



The overall spread of the industry for last five years as disclosed in SBP Statistical Bulletin was as follows:

	2004	2005	2006	2007	2008	2009
	<i>In percentage</i>					
Weighted average lending rate	7.23	9.53	11.16	11.11	14.45	*13.49
Weighted average deposit rate	1.77	4.23	5.58	4.97	6.70	*6.14
Banking spread	5.46	5.30	5.58	6.14	7.75	7.35

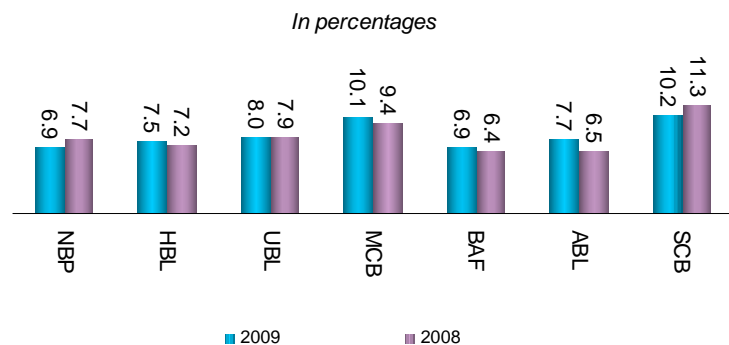
* As at December 2009
(Source: SBP Statistical Bulletin)

The average spread of banks included in this survey was 7.24% (2008: 7.38%).

Large Size Banks

Average spread based on average advances and average deposits of large size banks in 2009 was 7.9% compared to 7.8% in 2008.

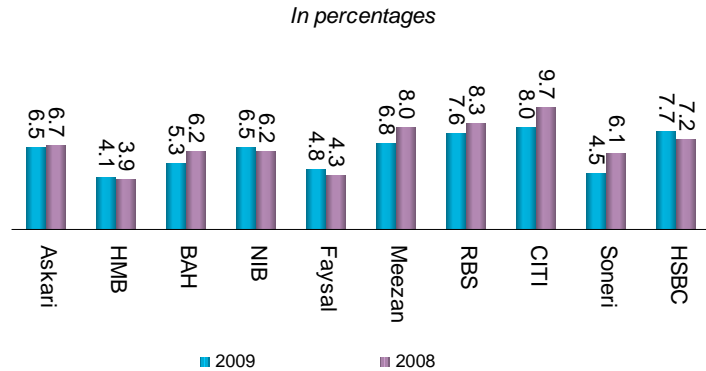
Difference between mark-up/return/ interest earned on loans and advances as a percentage of average loans and advances at two year ends and mark-up/return/ interest expense of deposits as a percentage of average deposits at two year ends.



Medium Size Banks

Average spread based on average advances and average deposits of medium size banks in 2009 was 6.0% compared to 6.3% in 2008.

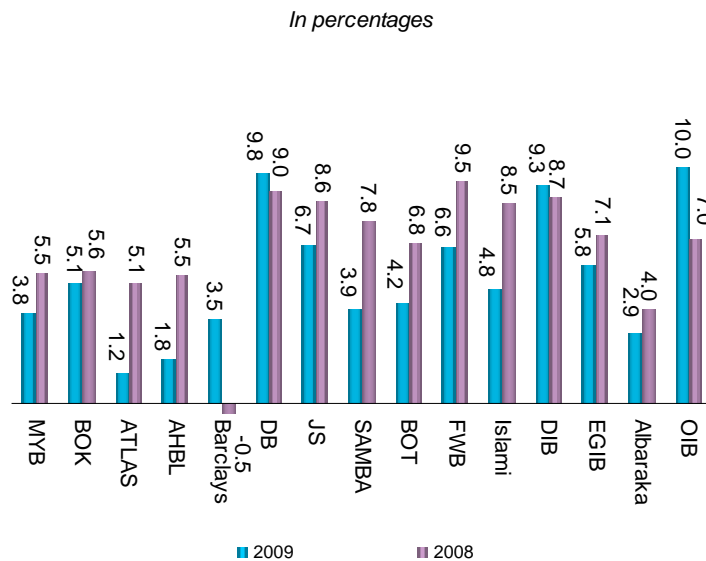
Difference between mark-up/return/ interest earned on loans and advances as a percentage of average loans and advances at two year ends and mark-up/return/ interest expense of deposits as a percentage of average deposits at two year ends.



Small Size Banks

Average spread based on average advances and average deposits of small size banks in 2009 was 4.8% compared to 6.4% in 2008.

Difference between mark-up/return/ interest earned on loans and advances as a percentage of average loans and advances at two year ends and mark-up/return/ interest expense of deposits as a percentage of average deposits at two year ends.



Islamic Banks

Average spread based on average advances and average deposits of Islamic banks in 2009 was 6.6% compared to 7.5% in 2008.

Difference between mark-up/return/ interest earned on loans and advances as a percentage of average loans and advances at two year ends and mark-up/return/ interest expense of deposits as a percentage of average deposits at two year ends.

