

FIRST CAPITAL EQUITIES LIMITED

QUARTERLY ACCOUNTS (Un-Audited)

31 MARCH 2020

**FIRST CAPITAL EQUITIES LIMITED
COMPANY INFORMATION**

Board of Directors	Mian Ehsan Ul Haq, (Chief Executive) Azhar Ahmad Batla Shabana Atta Malik Safeer Raza Awan (Chairman) Muhammad Ahmad Saroya Waseem Ul Hassan Asad Yar Khan	Executive Non-Executive Non-Executive Non-Executive Non-Executive Executive Independent
Chief Financial Officer	Waseem Ul Hassan	
Audit Committee	Asad Yar Khan (Chairman) Muhammad Ahmad Saroya Malik Safeer Raza Awan	
Human Resource and Remuneration (HR&R) Committee	Asad Yar Khan (Chairman) Mian Ehsan Ul Haq Muhammad Ahmad Saroya	
Company Secretary	Shahzad Jawahar	
Auditors	Nasir Javaid Maqsood Imran Chartered Accountants	
Legal Advisers	Muhammad Amir Advocates, Karachi	
Bankers	Askari Bank Limited Bank Alfalah Limited Bank Al Habib Limited Bank Islami Limited Dubai Islamic Bank Pakistan Limited Faysal Bank Limited Habib Metropolitan Bank Limited JS Bank Limited MCB Bank Limited MIB Bank Limited Soneri Bank Limited Silk Bank Limited United Bank Limited	
Registered Office	2 nd Floor, Pace Shopping Mall, Fortress Stadium, Lahore Cantt. Lahore, Pakistan Tele: + 92-42-36623005/6/8 Fax: + 92-42-36623121, 36623122	
Main Corporate Office	4 th Floor, Block B,C & D Lakson Square Building No. 1 Sarwar Shaheen Road, Karachi Tele: + 92-21-111 226 226 Fax: +92-21-5656710	
Registrar and Shares Transfer Office	Corplink (Pvt.) Limited Wings Arcade, 1-K Commercial Model Town, Lahore Tele: + 92-42-5839182	

FIRST CAPITAL EQUITIES LIMITED

DIRECTOR'S REPORT

The Board of Directors of First Capital Equities Limited ("the Company" or "FCEL") are pleased to present the Director's report along with financial statements of the Company for the period ended March 31, 2020.

During the preceding year, the Board of the Directors decided to surrender the trading right entitlement certificate (TREC) of Pakistan Stock Exchange and to change the Principal line of Business of the Company from stock broker to real estate Company. An application for surrender was submitted to PSX and surrendering process is in progress.

YOUR COMPANY'S PERFORMANCE

Given below is the financial summary of the Company for the period ended March 31, 2020.

	Jul – Mar 2020	Jul – Mar 2019
	Rupees	Rupees
Brokerage income	-	20,100,730
Capital gain	-	(43,859)
Gain / (loss) on re-measurement of investments at fair value through profit or loss	(8,099,084)	(15,664,608)
Other income	95,556,549	4,500,566
Profit /(Loss) after taxation from continuing operations	64,002,034	(33,440,307)
Profit /(Loss) after taxation from discontinued operations	(672,934)	(18,946,634)
Earnings / (loss) Per Share (EPS) Rs*		
- continuing operations	0.4500	(0.2400)
- discontinued operations	(0.0050)	(0.1300)
	<u>0.4450</u>	<u>(0.3700)</u>

The Company reported a profit of Rs 63.33 million in 3QFY20 vs. a loss of Rs. 52.39 million in 3QFY19. During the period due to discontinuation of operations, the brokerage income of your Company is NIL versus of Rs 20.10 million in last year. Further, the company recorded capital gain / (loss) of Rs NIL against Rs. 0.044 million last year. The Un-realized loss on re-measurement of investment is recorded at Rs. 8.10 million while other income arrived at Rs. 95.56 million which is on account of waiver of accrued mark up and gain on sale of investment property. Operating expenses decreased 85%, while financial expenses registered a decline of 84% during the period under review.

During the current period, the Company has settled its total liability with JS bank Limited through debt to assets swap arrangements against its investment property. The Company has also offered similar debts to assets swap arrangement against its investment property to other financial institutions, which is currently under review of competent authorities of respective financial institutions and management is confident of respective financial institutions agreeing to stated arrangements offered by the Company.

FUTURE OUTLOOK

In order to change the principal line of business of the Company from a Brokerage company to Real Estate Company, necessary changes have been made in the Object clause III of Memorandum of Association of the Company, which are in process of approval from concerned authorities.

Once the surrender process is completed and changes in the Object clause III of Memorandum of Association of the Company are approved the Company will resume its commercial activities as real estate Company.

ACKNOWLEDGEMENT

The Board of Directors wish to place on record their thanks and appreciation to all the shareholders for their continued support. The Board also wishes to place on record its appreciation for the guidance and support extended by the Securities and Exchange Commission of Pakistan (SECP) as well the Pakistan Stock Exchange Limited. Finally, the Board would like to record its appreciation to all the staff members for their hard work.

For and on behalf of the Board of Directors

Lahore

Dated: April 27, 2020

Director

CEO/Director

FIRST CAPITAL EQUITIES LIMITED
CONDENSED INERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2020

	Note	Un-Audited MARCH 2020 Rupees	Audited June 2019 Rupees
ASSETS			
NON - CURRENT ASSETS			
Property, plant and equipment	5	1,447,731	1,980,530
Investments property	6	824,712,000	824,712,000
Long term investments	7	13,094,001	19,155,471
		839,253,732	845,848,001
CURRENT ASSETS			
Trade debts	8	254,797,474	252,741,664
Short term investments	9	20,540,643	22,578,257
Advances, deposits, prepayments and other receivables		314,670,771	342,555,983
Advance income tax		6,287,001	6,573,180
Interest accrued		-	32,296
Cash and bank balances		807,547	3,442,943
		597,103,436	627,924,323
TOTAL ASSETS		<u>1,436,357,168</u>	<u>1,473,772,324</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized Share Capital 152,000,000 shares (June 2019: 152,000,000 shares) of Rs. 10 each		<u>1,520,000,000</u>	<u>1,520,000,000</u>
Issued, subscribed and paid up capital 141,335,500 shares (June 2019: 141,335,500 shares) of Rs. 10 each		1,413,355,000	1,413,355,000
Other reserves		-	-
Unappropriated loss		(1,004,227,574)	(1,067,556,674)
TOTAL EQUITY		<u>409,127,426</u>	<u>345,798,326</u>
NON - CURRENT LIABILITIES			
Long term financing	10	-	153,018,252
Interest Accrued		-	82,292,865
Deferred liabilities		3,631,250	3,500,000
		3,631,250	238,811,117
CURRENT LIABILITIES			
Trade and other payables	11	182,568,371	65,164,244
Short term financing	10	825,776,086	823,708,669
Provision for taxation		15,254,035	289,968
		1,023,598,492	889,162,881
CONTINGENCIES AND COMMITMENTS	27	-	-
TOTAL EQUITY AND LIABILITIES		<u>1,436,357,168</u>	<u>1,473,772,324</u>

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.

Director

Chief Executive

Chief Financial Officer

FIRST CAPITAL EQUITIES LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS - (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2020

	Note	9 MONTHS ENDED		3 MONTHS ENDED	
		March	March	March	March
		2020	2019	2020	2019
		Rupees	Rupees	Rupees	Rupees
CONTINUING OPERATION					
INCOME					
Dividend income		-	45,120	-	350
Realised gain/(loss) on sale of investments at fair value through profit or loss		-	(43,859)	-	(939,284)
Unrealised gain/(loss) on remeasurement of investments at fair value through profit or loss		(8,099,084)	(15,664,608)	(18,180,866)	1,435,622
		(8,099,084)	(15,663,347)	(18,180,866)	496,688
EXPENDITURE					
Operating and administrative expenses		6,124,672	5,240,619	950,801	1,633,838
Impairment loss on 'available for sale' investments		-	4,186,480	-	-
Finance cost		2,076,724	12,843,659	2,024	4,312,402
		8,201,396	22,270,758	952,825	5,946,240
OPERATING PROFIT/(LOSS)		(16,300,480)	(37,934,105)	(19,133,691)	(5,449,552)
OTHER INCOME	12	95,556,549	4,500,566	-	2,195,793
NET (LOSS) / PROFIT BEFORE TAXATION		79,256,069	(33,433,539)	(19,133,691)	(3,253,759)
Taxation		15,254,035	6,768	(215,081)	52
PROFIT/(LOSS) AFTER TAXATION FROM CONTINUING OPERATIONS		64,002,034	(33,440,307)	(18,918,610)	(3,253,811)
DISCONTINUED OPERATIONS					
PROFIT/(LOSS) AFTER TAXATION FROM DISCONTINUED OPERATIONS		(672,934)	(18,946,634)	(56,113)	(4,462,168)
PROFIT/(LOSS) AFTER TAXATION FOR THE PERIOD		63,329,100	(52,386,941)	(18,974,723)	(7,715,979)
EARNING/(LOSS) PER SHARE - BASIC AND DILUTED					
- continuing operations		0.4500	(0.2400)	(0.1339)	(0.0230)
- discontinued operations		(0.0050)	(0.1300)	(0.0004)	(0.0316)
		0.4450	(0.3700)	(0.1343)	(0.0546)

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.

Director

Chief Executive

Chief Financial Officer

FIRST CAPITAL EQUITIES LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME - (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2020

	9 MONTHS ENDED		QUARTER ENDED	
	March	March	March	March
	2020	2019	2020	2019
	Rupees	Rupees	Rupees	Rupees
Profit / (loss) after taxation for the period	63,329,100	(52,386,941)	(18,974,723)	(7,715,979)
Other comprehensive (loss) / income for the period				
<u>Items that will never be reclassified to profit and loss:</u>				
Remeasurement of defined benefit plan	-	-	-	-
<u>Items that are or may be reclassified to profit and loss:</u>				
Loss on Available for sale financial assets – reclassified to profit or loss	-	(927,042)	-	-
Unrealized gain / (loss) on Remeasurement of investment available for sale	-	(2,285,237)	-	4,726,668
Other comprehensive income / (loss) for the period - net of tax	-	(3,212,279)	-	4,726,668
Total comprehensive income / (loss) for the period	63,329,100	(55,599,220)	(18,974,723)	(2,989,311)

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.

Director

Chief Executive

Chief Financial Officer

FIRST CAPITAL EQUITIES LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT - (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2020

	Jul - Mar 2020 Rupees	Jul - Mar 2019 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	78,583,135	(52,128,914)
Adjustments for:		
Depreciation	532,799	744,283
Gain on sale of available for sale investment reclassified	-	-
Loss on re-measurement of investments at fair value through profit and loss - net	8,099,084	15,664,608
Dividend income	-	(45,120)
Impairment loss on 'available for sale' investments	-	4,186,480
Accrued interest written back	(78,510,295)	-
Interest accrued	(5,594)	(436,201)
Interest expense	2,067,417	12,602,584
Gain on sales of investment property	(17,020,660)	-
Gain on sale of property plant and equipment	(20,000)	-
Provision for gratuity	131,250	1,225,000
	(84,726,000)	33,941,634
	(6,142,865)	(18,187,280)
Decrease / (Increase) in current assets		
Investments at fair value through profit or loss	-	(936,025)
Trade debts - unsecured	(2,055,810)	(6,459,759)
Advances, deposits, prepayments and other receivables	27,885,222	(15,812,390)
	25,829,412	(23,208,174)
	117,404,127	(58,564,871)
Cash generated in operations	137,090,674	(99,960,325)
Interest received	37,890	511,849
Dividend received	-	45,120
Finance cost paid	(3,782,580)	-
Gratuity paid	-	(260,000)
(Taxes paid) / Refund received	(3,789)	(4,183,517)
Net cash generated/(used) from/in operating activities	133,342,195	(103,846,873)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property plant and equipment	-	(239,507)
Acquisition of investment property	(139,822,340)	-
Proceeds from sale of property plant and equipment	20,000	-
Intangible assets	-	-
Investment available for sale	-	-
Acquisition of investment property	-	-
Proceeds from sale of investment property	156,843,000	5,459,282
Proceeds from sale of investment available for sale	-	1,478,600
Long term deposits and advances	-	(444,028)
Net cash generated from investing activities	17,040,660	6,254,347
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term loans paid	(153,018,252)	(5,695,811)
Short term borrowings	-	-
Net cash (used in) financing activities	(153,018,252)	(5,695,811)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(2,635,396)	(103,288,337)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	3,442,943	106,623,484
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	807,547	3,335,147

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.

Director

Chief Executive

Chief Financial Officer

FIRST CAPITAL EQUITIES LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY - (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2020

	Issued, subscribed and paid up capital	Revenue Reserve		Total
		Other Reserve	Unappropriated Loss	
Rupees				
Balance as at July 01, 2018 (Audited)	1,413,355,000	16,095,315	(1,017,378,270)	412,072,045
Loss for the period after taxation	-	-	(52,386,941)	(52,386,941)
Other comprehensive income for the period				
Fair value gain reserve realised	-	(927,042)	-	(927,042)
Deficit on remeasurement of investment available for sale to fair value	-	(2,285,237)	-	(2,285,237)
Total other comprehensive loss for the period - net of tax	-	(3,212,279)	-	(3,212,279)
Total comprehensive loss for the period	-	(3,212,279)	(52,386,941)	(55,599,220)
Balance as at March , 2019 (Un - audited)	1,413,355,000	12,883,036	(1,069,765,211)	356,472,825
Transfer of retained earning due to reclassification	-	(12,883,036)	12,883,036	-
Loss for the period after taxation	-	-	(10,674,499)	(10,674,499)
Balance as at June 30, 2019 (audited)	1,413,355,000	-	(1,067,556,674)	345,798,326
Profit for the period after taxation	-	-	63,329,100	63,329,100
Balance as at March 31, 2020 (Un - audited)	1,413,355,000	-	(1,004,227,574)	409,127,426

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.

Director

Chief Executive

Chief Financial Officer

FIRST CAPITAL EQUITIES LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS - (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2020

1 THE COMPANY AND ITS OPERATION

- 1.1** First Capital Equities Limited (the "Company") was incorporated in Pakistan on January 26, 1995 as a private limited company, under the Companies Ordinance, 1984 (now Companies Act, 2017). The Company was converted into a public limited company on June 18, 1997 and is listed on Pakistan Stock Exchange Limited formerly Lahore Stock Exchange Limited. The Company is a subsidiary of First Capital Securities Corporation Limited, which owns 73.23% (June 2019: 73.23%) of the share capital of the Company. During the period the Company has changed its principal activity from share brokerage to development and marketing of all type of real estate. Legal formalities in this regard are under process with Securities and Exchange Commission of Pakistan.

Geographical locations and addresses of all business units are as under:

Lahore - Head Office

2nd Floor, Pace Shopping Mall, Fortress Stadium, Lahore
Cantt, Lahore.

Karachi - Corporate Office

4th Floor, Block B,C & D Lakson
Square Building No. 01, Sarwar
Shaheed Road, Karachi.

- 1.2** Although during the period company earned profit amounting Rs. 63.33 Million , but still the accumulated losses of the company stand at Rs. 1,004 Million as at March 31, 2020 (June 2019: 1,067.55 Million). As at the reporting date current liabilities of the Company exceed its current assets by Rs. 426.50 Million. Board of the Directors of the Company owing to the continuous loss and adverse market conditions, in their meeting held on June 28, 2019 decided to surrender the trading right entitlement certificate (TREC) of Pakistan Stock Exchange and seize brokerage operation of the Company and to change the Principal objective of the Company from stock broker to real estate Company. Application for surrender of TREC was submitted to PSX and surrendering process was initiated.

The management of the Company is continuously in process of negotiating its loan facilities with Banks and as a result of this Company settled its liability against loan from JS Bank Limited during the period. Owing to the factors mentioned above the Company in order to carry on its business and to meet its obligations requires generating sufficient operating profits and cash flows. Accordingly there is a material uncertainty relating to the Company's operations that may cause significant doubt regarding discharge of its liability in the normal course of business. Continuation of the Company as going concern is heavily dependent on improved cash flows. The management of the Company is confident that with change in Principal activity and overall expertise of group in real estate sector will have positive impact on the financial performance of the company. Moreover, management is confident that the remaining loan payable to United Bank Limited will be settled by sale of properties.

Resultantly, these condensed interim financial statements are prepared on going concern basis. The financial statements consequently, do not include any adjustment relating to the realization of the assets and liquidation of liabilities that might be necessary should the Company be unable to continue as going concern.

2 BASIS OF PREPARATION

- 2.1** These condensed interim financial statements has been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. As per the requirements of the International Accounting Standard 34 - "Interim Financial Reporting" and provisions of and directives issued under the Companies Act, 2017 shall prevail.
- 2.2** These condensed interim financial statements are unaudited and do not include all the information and disclosures required in the audited annual financial statements and should be read in conjunction with the audited financial statements of the Company for the year ended June 30, 2019.

3 SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the annual audited financial statements for the year ended June 30, 2019 except for the adoption of the following new and amended standards, interpretations and improvements to IFRSs by the Company, which became effective for the current period:

IFRS 16 Leases
IAS 19 Plan Amendment, Curtailment or Settlement (Amendments)
IAS 28 Long-term Interests in Associates and Joint Ventures (Amendments)
IFRIC 23 Uncertainty over Income Tax Treatments

3.2 Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Company

The following standards, amendments and interpretations of approved accounting standards will be effective for accounting periods beginning on or after 01 January 2020 and are not expected to have significant impact on these condensed interim financial statements:

Standard or Interpretation	Effective date (accounting periods beginning on)
Amendment to IFRS 3 - Business Combinations	January 01, 2020
Amendment to IAS I - Presentation of Financial Statements	January 01, 2020
Amendment to IAS 8 - Accounting Policies, Changes in Accounting Estimates and Errors	January 01, 2020
Amendments to IFRS 9, IAS 39 & IFRS 7 - Financial Instrument	January 01, 2020

4 SIGNIFICANT ACCOUNTING JUDGMENTS AND ESTIMATES

The preparation of interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts. Actual results may differ from these judgments, estimates and assumptions.

However, the management believes that the change in outcome of judgments, estimates and assumptions would not have a material impact on the amounts disclosed in these condensed interim financial statements. Judgments and estimates made by the management in the preparation of these condensed interim financial statements are the same as those applied in the Company's annual audited financial statements for the year ended June 30, 2019.

The Company's financial risk management objectives and policies are consistent with those disclosed in the Company's annual audited financial statements for the year ended June 30, 2019.

5 PROPERTY PLANT AND EQUIPMENT

	Un - audited	Audited
	MARCH	JUNE
	2020	2019
	Rupees	Rupees
Opening --Net Book Value	1,980,530	3,071,069
Additions during the period/year	-	239,507
Disposal during the period/year	-	(341,175)
Depreciation for the period/year	(532,799)	(988,871)
	1,447,731	1,980,530

Un - audited	Audited
MARCH	JUNE
2020	2019
Rupees	Rupees

6 INVESTMENT PROPERTY

Opening balance	824,712,000	1,269,445,782
Acquisition during the period/year	139,822,340	-
	964,534,340	1,269,445,782
Disposal during the period/year	(139,822,340)	(445,351,782)
	824,712,000	824,094,000
(Decrease) / Increase in fair value	-	618,000
Closing balance	824,712,000	824,712,000

6.1 The carrying amount of investment property is the fair value of property as determined by approved independent valuer M/s Negotiators as at June 30, 2019. Fair value is determined keeping in view the location of the land and inquiries in the vicinity, the trend and tone of sale / purchase of property in the respective areas.

6.2 Investment Property comprises various shops / counters in various shopping malls situated at Gujranwala and Gujrat. These properties are under mortgage by banks against the borrowings. The Company has the intention to sell off this properties to pay off the bank borrowings.

7 LONG TERM INVESTMENT

Note	Un - audited	Audited
	MARCH	JUNE
	2020	2019
	Rupees	Rupees

Investment in related parties

At fair value through profit or loss

Media Times Limited - quoted shares 6,067,362 shares of MDTL (June 2019 : 6,067,362 shares)	7.1	4,550,522	5,096,582
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Other Investments

At fair value through profit or loss

Pakistan Stock Exchange Limited - quoted shares 1,081,453 shares of PSX (June 2019 : 1,081,453 shares)	7.2	8,543,479	14,058,889
		13,094,001	19,155,471

Note	Un - audited	Audited
	MARCH	JUNE
	2020	2019
	Rupees	Rupees

7.1 6,067,362 (June 2019 : 6,067,362) Fully paid ordinary shares of Rs. 10 each Equity Held 3.39% (June 2019 : 3.39%)		5,096,582	10,496,536
Gain / (loss) on measurement of investment available for sale charged to P&L/OCI for the period / year		(546,060)	(5,399,954)
		4,550,522	5,096,582

Un - audited	Audited
MARCH	JUNE
2020	2019
Rupees	Rupees
14,058,889	23,165,822
-	(1,807,125)
(5,515,410)	(7,299,808)
8,543,479	14,058,889

7.2 1,081,453 shares of PSX (June 2019 : 1,081,453 shares)

Disposals of investment available for sale

Loss on Remeasurement of investment available

for sale for the period / year charged to P&L/OCI for the period / year

7.3 Shares having value of Rs. 4,550,522/- (2019: Rs. 5,096,582/-) have been pledged with various commercial banks against loan.

8 TRADE DEBTS - UNSECURED

Trade debts against purchase of shares:

Considered good - unsecured

Clients

Considered doubtful:

Clients

Less: Provision for doubtful debts

8.1 Provision for doubtful debts

Opening balance

Charge for the period / year

Closing balance

Note	Un - audited	Audited
	MARCH	JUNE
	2020	2019
	Rupees	Rupees
	254,797,474	252,741,664
8.1	194,991,316	194,991,316
	(194,991,316)	(194,991,316)
	(194,991,316)	(194,991,316)
	254,797,474	252,741,664
	194,991,316	169,000,000
	-	25,991,316
	194,991,316	194,991,316

9 SHORT TERM INVESTMENTS

At fair value through profit or loss

Quoted equity securities

Opening balance

Additions

Disposals

Unrealized (loss) / gain on Remeasurement of investments for the period/year

9.1

9.1 This includes Rs. 16,844,898 (June 2019: Rs. 18,197,681) investments in related parties. Shares having market value of Rs. 22,313,150 (June 2019: 22,037,629/-) are pledged as security with commercial banks against loan.

10 LONG TERM FINANCING

Secured

Deferred notional income

Note	Un - audited	Audited
	MARCH	JUNE
	2020	2019
	Rupees	Rupees
10.1	825,776,086	978,794,338
10.2	-	(2,067,417)

	825,776,086	976,726,921
Less: Current portion shown under current liability	<u>(825,776,086)</u>	<u>(823,708,669)</u>
	<u>-</u>	<u>153,018,252</u>

10.1 During the period, Company has settled its liability towards JS Bank Limited through debts swap assets arrangement.

10.2 Deferred notional income

As at beginning of the period / year	2,067,417	42,695,331
Occurred during the period / year	-	-
Amortized during the period / year	<u>(2,067,417)</u>	<u>(40,627,914)</u>
As at end of the period / year	<u>-</u>	<u>2,067,417</u>

11 TRADE AND OTHER PAYABLES - UNSECURED

	Un - audited	Audited
	MARCH	JUNE
	2020	2019
Note	Rupees	Rupees

11.1	<u>182,359,262</u>	<u>65,164,244</u>
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11.1 This includes following balances payable to related parties:

Falcon Commodities (Pvt.) Ltd	3,257,382	3,257,382
Payable to Chief Executive and Directors	11,954,100	12,411,872
Pace Pakistan Limited	114,822,340	-

12 OTHER INCOME

Un - audited				
9 Months Ended			3 Months Ended	
	March 2020	March 2019	March 2020	March 2019
Note	Rupees	Rupees	Rupees	Rupees
Income from financial assets				
Return on deposit accounts	5,594	436,201	-	197,813
Income from assets other than financial assets				
Gain on sale of property and equipment	20,000	-	-	-
Gain on Sale of Investment Property	17,020,660	-	-	-
Others	-	2,000	-	-
Accrued interest / liabilities written back	78,510,295	4,062,366	-	1,997,980
	<u>95,556,549</u>	<u>4,500,567</u>	<u>-</u>	<u>2,195,793</u>

12.1 This represents interest waived off by JS Bank Limited on settlement of loan facility.

13 CONTINGENCIES AND COMMITMENTS

There is no change in contingencies and commitments disclosed in the condensed interim financial statements for the period ended December 31, 2019.

14 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise parent company, related group companies, local associated undertakings, directors, key management personnel and their close family members. The Company in the normal course of business carries out transactions with various related parties. Closing balances of related parties are disclosed in respective notes of these financial statements. Significant transactions with related parties other than those disclosed elsewhere in the condensed interim financial statements are as follows:

	9 Months Ended		3 Months Ended	
	March 2020	March 2019	March 2020	March 2019
	Rupees		Rupees	
Parent company				
Brokerage Income	-	11,715	-	-
Associated companies				
Purchase of investment property/services	140,279,940	-	-	-
Payment against purchase of property	25,000,000	-	-	-
Key management personnel				
Salaries and other employee benefits	1,575,000	4,525,000	525,000	1,260,000

15 FAIR VALUE MEASUREMENT

The carrying values of financial assets and liabilities approximate their fair values. The table below analyzes financial assets that are

Financial Assets	Un - audited	Audited
	MARCH	JUNE
	2020	2019
	Rupees	Rupees
Level 1:		
Long term investments	13,094,001	19,155,471
Short term investments	20,540,643	22,578,257
Level 2:		
Investment properties	824,712,000	824,712,000
Level 3:		
	-	-
	858,346,644	866,445,728
Financial Liabilities		
	-	-

There is no movement between level 1, 2 and 3 during the period.

16 DATE OF AUTHORIZATION

This condensed interim financial statements were authorized for issue by the Board of Directors on April 27, 2020.

17 CORRESPONDING FIGURES

Corresponding figures have been re-arranged and re-classified, wherever necessary, for the purposes of comparison. However, no significant re-classifications have been made.

18 GENERAL

Figures have been rounded off to the nearest rupee.

Director

Chief Executive

Chief Financial Officer