

QUARTERLY REPORT 2009



ORIX

ORIX
LEASING
PAKISTAN
LIMITED

ORIX Leasing Pakistan Limited

Un-audited condensed interim financial
statement
for the quarter ended 30 September 2009

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COMPANY INFORMATION

Board of Directors

Mr. Makoto Inoue	Chairman
Mr. Kunwar Idris	Non Executive Director
Mr. Hideo Ichida	Non Executive Director
Mr. Fumihiko Sato	Non Executive Director
Mr. Sohail Hashmi	Nominee of State Life Insurance Corporation
Mr. Shahid Usman	Non Executive Director
Mr. S. Saeed Reza	Executive Director
Mr. Humayun Murad	Chief Executive

Senior Advisor

Mr. Shakirullah Durrani

Audit Committee

Mr. Sohail Hashmi	Chairman
Mr. Kunwar Idris	
Mr. Fumihiko Sato	

Executive Committee

Mr. Kunwar Idris	Chairman
Mr. Humayun Murad	
Mr. S. Saeed Reza	

Deputy Managing Director & Chief Financial Officer

Mr. Teizoon Kisat

Company Secretary

Mr. Ramon Alfrey

Head of Internal Audit & Secretary to Audit Committee

Mr. M. Ismail Khan

Banks and Lending Institutions

Allied Bank Limited	National Bank of Pakistan
Bank Alfalah Limited	Pakistan Poverty Alleviation Fund
Citibank N.A.	Standard Chartered Bank (Pakistan) Limited
Citibank Japan Limited	Swiss Agency for Development and Co-operation
HSBC Bank Middle East Limited	The Bank of Tokyo - Mitsubishi UFJ, Limited
ING Bank Limited, Japan Branch	United Bank Limited
International Finance Corporation	

Auditors

M/s KPMG Taseer Hadi & Co., Chartered Accountants

Legal Advisors

M/s Mansoor Ahmad Khan & Co.

M/s Walker Martineau & Saleem

Registrars and Share Transfer Office

Noble Computer Services (Private) Limited

Mezzanine Floor, House Of Habib Building (Siddiqsons Tower)

3 - Jinnah C.H. Society, Main Shahrah-e-Faisal, Karachi-75350

Registered Office & Head Office

Overseas Investors Chamber of Commerce Building

Talpur Road, Karachi-74000

Credit Rating by The Pakistan Credit Rating Agency

Long Term Senior Unsecured Creditors

AA

Short Term Senior Unsecured Creditors

A1+

Term Finance Certificates

AA+

Directors' Review

The Board of Directors of ORIX Leasing Pakistan Limited (the Company) present the unaudited condensed interim financial statements for the first quarter ended September 30, 2009.

During the quarter, the Company recorded a pre tax loss of Rs. 39.3 million compared to a pre tax profit of Rs. 43.3 million in the comparative period last year. Net loss after tax amounted to Rs. 49.7 million (2008: profit Rs. 45.4 million). Loss before tax attributable to the Company's own operations, excluding ORIX Investment Bank results, amounted to Rs. 19.6 million which is a considerable turnaround from the immediate previous quarter (April – June 2009) loss of Rs. 166.7 million.

An immediate consequence of the financial crisis of October 2008 was a drastic reduction in business levels. As conditions improve, the Company is steadily increasing lease volumes. Although disbursement during the quarter amounted to Rs. 1.76 billion, this was still 35% lower than business volume of Rs. 2.72 billion achieved in the comparative period last year.

Lower volume of business over the last twelve months has eroded the Company's lease portfolio which contracted by 19% to Rs. 19.0 billion from Rs. 23.5 billion in September 2008. Lease and instalment loan revenues also decreased by 19% to Rs. 510.7 million (2008: Rs. 632.3 million). Operating lease revenues improved by 6% to Rs. 163.6 million (2008: Rs. 154.8 million).

The Company's borrowing cost benefited from the falling trend in interest rates and reduced borrowing level. Consequently, finance cost, at Rs. 556.1 million (2008: Rs. 610.4 million), was 9% lower than the comparative period last year.

Administrative and general expenses were controlled and amounted to Rs. 147.4 million. These were maintained at last year's level of Rs. 147.5 million despite inflationary pressure. Provision for potential lease losses of Rs. 66.1 million was made during the period in comparison to Rs. 23.3 million in the corresponding quarter of 2008.

The Company's share in associates' profits was 18% lower at Rs. 42.4 million (2008: Rs. 51.9 million). In wake of the global financial crisis, overseas associates prudently reduced business to strengthen risk management. Effect of the global financial crisis in the Middle East was not as severe as elsewhere. All Middle East associates remain profitable, however, their profits declined due to reduced business. BTAO leasing is suffering from economic downturn in Kazakhstan and the Company's share in its loss amounted to Rs. 3 million during the quarter.

Uncertain economic conditions and tight liquidity are still major concerns. However, the Company is steadily increasing business and expects to return to profitability in near future.



Humayun Murad
Chief Executive

Dated: October 17, 2009

Condensed Interim Balance Sheet


As at 30 September 2009

	Note	30 September 2009 (Un-audited)	30 June 2009 (Audited)
ASSETS			
Non-current assets			
Property, plant and equipment	6	1,077,475,213	1,121,880,653
Stock exchange membership cards and rooms		80,450,000	80,450,000
Net investment in finance leases and instalment loans	7	19,023,300,263	19,523,230,601
Current maturity		9,234,618,604	9,307,268,900
Allowance for potential lease and instalment loan losses		435,963,739	387,838,657
		9,670,582,343	9,695,107,557
		9,352,717,920	9,828,123,044
Long term investments	8	1,936,619,942	1,838,187,190
Long term finances and loans		600,327,950	581,652,268
Long term deposits		15,376,206	15,339,206
		13,062,967,231	13,465,632,361
Current assets			
Short term finances		394,034,415	459,989,309
Accrued return on investments and term loans		67,720,852	53,666,489
Current maturity of non-current assets		9,648,209,367	9,790,623,089
Short term investments	9	1,105,232,340	1,467,281,016
Advances and prepayments		96,375,591	72,870,550
Other receivables		1,320,951,825	1,217,527,948
Cash and bank balances		562,658,776	628,886,878
Taxation - net		98,793,442	107,223,085
Assets classified as held for sale		63,252,246	59,506,055
		13,357,228,854	13,857,574,419
Total assets	Rupees	26,420,196,085	27,323,206,780
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised share capital			
350,000,000 Ordinary shares of Rs. 10 each		3,500,000,000	3,500,000,000
Issued, subscribed and paid-up-capital		799,002,560	799,002,560
Shares to be issued		21,526,740	21,526,740
Capital reserves		1,052,603,499	1,052,603,499
Revenue reserves		266,638,658	204,777,686
		2,139,771,457	2,077,910,485
Non-current liabilities			
Long term finances	10	7,795,405,722	8,100,983,539
Long term loans	11	2,878,992,959	3,864,825,839
Long term certificates of deposit		930,890,905	1,025,502,581
Long term deposits		4,565,531,085	4,598,441,563
Deferred taxation		217,476,715	217,476,715
		16,388,297,386	17,807,230,237
Current liabilities			
Trade and other payables		555,253,448	257,324,868
Accrued interest / mark-up on loans and term finances		641,862,825	881,944,734
Short term borrowings	12	322,060,000	712,850,000
Short term certificates of deposit		522,754,081	583,798,282
Current maturity of non-current liabilities		5,850,196,888	5,002,148,174
		7,892,127,242	7,438,066,058
Total equity and liabilities	Rupees	26,420,196,085	27,323,206,780
Commitments	13		

The investments in equity securities held as 'available for sale' are valued at prices quoted on the stock exchange as of 30 September 2009 and the resulting decline in market value below cost is reported in the 'unrealised gain / (loss) on remeasurement of available for sale securities' in equity. Had the impairment loss been transferred to condensed interim Profit and Loss Account, the unrealised loss on remeasurement of available for sale securities would have been decreased by Rs. 11.45 million with consequential effect on 'reserves' (see note 9.3).

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


HUMAYUN MURAD
 CHIEF EXECUTIVE


KUNWAR IDRIS
 DIRECTOR

Condensed Interim Profit & loss Account (Un-audited)

For the quarter ended 30 September 2009

	Note	30 September 2009	30 September 2008
INCOME			
Income from operations			
Finance leases and instalment loans	14	510,731,333	632,346,547
Operating leases		163,578,083	154,882,774
Mark-up on term / factoring finance		45,774,284	37,198,596
		720,083,700	824,427,917
Income from other operating activities			
Other operating income		72,070,209	35,777,247
Share of profit of equity accounted undertakings	15	42,390,029	51,851,844
		114,460,238	87,629,091
		834,543,938	912,057,008
EXPENSES			
Finance costs	16	556,071,036	610,422,984
Administrative and general expenses		147,361,184	147,475,054
Direct cost of leases		92,840,196	87,439,687
		796,272,416	845,337,725
Profit before provision and tax		38,271,522	66,719,283
Allowance for potential lease, instalment and other loan losses - net		66,111,932	23,334,161
Impairment on available for sale securities		11,449,378	-
(Loss) / profit before tax		(39,289,788)	43,385,122
Taxation - Current		10,500,000	-
- Deferred		-	(2,000,000)
		10,500,000	(2,000,000)
(Loss) / profit for the period	Rupees	(49,789,788)	45,385,122
(Loss) / earnings per share - basic and diluted	Rupees	(0.62)	0.57

In accordance with SRO 150(1)2009 dated 13 February 2009, the impairment loss on 'available for sale' equity securities has been reported in equity. In case the impairment loss was charged to Profit and Loss Account, loss for the period would have been higher by Rs.11.45 million and loss per share would have been higher by Re.0.14 (See note 9.3).

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

Condensed Interim Statement of Comprehensive Income (Un-audited)


For the quarter ended 30 September 2009

	30 September 2009	30 September 2008
(Loss) / profit for the period	(49,789,788)	45,385,122
Other comprehensive income		
Exchange difference arising on translation of foreign associates	42,817,660	169,515,478
Unrealized gain / (loss) due to change in fair value of available for sale securities	16,907,891	(23,919,183)
Share of associates reserves	-	(19,855,525)
Net gain on hedging instruments	51,925,209	158,584,037
	111,650,760	284,324,807
Total comprehensive income for the period	61,860,972	329,709,929

In accordance with SRO 150(1)2009 dated 13 February 2009, the impairment loss on 'available for sale' equity securities has been reported in equity. In case the impairment loss was charged to Profit and Loss Account, loss for the period would have been higher by Rs.11.45 million and loss per share would have been higher by Re.0.14 (See note 9.3).

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


HUMAYUN MURAD
 CHIEF EXECUTIVE


KUNWAR IDRIS
 DIRECTOR

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Condensed Interim Cash Flow Statement (Un-audited)

For the quarter ended 30 September 2009

Note	30 September 2009	30 September 2008
Cash flows from operating activities		
(Loss) / profit before taxation	(49,789,788)	43,385,122
Adjustments for		
Depreciation and amortisation	64,489,982	61,700,805
Allowance for potential lease, instalment and other loan losses - net	66,111,932	23,334,161
Share of profit of equity accounted undertakings	(42,390,029)	(51,851,844)
Gain on hedging instruments	(103,722,144)	(496,262,762)
Exchange loss	103,722,144	496,262,762
Mark-up expenses	488,976,403	558,747,666
Profit on certificates of deposit	53,395,523	36,715,581
Dividend income	(177,056)	(2,496,700)
Return on investments and deposits	(18,546,162)	(8,881,361)
Gain on disposal of fixed assets	(2,747,951)	(391,564)
	609,112,642	616,876,744
Cash flows from operating activities before working capital changes	559,322,854	660,261,866
(Increase) in current assets		
Advances and prepayments	(15,075,398)	(56,334,372)
Other receivables	(73,887,627)	(76,976,137)
	(88,963,025)	(133,310,509)
Increase in trade and other payables	296,711,019	3,504,879
Cash generated from operations	767,070,848	530,456,236
Decrease / (increase) in operating assets		
Investment in finance leases and instalment loans - net	496,254,868	(13,468,479)
Long term finances and loans - net	40,234,676	(92,718,185)
Short term finances	63,714,144	(38,120,220)
Long term deposits	(37,000)	(32,750)
Investment in operating lease assets	(10,962,132)	(81,441,488)
Proceeds from sale of operating lease assets	3,100,000	7,000
	592,304,556	(225,774,122)
Increase / (decrease) in operating liabilities		
Deposits from lessees - net	20,941,199	192,785,450
Mark-up paid	(749,941,875)	(536,322,863)
Profit paid on certificates of deposit	(32,511,960)	(18,800,125)
	(761,512,636)	(362,337,538)
Net cash from / (used in) operating activities before income tax	597,862,768	(57,655,424)
Income tax paid	-	(8,412,122)
Net cash from / (used in) operating activities	597,862,768	(66,067,546)
Cash flows from investing activities		
Capital expenditure incurred	(5,350,421)	(27,364,922)
Proceeds from disposal of assets - own use	9,548,690	4,066,151
Investments - net	379,785,899	(134,081,756)
Dividends received	177,056	2,496,700
Interest received	4,491,799	450,450
Net cash from / (used in) investing activities	388,653,023	(154,433,377)
Cash flows from financing activities		
Proceed from long term loans	54,520,000	500,000,000
Short term borrowings	(400,000,000)	-
Certificates of deposit redeemed - net	(79,561,865)	(15,404,788)
Repayment of long term loans and finances	(636,912,028)	(516,770,868)
Net cash used in financing activities	(1,061,953,893)	(32,175,656)
Net decrease in cash and cash equivalents	(75,438,102)	(252,676,579)
Cash and cash equivalents as at 01 July	316,036,878	201,902,333
Cash and cash equivalents as at 30 September	19 Rupees 240,598,776	(50,774,246)

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



HUMAYUN MURAD
CHIEF EXECUTIVE



KUNWAR IDRIS
DIRECTOR


Condensed Interim Statement of Changes In Equity (Un-audited)

For the quarter ended 30 September 2009

	Issued, subscribed and paid-up capital	Shares to be issued due to amalgamation	Capital Reserves			Unappropriated profit	Revenue Reserves			Share of associates' reserves	Total shareholders' equity
			Share premium	Statutory reserve	General reserve		Unrealised (losses) / gains on investment	Hedging reserve	Foreign currency translation reserve		
Balance as at 30 June 2008	694,784,830	-	552,821,229	604,000,000	210,000,000	332,184,184	(7,939,458)	62,349,872	169,909,566	(14,241,845)	2,603,868,378
Total comprehensive income for the period	-	-	-	-	-	45,385,122	(23,919,183)	158,584,037	169,515,478	(19,855,525)	329,709,929
Balance as at 30 September 2008 Rupees	694,784,830	-	552,821,229	604,000,000	210,000,000	377,569,306	(31,858,641)	220,933,909	339,425,044	(34,097,370)	2,933,578,307
Balance as at 30 June 2009	799,002,560	21,526,740	448,603,499	604,000,000	210,000,000	(239,129,878)	(27,890,115)	(98,737,263)	360,534,942	-	2,077,910,485
Total comprehensive income for the period	-	-	-	-	-	(49,789,788)	16,907,891	51,925,209	42,817,660	-	61,860,972
Balance as at 30 September 2009 Rupees	799,002,560	21,526,740	448,603,499	604,000,000	210,000,000	(288,919,666)	(10,982,224)	(46,812,054)	403,352,602	-	2,139,771,457

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


HUMAYUN MURAD
 CHIEF EXECUTIVE


KUNWAR IDRIS
 DIRECTOR

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Notes to the Condensed Interim Financial Statements (Un-audited)

For the quarter ended 30 September 2009

1. The Company and its Operations

ORIX Leasing Pakistan Limited ("the Company") was incorporated in Pakistan as a private limited company on 01 July 1986 under the Companies Ordinance, 1984 and was converted into a public limited company on 23 December 1987. The Company is listed on Karachi, Lahore and Islamabad Stock Exchanges. The registered office of the Company is situated at Overseas Investors' Chamber of Commerce Building, Talpur Road, Karachi. The Company is licensed to carry out leasing business as a Non-Banking Finance Company (NBFC) under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 issued by the Securities and Exchange Commission of Pakistan (SECP).

2. Basis of Preparation

These condensed interim financial statements are un-audited and have been prepared in accordance with the requirements of the International Financial Reporting Standards (IFRS) IAS - 34 "Interim Financial Reporting" as applicable in Pakistan. These condensed interim financial statements do not include all of the information required for full financial statements and should be read in conjunction with the financial statements of the Company for the year ended 30 June 2009.

The comparative balance sheet presented in these financial statements has been extracted from the audited financial statements of the Company for the year ended 30 June 2009, whereas the comparative profit and loss account, statement of comprehensive income, cash flow statement and statement of changes in equity are stated from the unaudited condensed interim financial statements for the period ended 30 September 2008.

These condensed interim financial statements have been presented in Pakistan Rupees, which is the functional currency of the Company. The figures are rounded off to the nearest Rupee.

These condensed interim financial statements are being submitted to the shareholders as required by listing regulations of Karachi, Lahore and Islamabad Stock Exchanges and Section 245 of the Companies Ordinance, 1984.

3. Significant Accounting Policies

3.1 The accounting policies applied for the preparation of these condensed interim financial statements are the same as those applied in preparation of the annual audited financial statements of the Company for the year ended 30 June 2009.

3.2 IAS 1 (Revised), "Presentation of financial statements" (effective from 01 January 2009), was issued in September 2007. According to the revised standard, those items of income and expense that are not recognized in the profit or loss, and non-owner changes in equity should be recognized through statement of comprehensive income. The revised standard requires an entity to opt for presenting such items of income and expense either in (a) single statement (a 'statement of comprehensive income') or (b) two statements (a separate 'income statement' and a 'statement of comprehensive income').

The Company has adopted IAS 1 (Revised), with effect from 01 July 2009 and accordingly, items of income and expense that are not recognized in the profit or loss, and non-owner changes in equity have been presented in a separate 'statement of comprehensive income' in these financial statements.

4. Estimates

The preparation of these condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that were applied to the financial statements for the year ended 30 June 2009.

5. Risk Management Policies

Risk management policies are consistent with those disclosed in the financial statements for the year ended 30 June 2009.

6. Property, Plant and Equipment

	30 September 2009 (Un-audited)	30 June 2009 (Audited)
Fixed assets - own use	331,617,352	347,937,376
Fixed assets - on operating lease	743,827,861	771,913,277
Capital work in progress	2,030,000	2,030,000
	Rupees 1,077,475,213	1,121,880,653

6.1 The following is a statement of additions to and disposals from property, plant and equipment during the current period:

	Own use		Operating lease assets		Capital Work in Progress Additions
	Additions	Disposals	Additions	Disposals	
Generators	-	-	4,255,175	6,000,000	-
Leasehold improvements	2,575,639	-	-	-	-
Furniture, fittings and office equipment	97,000	2,533,025	-	-	-
Communication equipment	-	-	6,706,957	-	-
Vehicles	2,637,920	6,547,870	-	-	-
Computers and accessories	39,862	149,868	-	-	-
30 September 2009	Rupees	5,350,421	9,230,763	10,962,132	6,000,000
30 September 2008	Rupees	19,019,709	7,495,307	81,441,488	-
					8,345,213

7. NET INVESTMENT IN FINANCE LEASES AND INSTALMENT LOANS

	30 September 2009 (Un-audited)	30 June 2009 (Audited)
Instalment contract receivables	15,148,608,223	15,823,381,539
Residual value	6,376,089,736	6,355,801,967
Initial direct cost	45,340,499	49,824,441
	21,570,038,458	22,229,007,947
Less: unearned finance income	2,546,738,195	2,705,777,346
	Rupees	19,023,300,263
		19,523,230,601

8. LONG TERM INVESTMENTS

	Note	30 September 2009 (Un-audited)	30 June 2009 (Audited)
Related parties			
Investment in equity accounted undertakings		1,729,439,657	1,644,231,968
Others			
Held to maturity investments			
Ijara sukuk-Government of Pakistan	8.1	180,000,000	180,000,000
Pakistan investment bonds	8.1	20,859,012	5,683,480
Term finance certificates - listed		6,174,410	8,124,879
Term finance certificates - unlisted		4,370,802	4,370,802
		211,404,224	198,179,161
Less: Current maturity		4,223,939	4,223,939
	Rupees	1,936,619,942	1,838,187,190

8.1 Held-to-maturity investments have been made as required under Regulation 14 (4) (i) of the Non Banking Finance Companies and Notified Entities, Regulations, 2008(NBFC Regulation) to maintain liquidity against certificates of deposit.

9. SHORT TERM INVESTMENTS

	Note	30 September 2009 (Un-audited)	30 June 2009 (Audited)
Held to maturity investment			
Treasury bills	9.1	62,545,126	62,545,126
Certificates of deposit		9,500,000	10,000,000
Term finance certificates		4,052,386	8,002,398
Held for trading investments			
Pakistan investment bonds	9.2	327,138,181	332,425,185
Ordinary shares		83,845,548	62,847,941
Term finance certificates		76,397,023	85,004,715
Units of open ended mutual funds		31,180,605	10,036,517
Units of closed end mutual funds		52,380,299	51,455,793
		570,941,656	541,770,150
Available-for-sale			
Ordinary shares - listed	9.3	26,999,604	21,774,877
Ordinary shares - unlisted		22,000,000	22,000,000
Units of open ended mutual funds	9.3	375,900,000	19,223,100
Units of closed end mutual funds	9.3	18,071,343	14,514,455
		442,970,947	77,512,432
Others - unsecured			
Term deposit receipts		7,843,293	757,671,978
Fund placements		7,378,932	9,778,932
	Rupees	1,105,232,340	1,467,281,016

- 9.1 This represents investments made as required under Regulation 14 (4) (i) of the NBFC Regulation to maintain liquidity against certificates of deposit.
- 9.2 This includes investment of Rs. 13 million representing investment made as required under Regulation 14 (4) (i) of the NBFC Regulation to maintain liquidity against certificates of deposit.
- 9.3 Impairment losses on listed securities held on 31 December 2008 have been shown under equity as allowed by SRO 150(I)/2009 dated 13 February 2009 issued by the SECP. The said SRO requires that amount taken to equity including any adjustment/effect for price movements shall be taken to profit and loss account on quarterly basis during the calendar year ending on 31 December 2009. In compliance with this requirement, an amount of Rs.11.45 million has been charged to profit and loss account for the quarter ended 30 September 2009.

The recognition of impairment loss in accordance with the requirements of International Accounting Standard 39 - Financial Instruments: Recognition and Measurement would have had the following effect on these financial statements:

		30 September 2009 (Un-audited)
Increase in 'impairment loss' in profit and loss account for the period	Rupees	11,449,378
Increase in loss for the period	Rupees	11,449,378
Decrease in unrealised loss on remeasurement of available for sale investments	Rupees	11,449,378
Decrease in unappropriated profits	Rupees	11,449,378
Increase in loss per share - basic and diluted	Rupees	0.14

10. LONG TERM FINANCES - secured

	30 September 2009 (Un-audited)	30 June 2009 (Audited)
Long term finances utilised under mark-up arrangements - financial institutions	2,512,500,000	2,512,500,000
Term finance certificates - listed	2,498,000,000	2,498,000,000
Term finance certificates - unlisted	5,000,000,000	5,000,000,000
	10,010,500,000	10,010,500,000
Less: Unamortised transaction cost in respect of		
Long term finances utilised under mark-up arrangements - financial institutions	2,210,153	2,800,616
Term finance certificates	32,067,463	36,549,178
	34,277,616	39,349,794
Less: Current maturity		
Long term finances utilised under mark-up arrangements - financial institutions	1,348,149,995	1,037,500,000
Term finance certificates	832,666,667	832,666,667
	2,180,816,662	1,870,166,667
	2,215,094,278	1,909,516,461
Rupees	7,795,405,722	8,100,983,539

11. LONG TERM LOANS

Name of lending institution	Commencement of repayment	Mode of loan repayment	Rate (%)	30 September 2009 (Un-audited)	30 June 2009 (Audited)
Secured					
International Finance Corporation	15 Jul 2008	11 equal semi annual instalments after 24 months grace period	US\$ six month LIBOR+1.5%	1,027,418,318	1,142,075,544
Citibank Japan Limited, Syndicated loan	31 Jan 08	14 equal semi annual instalments	US\$ six month LIBOR+0.675%	2,967,857,099	3,225,749,965
Syndicated Loan	30 Sep 2007	6 equal semi annual instalments	six month KIBOR+1.75%	124,999,995	374,999,997
International Finance Corporation	15 Jul 2007	10 equal semi annual instalments	US\$ six month LIBOR+1.65%	207,750,000	181,950,000
Pakistan Poverty Alleviation Fund (PPAF)	01 Jan 2009	12 quarterly instalments	10.00	188,881,300	169,309,900
Pakistan Poverty Alleviation Fund (PPAF)	22 Feb 2006	16 quarterly instalments	6.00	2,772,025	9,293,838
Pakistan Poverty Alleviation Fund (PPAF)	14 Dec 2006	12 quarterly instalments	8.00	-	3,279,893
Unsecured					
CDC Trustee - AMZ Plus Fund	12 Sep 2011	At maturity	six month KIBOR - 2.5%	100,000,000	100,000,000
Total long term loans				4,619,678,737	5,206,659,137
Less : Unamortised transaction cost				92,025,744	100,626,294
Less : Current maturity				1,648,660,034	1,241,207,004
			Rupees	2,878,992,959	3,864,825,839

12. SHORT TERM BORROWINGS

	30 September 2009 (Un-audited)	30 June 2009 (Audited)
From Banking Companies		
Under mark-up arrangements - secured	322,060,000	312,850,000
Short term loans	-	400,000,000
	Rupees	
	322,060,000	712,850,000

13. COMMITMENTS

13.1 Leasing and instalment loans contracts committed but not executed at the balance sheet date amounted to Rs. 19.68 million (30 June 2009 : Rs. 24.97 million).

13.2 Commitments for capital expenditure on point of sale (POS) network as at 30 September 2009 amounted to Rs. 1.77 million (30 June 2009 : Rs. 8.84 million).

14. INCOME FROM FINANCE LEASES AND INSTALMENT LOANS

	30 September 2009 (Un-audited)	30 September 2008 (Un-audited)
Income from finance leases	508,437,142	625,670,985
Income from instalment loans	2,294,191	6,675,562
	Rupees	
	510,731,333	632,346,547

15. SHARE OF PROFIT OF EQUITY ACCOUNTED UNDERTAKINGS

Name of associates	30 September 2009 (Un-audited)		30 September 2008 (Un-audited)	
	Associates' profit / (loss) after tax	Share of associates' profit / (loss) after tax	Associates' profit / (loss) after tax	Share of associates' profit / (loss) after tax
Listed				
Oman ORIX Leasing Company SAOG	113,622,035	13,227,536	139,965,954	16,294,416
ORIX Investment Bank Pakistan Limited	-	-	(27,576,694)	(4,136,504)
	113,622,035	13,227,536	112,389,260	12,157,912
Un-listed				
Saudi ORIX Leasing Company	254,736,779	20,378,942	261,125,814	20,890,065
MAF ORIX Finance PJSC	115,516,124	3,465,484	186,094,291	5,582,829
BTA ORIX Leasing JSC	(31,944,058)	(3,194,305)	23,944,937	2,394,494
ORIX Leasing Egypt SAE	38,570,741	8,871,271	46,277,473	10,643,819
ORIX Properties Pakistan (Private) Limited	(797,553)	(358,899)	406,056	182,725
	376,082,033	29,162,493	517,848,571	39,693,932
	Rupees			
	489,704,068	42,390,029	630,237,831	51,851,844

16. FINANCE COSTS

	30 September 2009 (Un-audited)	30 September 2008 (Un-audited)
Interest / mark-up on		
- Long term finances	351,322,616	426,863,247
- Long term loans	122,241,534	117,456,598
- Short term borrowings	10,381,106	12,674,615
Profit on certificates of deposit	53,395,523	36,715,581
Amortisation of transaction costs	13,699,110	14,781,655
Bank charges and commission	5,031,147	1,931,288
	Rupees	
	556,071,036	610,422,984

17. SEGMENT INFORMATION

The Company's leasing business has two primary reporting segments namely, 'finance lease' and 'operating lease', based on the nature of business and the related risks and returns associated with these segments. The finance lease operations are primarily for long term leases of movable assets to corporate entities and individuals, while under operating lease, the Company provides assets on short term rentals. Other operations, which are not deemed by management to be sufficiently significant to disclose as separate items and do not fall into the above segment categories, are reported under 'Others'. In addition, the results of investment financial services division are reported separately.

Segment analysis for the period ended 30 September 2009 (Un-audited)

		Finance Lease	Operating Lease	Others	Leasing Business	Investment Financial Services	Total
Segment revenues	Rupees	508,437,142	163,578,083	83,939,962	755,955,187	24,749,344	780,704,531
Segment result	Rupees	403,524,688	58,731,342	56,871,528	519,127,558	18,553,671	537,681,229
Unallocated expenses					(63,290,010)	-	(63,290,010)
Result from operating activities					455,837,548	18,553,671	474,391,219
Finance costs					(517,818,862)	(38,252,174)	(556,071,036)
Share of profit of equity accounted undertakings					42,390,029	-	42,390,029
Provision for taxation					(10,500,000)	-	(10,500,000)
Loss for the period	Rupees				(30,091,285)	(19,698,503)	(49,789,788)

Other information

Segment assets	Rupees	18,452,930,858	743,827,861	1,767,713,297	20,964,472,016	1,412,747,846	22,377,219,862
Investment in equity accounted undertakings				1,729,439,657	1,729,439,657	-	1,729,439,657
Unallocated assets					2,313,536,566	-	2,313,536,566
Total assets	Rupees				25,007,448,239	1,412,747,846	26,420,196,085
Segment liabilities		6,471,001,867	47,379,190	-	6,518,381,057	11,403,212,075	17,921,593,132
Unallocated liabilities					6,358,831,496	-	6,358,831,496
Total liabilities	Rupees				12,877,212,553	11,403,212,075	24,280,424,628
Capital expenditure	Rupees	-	10,962,132	5,350,421	16,312,553	-	16,312,553
Depreciation	Rupees	-	36,922,340	13,894,914	50,817,254	-	50,817,254

Segment analysis for the period ended 30 September 2008 (Un-audited)

Segment revenues	Rupees	632,346,547	154,882,774	72,975,843	860,205,164	-	860,205,164
Segment result	Rupees	553,751,585	50,700,397	63,787,601	668,239,583	-	668,239,583
Unallocated expenses					(66,283,321)	-	(66,283,321)
Result from operating activities					601,956,262	-	601,956,262
Finance costs					(610,422,984)	-	(610,422,984)
Share of profit of equity accounted undertakings					51,851,844	-	51,851,844
Provision for taxation					2,000,000	-	2,000,000
Profit for the period	Rupees				45,385,122	-	45,385,122

Other information

Segment assets	Rupees	23,234,175,185	627,439,154	1,515,898,158	25,377,512,497	-	25,377,512,497
Investment in equity accounted undertakings				1,579,659,788	1,579,659,788	-	1,579,659,788
Unallocated assets					2,172,152,662	-	2,172,152,662
Total assets	Rupees				29,129,324,947	-	29,129,324,947
Segment liabilities	Rupees	6,988,408,050	31,552,760	-	7,019,960,810	-	7,019,960,810
Unallocated liabilities					19,175,785,830	-	19,175,785,830
Total liabilities	Rupees				26,195,746,640	-	26,195,746,640
Capital expenditure	Rupees	-	81,441,488	19,019,709	100,461,197	-	100,461,197
Depreciation	Rupees	-	34,138,798	12,780,352	46,919,150	-	46,919,150

18. TRANSACTIONS WITH RELATED PARTIES

The following table provides the detail of transactions which have been entered into with related parties.

	30 September 2009 (Un-audited)	30 September 2008 (Un-audited)
ORIX Properties Pakistan Private Limited Associate / common directorship Received against certificates of deposit	Rupees 15,000,000	-

19. CASH AND CASH EQUIVALENT

	30 September 2009 (Un-audited)	30 September 2008 (Un-audited)
Cash at bank	559,321,162	228,484,382
Cash in hand	3,337,614	4,770,416
Overdraft	(322,060,000)	(284,029,044)
	Rupees 240,598,776	(50,774,246)

20. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on 17 October 2009 by the Board of Directors of the Company.


HUMAYUN MURAD
CHIEF EXECUTIVE


KUNWAR IDRIS
DIRECTOR

PARENT COMPANY

ORIX CORPORATION

4-1-23, Shiba, Minato-ku,
Tokyo 108-0014, Japan
Tel: 81-3-5419-5000
Fax: 81-3-5419-5903

ORIX LEASING PAKISTAN LIMITED

ASSOCIATED COMPANIES

Overseas Joint Ventures

Oman ORIX Leasing Company SAOG

Office No. 23 & 33, Rumaila 106
Wattayah, P. O. Box 106
Postal Code 118, Muscat
Sultanate of Oman
Tel: (968) 24565612
Fax: (968) 24565610

ORIX Leasing Egypt SAE

5th Floor, Cairo Center Building
2, Abd El Kader Hamza Street
Garden City, Cairo 11461, Egypt
Tel: (202) 27922757-9
Fax: (202) 27922760

Saudi ORIX Leasing Company

P.O. Box 22890, Riyadh 11418
343 Al Ma'ather Street, Riyadh
Kingdom of Saudi Arabia.
Tel: (9661) 2997777
Fax: (9661) 2997770

MAF ORIX Finance PJSC

5th Floor, Deira City Centre
Office Building
P.O. Box 22600, Dubai
United Arab Emirates
Tel: (9714) 2952200
Fax: (9714) 2940940

BTA ORIX Leasing JSC

5th Floor, 38, Tulebaev Street
Almaty
Republic of Kazakhstan
Tel: (77272) 507979
Fax: (77272) 718545

Joint Venture in Pakistan

ORIX Properties Pakistan (Private) Ltd.

42, (C) E/1, Gulberg III
Lahore
Tel: (042) 5777823-6
UAN: (042) 111-000-737
Fax: (042) 5777819

OFFICES IN PAKISTAN

ORIX Leasing Pakistan Limited

Karachi

Registered Office & Head Office
Overseas Investors Chamber of
Commerce Building
Talpur Road, Karachi-74000, Pakistan
Tel: 021-32426020-9
Fax: 021-32432604, 32425897, 32424315

Korangi Office

Plot No 16, Sector 24, Korangi Industrial Area
Karachi.
Tel: 021-35071661-5, 35071040-3

E-Business Division

49 D, PECHS Block 6 Karachi.
UAN: 111-767-657
Fax: 021-34376911

Gulshan-e-Iqbal

Plot No. SB-14, Block 13-C
Main University Road Gulshan-e-Iqbal
Karachi
Tel: 021-34830449-53
Fax: 021-34830448

North Nazimabad

S B -54, Block K,
North Nazimabad Karachi
Tel: 021-36702126, 36702142

North Karachi

Ground Floor, Plot No. R-14
Sector 11-K, North Karachi
Tel: 021-36996812

Quetta

Office No 21-22, First Floor, Ahmed Complex
M.A. Jinnah Road, Quetta
Tel: 081-2842383
Fax: 081-2842356

Lahore

4-J, Gulberg-111,
Near Firdous Market, Lahore
Tel: 042-5842560-1, 5842171, 5842964
Fax: 042-5845975, 5845974

Shah Alam Market

35/155, Circular Road
Shah Alam Market, Lahore
Tel: 042-7351986

Batapur / Jallo More

Main G.T. Road, Batapur, Lahore
Tel: 042-6584511

Chunian

W-1 370/26, Shop RH,
Canitt Road, Chunian
Tel: 049-4014809

Kot Abdul Malik

11 Kilometers, Lahore-Sheikhupura Road
Kot Abdul Malik, Distt. Sheikhupura
Tel: 042-7919722

Sheikhupura

Ground Floor, Sharif Plaza Sargodha Road,
Sheikhupura
Tel: 056-3788040
Fax: 056-3788041

Renala Khurd

Ghalla Mandi, Opp. Zaka Hospital
Renala Khurd, Distt. Okara
Tel: 0442-635185

District Kasur / Pattoki

Al Rehman Center, Main Multan Road, Pattoki
Tel: 049-4420356, 4422064

Faisalabad

3rd Floor, Sitara Towers
Bilal Chowk, Civil Lines, Faisalabad
Tel: 041-2633926, 2633811-3
Fax: 041-2633927

Sargodha

A. R. Tower, Adjacent Q's International Hotel
University Road, Sargodha
Tel: 048-3729521
Fax: 048-3729522

Sahiwal

Near Five Ways Hotel, Five Ways Chowk
Stadium Road, Sahiwal
Tel: 040-4227613-5

Jhang

Government Girls College Chowk Church
Road, Civil Lines, Jhang
Tel: 047-7650421
Fax: 047-7650422

Mianwali

E/56, Fazal Shah Street Mohalla Zada Khel,
Mianwali
Tel: 045-9381203
Fax: 045-9381180

Sialkot

1st Floor, Ghoolam Kadir Arcade
Aziz Shaheed Road, Sialkot Cantt
Tel: 052-4260767, 4260616, 4260877
Fax: 052-4269548

Mandi Bahauddin

1st Floor PIA Building
Kachery Road, Mandi Bahauddin
Tel: 0546-500506
Fax: 0546-500507

Gujrat

4th Floor, State Life Building
G.T. Road, Gujrat
Tel: 0433-515282

Gujranwala

76-ABC, Block-P, Trust Plaza
G.T. Road, Gujranwala
Tel: 055-3731021-22
Fax: 055-3731022

Islamabad

Ground Floor, Phase 1
State Life Building No. 5
Nizamuddin Road
Blue Area, Islamabad
Tel: 051-2821706, 2821748, 2821960
Fax: 051-2821917

Rawalpindi

Plot No. 7-G 55 & 55-A
2nd Floor, Green Building, Haider Road
Saddar, Rawalpindi
Tel: 051-5120070
Fax: 051-5120071

Talagang Branch

Sheikh Centre, near Eid Gah, Mainwali Road
Talagang, District Chakwal
Tel: 0543-413916
Fax: 0543-413917

Mirpur A. K.

1st Floor, Jarral Plaza, 63/F, Sector F-1
Kotli Road, Mirpur A. K
Tel: 0300-5006188

Chakwal

1st Floor, Abbas Khan Gulsher Khan Firm
Talagang Road, Chakwal
Tel: 0543-543523

Hyderabad

1st Floor, State Life Building
Thandi Sarak, Hyderabad
Tel: 022-2784143, 2720397, 2781178
Fax: 022-2781178

Sukkur

5th Floor, State Life Building
Minara Road, Sukkur
Tel: 071-527907-8

Mirpurkhas

1st Floor, State Life Building, Mirpurkhas
Tel: 0300-3301140

Multan

Ground Floor, Trust Plaza, LMQ Road, Multan
Tel: 061-4580435, 4518431-3
Fax: 061-4580321

Rahim Yar Khan

20-21, Ground Floor, City Centre Plaza
Shahi Road, Rahim Yar Khan
Tel: 068-588565
Fax: 068-587610

Bahawalpur

Ground Floor, Near Cantonment Office Board,
Ahmed Pur East Road, Bahawalpur
Tel: 0300-8680164

Vehari Branch

Jinnah Road, Vehari
Tel: 067-3364795

Peshawar

1st Floor, State Life Building
The Mall, Peshawar
Tel: 091-5279789, 5278647
Fax: 091-5273389

Kohat Branch

Pir Saadullah Shah Market
Kachery Chowk, Hangu Road, Kohat
Tel: 0922-520832
Fax: 0922-520837

Abbotabad

Ground Floor, Opposite GPO Cantt Bazar,
Abbotabad
Tel: 0992-343888
Fax: 0992-340370

Mingora

First Floor Swat Market
G.T. Road Mingora Swat
Tel: 0946-722620, 0300-5749249

UAN: 111-24-24-24

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