

Contents

Corporate Information	3
Directors' Review	5
Review Report to the Memebers	7
Balance Sheet	8
Profit and Loss Account	9
Cash Flow Statement	10
Statement of Changes in Equity	11
Notes to the Accounts	12

Corporate Information

BOARD OF DIRECTORS

Mr. Muhammad Rashid Zahir	Chairman
Mr. Ihsanul Haq Piracha	Vice Chairman
Mr. Farrukh Shaukat Ansari	Chief Executive Officer
Mr. Aasim Azim Siddiqui	Director
Mr. Haroon Ihsan	Director
Mr. Faridullah Khan	Director
Mr. Muhammad Tariq Masud	Director

AUDIT COMMITTEE

Mr. Muhammad Rashid Zahir	Chairman
Mr. Ihsanul Haq Piracha	Vice Chairman
Mr. Aasim Azim Siddiqui	Director

CREDIT COMMITTEE

Mr. Ihsanul Haq Piracha	Chairman
Mr. Aasim Azim Siddiqui	Director
Mr. Faridullah Khan	Director

HUMAN RESOURCE COMMITTEE

Mr. Aasim Azim Siddiqui	Chairman
Mr. Haroon Ihsan	Director
Mr. Muhammad Tariq Masud	Director

COMPANY SECRETARY & CHIEF FINANCIAL OFFICER

Mr. Shyam Lal, ACA

HEAD OF INTERNAL AUDIT

Mr. Imran Masood

AUDITORS

Anjum Asim Shahid Rahman
Chartered Accountants

LEGAL ADVISOR

Mandviwalla & Zafar

TAX CONSULTANTS

Anjum Asim Shahid Rahman
Chartered Accountants

CREDIT RATING AGENCY

JCR-VIS Credit Rating Company (Pvt) Limited

CREDIT RATING

Long-term- (A-)
Short-term-(A-2)

BANKS & LENDING INSTITUTIONS

National Bank of Pakistan
United Bank Limited
MCB Bank Limited
Allied Bank Limited
Askari Bank Limited.

The Bank of Punjab
ABN AMRO Bank (Pakistan) Limited
Standard Chartered Bank (Pakistan) Limited
Saudi Pak Commercial Bank Limited.
The Hong Kong and Shanghai Banking Corp. Ltd.

REGISTERED OFFICE

6th Floor, Lakson Square, Building #1,
Sarwar Shaheed Road, Saddar, Karachi.
Tel : (021) 5655181-85, 5655215-19
Fax : (021) 5210607-9

BRANCHES**Lahore**

Pakistan Engineering Congress (PEC) Building
First Floor, 97/A-D/1, Liberty Market,
Gulberg-III, Lahore.
Tel : (042) 5762644-47, 5762634
Fax : (042) 5762633

Islamabad

2nd Floor, High-Rise Block, Saudi Pak Tower
61-A, Jinnah Avenue, Blue Area, Islamabad
Tel : (051) 2800207, 2800206
Fax : (051) 2800205

Faisalabad

Kotwali Road (Allama Iqbal Road), Faisalabad.
Tel : (041) 2412082

Sialkot

2nd Floor, Sanori Building
27, Paris Road, Sialkot
Tel : (052) 4296364, 3005335
Fax : (052) 4296365

Universal Access Number: 111-888-999

Karachi, Lahore & Islamabad

Website : www.saudipakleasing.com

REGISTRAR AND SHARE TRANSFER OFFICE

THK Associates (Pvt.) Ltd.
Ground Floor, State Life Building No.3
Dr. Ziauddin Ahmed Road, Karachi 75530.
Tel : (021) 111-000-322
Fax : (021) 5655595

Directors' Review

The directors are pleased to present their report and review of the accounts and performance of Saudi Pak Leasing Company Limited for the six months ended December 31, 2007.

Economic Scenario

The year 2007 was the fourth consecutive year of real GDP growth hovering around 7 percent, a record in Asia surpassed only by China and India. The economic growth was broad based over agricultural, industrial and services sectors. The agricultural sector grew at 5 percent as against 1.6 percent in 2006. Industrial sector grew at 6.8 percent and services sector at 8 percent as against 5 percent and 9.6 percent respectively in the previous year. Within the service sector, banking sector was instrumental as well as main beneficiary of strong growth.

While national savings rate improved to 19.8 percent highest in the last four years, the total revenue increased by 20.5 percent and budget deficit stood at 4.3 percent of GDP, same as in the previous year. Widening current account deficit, higher inflation rate and low tax to GDP ratio posed major challenges to the economy. To curb inflation, State Bank of Pakistan (SBP) carried out open market operations (OMO) to mop up excess liquidity besides adjusting reserve ratio and increasing the discount rate.

Economic growth coupled with responsible macro management bolstered the investors' confidence. Investment to GDP ratio rose to 23 percent and foreign direct investment (FDI) to US\$ 5.140 billion. A significant portion of FDI was directed towards telecommunication and banking sectors.

On external front, growth of exports weakened to 3.2 percent as against 14.3 percent in 2006. Growth of imports also slowed down to 8.1 percent as compared to 31.3 percent in 2006. The lower growth in exports was attributable largely to sluggish growth in textile sector. Remittances grew to US\$ 5.5 billion, up 19.4 percent. Decline in the growth rate of imports was recorded mainly in petroleum products, machinery, food, transportation and metal groups. Foreign portfolio investment surged to US\$ 3.20 billion from US\$ 0.99 billion in the previous year.

Pakistan's foreign currency reserves increased to US\$ 15.611 billion in 2007. External debt and liabilities rose to US\$ 40.1 billion, registering an increase of US\$ 2.9 billion over 2006. The rise constituted inflows from IDA, ADB and issuance of new Eurobonds. Private loan inflows also contributed towards increase of the debt stock. However, despite rise in external debt and liabilities, decrease in external debt and liabilities to GDP ratio at 28 percent as compared to 29.1 percent in 2006 reflected the country's improved debt servicing capability.

Financial Performance

During the period under review, your company maintained steady growth in lease and loan portfolio. Disbursements increased to Rs.1,559 million in July-December 2007 as against Rs.1,345 million in the corresponding period last year showing an increase of 16 percent. Total gross revenue rose to Rs.417 million in July-December 2007 from Rs.353 million in the corresponding period of the previous year showing growth of 18 percent. Lease revenue increased to Rs.242 million from Rs.236 million. While income on investments increased to Rs.172 million from Rs.112 million. During the period under review, financial charges increased marginally by Rs.13 million to Rs.275 million.

Operating profit increased from Rs.38 million to Rs.81 million in the first half of year 2007-2008 showing a healthy increase of 112 percent. Net profit after provisions and tax for the half year 2007-2008 was recorded at Rs.34 million compared to Rs.22 million in the corresponding period last year. The impact of higher operating profit could not be transferred fully to net profit on account of higher provisions against infected portfolio, which increased, from Rs.5 million to Rs.35 million. However, the management is confident that this trend will reverse in the later half of the financial year.

The balanced growth in the portfolio mix was maintained whereby exposure to a single sector was kept below 25 percent to achieve minimum concentration risk. Approximately, 23 percent was disbursed to Textile sector. Plant and Machinery accounted for 72 percent of the lease portfolio and Commercial Vehicles 12 percent of the lease portfolio.

Directors' Review

Non Banking Finance Companies (NBFCs) and Notified Entities Regulations, 2007

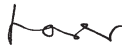
The Securities and Exchange Commission (SECP) has issued new regulations in November 2007 and amended the NBFCs (Establishment and Regulations) Rules, 2003. These regulations will have far reaching impact on the sector. On the positive side the rules now allow development of commercial properties within the ambit of leasing license as well as generating 30 day deposits in the form of Certificate Of Deposits. However, the equity requirement for each of the Leasing and Housing Finance license has been increased to Rs.700 million and Investment Finance Services to Rs.1,000 million. The regulations stipulate that the companies will have to reach these levels by June 2010.

Future Outlook

Upward movement of the mark up rates, increasing inflation and tough competition from the banks are the vital challenges confronting the NBFC Sector. The margins in the leasing sector will continue to remain under stress. To address these competitive challenges and to augment financial lease business the management had diversified into operating lease business in the power rental and automobile sector which is bearing fruit. The company is exploring options in development of commercial and residential properties, which will add significantly to the growth in profits of the company.

Your directors recognize and appreciate the support of the lending institutions, regulatory authorities, COI holders and the dedicated service rendered by the management and other members of the staff of the Company to promote its steady growth on sound lines.

For and on behalf of the Board of Directors



Muhammad Rashid Zahir
Chairman

Dated: February 28, 2008

Review Report to the Members

Introduction

We have reviewed the accompanying condensed interim balance sheet of **Saudi Pak Leasing Company Limited** as at **December 31, 2007** and the related condensed interim profit and loss account, condensed interim cash flow statement and condensed interim statement of changes in equity together with selected explanatory notes forming part thereof for the half year then ended (herein after referred to as the "interim financial information"). Management is responsible for the preparation and presentation of the interim financial information in accordance with approved accounting standards as applicable in Pakistan. Our responsibility is to express a conclusion on this interim financial information based on our review. The figures of the condensed interim profit and loss account for the quarters ended December 31, 2007 and 2006 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2007.

Scope of Review

We conducted our review in accordance with international Standard on Review Engagement 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 interim financial information as of and for the half year ended December 31, 2007 is not prepared in all material respects, in accordance with approved accounting standards as applicable in Pakistan.

Karachi
Date: February 28, 2008



Anjum Asim Shahid Rahman
Chartered accountants

Condensed Interim Balance Sheet

AS AT DECEMBER 31, 2007 (UN-AUDITED)

ASSETS	Note	December 31, 2007 Rupees	June 30, 2007 Rupees
Current assets			
Cash and bank balances		44,273,220	104,618,359
Short-term loans and fund placements		1,075,051,616	851,069,387
Short-term investments	4	574,025,559	407,293,928
Loans and receivables		35,149,647	36,960,916
Advances, deposits, prepayments and other receivables		378,794,137	437,258,882
Current maturity of non-current assets	5	1,992,116,856	2,091,038,978
Total current assets		4,099,411,035	3,928,240,450
Non-current assets			
Long term loans	6	210,508,218	103,473,089
Net investment in leases	7	2,599,839,525	2,281,114,477
Long-term investments		13,829,400	16,641,900
Property, plant and equipment	8	217,493,987	208,860,551
Total non-current assets		3,041,671,130	2,610,090,017
Total Assets		7,141,082,165	6,538,330,467
LIABILITIES			
Current liabilities			
Borrowings from financial institutions		935,000,000	965,000,000
Certificates of investment		1,940,260,000	1,811,676,000
Accrued and other payables		209,603,582	150,849,930
Current maturity of non-current liabilities	9	720,082,899	942,136,470
Provision for taxation - net		2,459,033	1,834,633
Total current liabilities		3,807,405,514	3,871,497,033
Non-current liabilities			
Certificates of investment		737,854,000	571,139,000
Long-term finances	10	969,166,670	555,833,340
Deposits against leases		957,047,259	846,942,192
Deferred tax		59,581,969	54,581,968
Total non-current liabilities		2,723,649,898	2,028,496,500
Total Liabilities		6,531,055,412	5,899,993,533
NET ASSETS		610,026,753	638,336,934
FINANCED BY			
Authorized capital 100,000,000 (June 30, 2007: 100,000,000) ordinary shares of Rs. 10 each		1,000,000,000	1,000,000,000
Issued, subscribed and paid-up capital	11	451,605,000	430,100,000
Reserves		142,877,769	136,164,293
Unappropriated profit		49,716,850	87,377,946
		644,199,619	653,642,239
Unrealized loss on available for sale investments		(34,172,866)	(15,305,305)
CONTINGENCIES AND COMMITMENTS	12	-	-
Total equity		610,026,753	638,336,934

The annexed selected notes from 1 to 16 form an integral part of these condensed interim financial statements.



Farrukh S. Ansari
Chief Executive Officer



Muhammad Rashid Zahir
Chairman


Condensed Interim Profit and Loss Account

FOR THE HALF YEAR ENDED DECEMBER 31, 2007 (UN-AUDITED)

	Half Year ended December 31, 2007	Half Year ended December 31, 2006	Quarter ended December 31, 2007	Quarter ended December 31, 2006
-----Rupees-----				
Income from:				
Finance leases	209,630,676	217,412,683	102,604,472	108,704,371
Operating leases	32,241,219	18,741,516	17,610,972	9,550,464
Investments	171,603,080	111,696,735	92,044,970	57,346,634
Other operating income	3,750,601	5,536,970	2,859,429	4,748,934
	417,225,576	353,387,904	215,119,843	180,350,403
Expenses				
Financial and other charges	275,247,400	261,754,610	139,957,714	137,075,866
Administrative and operating expenses	49,681,584	45,835,716	25,120,633	25,796,389
Direct cost of operating leases	11,127,078	7,536,299	7,511,789	4,177,235
	336,056,062	315,126,625	172,590,136	167,049,490
Operating profit before provisions	81,169,514	38,261,279	42,529,707	13,300,913
Provision and fair value changes				
Provision for potential lease and other losses	(34,605,857)	(5,459,255)	(22,507,988)	(621,901)
(Decrease)/Increase in market value of investments	(246,277)	453,228	1,533,213	453,228
	(34,852,134)	(5,006,027)	(20,974,775)	(168,673)
Profit before taxation	46,317,380	33,255,252	21,554,932	13,132,240
Taxation - Current	7,750,000	7,500,000	3,750,000	3,750,000
- Deferred	5,000,000	3,500,000	1,500,000	1,000,000
	12,750,000	11,000,000	5,250,000	4,750,000
Profit for the period	33,567,380	22,255,252	16,304,932	8,382,240
Earnings per share- Basic and Diluted	0.74	0.49	0.36	0.19

The annexed selected notes from 1 to 16 form an integral part of these condensed interim financial statements.


Farrukh S. Ansari
Chief Executive Officer


Muhammad Rashid Zahir
Chairman

Condensed Interim Cash Flow Statement

FOR THE HALF YEAR ENDED DECEMBER 31, 2007 (UN-AUDITED)

	Note	Half year ended December 31, 2007 Rupees	Half year ended December 31, 2006 Rupees
CASH FLOW FROM OPERATING ACTIVITIES			
Cash generated from operations after working capital changes	13	461,730,149	118,789,733
Financial charges paid		(265,628,808)	(140,453,260)
Taxes paid		(7,125,600)	(9,850,820)
Deposits received from lessees		120,551,496	36,582,021
Increase in long-term loans		(132,479,122)	(64,257,519)
Increase in short-term loans and fund placements		(223,982,229)	(46,555,330)
Increase in net investment in leases		(227,622,821)	(105,426,421)
		(736,287,084)	(329,961,329)
Net cash used in operating activities		(274,556,935)	(211,171,596)
CASH FLOW FROM INVESTING ACTIVITIES			
Acquisition of property, plant and equipment		(44,762,835)	(67,318,416)
Proceeds from sale of property, plant and equipment		23,090,000	42,000
Decrease in loans and receivables		1,811,269	1,811,269
(Increase)/Decrease in investments		(181,652,097)	56,630,537
Dividend received		11,526,743	2,382,000
Net cash used in investing activities		(189,986,920)	(6,452,610)
CASH FLOW FROM FINANCING ACTIVITIES			
Increase in long-term finances		180,833,330	170,833,334
Decrease in borrowings from financial institutions		(30,000,000)	(660,000,000)
Increase in certificates of investment		295,299,000	734,975,871
Dividend paid		(41,933,614)	(63,797,697)
Net cash generated from financing activities		404,198,716	182,011,508
Net decrease in cash and cash equivalents		(60,345,139)	(35,612,698)
Cash and cash equivalents at beginning of the period		104,618,359	164,161,545
Cash and cash equivalents at end of the period	15	44,273,220	128,548,847

The annexed selected notes from 1 to 16 form an integral part of these condensed interim financial statements.



Farrukh S. Ansari
Chief Executive Officer



Muhammad Rashid Zahir
Chairman


Condensed Interim Statement of Changes in Equity

FOR THE HALF YEAR ENDED DECEMBER 31, 2007 (UN-AUDITED)

	Share capital	Reserve for issue of bonus shares	CAPITAL RESERVES		Total reserves	Unappropriated profit	Unrealized loss on investments classified as available for sale	Total equity
			Contingency reserve	Statutory reserve				
-----Rupees-----								
Balance as at July 01, 2006 brought forward	430,100,000	-	2,600,000	122,724,754	125,324,754	108,534,789	(125,983,504)	537,976,039
Unrealized loss on investments classified as available for sale	-	-	-	-	-	-	(8,240,144)	(8,240,144)
Net income recognized directly in equity	-	-	-	-	-	-	(8,240,144)	(8,240,144)
Profit for the half year ended December 31, 2006	-	-	-	-	-	22,255,252	-	22,255,252
Final dividend for the year ended June 30, 2006 declared and issued subsequent to year end	-	-	-	-	-	(64,515,000)	-	(64,515,000)
Transfer to statutory reserve	-	-	-	4,451,050	4,451,050	(4,451,050)	-	-
Balance as at December 31, 2006 carried forward	430,100,000	-	2,600,000	127,175,804	129,775,804	61,823,991	(134,223,648)	487,476,147
Balance as at July 01, 2007 brought forward	430,100,000	-	2,600,000	133,564,293	136,164,293	87,377,946	(15,305,305)	638,338,934
Unrealized loss on investments classified as available for sale	-	-	-	-	-	-	(18,867,561)	(18,867,561)
Net income recognized directly in equity	-	-	-	-	-	-	(18,867,561)	(18,867,561)
Transfer to reserve for issue of bonus shares	-	21,505,000	-	-	21,505,000	(21,505,000)	-	-
Issue of bonus shares	21,505,000	(21,505,000)	-	-	(21,505,000)	-	-	-
Profit for the half year ended December 31, 2007	-	-	-	-	-	33,567,380	-	33,567,380
Final dividend for the year ended June 30, 2007 declared and issued subsequent to year end	-	-	-	-	-	(43,010,000)	-	(43,010,000)
Transfer to statutory reserve	-	-	-	6,713,476	6,713,476	(6,713,476)	-	-
Balance as at December 31, 2007 carried forward	451,605,000	-	2,600,000	140,277,769	142,877,769	49,716,850	(34,172,866)	610,026,753

The annexed selected notes from 1 to 16 form an integral part of these condensed interim financial statements.


Farrukh S. Ansari
 Chief Executive Officer


Muhammad Rashid Zahir
 Chairman

Selected Notes To The Condensed Interim Financial Statements

FOR THE HALF YEAR ENDED DECEMBER 31, 2007 (UN-AUDITED)

1. STATUS AND NATURE OF BUSINESS

Saudi Pak Leasing Company Limited (the Company) was incorporated in Pakistan and is listed on all the three Stock Exchanges in Pakistan. The registered office of the Company is situated at 6th floor, Lakson Square Building No.1, Sarwar Shaheed Road, Saddar, Karachi. The main business activity of the Company is leasing of moveable assets and housing finance.

2. STATEMENT OF COMPLIANCE

These condensed interim financial statements i.e. 'interim financial information' have been prepared in accordance with approved accounting standards as applicable in Pakistan, and requirements of the Companies Ordinance, 1984 (the Ordinance), the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003, (the Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2007 (the Regulations) and the Prudential Regulations for NBFs (the Prudential Regulations). Approved accounting standards comprise such International Financial Reporting Standards (IFRS) as are notified under the Ordinance, provisions of and directives issued under the Ordinance. In case requirements differ, the provisions or directives of the Ordinance, the Rules, the Regulations and the Prudential Regulations shall prevail.

These condensed interim financial statements are un-audited but subject to limited scope review by the auditors as required by the Code of Corporate Governance and are circulated in accordance with section 245 of the Companies Ordinance, 1984.

3. ACCOUNTING POLICIES

The accounting policies and methods of computation followed for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual audited financial statements for the year ended June 30, 2007.

		December 31, 2007	June 30, 2007
		----- Rupees -----	-----
4. SHORT -TERM INVESTMENTS			
Related party			
Available for sale			
		29,963,200	58,920,000
Other than related party			
		542,430,707	322,314,908
At fair value through profit or loss-held for trading			
		1,631,652	26,059,020
		<u>574,025,559</u>	<u>407,293,928</u>
4.1 Available for sale			
		418,992,399	220,768,655
		88,938,308	101,546,253
		34,500,000	-
		<u>542,430,707</u>	<u>322,314,908</u>

4.1.1 Fifteen per cent of the resources raised through Certificates of Investments other than those held by financial institutions, amounting to Rs. 103,217,100 (June 30,2007: 111,422,250) have been invested in listed securities to comply with the requirement of Non Banking Finance Companies and Notified Entities Regulations, 2007.

4.1.2 These represent 46 club memberships of Rs. 750,000 each purchased from Quality Golf Pakistan (Private) Limited. These investments are carried at cost which is the consideration paid by company for acquisition of memberships. In the absence of an established market, these have not been converted at fair value which may not be different than the cost.

Selected Notes To The Condensed Interim Financial Statements

FOR THE HALF YEAR ENDED DECEMBER 31, 2007 (UN-AUDITED)

		December 31, 2007	June 30, 2007
		Rupees	
5. CURRENT MATURITY OF NON-CURRENT ASSETS			
Long-term loans	6	137,586,239	112,142,246
Net investment in leases	7	1,843,556,556	1,966,788,076
Long-term investments		10,974,061	12,108,656
		<u>1,992,116,856</u>	<u>2,091,038,978</u>
6. LONG TERM LOANS - secured, considered good			
Term loans to customers	6.1	330,089,884	203,985,649
Due from employees		18,004,573	11,629,686
		<u>348,094,457</u>	<u>215,615,335</u>
Less: Recoverable within one year shown as current portion of long-term term loans	5	137,586,239	112,142,246
		<u>210,508,218</u>	<u>103,473,089</u>

6.1 Term loans due from customers are secured against property and pledge of listed securities. The rate of return on these loans ranges from 11% to 25% (June 30, 2007: 11.5% to 20%) per annum.

		December 31, 2007	June 30, 2007
		Rupees	
7. NET INVESTMENT IN LEASES			
Minimum lease payments receivable		4,189,710,083	4,018,724,432
Add: Residual value of leased assets		1,179,940,372	1,064,967,670
Gross investment in leases		<u>5,369,650,455</u>	<u>5,083,692,102</u>
Less: Unearned lease income		756,216,541	692,190,681
Provision for potential lease losses		170,037,833	143,598,868
		<u>926,254,374</u>	<u>835,789,549</u>
Net investment in leases		<u>4,443,396,081</u>	<u>4,247,902,553</u>
Less: Current portion of net investment in leases	5	1,843,556,556	1,966,788,076
		<u>2,599,839,525</u>	<u>2,281,114,477</u>

7.1 The internal rate of return on leases disbursed during the period ranges from 15.55% to 24.22% (June 30, 2007: 10% to 30.82%) per annum.

	Own use		Operating lease assets	
	Addition	Disposal	Addition	Disposal
	Rupees		Rupees	
Premises	80,000	21,792,000	-	-
Vehicles	-	1,022,292	37,942,500	-
Office equipment	242,200	-	-	-
Plant and machinery	-	-	6,498,135	-
Total - Half year ended December 31, 2007	<u>322,200</u>	<u>22,814,292</u>	<u>44,440,635</u>	-

8.1 The above statement shows cost of additions to and disposals from property, plant and equipment during the half year ended December 31, 2007.

Selected Notes To The Condensed Interim Financial Statements

FOR THE HALF YEAR ENDED DECEMBER 31, 2007 (UN-AUDITED)

		December 31, 2007	June 30, 2007
		Rupees	
9. CURRENT MATURITY OF NON-CURRENT LIABILITIES			
Long-term finances	10	520,833,333	753,333,333
Deposits against lease		199,249,566	188,803,137
		720,082,899	942,136,470
10. LONG TERM FINANCES			
Long-term finance under markup arrangements	10.1	1,490,000,003	1,309,166,673
Less: Current maturity shown under current liabilities	9	520,833,333	753,333,333
		969,166,670	555,833,340
10.1	These represent long term finances availed from commercial banks and DFIs. These facilities are secured by hypothecation of specific leased assets and associated lease rentals. These facilities were utilized mainly for lease and loan financing activities.		
11. ISSUED, SUBSCRIBED AND PAID-UP CAPITAL			
		December 31, 2007	June 30, 2007
		Rupees	
25,180,000 (June 30, 2007: 25,180,000) ordinary shares of Rs. 10 each fully paid in cash		251,800,000	251,800,000
19,980,500 (June 30, 2007: 17,830,000) ordinary shares of Rs. 10 each issued as fully paid bonus shares		199,805,000	178,300,000
		451,605,000	430,100,000
12. CONTINGENCIES AND COMMITMENTS			
Contingencies		-	-
Commitments			
Commitments for lease disbursements		157,149,690	243,223,300
13. CASH GENERATED FROM OPERATIONS			
		Half year ended December 31, 2007	Half year ended December 31, 2006
		Rupees	
Profit before taxation		46,317,380	33,255,252
Adjustment for non cash charges and other items			
Depreciation - owned assets		3,957,238	4,279,777
- assets under operating lease		10,624,067	6,868,933
Financial charges		274,753,792	151,618,747
Provision for potential lease and other losses		34,605,857	5,459,255
Dividend income		(11,526,743)	(1,575,000)
(Gain)/Loss on disposal of property, plant and equipment		(1,541,904)	15,892
		310,872,307	166,667,604
Profit before working capital changes		357,189,687	199,922,856
Movement in working capital			
Decrease/(Increase) in advances, deposits, prepayments and other receivables		55,988,180	(99,825,163)
Increase in accrued and other payables		48,552,282	18,692,040
		104,540,462	(81,133,123)
Cash generated from operations after working capital changes		461,730,149	118,789,733

Selected Notes To The Condensed Interim Financial Statements
FOR THE HALF YEAR ENDED DECEMBER 31, 2007 (UN-AUDITED)

14. TRANSACTIONS WITH RELATED PARTIES AND ASSOCIATED UNDERTAKINGS

The related parties comprise Saudi Pak Industrial & Agricultural Investment Company (Private) Limited, related group companies, key management personnel and companies in which directors are common or a director hold office.

Aggregate transactions with related parties and associated undertakings which are not disclosed in respective notes are as follows:

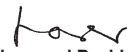
	Half year ended December 31, 2007	Half year ended December 31, 2006
	Rupees	
Rent paid	213,560	64,715
Rent received	1,416,000	-
Leases		
Lease money disbursed during the period	4,872,800	12,988,000
Rentals received during the period	11,162,234	11,482,160
Lease key money received during the period	487,280	1,298,800
Financial charges	10,194,355	12,373,150
15. CASH AND CASH EQUIVALENTS		
Cash and bank balances	44,273,220	128,548,847

16. DATE OF AUTHORIZATION

These condensed interim financial statements were authorized for issue by the Board of Directors on February 28, 2008.



Farrukh S. Ansari
Chief Executive Officer



Muhammad Rashid Zahir
Chairman

BOOK POST
PRINTED MATTER

UNDER
POSTAL
CERTIFICATE

If undelivered please return to :

Saudi Pak Leasing Company Limited

6th Floor, Lakson Square Building No. 1,
Sarwar Shaheed Road, Saddar-Karachi.

Tel: 021-5655181-85, 5655215-19

Fax: 021-5210607-09

UAN: 111-888-999

