

First Capital Mutual Fund Limited



First Capital Mutual Fund Limited



**QUARTERLY ACCOUNTS  
(Un-Audited)**

**31 MARCH 2005**



**COMPANY INFORMATION**

**Board of Directors**

Salmaan Taseer (Chairman)  
Muhammad Jafar Khan (Chief Executive Officer)  
Sardar Ali Wattoo  
Khawaja Khalil Shah  
Muhammad Shuaib Yousaf  
Muhammad Naveed Tariq  
Ahmad Bilal

**Chief Financial Officer**  
Syed Kashan Kazmi

**Audit Committee**

Muhammad Shuaib Yousaf (Chairman)  
Sardar Ali Wattoo (Member)  
Muhammad Naveed Tariq (Member)

**Company Secretary**  
Ahmad Bilal

**Investment Committee**

Salmaan Taseer (Chairman)  
Muhammad Jafar Khan (Member)  
Iqbal Latif (Member)  
Syed Kashan Kazmi (Member)

**Auditors**  
Ford Rhodes Sidat Hyder & Co.  
Chartered Accountants

**Legal Adviser**

Rehman Saleem & Tarar  
Advocates

**Custodian**  
Crescent Commercial Bank Limited

**Registered Office / Head Office**

103-C/II, Gulberg-III  
Lahore, Pakistan  
☎ (042) 5757591-4  
Fax: (042) 5757590, 5877920

**Investment Advisers**  
First Capital Investments Limited  
103-C/II, Gulberg-III, Lahore

**Registrar and Shares Transfer Office**

THK Associates (Pvt.) Limited  
Ground Floor, Modern Motors House,  
Beaumont Road Karachi  
☎ (021) 5689021





## DIRECTORS' REVIEW

The Directors of First Capital Mutual Fund Limited ("the Company") are pleased to present the reviewed accounts of the Company for the nine months ended 31 March 2005.

### Company's Performance

During the period under review, the Company recorded a profit of Rs 33.6 million as against a profit of Rs 14.8 million for the nine months ended 31 March 2004. As a result of re-organization of the portfolio initiated in 2QFY05, coupled with benign market conditions, the management was able to erase the accumulated losses of the Company. The Net Asset Value (NAV) per share increased by 28.4% to Rs 10.14 as on 31 March 2005 from Rs 7.9 at the end of the last fiscal.

In the same period, the KSE index experienced record-breaking performance and crossed the 10,000 index point barrier. However, just prior to the close of 3QFY05, selling pressure brought down the KSE-100 to 7770 level. Thus, the KSE-100 Index recorded a cumulative gain of 47.1% during Jul 2004 - Mar 2005.

### Future outlook

Outlook on the market remains positive as the macro-economic state of the country is still very healthy and thus continues to drive higher corporate earnings. Market valuations now appear increasingly attractive across various sectors due to the recently witnessed decline in the market. However, high inflationary levels and the resultant monetary tightening are expected to act as a dampener on the overall stock market. Nevertheless, we expect to offer better returns to our shareholders in the period ahead.

The Directors wish to thank all the shareholders and members of stock exchanges for the commitment and trust reposed in them. Furthermore, the Directors place on record their appreciation for Securities and Exchange Commission of Pakistan's valuable support and guidance.

For and on behalf of the Board

Lahore  
28 April 2005

Muhammad Jafar Khan  
Chief Executive



## BALANCE SHEET AS AT 31 MARCH 2005

		(Un-Audited) 31 March 2005	(Audited) 30 June 2004
	Note	Rupees	Rupees
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Long term deposits		75,000	75,000
<b>CURRENT ASSETS</b>			
Marketable Securities	5	146,909,918	114,861,720
<b>OTHER ASSETS</b>			
Dividend and other receivables		2,154,690	1,528,889
Bank balances		10,717,401	6,246,590
		<b>12,872,091</b>	<b>7,775,479</b>
<b>TOTAL ASSETS</b>		<b>159,857,009</b>	<b>122,712,199</b>
<b>CURRENT LIABILITIES</b>			
Due to Investment Adviser - an associated company	6	2,011,334	2,148,636
Creditors, accrued and other liabilities		5,055,470	1,436,760
Provision for taxation		650,534	610,027
<b>TOTAL LIABILITIES</b>		<b>7,717,338</b>	<b>4,195,423</b>
<b>NET ASSETS</b>		<b>152,139,671</b>	<b>118,516,776</b>
<b>SHARE CAPITAL AND RESERVES</b>			
Share capital Authorized 35,000,000 (June 30, 2004: 35,000,000) Ordinary shares of Rs. 10 each		350,000,000	350,000,000
Issued, subscribed and paid up capital		150,000,000	150,000,000
Accumulated profit/ (loss)		2,139,671	(31,483,224)
		<b>152,139,671</b>	<b>118,516,776</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	7	-	-

The annexed notes form an integral part of these financial statements.

LAHORE

CHIEF EXECUTIVE

DIRECTOR

First Capital Mutual Fund Limited



**PROFIT & LOSS ACCOUNT (UN-AUDITED)  
FOR THE QUARTER ENDED 31 MARCH 2005**

	NINE MONTHS ENDED		THREE MONTHS ENDED		
	Note	31 March 2005 Rupees	31 March 2004 Rupees	31 March 2005 Rupees	31 March 2004 Rupees
<b>INVESTMENT INCOME</b>					
Gain from transactions in marketable securities		26,860,955	3,267,221	28,631,574	(453,276)
Dividend income		3,979,950	2,438,458	1,374,700	392,876
Other income		149,079	83,300	(39,261)	37,621
		<u>30,989,984</u>	<u>5,788,979</u>	<u>29,967,013</u>	<u>(22,779)</u>
Unrealized gain on investment in marketable securities		5,612,991	12,892,873	(44,020)	8,977,785
		<u>36,602,975</u>	<u>18,681,852</u>	<u>29,922,993</u>	<u>8,955,006</u>
<b>OPERATING EXPENSES</b>					
Administrative expenses		877,180	2,184,931	39,366	113,774
Remuneration of Investment Adviser	6.1	1,903,902	1,563,256	739,434	536,271
Financial expenses		-	-	-	-
		<u>2,781,082</u>	<u>3,748,187</u>	<u>778,800</u>	<u>650,045</u>
PROFIT BEFORE TAXATION		<u>33,821,893</u>	<u>14,933,665</u>	<u>29,144,193</u>	<u>8,304,961</u>
PROVISION FOR TAXATION		(198,998)	(121,923)	(68,735)	(19,644)
PROFIT AFTER TAXATION		<u>33,622,895</u>	<u>14,811,742</u>	<u>29,075,458</u>	<u>8,285,317</u>
ACCUMULATED LOSS - BROUGHT FORWARD		(31,483,224)	(52,625,179)	(26,935,787)	(46,098,754)
ACCUMULATED PROFIT/ (LOSS)		<u>2,139,671</u>	<u>(37,813,437)</u>	<u>2,139,671</u>	<u>(37,813,437)</u>
EARNINGS PER SHARE- BASIC		<u>2.24</u>	<u>0.99</u>	<u>1.94</u>	<u>0.55</u>
DIVIDEND PER SHARE		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

The annexed notes form an integral part of these financial statements.

LAHORE

CHIEF EXECUTIVE

DIRECTOR

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First Capital Mutual Fund Limited



**CASH FLOW STATEMENT (UN-AUDITED)  
FOR THE QUARTER ENDED 31 MARCH 2005**

	NINE MONTHS ENDED	
	July to March 2005 Rupees	July to March 2004 Rupees
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	33,821,893	6,628,705
Adjustment for:		
(Gain) due to change in fair value of marketable securities	(26,860,955)	(3,915,089)
Operating profit before working capital changes	<u>6,960,938</u>	<u>2,713,616</u>
(Increase)/decrease in assets		
Listed securities	(5,187,243)	5,783,465
Dividend and other receivable	(563,366)	14,649,793
	<u>(5,750,609)</u>	<u>20,433,258</u>
Increase/(decrease) in current liabilities		
Due to investment adviser	(137,301)	(1,011,400)
Creditors, accrued and other liabilities	3,618,710	4,390,404
	<u>3,481,408</u>	<u>3,379,004</u>
<b>Net cash generated from operating activities</b>	<u>4,691,737</u>	<u>26,525,878</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Dividend paid	-	(36,533,103)
Tax paid	(220,926)	(40,569)
<b>Net cash used in financing activities</b>	<u>(220,926)</u>	<u>(36,573,672)</u>
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	<u>4,470,811</u>	<u>(10,047,794)</u>
Cash and Cash Equivalents at the beginning of the period	6,246,590	19,752,436
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<u>10,717,401</u>	<u>9,704,642</u>

A. Cash and Cash Equivalent included in the cash flow statement comprise only cash and bank balances.

The annexed notes form an integral part of these financial statements.

LAHORE

CHIEF EXECUTIVE

DIRECTOR

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First Capital Mutual Fund Limited



**DISTRIBUTION STATEMENT (UN-AUDITED)  
FOR THE QUARTER ENDED 31 MARCH 2005**

	<b>NINE MONTHS ENDED</b>	
	<b>31 March 2005 Rupees</b>	<b>31 March 2004 Rupees</b>
Accumulated loss brought forward as of July 01, 2004	<b>(31,483,224)</b>	(52,625,179)
Profit for the nine months	<b>33,622,895</b>	14,811,742
Accumulated profit/ (loss) carried forward	<b><u>2,139,671</u></b>	<b><u>(37,813,437)</u></b>

The annexed notes form an integral part of these financial statements.

LAHORE CHIEF EXECUTIVE DIRECTOR

**STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)  
FOR THE QUARTER ENDED 31 MARCH 2005**

	<b>Share Capital</b>	<b>Accumulated (loss)/profit</b>	<b>Total</b>
	<b>Rupees</b>	<b>Rupees</b>	<b>Rupees</b>
<b>Balance as on 30 June 2003</b>	150,000,000	(52,625,179)	97,374,821
Profit for the nine months 31 March 2004	-	14,811,742	14,811,742
<b>Balance as on 31 March 2004</b>	<u>150,000,000</u>	<u>(37,813,437)</u>	<u>112,186,563</u>
<b>Balance as on 30 June 2004</b>	150,000,000	(31,483,224)	118,516,776
Profit for the nine months 31 March 2005	-	33,622,895	33,622,895
<b>Balance as on 31 March 2005</b>	<u>150,000,000</u>	<u>2,139,671</u>	<u>152,139,671</u>

The annexed notes form an integral part of these financial statements.

LAHORE CHIEF EXECUTIVE DIRECTOR

First Capital Mutual Fund Limited



**NOTES TO THE ACCOUNTS (UN-AUDITED)  
FOR THE QUARTER ENDED 31 MARCH 2005**

1. First Capital Mutual Fund Limited (the company) 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 company commenced its operations on March 14, 1995. The company is listed on Karachi and Lahore Stock Exchanges. It was registered with the Securities and Exchange Commission of Pakistan ('Commission') as an Investment Company under the Investment Companies and Investment Advisor's Rules, 1971. The Investment Companies and Investment Advisor's Rules, 1971, have been repealed by the Non-Banking Finance Companies (Established and Regulation) Rules, 2003. Subsequently, the company has been registered with the Commission as an Investment Company under the Non-Banking Finance Companies (Established and Regulation) Rules, 2003. The object of the company is to carry on the business of a close-ended mutual fund and to invest its assets in securities that are listed or proposed to be listed on the stock exchange.

The company has a agreement with First Capital Investments Limited, an associated company, to provide investment advisory services. The custodian of the company is Crescent Commercial Bank Limited.

2. These accounts are unaudited and are being submitted to the shareholders under section 245 of the Companies Ordinance 1984 and are in accordance with the directives issued by Securities and Exchange Commission of Pakistan.
3. These accounts have been prepared in accordance with the requirements of International Accounting Standard-34 Interim Financial Reporting.
4. Accounting policies adopted for preparation of these quarterly accounts are the same as those applied in the preparation of the annual accounts of the company for the year ended June 30, 2004, except for the following:

Dividend is recognized as a liability in the period in which it is declared. Upto previous year, dividends that were proposed after the balance sheet date but before the financial statements were authorized for the issue, were recorded as a liability.

Similarly an appropriation to reserves is recognized in the period in which it is appropriated. Upto previous year, appropriations made after the balance sheet date but before the financial statements were authorized for issue, were recorded as reserves. The change was considered necessary due to the revision of Fourth Schedule to the Companies Ordinance, 1984 effective July 5, 2004.

However, above change in accounting policy has no financial effect on presented financial statements.



5. Marketable Securities

NAME OF COMPANY	NUMBER OF SHARES/CERTIFICATES					BALANCE AS AT 31, MARCH 2005					PERCENTAGE IN RELATION TO			
	Opening	Purchase	Bonus/ Right	Sales	Closing Balance	Cost	Carrying Amount	Market Value	Unrealized gain/(loss)	Own net assets		Total Investment		
										At Cost	Market Value	No. of Shares	At Cost	
<b>Closed-End Mutual Fund</b>														
ICP S.E.M.F	100,250	-	-	100,250	-	-	-	-	-	-	-	-	-	-
<b>Leasing Companies</b>														
Union Leasing Ltd	-	108,000	-	108,000	-	-	-	-	-	-	-	-	-	-
<b>Investment Companies / Banks</b>														
First Capital Equities Ltd.	400,000	-	-	400,000	-	5,576,000	23,600,000	-	-	3.67	15.51	1.67	4.61	16.06
Jahangir Siddiqui & Co. Ltd.	54,800	50,000	-	50,000	-	-	-	-	-	-	-	-	-	-
PIIC	-	50,000	-	50,000	-	-	-	-	-	-	-	-	-	-
<b>Commercial Banks</b>														
National Bank of Pakistan	-	330,000	-	270,000	60,000	6,350,844	6,954,000	603,156	-	4.17	4.57	0.01	5.26	4.73
Bank of Punjab	-	9,000	1,500	9,000	-	-	-	-	-	-	-	-	-	-
Muslim Commercial Bank Ltd.	-	175,000	-	175,000	-	-	-	-	-	-	-	-	-	-
Union Bank Ltd. (R)	-	400,000	31,500	190,000	241,500	9,962,648	10,384,500	421,852	-	6.55	6.83	0.12	8.24	7.07
Askari Commercial Bank Ltd	-	300,000	5,394	275,000	25,000	1,956,405	2,113,750	157,345	-	1.29	1.39	0.02	1.62	1.44
<b>Insurance Companies</b>														
Shabeen Insurance Co. Ltd.	785,987	-	-	785,987	-	4,858,943	4,743,000	(115,943)	-	3.19	3.12	0.07	4.02	3.23
Admani Insurance Co. Ltd.	44,500	-	-	44,500	-	-	-	-	-	-	-	-	-	-
New Jubilee Life Insurance (Formerly Commercial Union Life Assurance Ltd)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Textile Weaving</b>														
Samin Textile Mills Ltd.	130,500	-	-	130,500	-	-	-	-	-	-	-	-	-	-
<b>Textile Composite</b>														
Nisat Mills Ltd.	307,500	-	-	207,500	100,000	10,026,060	8,690,000	(1,336,060)	-	6.59	5.71	0.07	8.30	5.92
Nisat Chintan Ltd.	109,500	36,750	-	110,250	-	7,422,559	10,815,525	3,392,966	-	4.88	7.11	0.25	6.14	7.36
Kohinoor Industries Ltd.	-	10,000	-	10,000	-	-	-	-	-	-	-	-	-	-
Surai Cotton Mills Ltd.	-	65,000	-	5,000	60,000	3,217,296	3,732,000	514,704	-	2.11	2.45	0.33	2.66	2.54
<b>Textile Spinning</b>														
Gadon Textile Mills Ltd.	-	30,000	-	-	30,000	3,211,069	2,865,000	(346,069)	-	2.11	1.88	0.07	2.66	1.95
<b>Synthetic &amp; Rayon</b>														
Devan Saiman Fibers Ltd.	-	200,000	-	200,000	-	-	-	-	-	-	-	-	-	-
<b>Cement</b>														
Garbwal Cement Ltd.	-	28,500	-	28,500	-	3,002,925	3,300,000	297,075	-	1.97	2.17	0.16	2.49	2.25
Pioneer Cement Industries Ltd.	-	150,000	-	150,000	-	1,305,552	1,037,800	(267,752)	-	0.23	0.68	0.05	0.28	0.71
Devan Cement Ltd.	41,512	-	-	41,512	-	3,140,090	2,997,500	(142,590)	-	2.06	1.97	0.03	2.60	2.04
D.G.Khan Cement Ltd.	-	315,000	-	265,000	50,000	5,391,264	5,820,000	428,736	-	3.54	3.83	0.05	4.46	3.96
Lucky Cement Company Ltd.	-	450,000	-	330,000	120,000	6,366,688	1,403,150	(4,963,538)	-	0.42	0.92	0.01	0.53	0.96
<b>Refinery</b>														
National Refinery Ltd.	8,100	-	-	4,600	3,500	-	-	-	-	-	-	-	-	-
<b>Power Generation and Distribution</b>														
Hub Power Company Ltd.	-	15,000	-	15,000	-	-	-	-	-	-	-	-	-	-



<b>Oil &amp; Gas Marketing Companies</b>														
Pakistan State Oil	35,001	60,000	-	80,001	15,000	5,564,082	5,970,000	405,918	-	3.66	3.92	0.01	4.60	4.06
Shell Pakistan Ltd.	-	10,000	-	40,500	25,000	5,611,190	5,016,000	(595,190)	-	3.69	3.30	0.03	4.64	3.41
Sul Northern Gas Co. Ltd.	-	465,500	-	115,000	100,000	1,553,100	1,437,500	(115,600)	-	1.02	0.94	0.01	1.29	0.98
Sul Southern Gas Co. Ltd.	-	215,000	-	115,000	100,000	2,340,000	2,450,000	110,000	-	1.54	1.61	0.01	1.94	1.67
<b>Oil &amp; Gas Exploration Companies</b>														
Pak Oil Fields Ltd.	30,000	70,000	-	55,000	45,000	12,251,421	11,371,500	(1,859,481)	-	8.05	7.47	0.03	10.14	7.74
Oil & Gas Development Co. Ltd.	50,000	305,000	-	340,000	15,000	1,158,195	1,673,250	356,215	-	0.76	1.10	0.00	0.96	1.14
Pakistan Petroleum Ltd.	-	117,000	-	117,000	-	-	-	-	-	-	-	-	-	-
<b>Automobile Assembler</b>														
Indus Motors	10,000	60,300	-	10,000	60,300	7,328,102	7,236,000	(92,102)	-	4.82	4.76	0.08	6.06	4.83
<b>Transport</b>														
Pakistan International Container Terminal	25,000	-	-	25,000	-	-	-	-	-	-	-	-	-	-
Pakistan International Airlines Co. Ltd.	225,000	-	-	225,000	-	-	-	-	-	-	-	-	-	-
<b>Technology &amp; Communication</b>														
Pakistan Telecommunication Co. Ltd.	250,000	575,000	-	750,000	75,000	3,651,423	5,268,750	1,477,800	-	2.40	3.46	0.00	3.02	3.59
Callmate Telips Telecom Ltd.	85,125	150,000	-	50,000	100,000	2,564,160	2,825,000	240,840	-	1.70	1.86	0.20	2.14	1.92
WorldCALL Broadband Ltd.	100,000	-	-	36,125	49,000	726,860	548,800	(178,060)	-	0.48	0.36	0.03	0.60	0.37
TRG Pakistan Ltd.	-	400,000	-	300,000	100,000	1,119,800	1,385,000	265,200	-	0.74	0.91	0.17	0.93	0.94
<b>Fertilizer</b>														
Engro Chemicals Ltd.	25,000	10,000	-	35,000	-	4,256,326	5,919,554	2,173,196	-	2.80	3.69	0.01	3.52	4.03
Fajri Fertilizer Co. Ltd.	90,000	-	-	16,687	65,000	3,298,680	2,980,000	(318,680)	-	2.17	1.86	0.01	2.73	2.03
<b>Pharmaceutical</b>														
Glaxo Smithkline Ltd.	20,000	-	3,900	500	23,400	4,291,828	4,329,000	273,001	-	2.82	2.85	0.03	3.55	2.95
<b>Chemical</b>														
ICI Pakistan Ltd.	-	40,000	-	40,000	-	-	-	-	-	-	-	-	-	-
Pakistan PPA Ltd.	50,000	-	-	50,000	-	-	-	-	-	-	-	-	-	-
<b>Paper &amp; Board</b>														
Packages Ltd.	12,500	-	-	12,500	-	-	-	-	-	-	-	-	-	-
Packages Ltd. (R)	-	-	-	3,525	3,525	-	29,963	29,963	-	-	0.02	0.02	-	0.02
<b>Total</b>	<b>2,573,275</b>	<b>6,047,200</b>	<b>99,256</b>	<b>6,503,463</b>	<b>2,216,268</b>	<b>120,835,153</b>	<b>141,296,927</b>	<b>145,909,918</b>	<b>5,612,991</b>					

- 5.1 Net assets are defined in rule 2(XXXIV) of the Non Banking Finance Companies (Establishment and Regulation) Rules, 2003.
- 5.2 The percentage in relation to the own net assets (of the company) has been calculated in relation to the cost and market value of the respective investments.
- 5.3 The percentage in relation to the investee company's paid up capital has been calculated with the reference to the number of shares held in the investee company.
- 5.4 The company's investment in First Capital Equities Limited is 3.67% of net assets on cost basis and 15.51% of net assets on market value basis as at March 31, 2005. The Rule 49(3) of the Rules defines the maximum limit of investment of the mutual fund in each scrip but is silent in reference to the financial effect of the changes in the market value when an investment is remeasured in fair value as per IAS 39. Management's view, supported by a legal opinion, is that the aforementioned rule envisages application of Rule 49(3) at the time of investment and on an ongoing basis, it is meant to ensure that at any time the cost of investment in a particular scrip does not exceed the net assets value limit mentioned in the rule and therefore no violation of Rule 49(3) of the Rules.

First Capital Mutual Fund Limited



NOTES TO THE ACCOUNTS (UN-AUDITED)  
FOR THE QUARTER ENDED 31 MARCH 2005

	Note	NINE MONTHS ENDED	
		31 March 2005 Rupees	31 March 2004 Rupees
<b>6. DUE TO INVESTMENT ADVISOR FIRST CAPITAL INVESTMENTS LTD</b>			
Opening balance as at July 01,		2,148,636	1,749,433
Fee for the period (2% of net assets)	5.1	1,903,902	1,563,256
		<u>4,052,538</u>	<u>3,312,689</u>
Less: Payments made during the year		(2,041,204)	(1,616,618)
		<u>2,011,334</u>	<u>1,696,071</u>
<b>6.1 REMUNERATION OF INVESTMENT ADVISOR</b>		<u>1,903,902</u>	<u>1,563,256</u>

The remuneration of the Investment Adviser has been calculated as required under rule 53 of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 which requires that investment adviser is entitled to a remuneration @ 2% of the average annual net assets of the company.

**7. CONTINGENCIES AND COMMITMENTS**

There was no change in contingencies and commitments disclosed in the half yearly accounts for the six months ended Decemeber 31, 2004.

**8. TRANSACTIONS WITH RELATED PARTIES**

The related parties comprise directors and key management personnel and associated companies. The nature of transactions with associated companies is as follows:

First Capital Mutual Fund Limited



Transactions of shares	31 March 2005 Rupees	31 March 2004 Rupees
- Purchases	38,887,600	47,802,670
- Sales	57,016,745	71,477,256
- Commission paid	97,765	239,525
<b>Advisory fee</b>	<b>1,903,902</b>	1,563,256

**9. DATE OF AUTHORIZATION FOR ISSUE**

The financial statements were authorized for issue on April 28, 2005 by the Board of Directors of the Company.

**10. GENERAL**

Figures in these accounts are rounded off to the nearest of Rupee.



**STATEMENT OF INCOME AND EXPENDITURE  
IN RELATION TO THE ADVISORY COMPANY (UN-AUDITED)  
FOR THE QUARTER ENDED 31 MARCH 2005**

	<u>Jul to Mar 2005</u> Rupees	<u>Jul to Mar 2004</u> Rupees
<b>REVENUE</b>		
Investment advisory fee from FCMF	1,903,902	1,563,257
Dividend Income	-	3,750,000
	<u>1,903,902</u>	<u>5,313,257</u>
<b>ADMINISTRATIVE EXPENSES</b>		
	<u>4,216,053</u>	<u>2,191,643</u>
<b>OPERATING PROFIT / (LOSS)</b>	(2,312,151)	3,121,614
<b>OTHER INCOME</b>		
	<u>1,131,295</u>	-
	(1,180,856)	<u>3,121,614</u>
Financial Expenses	<u>2,989</u>	<u>57,511</u>
<b>NET OPERATING PROFIT / (LOSS)</b>	(1,183,845)	3,064,103
<b>TAXATION</b>	<u>(610,751)</u>	<u>75,213</u>
<b>PROFIT/(LOSS) AFTER TAXATION</b>	(573,094)	2,988,890
<b>Unappropriated profit/(loss) brought forward</b>	<u>535,780</u>	<u>(2,138,550)</u>
<b>Unappropriated profit/(loss) carried forward</b>	<u>(37,314)</u>	<u>850,340</u>

