

Auditors' Report to the Members

We have audited the annexed balance sheet of First International Investment Bank Limited as at June 30, 2005 and the related profit and loss account, cash flow statement and statement of charges in equity together with the notes forming part thereof, for the then ended and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our audit.

It is the responsibilities of the company's management to establish and maintain a system of internal control, and prepare and present the above said statements in conformity with the approved accounting standards and the requirements of the companies ordinance, 1984. Our responsibility is to express an opinion on these statements based on our audit.

We conducted our audit in accordance with the auditing standards and applicable in Pakistan. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the above said statements are free of any material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the above said statements. An audit also includes assessing the accounting policies and significant estimates made by management, as well as, evaluating the overall presentation of above said statements. We believe that our audit provides a reasonable basis of our opinion and, after due verification, we report that.

- (a) in our opinion, proper books of account have been kept by the company as required by the companies Ordinance, 1948;
- (b) in our opinion:
 - (i) the balance sheet and profit and loss account together with the notes thereon have been drawn up in conformity with the companies ordinance, 1984, and are in agreement with the books of accounts and further in accordance with accounting policies consistently applied except for the changes and stated in note 4.1 with which we concur;
 - (ii) the expenditures incurred during the year was for the purpose of the company's business; and
 - (iii) the business conducted, investments made the expenditures incurred during the year were in accordance with the objects of the company;
- (c) in our opinion and to the best of our information and according to the explanation given to us, the balance sheet, profit and loss account, cash flow statement and statement of changes in equity together with the notes forming part thereof confirm with approved accounting standards as applicable in Pakistan, and, give the information required by the companies ordinance, 1984, in the manner so required, and respectively give a true and fair view of the state of the company's affairs as at June 30, 2005 and of the profit, it cash flows and charges in equity for the year then ended; and
- (d) in our opinion, Zakat deductible at source under the Zakat and Ushr ordinance, 1980, was deducted by the company and deposited in the central Zakat Fund established under section 7 of that ordinance.

The financial statement of the company for the year ended June, 30, 2004, were audited by Ford Rhodes Sidat Hyder & Co., Chartered Accountants, who had expressed an un qualified opinion thereon vide their report dated September 15, 2004.

Karachi-

September 09, 2005

A. F. Ferguson & Co.
Chartered Accountants