

**FIRST CAPITAL EQUITIES LIMITED**  
**CASH FLOW STATEMENT (un-audited)**  
**FOR THE PERIOD ENDED MARCH 31, 2004**

	<b>Jul-Mar 2004</b>	<b>Jul-Mar 2003</b>
	<b>(Rupees)</b>	<b>(Rupees)</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	40,125,994	24,594,303
<b>Adjstment for items not involved in movement of funds</b>		
Depreciation	2,440,474	3,074,210
Deficit/ (Surplus) on revaluation of investments	2,104,025	(2,849,911)
Dividend Income	(55,862)	(2,394,543)
Interst/ Mark up Income	(722,932)	(1,036,427)
Interest/ mark up Expense	41,363	341,666
Gain on sale of fixed assets	(165,770)	(597,080)
Provision for bad debts written back	-	(1,929,720)
Provision for gratuity	1,086,807	1,477,133
	4,728,105	(3,914,672)
	44,854,099	20,679,631
<b>(Increase) / decrease in current assets</b>		
Investments	(104,942,146)	(8,040,124)
Accounts receivable	(134,151,620)	(66,653,774)
Advances, deposits, prepayments and other receivables	(7,790,871)	(15,312,472)
	(246,884,637)	(90,006,370)
<b>Increase / (decrease) in current liabilities</b>		
Accounts payable	82,074,133	75,929,472
Creditors, accrued and other liabilities	2,676,504	(9,862,239)
	84,750,637	66,067,233
<b>Cash used in Operations</b>	<b>(117,279,900)</b>	<b>(3,259,506)</b>
Dividend Received	55,862	317,520
Interst/ Mark up received	674,026	1,238,534
Interst/ Mark up paid	-	(584,870)
Gratuity Paid	(290,400)	(864,700)
Tax paid	-	(1,472,458)
	439,488	(1,365,974)
<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>(116,840,412)</b>	<b>(4,625,480)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Acquisition of fixed assets	(1,358,176)	(3,310,313)
Proceeds from sale of fixed asset	558,500	1,996,500
Long term deposits	(432,964)	620,754
<b>NET CASH FLOW FROM INVESTING ACTIVITIES</b>	<b>(1,232,640)</b>	<b>(693,059)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Repayment against lease finance	(61,632)	(1,398,088)
Proceeds from finance lease	-	69,000
Increase in Share Capital	120,035,000	-
Short term running finance	47,563,128	(14,247,836)
<b>NET CASH FLOW FROM FINANCING ACTIVITIES</b>	<b>167,536,496</b>	<b>(15,576,924)</b>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>49,463,444</b>	<b>(20,895,463)</b>
<b>CASH AND CASH EQUIVALENTS - Opening</b>	<b>27,732,581</b>	<b>58,221,515</b>
<b>CASH AND CASH EQUIVALENTS - Closing</b>	<b>77,196,025</b>	<b>37,326,052</b>

The annexed notes form an integral part of these accounts.

Lahore

Chief Executive

Director

**FIRST CAPITAL EQUITIES LIMITED**  
**STATEMENT OF CHANGES IN EQUITY (un-audited)**  
**FOR THE PERIOD ENDED MARCH 31, 2004**

PARTICULARS	Share Capital	Unappropriated Profit	Total
	(Rupees)	(Rupees)	(Rupees)
<b>Balance as at June 30, 2002</b>	<b>120,035,000</b>	<b>20,489,173</b>	<b>140,524,173</b>
Profit for the period	-	24,260,303	24,260,303
<b>Balance as at March 31, 2003</b>	<b>120,035,000</b>	<b>44,749,476</b>	<b>164,784,476</b>
Profit for the period		21,116,915	21,116,915
<b>Balance as at June 30, 2003</b>	<b>120,035,000</b>	<b>65,866,391</b>	<b>185,901,391</b>
Increase in Share Capital	120,035,000		120,035,000
Profit for the period	-	34,270,376	34,270,376
<b>Balance as at March 31, 2004</b>	<b>240,070,000</b>	<b>100,136,767</b>	<b>340,206,767</b>

The annexed notes form an integral part of these accounts.

Lahore

Chief Executive

Director

**FIRST CAPITAL EQUITIES LIMITED**  
**NOTES TO THE ACCOUNTS (un-audited)**  
**FOR THE QUARTER AND PERIOD ENDED MARCH 31, 2004**

- 1 First Capital Equities Limited, (the "Company") was incorporated on January 26, 1995 as private limited company, under the Companies Ordinance, 1984. The Company was converted into Public Limited Company on June 18, 1997 and is listed on Lahore Stock Exchange. The principal activities of the Company include share brokerage and conducting/ publishing business research.
- 2 These accounts are un-audited and are being presented to shareholders under section 245 of the Companies Ordinance, 1984 and have been prepared in accordance with the requirements of International Accounting Standard (IAS) 34 'Interim Financial Reporting'
- 3 The accounting policies adopted for the preparation of these accounts are consistent with those applied in preparing the annual audited accounts for the year ended June 30, 2003.

**4 TRANSACTIONS WITH ASSOCIATED COMPANIES**

	<b>March 31, 2004</b>	<b>March 31, 2003</b>
	<b>(Rupees)</b>	<b>(Rupees)</b>
Brokerage Income	299,317	432,655
Payment for / against current accounts	54,379,228	1,804,032
Group pool expenses paid	1,129,211	1,130,139

The company continuous to have a policy where by all transaction with related parties are entered into at arm's length determined in accordance with "Comparable Uncontrolled Price Method".

**5 CONTINGENCIES AND COMMITMENTS**

There were no change in contingencies and commitments disclosed in the annual accounts for the year ended June 30, 2003

**6 GENERAL**

Figures have been rounded off to the nearest rupee.

**Lahore**

**Chief Executive**

**Director**