	(667)	27,458	6,125
	16,352	13,089	28,742	22,267
<b>(LOSS)/PROFIT AFTER TAXATION</b>	<b>(477,534)</b>	<b>86,472</b>	<b>(845,628)</b>	<b>235,418</b>
Basic (loss)/earnings per share (rupees) - (refer note 9)	(778)	141	(1,377)	383

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

Chief Financial Officer

Chief Executive

Chief Executive

Director

**PAK-LIBYA HOLDING COMPANY (PRIVATE) LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**  
**FOR THE SIX MONTHS ENDED JUNE 30, 2009**

	Reserves				Total	
	Issued, subscribed and paid up capital	Capital reserves		Revenue reserves		
		Statutory (compulsory) reserve	Reserve for issue of bonus shares	Reserve for contingencies		Unappropriated profit
-----Rupees in '000-----						
<b>Balance as at January 1, 2008</b>	5,841,780	422,113		476,000	400,789	7,140,682
Profit for the half year ended June 30, 2008	-			-	235,418	235,418
Reserve for issue of bonus shares	-		300,000	-	(300,000)	-
Issue of bonus shares	300,000		(300,000)	-	-	-
Right shares issued	-		-	-	-	-
Transfer to statutory (compulsory) reserve	-	47,084		-	(47,084)	-
Transfer to reserve for contingencies	-			100,000	(100,000)	-
<b>Balance as at June 30, 2008</b>	<b>6,141,780</b>	<b>469,197</b>	<b>-</b>	<b>576,000</b>	<b>189,123</b>	<b>7,376,100</b>
Loss for the half year ended December 31, 2008	-	-	-	-	(123,038)	(123,038)
Transfer to statutory (compulsory) reserve	-	(24,608)	-	-	24,608	-
<b>Balance as at December 31, 2008</b>	<b>6,141,780</b>	<b>444,589</b>	<b>-</b>	<b>576,000</b>	<b>90,693</b>	<b>7,253,062</b>
Loss after tax for the half year ended June 30, 2009	-	-	-	-	(845,628)	(845,628)
Reserve for issue of bonus shares	-	-	-	-	-	-
Transfer to statutory (compulsory) reserve	-	-	-	-	-	-
Transfer to reserve for contingencies	-	-	-	90,000	(90,000)	-
<b>Balance as at June 30, 2009</b>	<b>6,141,780</b>	<b>444,589</b>	<b>-</b>	<b>666,000</b>	<b>(844,935)</b>	<b>6,407,434</b>

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

Chief Financial Officer

Chief Executive

Chief Executive

Director

**PAK-LIBYA HOLDING COMPANY (PRIVATE) LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)**  
**FOR THE SIX MONTHS ENDED JUNE 30, 2009**

	June 30, 2009	June 30, 2008
	-----Rupees in '000-----	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
(Loss)/Profit before taxation	(816,886)	257,685
Less: Dividend income	(24,739)	(166,385)
	<u>(841,625)</u>	<u>91,300</u>
Adjustments for non-cash charges		
Depreciation	11,029	8,841
Provision against non-performing loans and advances	194,753	123,223
Unrealised deficit on revaluation of held-for-trading securities	25,094	-
Provision/(Reversal) of provision for diminution in the value of investments	457,040	(15,786)
Reversal against lending to financial institution	(29,673)	-
Gain on sale of operating fixed assets	-	(862)
	<u>658,243</u>	<u>115,416</u>
	(183,382)	206,716
(Increase)/Decrease in operating assets		
Lendings to financial institutions	427,771	489,874
Held-for-trading securities	(264,610)	-
Advances	(1,619,426)	(544,131)
Other assets (excluding advance taxation)	261,715	(94,505)
	<u>(1,194,550)</u>	<u>(148,762)</u>
Increase/(Decrease) in operating liabilities		
Borrowings from financial institutions	(1,391,137)	(397,038)
Deposits and others accounts	2,976,400	(835,000)
Other liabilities (excluding current taxation)	66,561	14,196
	<u>1,651,824</u>	<u>(1,217,842)</u>
	273,892	(1,159,888)
Income tax paid	(3,775)	(11,526)
Net cash inflow/(outflow) from operating activities	<u>270,117</u>	<u>(1,171,414)</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Net investments	(278,372)	1,129,362
Dividends received	17,491	170,014
Investments in operating fixed assets	(17,037)	(6,185)
Sale proceeds of property and equipment disposed-off	-	3,518
Net cash (outflow)/inflow from investing activities	<u>(277,918)</u>	<u>1,296,709</u>
<b>(Decrease)/Increase in cash and cash equivalents</b>	<u>(7,801)</u>	<u>125,295</u>
Cash and cash equivalents at beginning of the period	<u>161,445</u>	<u>248,413</u>
<b>Cash and cash equivalents at end of the period</b>	<u>153,644</u>	<u>373,708</u>

The annexed notes 1 to 16 form an integral part of this condensed interim financial information.

Chief Financial Officer

Chief Executive



**PAK-LIBYA HOLDING COMPANY (PRIVATE) LIMITED**  
**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION**  
**FOR THE SIX MONTHS ENDED JUNE 30, 2009**

---

**1 STATUS AND NATURE OF BUSINESS**

The company was incorporated in Pakistan as a private limited company on October 14, 1978. It is a joint venture between the Government of Pakistan and Libya. The tenure of the company was thirty years from the date of its establishment. The two contracting parties (i.e. both the governments) extended the tenure for further similar period. The objective of the company interalia includes the promotion of economic growth of Pakistan through industrial development, to undertake other feasible business and to establish and acquire companies to conduct various businesses as may be decided from time to time. The company is designated as a development financial institution (DFI) under the BPD circular No. 35 dated October 28, 2003 issued by the State Bank of Pakistan. The registered office of the company is located at 5th Floor, Tower C, Finance and Trade Centre, Shahrah-e-Faisal, Karachi, Pakistan.

**2 BASIS OF PRESENTATION**

These condensed interim financial information has been prepared in condensed form in accordance with the requirements of International Accounting Standard 34, 'Interim Financial Reporting' paragraph 3 of BSD Circular Letter No. 15 dated June 13, 2002 and requirements of BSD Circular Letter No. 2 dated May 12, 2004 of the State Bank of Pakistan (SBP).

**3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

3.1 The accounting policies and methods of computation adopted in the preparation of these condensed interim financial information are same as those applied in preparation of the financial statements of the company for the year ended December 31, 2008.

**3.2 Critical accounting estimates and judgments**

The preparation of condensed interim financial information in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the company's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the condensed interim financial information are as follows:

- a) Critical judgment in classification of investments in accordance with the company's policy.
- b) Assumptions and estimations in recognition of deferred taxation.

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances.

**PAK-LIBYA HOLDING COMPANY (PRIVATE) LIMITED**  
**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION**  
**FOR THE SIX MONTHS ENDED JUNE 30, 2009**

**4 INVESTMENTS**

	Held by company	Given as collateral	Total
	-----Rupees in '000-----		
Balance as at June 30, 2009	5,112,520	1,541,791	6,654,311
Balance as at December 31, 2008	3,721,655	1,755,903	5,477,558
Balance as at June 30, 2008	3,957,945	2,818,341	6,776,286
<b>4.1 Investment by types:</b>			
Held-for-trading securities	365,395	-	365,395
Available-for sale securities	5,721,760	1,547,381	7,269,141
Held-to maturity securities	101,013	-	101,013
Associates	150	-	150
	6,188,318	1,547,381	7,735,699
Less: Provision for diminution in value of investments	525,043	-	525,043
Investments (net of provisions)	5,663,275	1,547,381	7,210,656
Less: Deficit on revaluation of investments classified as			
-Held-for-trading	25,375	-	25,375
-Available for sale	525,380	5,590	530,970
<b>Balance as at June 30, 2009</b>	<b>5,112,520</b>	<b>1,541,791</b>	<b>6,654,311</b>
Balance as at December 31, 2008	3,721,655	1,755,903	5,477,558

4.1.1

4.1.1 This comprise strategic investment of 15,000 shares in Kamoki Energy Limited.

	June 30 2009	December 31, 2008
	----- Rupees in '000 -----	
<b>4.2 Investments by segments</b>		
<i>Federal government securities</i>		
Market treasury bills	2,397,381	1,924,520
Pakistan investment bonds	391,808	396,507
<i>Fully paid up ordinary shares/certificates</i>		
Listed companies	2,704,657	1,924,003
Unlisted companies	195,612	126,191
<i>Fully paid up preference shares</i>		
Listed companies	53,300	50,000
<i>Term finance certificates (TFCs)</i>		
Listed TFCs	468,573	464,034
Unlisted TFCs	1,076,009	1,060,702
<i>Participation term certificates</i>	7,913	8,214
<i>Other investments</i>		
Mutual fund units	121,093	313,801
Commercial paper	93,100	421,526
National Investment Trust units	-	295,000
Sukuk issue	226,103	209,162
Strategic investment	150	-
<b>Total investment at cost</b>	<b>7,735,699</b>	<b>7,193,660</b>
<b>Less: Provision for diminution in value of investments</b>	<b>525,043</b>	<b>69,094</b>
<b>Investments (net of provisions)</b>	<b>7,210,656</b>	<b>7,124,566</b>
Less: Deficit on revaluation of investments classified as		
-Held-for-trading	(25,375)	(282)
-Available for sale	(530,970)	(1,646,726)

**PAK-LIBYA HOLDING COMPANY (PRIVATE) LIMITED**  
**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION**  
**FOR THE SIX MONTHS ENDED JUNE 30, 2009**

Total investments at market value		<b>6,654,311</b>	5,477,558
		<b>June 30</b>	December 31,
		<b>2009</b>	2008
		----- Rupees in '000 -----	

**5 ADVANCES**

Loans, cash credits, running finance, etc. in Pakistan		<b>6,453,233</b>	4,769,631
Net investment in finance lease in Pakistan		<b>650,040</b>	714,216
		<b>7,103,273</b>	5,483,847
Less: Provision for non-performing advances - specific	5.1.1	<b>726,285</b>	529,012
		<b>6,376,988</b>	4,954,835
Less: Provision for consumer finance - general	5.1.1	<b>13,531</b>	16,052
		<b>6,363,457</b>	4,938,783

5.1 Advances include amounts aggregating Rs.995,684 million (December 31, 2008: Rs. 1,012.965 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-----					
Substandard	278,767	-	278,767	69,692	69,692
Doubtful	20,647	-	20,647	10,323	10,323
Loss	696,270	-	696,270	646,270	646,270
	<b>995,684</b>	<b>-</b>	<b>995,684</b>	<b>726,285</b>	<b>726,285</b>

5.1.1 Particulars of provision against non-performing advances:

	June 30, 2009			December 31, 2008		
	Specific	General	Total	Specific	General	Total
-----Rupees in '000-----						
Opening balance	529,012	16,052	545,064	128,229	17,789	146,018
Charge for the period	205,975	-	205,975	419,521	-	419,521
Less: Reversals	(8,702)	(2,521)	(11,223)	(18,416)	(1,737)	(20,153)
Net (reversals)/charge	197,273	(2,521)	194,752	401,105	(1,737)	399,368
Less: Amount written off	-	-	-	(322)	-	(322)
Closing balance	<b>726,285</b>	<b>13,531</b>	<b>739,816</b>	529,012	16,052	545,064

**6 OPERATING FIXED ASSETS**

Additions – cost	<b>16,694</b>	28,957
Disposals – cost	-	10,479
Net book value	<b>58,289</b>	52,281

**7 SHARE CAPITAL**

**7.1 Authorized share capital**

June 30,	December 31,		June 30,	December 31,
2009	2008		2009	2008
----- Rupees in '000 -----				
<b>800,000</b>	800,000	Ordinary shares of Rs. 10,000 each	<b>8,000,000</b>	8,000,000
<b>800,000</b>	800,000		<b>8,000,000</b>	8,000,000

**PAK-LIBYA HOLDING COMPANY (PRIVATE) LIMITED**  
**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION**  
**FOR THE SIX MONTHS ENDED JUNE 30, 2009**

**7.2 Issued, subscribed and paid-up capital**

	June 30, 2009			December 31, 2008			June 30, 2009	December 31, 2008
	-----Number of shares in '000-----						-----Rupees in '000-----	
	Issued for cash	Issued as bonus shares	Total	Issued for cash	Issued as bonus shares	Total		
Opening Shares issued during the period / year	471,836	142,342	614,178	471,836	112,342	584,178	6,141,780	5,841,780
	-	-	-	-	30,000	30,000	-	300,000
	<u>471,836</u>	<u>142,342</u>	<u>614,178</u>	<u>471,836</u>	<u>142,342</u>	<u>614,178</u>	<u>6,141,780</u>	<u>6,141,780</u>

**8 CONTINGENCIES AND COMMITMENTS**

8.1 Direct credit substitutes		<u>200,000</u>	<u>200,000</u>
8.1.1 The amount utilized under this guarantee in favour of the Government of Pakistan as at June 30, 2009 was Rs. 200 million (December 31, 2008: Rs. 200 million).			
Undisbursed sanctions for financial assistance in the form of loans and advances, term finance certificates and leases		<u>803,583</u>	<u>2,518,650</u>
Underwriting agreement		<u>100,000</u>	<u>550,000</u>
Forward purchase of shares		<u>-</u>	<u>-</u>
Forward sale of shares		<u>-</u>	<u>-</u>
Letter of credit (LC's)		<u>170,576</u>	<u>300,000</u>

**9 BASIC EARNINGS PER SHARE**

		Six months ended June 30, 2009	2008
		----- Rupees in '000 -----	
(Loss)/Profit after taxation		<u>(845,628)</u>	<u>235,418</u>
		Quarter ended June 30, 2009	2008
		----- Rupees in '000 -----	
(Loss)/Profit after taxation		<u>(477,534)</u>	<u>86,472</u>
		Six months ended June 30, 2009	2008
		----- Number of shares in '000 -----	
Weighted average number of ordinary shares		<u>614,178</u>	<u>614,178</u>
(Loss)/Earnings per share for the half year ended June 30, 2009/08		<u>(1,377)</u>	<u>383</u>
(Loss)Earnings per share for the quarter ended June 30, 2009/08		<u>(778)</u>	<u>141</u>

**PAK-LIBYA HOLDING COMPANY (PRIVATE) LIMITED**  
**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION**  
**FOR THE SIX MONTHS ENDED JUNE 30, 2009**

---

## **11 RISK MANAGEMENT**

The company has set up objectives and policies to manage risks that arise in connection with financial instruments. The risk management framework and policies of the company are guided by specific objectives to ensure that comprehensive and adequate risk management policies are established to mitigate salient risk elements in operations of the company. The establishment of overall financial risk management objectives is consistent and in tandem with the strategy to create and enhance shareholders' value, whilst guided by a prudent and robust framework of risk management policies. In achieving the objective of maximizing returns to shareholders, the Board takes cognizance of the risk elements that the company is confronted with in its operations. In view of the multi-faceted risks inherent in the financial sector, the company places great emphasis on importance of risk management and has put in place clear and comprehensive risk management mechanisms and strategies to identify, monitor, manage and control the relevant risk factors.

### **11.1 Credit risk**

Credit risk refers to the risk of financial loss arising from defaults by counter parties in meeting their obligations. Exposure to credit risks for the company arises primarily from lending activities.

The management of credit risk is governed by credit management policies and procedures set and approved by the Board. The procedures spell out relevant approval authorities, limits, risks, credit ratings and other matters involved in order to ensure sound credit granting standards.

The company is following a prudent and cautious policy. The Credit and Operations divisions are responsible for developing credit policies as well as for monitoring and managing the overall risk. The department responsible for credit processing evaluates the credit worthiness of each borrower and assigns a credit limit. The credit policy of the company takes into account product and sector risk concentrations in order to evaluate degree of diversification in the portfolio. The company concentrates on short-term / long-term financing on a secured self-liquidating basis. The company is also focusing on consumer financing. The company's Risk Management Division regularly reviews and actively manages risk at the portfolio level to ensure that risk characteristics and degree of diversification in terms of credit conform with the company policies.

Out of the total assets of Rs. 14.077 billion, financial assets which were subject to credit risk amounted to Rs. 6.161 billion. The major credit risk in respect of advances is concentrated in sectors such as manufacturing, services and trading. To manage credit risk the company entered into 'Master Repurchase Agreements' with counter parties whereby in case of default all balances are settled on a net basis.

The company has recently devised an internal rating methodology for rating corporate and retail customers. The accounting policies and methods used by the company are in accordance with requirements of Prudential Regulations of the State Bank of Pakistan. A reconciliation of provision against non performing advances has been disclosed in note 5.1.1 of these financial information. The company does not enter into any securitisation activities.

### **11.2 Market risk**

Market risk refers to the impact on the company's financial conditions resulting from future adverse price or volatility movements of the assets contained in its portfolio. The principal market risk in respect of the company's assets and liabilities management is primarily associated with the maturity and re-pricing mismatches of its assets and liabilities. The Board is responsible for reviewing and recommending all market risk policies and ensuring that sound market risk and effective risk management systems are established and complied with.

The market risk management framework of the company comprises a series of cut-loss and potential loss limits approved by Asset Liability Committee (ALCO) of the company to ensure that risk-takers do not exceed parameters set by management. Limit management is a control mechanism to ensure that all business activities are conducted in compliance with the limits in the risk management guidelines and policies. Gap analysis on regular basis is conducted as part of mechanism to minimize effect of market risk. These limits are set and reviewed regularly according to number of factors, including market trading liquidity of the instruments and the company's business strategy.

**PAK-LIBYA HOLDING COMPANY (PRIVATE) LIMITED**  
**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION**  
**FOR THE SIX MONTHS ENDED JUNE 30, 2009**

---

**11.3 Equity position risk**

Equity position risk refers to the risk arising from taking long or short positions, in the trading book, in the equities and all instruments that exhibit market behavior similar to equities. Trading in equities is managed within the statutory limits and as defined by ALCO. Counter parties limits, as also fixed by the State Bank of Pakistan, are considered to limit risk concentration.

**11.4 Liquidity risk**

Liquidity risk refers to the risk arising due to failure to access funds at reasonable cost to finance the company's operations and meet its liabilities when these fall due.

The management is responsible for company's liquidity performance although strategic management of liquidity has been delegated to ALCO. The ALCO of the company executes liquidity strategy including ensuring that appropriate policies and procedures are established to control and limit liquidity risk. It is also responsible for ensuring that company has adequate information systems for measuring, monitoring, controlling and reporting liquidity risk.

The company seeks to ensure that it has access to funds at reasonable cost even under adverse conditions, by managing its liquidity risk across all class of assets and liabilities in accordance with regulatory guidelines and to take advantage of any lending and investment opportunities as they arise.

**11.5 Operational risk**

Operational risk is the risk of loss resulting from inadequate or failed internal processes, people and systems or from external events. As such, operational risk is inherent in the company's business and operational activities. Such risk can potentially result in financial loss to the company.

The monitoring and control of such a risk is done through implementing policies and procedures at operational activities level which serve as a reference guide for operations of all key businesses. These financial policies procedures were designed taking into consideration the individual business activities, the market in which it is operating and any regulatory requirement in force. The management of the company is responsible for formulating an operational risk management framework to ensure that operational risks within the company are properly identified, monitored, managed and reported .

The internal audit function of the company performs regular audits on various operations of the company and monitors key risk exposure areas to ensure that internal control procedures are in place and those procedures are able to mitigate risks associated with operational activities. The company is currently in the process of implementing internal control system (COSO framework) which will additionally aid in strengthening the operational risk management of the company.

**12 RELATED PARTY TRANSACTIONS**

**12.1 Key management personnel:**

Mr. Kamaluddin Khan (Director and Managing Director)

Dr. Saleh Jomaa M. Abdalla (Director and Deputy Managing Director)

**Associate**

Kamoki Energy Limited

**Six months ended June 30,**  
**2009**                      **2008**  
**Rupees in '000**

Remuneration to the directors and key management

17,507                      14,123

**PAK-LIBYA HOLDING COMPANY (PRIVATE) LIMITED**  
**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION**  
**FOR THE SIX MONTHS ENDED JUNE 30, 2009**

---

Six months ended June 30,  
2009                      2008  
Rupees in '000

**13 CASH AND CASH EQUIVALENTS**

Cash and balances with treasury banks	57,854	20,439
Balances with other banks	80,640	293,269
Placements	15,000	
	<u>153,494</u>	<u>313,708</u>
	<b>153,644</b>	<b>373,708</b>

**14 CREDIT RATING**

(150)                      (60,000)

The Pakistan Credit Rating Agency Limited has maintained the company's rating of AA-(Double A Minus) in the long term and A1+(A One Plus) in the short term.

**15 GENERAL**

Figures have been rounded off to the nearest thousand.

**16 DATE OF AUTHORISATION**

These financial information were authorized for issue on \_\_\_\_\_ by the board of directors of the company.

Chief Financial Officer

Chief Executive

Chief Executive

Director

**PAK-LIBYA HOLDING COMPANY (PRIVATE) LIMITED**  
**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION**  
**FOR THE SIX MONTHS ENDED JUNE 30, 2009**

**10 SEGMENT DETAIL WITH RESPECT TO BUSINESS ACTIVITY**

The segment analysis with respect to business activity is as follows:

	Corporate Finance	Trading and sales	Retail banking	Commercial banking	Payment and settlement	Agency services	Commercial banking	Payment and settlement	Agency services
Total (loss)/income	(301,348)	-	72,296	-	-	-	-	-	-
Total expenses	549,171	-	38,663	-	-	-	-	-	-
Net (loss)/income	(850,519)	-	33,633	-	-	-	-	-	-
Segment assets (gross)	15,221,256	-	818,943	-	-	-	-	-	-
Segment non performing loans	918,060	-	77,624	-	-	-	-	-	-
Segment provision required	1,893,322	-	70,080	-	-	-	-	-	-
Segment liabilities	7,469,683	-	701,699	-	-	-	-	-	-
Net assets	7,751,573	-	117,244	-	-	-	-	-	-
Segment return on net assets (ROA)%	(21.94)%	-	57.37%	-	-	-	-	-	-
Segment cost of funds (%)	14.42%	-	12.20%	-	-	-	-	-	-
2008									
Total income	829,390	-	62,729	-	-	-	-	-	-
Total expenses	577,099	-	57,335	-	-	-	-	-	-
Net income/(loss)	252,291	-	5,394	-	-	-	-	-	-
Segment assets (gross)	18,222,267	-	931,705	-	-	-	-	-	-
Segment non performing loans	476,801	-	74,818	-	-	-	-	-	-
Segment provision required	986,296	-	60,495	-	-	-	-	-	-
Segment liabilities	10,496,381	-	848,309	-	-	-	-	-	-
Net assets	7,725,886	-	83,396	-	-	-	-	-	-
Segment return on net assets (ROA)%	6.53%	-	12.94%	-	-	-	-	-	-
Segment cost of funds (%)	9.58%	-	10.34%	-	-	-	-	-	-