

Balance Sheet as at September 30, 2003 (unaudited)

	September 30, 2003 Rupees	June 30, 2003 Rupees
Assets		
Cash and bank balance	21,297,677	20,410,234
Investment (note 3)	686,000	784,000
Trade debts	6,897,890	10,992,099
Advances, deposit, prepayments and other receivables	5,311,876	23,244,703
Taxation recoverable	28,901,384	28,901,384
Current maturity of Musharika arrangement	3,589,822	3,733,338
Total current assets	66,684,649	88,065,758
Long-term portion of Musharika arrangement	201,280,372	202,246,808
Assets leased out (note 4)	1,806,825,026	1,806,002,877
Assets in own use (note 5)	8,974,366	9,379,405
Total Assets	2,083,764,413	2,105,694,848
Liabilities		
Musharika finance	243,312	122,128,987
Morabaha finance	150,000,000	100,000,000
Creditors, accrued and other liabilities	43,131,565	45,350,767
Rentals received in advance	132,811,538	139,012,662
Current portion of security deposits from lessees	50,919,082	49,520,971
Current portion of redeemable capital	70,290,000	47,450,000
Unclaimed profit distribution	11,558,487	11,838,830
Profit distribution	149,688,000	149,688,000
Total Current liabilities	608,641,984	664,990,217
Long-term portion of security deposits from lessees	103,777,139	98,435,226
Redeemable capital and accrued profit thereon	613,619,091	621,525,750
Total Liabilities	1,326,038,214	1,384,951,193
Net Assets	757,726,199	720,743,655
Financed by		
Certificate capital	374,220,000	374,220,000
Reserves	335,000,000	335,000,000
Unappropriated profit	48,506,199	11,523,655
Contingencies and Commitments (note 6)	-	-
	757,726,199	720,743,655

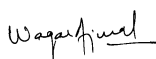
The annexed notes form an integral part of these financial statements.

Statement Under Rule 12(2) of the Modaraba Companies and Modaraba Rules, 1981

One of the directors of the management company being out of Pakistan, the financial statements for the quarter ended September 30, 2003 have been signed by the Chairman and the Chief Executive of the management company in accordance with rule 12(2) of the Modaraba Companies and Modaraba Rules, 1981.



Badar Kazmi
Chairman
Grindlays Services of
Pakistan (Private) Ltd.



Waqar Aijmal Chaudhry
Chief Executive
Grindlays Services of
Pakistan (Private) Ltd.

Profit and Loss Account

For the first quarter ended September 30, 2003 (unaudited)

	Three months ended September 30, 2003 Rupees	Three months ended September 30, 2002 Rupees
Lease rentals earned	234,580,659	264,654,181
Profit on musharika arrangement	9,714,841	9,862,616
(Loss) / income on investments	(98,000)	333,542
Income on deposit with bank	41,635	215,278
	244,239,135	275,065,617
Financial charges	21,329,553	31,694,185
Amortisation on assets leased out	177,941,682	192,519,125
	199,271,235	224,213,310
(Impairment loss) / Reversals	44,967,900	50,852,307
- Impairment loss against doubtful debts	(1,642,049)	(149,433)
- Impairment loss no longer required written back	1,602,518	5,339,777
	(39,531)	5,190,344
Other income / (charges)	44,928,369	56,042,651
	3,924,852	(3,445,647)
Operating expenses	48,853,221	52,597,004
	7,761,506	8,495,640
Modaraba company's management fee	41,091,715	44,101,364
	4,109,171	4,410,136
Profit for the quarter before transfer to the statutory reserve	36,982,544	39,691,228
Unappropriated profit brought forward	11,523,655	22,183,249
Unappropriated profit carried forward	48,506,199	61,874,477
Earnings per certificate	0.99	1.06

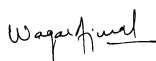
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