

First Capital Mutual Fund Limited



**CONDENSED FINANCIAL INFORMATION
FOR THE QUARTER ENDED**

**30 SEPTEMBER 2011
(Un-Audited)**

First Capital Mutual Fund Limited



MISSION

At First Capital Mutual Fund Limited we would focus on creating wealth for shareholders, to conduct ourselves with dignity and the highest ethical standards, to contribute as a good corporate citizen to the society and also to provide a good working environment that will surely stimulate talent and reward hard work.

VISION

To be a leader among Mutual Funds of the country through prudent investments in diversified portfolio for sustained best financial results and continuing achieving maximum yield for the shareholders of First Capital Mutual Fund Limited.



COMPANY INFORMATION

Board of Directors	Aamna Taseer* (Chairman) Syed Kashan Hussain Kazmi (CEO) Omer Subhan Salamat Sulaiman Ahmed Saeed Al-Hoqani* Mahmood Ali Athar Nadeem Hussain* Syed Adnan Ali Zaidi*
Chief Financial Officer	Syed Asad Abbas Ali Zaidi
Audit Committee	Nadeem Hussain (Chairman) Aamna Taseer Syed Adnan Ali Zaidi
Company Secretary	Tariq Majeed
Investment Committee	Syed Kashan Hussain Kazmi Syed Ghazanfar Ali Bukhari Muhammad Afan Ismail
Auditors	A.F. Ferguson & Co. Chartered Accountants
Legal Adviser	Mazhar Law Associates Advocates & Solicitors
Custodian	Central Depository Company of Pakistan Limited ("CDC")
Management Company	First Capital Investments Limited 103-C/II, Gulberg-III, Lahore
Registered Office / Head Office	103-C/II, Gulberg-III Lahore, Pakistan Tel: +92 42 35757591-4 Fax: +92 42 35757590, 35877920
Registrar and Shares Transfer Office	THK Associates (Pvt.) Limited Ground Floor, State Life Building No.3, Dr. Ziauddin Ahmed Road, Karachi Tel: + 92 21 111-000-322

*Subject to approval of SECP





DIRECTORS' REVIEW

The Directors of First Capital Mutual Fund Limited ("the fund") are pleased to present the quarterly financial statements for the period ended September 30, 2011.

Equity Market Review

In the wake of turmoil in capital markets across the globe, KSE-100 too witnessed significant deterioration as the index plunged by 5.9% QoQ to close at 11,762 points. The lackluster performance in the market is primarily attributable to fallout of US and Eurozone debt crisis on international markets coupled with adverse law-order situation in the main commercial hub of the country. Lack of foreigners' interest and cautious stance of local investors in the wake of weak state of economy continue to keep pressure on the volume traded which declined by around 19.3% QoQ in the period under review. Foreign portfolio investment remained in the negative territory for the second consecutive quarter at US\$ 46.1 million in 1QFY12. However, the net outflow slowed down to US\$ 4.83 million in September, lowest in last four months. The market witnessed significant recovery towards the end of the quarter owing to discount rate cut, removal of Indian objection towards Pakistan's inclusion in EU's GST Plus status and de-escalation of US-Pak standoff.

Performance Review

Operating Results

The operating results for the first quarter ended September 30, 2011 are summarized as follows:

All figures in Rs.

	September 30, 2011	September 30, 2010
Capital gain on listed securities -realized	3,776,765	4,767,039
Unrealized gain/(loss) on revaluation of investments at fair value through profit or loss net	1,946,431	(1,464,974)
Return on Market Treasury Bills	3,467,754	-
Dividend income	3,423,756	2,320,864
Profit on bank deposits	216,096	1,203,374
Operating expenses	3,395,467	3,155,752
Profit after tax	8,860,774	2,961,762
Earnings per share - basic & diluted	0.30	0.10
	September 30, 2011	June 30, 2011
Net assets value - per share	8.87	8.55
KSE-100 Index	11,761.97	12,496.03

During the 1QFY12, the fund earned profit after tax of Rs. 8.86 million as against Rs. 2.96 million in the corresponding period last year. Realized Capital gain tuned in at Rs. 3.78 million, 21% lower YoY as compared to Rs. 4.77 million in the previous period due to reduced exposure of the fund in equity market coupled with a declining trend in index. Unrealized capital gain stood at Rs. 1.95 million against loss of Rs. 1.46 million in the same period last year. During the period under review, your fund diverted a significant portion of investment towards government securities. That said, the return on Treasury bills was recorded at Rs. 3.47 million as compared to Rs. 1.20 million (profit on bank deposits) in comparable period last year. Given the fund's exposure in high dividend stocks with stable earnings, the dividend income for 1QFY12 tuned in at Rs. 3.42 million, 48% higher than Rs. 2.32 million posted in 1QFY11. As a result, the EPS of the fund arrived in at Rs. 0.30 in 1QFY12, 3x higher than Rs. 0.10 recorded in corresponding period.



NAV has increased by 4.23% during the period from Rs. 8.51 per share at 30 June 2011 to Rs. 8.87 per share at 30 September 2011; the performance of the fund was aligned with the industry trend.

Future Outlook

It seems that the initial excitement on cut in discount rate is now over. Subsequently the fate of resolution of power sector debt by issuing PIBs amounting to Rs. 250 Billion approximately may be act as booster for the market. Beside these the market participants will now focus towards domestic political noise, diplomatic relations with US & EU and the PKR/US\$ parity. The effect of low base comparison which resulted in lower inflation numbers in September is expected to continue till December which may lead to further curtailment, though small, in discount rate. Expectations of high payouts in upcoming corporate results may induce buying particularly in index heavy oil and gas sector, selective fertilizer, textile, bank and power scrips at the low levels. The global equity turmoil has already resulted in massive net outflow of FIPI from the market in 1QFY12. Going forward, the market will closely follow the developments surrounding Pak-US ties, external flows to stabilize the deteriorating current account deficit and its resulting effect on PKR/US\$ parity coupled with local political showdown. We don't expect any considerable improvement in FIPI due to the persistent crisis in global equity markets. The aforementioned factors will force the market to remain range bound in the near term.

Going forward the factors like, resolution of power sector debt, further reduction in discount rate, political stability, smoothness in diplomatic relation with US & EU and healthy inflow of foreign investment can change the market situation altogether. We will move with our conservative approach and not remain bullish in the market hence our main exposure remain in defensive/stable and cyclical sectors to counter any adversity while capitalizing the growth perspective.

Performance Rating

The Fund has been assigned a MFR of 4- Star ranking (short term) and 3- Star ranking (long term) for the year ended June 30, 2011 by Pakistan Credit Rating Agency Limited (PACRA) in the category of closed end equity funds.

Declaration by Directors

As required under the Non Banking Finance Companies and Notified Entities Regulations, 2008 the Directors of Asset Management Company state that the financial statements of the fund for the quarter ended 30 September 2011 give a true and fair view of the fund.

Renewal of License

The Asset Management Company is required to renew its license on an annual basis. The renewal request has been submitted to Securities and Exchange Commission of Pakistan, which is in process.

Acknowledgement

We are obliged to our shareholders and all other stakeholders for their support & confidence in the Fund and would like to thank the Securities and Exchange Commission of Pakistan and the Stock Exchanges for their guidance and support.

For and on behalf of the Board

Lahore
October 26, 2011

Syed Kashan Hussain Kazmi
Chief Executive Officer



**CONDENSED INTERIM STATEMENT OF ASSETS
AND LIABILITIES (UN - AUDITED)
AS AT 30 SEPTEMBER 2011**

	Note	(Un-Audited) 30 September 2011 Rupees	(Audited) 30 June 2011 Rupees
Assets			
Non current asset			
Long term deposit		137,500	137,500
Current assets			
Investments at fair value through profit or loss	6	254,731,781	232,307,023
Dividend and other receivables		15,571,081	4,668,908
Bank balances		10,584,594	36,186,688
Total assets		281,024,956	273,300,118
Liabilities			
Current liabilities			
Due to asset management company- an associated company	7	6,306,890	5,008,853
Trade and other payables		5,230,070	8,238,606
Provision for taxation		3,408,554	2,833,993
Total liabilities		14,945,515	16,081,452
Net assets		266,079,442	257,218,666
Share capital and reserves			
Authorized share capital 35,000,000 (2008: 35,000,000) ordinary shares of Rs. 10 each		350,000,000	350,000,000
Issued, subscribed and paid up capital		300,000,000	300,000,000
Undistributed income		(33,920,559)	(42,781,333)
Contingencies and commitments	8	-	-
		266,079,441	257,218,667
Net asset value per share as on 30 September		8.87	8.55

The annexed notes from 1 to 12 form an integral part of this condensed financial information.

LAHORE

CHIEF EXECUTIVE

07

DIRECTOR



**CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2011**

	Note	Jul-Sept 2011 Rupees	Jul-Sept 2010 Rupees
Income			
Capital gain on listed securities		3,776,765	4,767,039
Dividend income		3,423,756	2,320,864
Return on Market Treasury Bills		3,467,754	-
Interest on bank account		-	1,203,374
Other income		216,096	-
		10,884,371	8,291,278
Unrealized gain /(loss) on revaluation of investments at fair value through profit or loss- net	6	1,946,431	(1,464,974)
		12,830,802	6,826,304
Operating expenses			
Remuneration to asset management company		1,298,037	1,195,856
Securities and transaction cost		1,474,157	1,263,038
Fee and subscription		199,157	194,303
Legal and professional charges		118,000	100,000
Custodian fee		238,333	329,169
Workers' Welfare Fund		-	73,386
Bank charges		67,783	-
		3,395,467	3,155,752
Net profit before taxation		9,435,335	3,670,552
Provision for taxation			
- Taxation		574,561	708,790
Net profit for the period		8,860,774	2,961,762
Earnings per share - basic	9	0.30	0.10

The annexed notes from 1 to 12 form an integral part of this condensed financial information.

LAHORE

CHIEF EXECUTIVE

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DIRECTOR



**CONDENSED INTERIM STATEMENT OF
COMPREHENSIVE INCOME (UN-AUDITED)**
FOR THE QUARTER ENDED 30 SEPTEMBER 2011

	<u>30 September 2011</u> Rupees	<u>30 September 2010</u> Rupees
Profit after taxation	8,860,774	2,961,762
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<u>8,860,774</u>	<u>2,961,762</u>

The annexed notes from 1 to 12 form an integral part of this condensed financial information.



**CONDENSED INTERIM CASH FLOW STATEMENT
(UN-AUDITED)**
FOR THE QUARTER ENDED 30 SEPTEMBER 2011

	<u>30 September 2011</u> Rupees	<u>30 September 2010</u> Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	9,435,335	3,670,552
Adjustment for:		
Dividend income	(3,423,756)	(2,320,864)
Remuneration to asset management company	1,298,037	1,195,856
Unrealized (gain)/ loss due on revaluation of investments at fair value through profit or loss - net	(1,946,431)	1,464,974
	<u>(4,072,150)</u>	<u>339,966</u>
Operating profit before working capital changes	5,363,185	4,010,518
Increase in current assets		
Investments in listed securities	(20,478,327)	(19,812,381)
Other receivables	(10,463,182)	(5,803,603)
	<u>(30,941,509)</u>	<u>(25,615,984)</u>
(Decrease)/Increase in current liabilities		
Trade and other payables	(3,008,536)	4,874,292
	<u>(3,008,536)</u>	<u>4,874,292</u>
Cash generated from operations	<u>(28,586,859)</u>	<u>(16,731,174)</u>
Remuneration paid to asset management company	-	-
Tax paid	(164,870)	(132,254)
Dividend received	3,149,635	405,195
Net cash generated from operating activities	<u>(25,602,094)</u>	<u>(16,458,233)</u>
Net decrease in cash and cash equivalents	<u>(25,602,094)</u>	<u>(16,458,233)</u>
Cash and cash equivalent at the beginning of the period	36,186,688	70,442,897
Cash and cash equivalent at the end of the period	<u>10,584,594</u>	<u>53,984,664</u>

The annexed notes from 1 to 12 form an integral part of this condensed financial information.



CONDENSED INTERIM DISTRIBUTION STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2011

	30 September 2011 Rupees	30 September 2010 Rupees
Accumulated loss brought forward		
Realised loss	(63,937,612)	(92,618,630)
Unrealised gain	21,156,279	23,847,849
	<u>(42,781,333)</u>	<u>(68,770,781)</u>
Total comprehensive income for the period	8,860,774	2,961,762
Accumulated loss carried forward	<u>(33,920,559)</u>	<u>(65,809,019)</u>
Represented by:		
Accumulated loss carried forward		
Realised loss	(57,023,269)	(88,191,894)
Unrealised gain	23,102,710	22,382,875
	<u>(33,920,559)</u>	<u>(65,809,019)</u>

The annexed notes from 1 to 12 form an integral part of this condensed financial information.

LAHORE CHIEF EXECUTIVE DIRECTOR

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2011

	Issued, subscribed and fully paid up Share capital Rupees	Accumulated (loss)/un- appropriated profit Rupees	Total Rupees
Balance as at 01 July 2010	300,000,000	(68,770,781)	231,229,219
Total comprehensive income for the period ended 30 September 2010	-	2,961,762	2,961,762
Balance as at 30 September 2010	<u>300,000,000</u>	<u>(65,809,019)</u>	<u>234,190,981</u>
Balance as at 01 July 2011	300,000,000	(68,770,781)	231,229,219
Total comprehensive income for the period ended 30 September 2011	-	8,860,774	8,860,774
Balance as at 30 September 2011	<u>300,000,000</u>	<u>(59,910,007)</u>	<u>240,089,993</u>

The annexed notes from 1 to 12 form an integral part of this condensed financial information.

LAHORE CHIEF EXECUTIVE DIRECTOR



**CONDENSED INTERIM STATEMENT OF MOVEMENT IN
RESERVES - PER SHARE (UN-AUDITED)**
FOR THE QUARTER ENDED 30 SEPTEMBER 2011

	30 September 2011 Rupees	30 September 2010 Rupees
Net assets value per share as at 01 July	8.55	7.71
Capital gain - net	0.13	0.16
Dividend income	0.11	0.08
Return on Market Treasury Bills	0.12	-
Interest on bank deposits	-	0.04
Other income	0.02	-
Unrealized diminution in value of investments at fair value through profit or loss - net	0.06	(0.05)
Expenses	(0.12)	(0.13)
Net profit for the period - per share	0.32	0.10
Net assets value per share as at 30 September	<u>8.87</u>	<u>7.81</u>

The annexed notes from 1 to 12 form an integral part of this condensed financial information.

LAHORE CHIEF EXECUTIVE DIRECTOR



NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE QUARTER ENDED 30 SEPTEMBER 2011

1 Status and nature of business

First Capital Mutual Fund Limited (the "Fund") was incorporated in Pakistan on January 08, 1995 as a public limited company under the Companies Ordinance, 1984, having registered office at 103-C/II Gulberg III, Lahore. The Fund commenced its operations on March 14, 1995. The Fund is listed on Karachi and Lahore Stock Exchanges. It is registered with the Securities and Exchange Commission of Pakistan (SECP) as an Investment Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003. The Fund is registered as Notified Entity under the Non Banking Finance Companies and Notified Entities Regulations, 2008. The object of the Fund is to carry on the business of a close end mutual fund and to invest its assets in securities, which are listed or unquoted securities unless an application for listing of such securities has been accepted by the stock exchanges.

The Fund has an agreement with First Capital Investments Limited ("FCIL"), an associated company, to provide asset management services. First Capital Investments Limited is duly licensed under the NBFC Rules to provide asset management services to closed end funds only.

FCIL has been assigned rating of "AM4 +" by Pakistan Credit Rating Agency (PACRA). The Fund has been assigned long term credit rating at "3 Star", while normal credit rating has been assigned at "4 Star" by PACRA.

Central Depository Company of Pakistan Limited is the custodian of the Fund.

As per Regulation 65 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008 an asset management company managing an Investment Company shall, upon the expiry of every five years from 21 November 2007 or the date of launch of the Investment Company which ever is later, hold within one month of such period a meeting of share holders to seek the approval of the shareholders (by special resolution) to convert the Investment Company into an Open End Scheme or wind up the Investment Company.

2 Basis of preparation

2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the international Accounting Standards Board as are notified under the Companies Ordinance, 1984, the requirements of Companies Ordinance, 1984, the requirements of the Non - Banking Finance (Establishment and Regulation) Rules, 2003 (the NBFC Rules) , the Non - Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulation or directives issued by SECP differ with the requirements of IFRS, the requirements of the Companies Ordinance, 1984, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP shall prevail.

The disclosures made in these condensed interim financial statements have, however,



been limited based on the requirements of the International Accounting Standard 34; (Interim Financial Reporting) thus these do not include the information reported for full annual financial statements and should therefore be read in conjunction with the financial statements for the year ended 30 June 2011.

These condensed interim financial information comprise of condensed interim statement of assets and liabilities as at 30 September 2011 and the related condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of changes in equity, condensed interim statement of movement in net assets per share, condensed interim distribution statement and notes thereto, for the period ended 30 September 2011.

The condensed interim financial information is un-audited and is being submitted to the shareholders as required by Section 245 of the Companies Ordinance, 1984 and as required under Regulation 38(g) of the NBFC and Notified Entities Regulations, 2008 (NBFC Regulations) and Listing Regulations of Karachi Stock Exchange.

2.2 Functional and presentation currency

These condensed interim financial information are presented in Pak Rupees which is the functional and presentation currency of the Fund. Figures have been rounded off to the nearest rupees.

3 Significant accounting policies

Accounting policies adopted for the preparation of these condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Fund for the year ended 30 June 2011.

4 Estimates

The preparation of the condensed interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. The significant judgments made by the management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 30 June 2011.

5 Financial risk management

The Fund's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 30 June 2011.

		30 September 2011	30 June 2011
6 Investments at fair value through profit or loss			
Equity Securities	6.1	162,367,573	122,531,479
Government Securities - Market Treasury Bills	6.5	92,364,208	109,775,544
		<u>254,731,781</u>	<u>232,307,023</u>

Sector/Name of the investee company	No. of Shares		Sales during the period	Holding as at 30 September 2011	Balance as at 30 September 2011		Market Value	Unrealized gain/(loss)	Market Value as a percentage of total investments	Market Value as a percentage of net assets	Percentage of paid up capital of investee company
	Holding as at 1 July 2011	Purchased during the period			Bonus Rights received during the period	Cost/Carrying Value					
Equity Investments Instruments First Habib Madaraba	-	20,000	20,000	-	-	-	-	-	-	-	-
Electrical & Electronic Equipment Pakistan Cables Limited	-	900	-	900	42,059	36,828	36,828	(5,271)	0.01	0.01	-
Beverages Beverage Co. Limited	-	2,900	-	2,900	297,045	272,455	272,455	(24,590)	0.10	0.11	0.02
Leisure Goods Shazam International Ltd	-	10,000	-	10,000	275,585	234,000	234,000	(41,585)	0.11	0.12	0.04
Software and Computer Services Nesobe Technologies Limited	-	15,214	-	15,214	573,630	564,495	564,495	(7,135)	0.21	0.23	-
	-	11,384	-	11,384	452,628	400,450	400,450	(52,178)	0.15	0.16	0.15
	-	11,384	-	11,384	452,628	400,450	400,450	(52,178)	0.15	0.16	0.15
Total		4,233,739	4,233,739	7,202,283	166,403,481	162,367,373	162,367,373	(1,964,108)	61.04	61.04	63.74

6.2 Net assets are as defined in Regulation 66 of Non Banking Finance Companies and Notified Entities Regulations, 2008.

6.3 Nimir Industrial Chemicals Limited's shares have a face value of Rs. 5 per share.

6.4 The percentage in relation to the investee company's paid up capital has been calculated with reference to the number of shares held in that investee company.

6.5 Investment in Market Treasury Bills

Date of Issue	Term	Face Value	Cost				As at 30 September 2011				Market Value as a percentage of total investments	Effective Rate of Return
			Opening as at 1 July 2011	Purchase during the period	Matured/Sold during the period	Closing as at 30 September 2011	Annotised Cost	Market Value	Unrealized diminution	Market Value as a percentage of net assets		
24.04.2011	3 Months	20,000,000	19,898,596	-	19,898,596	-	19,898,596	-	19,898,596	7.68	6.03	13.28
05.05.2011	3 Months	20,000,000	19,797,555	-	19,797,555	-	19,797,555	-	19,797,555	7.80	6.15	13.27
19.05.2011	3 Months	25,000,000	24,619,816	-	24,619,816	-	24,619,816	-	24,619,816	6.5377	7.95	12.84
02.06.2011	3 Months	26,000,000	25,475,471	-	25,475,471	-	25,475,471	-	25,475,471	7.76	8.10	12.84
16.06.2011	3 Months	20,500,000	19,984,136	-	19,984,136	-	19,984,136	-	19,984,136	3.86	4.03	12.84
14.07.2011	3 Months	20,500,000	19,862,950	-	19,862,950	20,455,297	20,454,809	(488)	20,454,809	7.68	6.03	13.28
23.07.2011	3 Months	20,900,000	20,268,820	-	20,268,820	20,747,989	20,746,000	(1,889)	20,746,000	7.80	6.15	13.27
11.08.2011	3 Months	20,900,000	19,903,450	-	19,903,450	20,256,415	20,249,878	(6,577)	20,249,878	7.61	7.95	12.84
25.08.2011	3 Months	21,000,000	20,388,900	-	20,388,900	20,848,592	20,840,082	(8,510)	20,840,082	7.76	8.10	12.84
08.09.2011	3 Months	10,500,000	10,194,450	-	10,194,450	10,273,605	10,271,439	(2,166)	10,271,439	3.86	4.03	12.84
Total		204,900,000	193,775,544	80,638,570	193,775,544	92,381,868	92,364,208	(17,660)	92,364,208	34.71	36.26	

7 Due to assets management company - an associated company

	30 September 2011	30 June 2011
Remuneration @ 2% of annual average net assets	7.1	6,306,890
		5,008,853

7.1 Under the provisions of the Non Banking Finance Companies and Notified Entities Regulations, 2008, the Asset Management Company of the Fund is entitled to a remuneration, during the first five years of the Fund, of an amount not exceeding three percent of the average annual net assets of the Fund and thereafter of an amount equal to two percent of such assets of the Fund. The Asset Management Company has charged its remuneration for the current year at the rate of two percent per annum.

8 Contingencies and commitments

There were no contingency and commitments outstanding as on 30 September 2011.

9 Earning per share - basic and diluted

	30 September 2011	30 September 2010
Earnings attributable to ordinary shareholders	8,860,774	2,961,762
Weighted average number of shares	30,000,000	30,000,000
Earnings per share - basic	0.30	0.10

There is no dilutive effect on the basic earnings per share of the Fund.

10 Transactions with related parties and connected persons

10.1 The amount outstanding at period end

First Capital Investments Limited - Asset management Company

Remuneration to Asset Management Company Payable 6,306,890 5,008,853

Central Depository Company of Pakistan Limited - custodian of the Fund

Custodian fee payable - 158,885

10.2 Transaction during the period

First Capital Investments Limited - Asset management Company

Remuneration to Asset Management Company 1,298,037 1,195,856



	<u>30 September</u>	<u>30 September</u>
	2011	2010

**Central Depository Company of Pakistan Limited -
custodian of the Fund**

Custodian fee	238,333	329,169
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AI-Hoqani Securities & Investment Corp. (Pvt) Ltd

Commission	13,101	-
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11 Date of authorization for issue

These financial information was authorized for issue on 26 October 2011 by the board of directors.

12 General

- These condensed interim financial information is presented in Pak Rupees which is the functional and presentation currency of the fund.
- Figures have been rounded off to the nearest rupee.



**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT
IN RELATION TO INVESTMENT ADVISER (UN-AUDITED)
FOR THE QUARTER ENDED 30 SEPTEMBER 2011**

	<u>Jul-Sept 2011</u>	<u>Jul-Sept 2010</u>
	Rupees	Rupees
INCOME		
Asset management fee	1,298,037	1,195,856
Unrealized gain on remeasurement of investment at fair value through profit or loss	-	409,336
Profit on bank deposit	9,915	-
	<u>1,307,952</u>	<u>1,605,192</u>
EXPENDITURES		
Operating expenses	2,847,855	3,028,909
Finance cost	1,566	8,984
Operating loss	(1,541,469)	(1,432,701)
Other income / charges	-	1,300,136
Worker Welfare Fund	-	13,070
Share of profit from associates	2,054,229	799,140
PROFIT BEFORE TAXATION	<u>512,760</u>	<u>679,645</u>
Taxation	69,941	(182,405)
Share of taxation from associate	125,092	154,315
PROFIT AFTER TAXATION	<u>317,727</u>	<u>651,555</u>
Earning per share - Basic and Diluted	<u>0.03</u>	<u>0.07</u>