

FIRST CAPITAL SECURITIES CORPORATION LIMITED

**CONDENSED INTERIM
FINANCIAL INFORMATION
FOR THE NINE MONTHS PERIOD ENDED
31 MARCH 2013
(Un-Audited)**

VISION

First Capital Securities Corporation Limited aspires to become a well-diversified and successful conglomerate and develop its image as a premier media, real estate and financial services group.

MISSION

At First Capital Securities Corporation Limited we are committed to provide high quality services in a positive environment that encourages innovation, creativity and teamwork, promotes ethical and efficient behavior and enables shareholders to maximize the returns on their investments.

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FIRST CAPITAL SECURITIES CORPORATION LIMITED

COMPANY'S INFORMATION

Board of Directors	Aamna Taseer (Chairman & Chief Executive Officer) Shehryar Ali Taseer Maheen Ghani Taseer Shehribano Taseer Samira Ahmed Zia Sulaiman Ahmed Saeed Al-Hoqani Jamal Said Al-Ojaili	Executive Non-Executive Non-Executive Non-Executive Non-Executive Non-Executive Non-Executive
Chief Financial Officer	Saeed Iqbal	
Audit Committee	Shehryar Ali Taseer (Chairman) Maheen Ghani Taseer Shehribano Taseer	
Company Secretary	Sajjad Ahmad	
Auditors	KPMG Taseer Hadi & Co. Chartered Accountants	
Legal Advisers	Mazhar Law Associates Advocates & Solicitors	
Bankers	Allied Bank Limited Bank Al-Falah Limited Faysal Bank Limited KASB Bank Limited MCB Bank Limited Standard Chartered Bank (Pakistan) Limited Soneri Bank Limited	
Registrar and Shares Transfer Office	THK Associates (Pvt.) Limited Ground Floor, State Life Building No. 3 Dr. Ziauddin Ahmed Road, Karachi. ☎ (021) 111 000 322	
Registered Office	2nd Floor, Pace Shopping Mall, Fortress Stadium, Lahore Cantt. Lahore, Pakistan ☎ (042) 36623005/6/8 Fax: (042) 36623121-36623122	

FIRST CAPITAL SECURITIES CORPORATION LIMITED

DIRECTORS' REVIEW

We on behalf of the Board of Directors of First Capital Securities Corporation Limited (the "Company" or "FCSC") are pleased to present the auditors' reviewed financial statements of the Company for the nine months period ended 31 March 2013.

Operational Results

The operating results of the Company are summarized as follows:

	31 March 2013	31 March 2012
	Rupees	Rupees
Revenue	16,244,525	57,672,428
Operating Expenses	16,960,901	27,802,179
Impairment loss on available-for-sale investments	2,927,631,630	-
Finance and other costs	3,341,101	6,337,953
(Loss)/profit after Taxation	(2,901,307,458)	82,786,287
(Loss)/earnings per Share (basic and diluted)	(9.16)	0.26

The company has reported revenue of Rs.16.24 million other than gain of Rs.16.50 million on investment property. Operating expenses are Rs.16.98 million as compared to Rs.27.80 million during the same period last year. Stock market conditions, along many others, affected the shares price of one of its subsidiaries "FCEL" enforced the company to impair a loss of Rs.2.93 billion which may be reduced subsequently as market gains its momentum. The company showed a loss of Rs.2.90 billion and per share loss was Rs.9.16 in comparison with a profit of Rs.0.26 per share.

The subsidiaries of FCSC showed the following results during the period under review. First Capital Equities Limited (FCEL) reported revenue of Rs. 50.53 million, operating expenses were reported Rs.73.71 million and reported after tax loss of Rs.14.16 million. Earnings per share stood at Rs. 0.13 as compared to Rs. (3.87) in the corresponding period. Lanka Securities (Pvt.) Limited ("LSL") generated a gross revenue of Rs. 30.33 million and reported a loss of Rs. 19.40 million during the period while EPS stood at Rs. (1.11). First Capital Investments Limited (FCIL) has reported an after tax profit of Rs.5.55 million as compared to Rs.0.86 million last year. Trident Construct (Pvt.) Limited (TCL) reported revenue of Rs.7.63 million, and reported a loss of Rs.3.25 million as compared to an after tax profit of Rs. 17.51 million for the corresponding period. Another subsidiary of your Company namely World Press (Pvt.) Limited earned revenue of Rs. 15.52 million while showed an after tax loss of Rs.12.53 million as compared to a loss of Rs.5.09 million for the same period last year. Falcon commodities (FCL) generated revenue of Rs.3.70 million and reported a profit of Rs.0.9 million.

Future Outlook

The upcoming elections will be the main catalyst that will drive the economy. It is expected

that the new administration will enact policies aimed at improving the fiscal discipline by rationalizing government expenditures and taxing the non-taxed and under-taxed sectors of the economy. The other key policy priority will be to bring structural reforms for resolving the chronic power sector issues faced by the economy. Measures are expected to be introduced to attract foreign inflows in the backdrop of unprecedented global monetary easing. The negotiation over the new loan programme with IMF is a matter of key importance. Improvement of the law and order situation will also be of paramount importance for the economic uplift. Declining trends in the saving and investment rates will need to be reversed by enacting investment friendly policy measures, which are important to make a real dent in alarmingly high unemployment rate.

Slippages on the already rising fiscal deficit are likely in 2013, which is predominantly being financed from the domestic sources due to paucity of foreign inflows. Supply side bottlenecks due to subdued private sector investment in the wake of power shortages; and imported inflation due to currency depreciation are stocking up inflation expectations.

The economy will take its future direction from the new democratic setup at parliament, fresh financing from IMF and foreign investors' activity.

Election of Directors

Securities and Exchange Commission of Pakistan ("SECP") vide its order no. EMD/233/14/02-534 dated 21 December 2012 has accepted the matter of pending succession of late Mr. Salmaan Taseer as a valid impediment in holding of election of directors. SECP also advised the Company to take steps to remove the impediment and file a report of its actions taken to remove the impediment. Consequent to above order the Company has filed a report on the actions taken for removal of impediment.

Acknowledgement

The directors place on record their sincere appreciation for the financial institutions, government authorities and other stake holders for the assistance and co-operation provided by them for a smooth run of the business of the Company. The directors also appreciate the services of the committed employees of the Company.

For and on behalf of the Board of Directors

Lahore
27 April 2013

Aamna Taseer
Chairman and Chief Executive Officer

**FIRST CAPITAL SECURITIES CORPORATION LIMITED
CONDENSED INTERIM UNCONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2013**

Note	(UN-AUDITED)	(AUDITED)
	31 March 2013 Rupees	30 June 2012 Rupees
NON CURRENT ASSETS		
	139,748,975	140,251,533
	Investment property	144,269,000
5	126,692,000	144,269,000
	Long term investments	7,449,056,273
6	4,432,219,843	7,449,056,273
	Long term loans	22,283,613
	125,771,192	22,283,613
	Long term deposits	266,850
	266,850	266,850
	4,824,698,860	7,756,127,269
Current assets		
	Trade debts	1,298,501
	2,755,031	1,298,501
	Loans and advances	3,368,920
7	37,428,523	3,368,920
	Current maturity of long term loans	86,685,922
	93,823,561	86,685,922
	Prepayments	115,729
	23,499	115,729
	Interest accrued	3,916,146
	6,588,461	3,916,146
	Short term investments	88,221,974
8	146,320,689	88,221,974
	Tax refund due from Government	29,280,600
	30,133,100	29,280,600
	Cash and bank balances	18,880,959
	602,573	18,880,959
	317,675,437	231,768,751
Current liabilities		
	Trade and other payables	34,551,661
	33,137,627	34,551,661
	Interest accrued	5,966,552
	9,268,884	5,966,552
	Short term borrowings	51,855,970
	-	51,855,970
	Current portion of liabilities against assets subject to finance lease	1,325,083
	1,325,083	1,325,083
	43,731,594	93,699,266
Working capital employed		
	273,943,843	138,069,485
	5,098,642,703	7,894,196,754
Non-current liabilities		
	Deferred liabilities	9,920,907
	11,173,144	9,920,907
	Long term loan	-
9	46,855,970	-
	58,029,114	9,920,907
Contingencies and commitments		
10	5,040,613,589	7,884,275,847
Net capital employed		
Represented by:		
Share capital and reserves		
	Issued, subscribed and paid-up capital	3,166,101,120
	3,166,101,120	3,166,101,120
	Reserves	305,478,367
	363,123,567	305,478,367
	Unappropriated profit	4,412,696,360
	1,511,388,902	4,412,696,360
	5,040,613,589	7,884,275,847

The annexed notes 1 to 17 form an integral part of this condensed interim unconsolidated financial information.

LAHORE

CHAIRMAN AND CHIEF EXECUTIVE OFFICER

DIRECTOR

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**FIRST CAPITAL SECURITIES CORPORATION LIMITED
CONDENSED INTERIM UNCONSOLIDATED PROFIT AND LOSS
ACCOUNT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2013**

Note	Nine months ended		Three months ended		
	31 March 2013 Rupees	31 March 2012 Rupees	31 March 2013 Rupees	31 March 2012 Rupees	
Operating revenue	11	16,244,525	57,672,428	(26,734,178)	68,091,350
Gain on investment property - net		16,496,500	-	-	-
		32,741,025	57,672,428	(26,734,178)	68,091,350
Impairment loss on 'available-for-sale' investment		(2,927,631,630)	-	(764,371,278)	-
Operating and administrative expenses		(16,960,901)	(27,802,179)	(4,641,685)	(8,607,433)
Other income		14,140,028	60,366,711	6,594,761	10,707,447
Finance cost		(3,341,101)	(6,337,953)	(3,845)	(1,936,635)
(Loss) / profit before taxation		(2,901,052,579)	83,899,007	(789,156,225)	68,254,729
Taxation		(254,879)	(1,112,720)	(29,853)	(8,137)
(Loss) / profit after taxation		(2,901,307,458)	82,786,287	(789,186,078)	68,246,592
(Loss) / earnings per share - basic and diluted	12	(9.16)	0.261	(2.49)	0.216

The annexed notes 1 to 17 form an integral part of this condensed interim unconsolidated financial information.

LAHORE:

CHAIRMAN AND CHIEF EXECUTIVE OFFICER

DIRECTOR

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FIRST CAPITAL SECURITIES CORPORATION LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF
COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2013

	Nine months ended		Three months ended	
	31 March 2013	31 March 2012	31 March 2013	31 March 2012
	-----Rupees-----			
(Loss) / profit after taxation	(2,901,307,458)	82,786,287	(789,186,078)	68,246,592
Other comprehensive loss for the period				
Net change in fair value of 'available-for-sale' financial assets	57,645,200	(4,043,480,609)	(56,107,995)	(1,601,791,197)
Total comprehensive loss for the period	<u>(2,843,662,258)</u>	<u>(3,960,694,322)</u>	<u>(845,294,073)</u>	<u>(1,533,544,605)</u>

The annexed notes 1 to 17 form an integral part of this condensed interim unconsolidated financial information.

LAHORE CHAIRMAN AND CHIEF EXECUTIVE OFFICER DIRECTOR

FIRST CAPITAL SECURITIES CORPORATION LIMITED
CONDENSED INTERIM UNCONSOLIDATED CASH FLOW STATEMENT
(UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2012

	31 March 2013 Rupees	31 March 2012 Rupees
Cash flows from operating activities		
(Loss) / profit before taxation	(2,901,052,579)	83,899,007
Adjustments for:		
Finance cost	3,302,332	6,337,953
Dividend income	(1,824,225)	(10,368,512)
Unrealized (gain) / loss on re-measurement of investments at 'fair value through profit or loss'	(49,293,408)	(31,610,981)
Impairment loss on 'available-for-sale' investments	2,927,631,630	-
Gain on investment property	(16,496,500)	-
Depreciation	557,058	924,911
Gain on disposal of fixed assets	(400,000)	(234,669)
Loss on disposal of long term investment	46,850,000	519,720
Gain on currency translation	-	(81,285)
Interest income	(13,582,182)	(60,042,441)
Provision for staff retirement benefits	1,760,987	2,885,769
	2,898,505,692	(91,669,535)
	(2,546,887)	(7,770,528)
Loss before working capital changes		
Changes in working capital		
Trade debts	(1,456,530)	(94,856)
Loans and advances	13,897	124,806
Prepayments	92,230	265,352
Other receivables	-	(31,926,516)
Trade and other payables	(1,414,034)	3,140,370
	(2,764,437)	(28,490,844)
	(5,311,324)	(36,261,372)
Cash used in operations		
Staff retirement benefits paid	(508,750)	(142,539)
Finance cost paid	-	(4,929,240)
Taxes paid	(1,107,379)	(2,151,986)
	(1,616,129)	(7,223,765)
	(6,927,453)	(43,485,137)
Net cash used in operating activities		
Cash flows from investing activities		
Dividend received	1,824,225	10,368,512
Capital expenditure incurred	(54,500)	-
Proceeds from disposal of fixed assets	400,000	234,669
Current maturity of long term loans and advances	(107,010,002)	393,269,377
Proceeds from disposal of long term investments	100,000,000	-
Long term investments - net	-	(447,532,045)
Short term investments - net	(8,805,307)	3,431,507
Interest received	7,294,651	22,041,630
	(6,350,933)	(18,186,350)
Net cash (used in) / generated from investing activities		
Cash flows from financing activities		
Repayment of liabilities against assets subject to finance lease	-	(172,936)
Long term loan	(5,000,000)	(5,652)
	(5,000,000)	(178,588)
Net cash used in financing activities		
Net decrease in cash and cash equivalents	(18,278,386)	(61,850,075)
Cash and cash equivalents at the beginning of the period	18,880,959	70,867,446
Effect of exchange rate fluctuations on cash held	-	81,285
Cash and cash equivalents at the end of the period	602,573	9,098,656

The annexed notes 1 to 17 form an integral part of this condensed interim unconsolidated financial information.

LAHORE CHAIRMAN AND CHIEF EXECUTIVE OFFICER DIRECTOR

FIRST CAPITAL SECURITIES CORPORATION LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF
CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2013

	Capital reserve		Revenue reserve	Total
	Share capital	Fair value reserve	Unappropriated profit	
	Rupees	Rupees	Rupees	
Balance at 30 June 2011	3,166,101,120	4,250,934,506	4,936,231,018	12,353,266,644
Total comprehensive loss for the period				
Profit for the period	-	-	82,786,287	82,786,287
Other comprehensive loss	-	(4,043,480,609)	-	(4,043,480,609)
Total comprehensive loss for the period	-	(4,043,480,609)	82,786,287	(3,960,694,322)
Balance at 31 March 2012	3,166,101,120	207,453,897	5,019,017,305	8,392,572,322
Loss for the period	-	-	(606,320,945)	(606,320,945)
Total other comprehensive loss	-	98,024,470	-	98,024,470
Total comprehensive loss for the period	-	98,024,470	(606,320,945)	(508,296,475)
Balance at 30 June 2012	3,166,101,120	305,478,367	4,412,696,360	7,884,275,847
Total comprehensive income for the period				
Profit for the period	-	-	(2,901,307,458)	(2,901,307,458)
Other comprehensive income	-	57,645,200	-	57,645,200
Total comprehensive loss for the period	-	57,645,200	(2,901,307,458)	(2,843,662,258)
Balance at 31 March 2013	3,166,101,120	363,123,567	1,511,388,902	5,040,613,589

The annexed notes 1 to 17 form an integral part of this condensed interim unconsolidated financial information.

LAHORE:

CHAIRMAN AND CHIEF EXECUTIVE OFFICER

DIRECTOR

FIRST CAPITAL SECURITIES CORPORATION LIMITED
NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED
FINANCIAL INFORMATION (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2013

1 Status and nature of business

First Capital Securities Corporation Limited ("the Company") was incorporated in Pakistan on 11 April 1994 as a public limited company under the Companies Ordinance, 1984 and is listed on the Karachi, Lahore and Islamabad stock exchanges. The registered office of the Company is situated at 2nd Floor, Pace Shopping Mall, Fortress Stadium, Lahore-Cantt., Lahore. The Company is involved in making long and short term investments, money market operations and financial consultancy services.

2 Basis of preparation

2.1 Statement of compliance

This unconsolidated condensed interim financial report of the company for the nine months period ended 31 March 2013 has been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed.

The disclosures made in these unconsolidated 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 2012. The unconsolidated 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 Listing Regulations of Stock Exchanges of Pakistan.

The comparative balance sheet presented in this unconsolidated condensed interim financial information has been extracted from the audited financial statements of the Company for the year ended 30 June 2012, whereas the comparative unconsolidated condensed interim profit and loss account, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim cash flow statement and unconsolidated condensed interim statement of changes in equity are extracted from the unaudited unconsolidated condensed interim financial information for the nine months period ended 31 March 2012.

2.2 Functional and presentation currency

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

3 Accounting policies

The accounting policies and the methods of computation adopted in the preparation of this unconsolidated condensed interim financial report are the same as those applied in the preparation of the financial statements for the year ended 30 June 2012.

Amendments to certain existing standards and interpretations on approved accounting standards effective during the period were not relevant to the Company's operations and did not have any impact on the accounting policies of the Company.

4 Estimates

The preparation of unconsolidated condensed interim financial information requires management to make judgments, estimates and assumption 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 management in applying the accounting policies and the key sources of estimating uncertainty were the same as those that were applied to in the financial statements for the year ended 30 June 2012.

5 Investment property

Three of the investments properties (shops) have been sold to First Capital Investment Limited (FCIL) through an agreement ("the Agreement") dated 20 December 2012, for purchase of shares (refer note 7). Under the Agreement, the risks and rewards of ownership of these properties have been transferred to FCIL, however, the title of these properties is in the process of being transferred.

	Un-Audited 31 March 2013	Audited 30 June 2012
Notes	Rupees	Rupees

6 Long term investments-available for sale

Investment in related parties

Subsidiary companies - at cost	6.1	161,219,395	161,219,395
Associated companies - at cost	6.2	547,313,110	547,313,110
Subsidiary companies - at fair value	6.3	3,723,687,338	6,740,523,768
		<u>4,432,219,843</u>	<u>7,449,056,273</u>

6.1 Subsidiary companies - at cost Unquoted

31 March 2013	30 June 2012		Un-audited 31 March 2013	Audited 30 June 2012
-----Number of shares-----			-----Rupees-----	
8,640,500 76.56% equity	7,855,000 76.56% equity	First Capital Investments Limited	76,840,107	76,840,107
1,949,041 65% equity	1,949,041 65% equity	World Press (Private) Limited	19,490,410	19,490,410
10,455,000 51.00% equity	10,455,000 51.00% equity	Trident Construct (Private) Limited	10,200,000	10,200,000
3,150,000 100% equity	3,150,000 100% equity	Falcon Commodities (Private) Limited	8,451,602	8,451,602
8,912,250 51.00% equity	8,912,250 51.00% equity	Lanka Securities (Private) Limited	46,229,683	46,229,683
1,000 100% equity	1,000 100% equity	Ozer Investments Limited	7,593	7,593
			<u>161,219,395</u>	<u>161,219,395</u>

All subsidiary companies have been incorporated in Pakistan except for Lanka Securities (Private) Limited and Ozer Investments Limited, which are incorporated in Sri Lanka.

6.2 Associated companies - at cost Unquoted

31 March 2013	30 June 2012		Un-audited 31 March 2013	Audited 30 June 2012
-----Number of shares-----			-----Rupees-----	
11,250 0.07% equity	11,250 0.07% equity	Pace Super Mall (Private) Limited	112,500	112,500
54,790,561 17.95% equity	54,790,561 17.95% equity	Pace Barka Properties Limited	547,200,610	547,200,610
			<u>547,313,110</u>	<u>547,313,110</u>

6.3 Subsidiary companies - available-for-sale Quoted

31 March 2013	30 June 2012		Un-audited 31 March 2013	Audited 30 June 2012
-----Number of shares-----			-----Rupees-----	
70,190,200 64.97% equity	70,190,200 67.29% equity	First Capital Equities Limited	3,358,601,070	6,433,082,700
76,860,267 42.97% equity	76,860,267 42.97% equity	Media Times Limited	365,086,268	307,441,068
			<u>3,723,687,338</u>	<u>6,740,523,768</u>

7 Loans and advances

This includes advance given to First Capital Investments Limited (FCIL) for purchase of shares amounting to Rs. 34.070 million. This advance has been given in the form of transfer of three investment properties (shops) of the Company, wherein the risks and rewards associated with the said properties have been transferred to FCIL. The fair values of these investment properties have been determined on 17 December 2012 by two different independent valuers i.e. Negotiators and Arif Evaluators. The issuance of shares by FCIL is subject to approval of Securities and Exchange Commission of Pakistan (SECP) which is in process.

Note	(Un-audited) 31 March 2013 Rupees	(Audited) 30 June 2012 Rupees
8 Short term investments		
Investments at fair value through profit or loss	8.1 137,515,388	88,221,974
Market treasury bills - Held to maturity	8,805,301	-
	<u>146,320,689</u>	<u>88,221,974</u>
8.1 Investments at 'fair value through profit or loss'		
Held for trading		
Related parties	71,367,023	69,619,701
Others	16,854,957	23,128,610
	<u>88,221,980</u>	<u>92,748,311</u>
Unrealized gain /(loss) on remeasurement to fair value	49,293,408	(4,526,337)
	<u>137,515,388</u>	<u>88,221,974</u>

9 Long term loan

During the period, the Company entered into restructuring agreement with a commercial bank to convert its running finance facility into long term loan, having quarterly payment starting from 30 September 2012 and with last payment on 25 June 2015. As per the terms of restructuring the rate of mark-up was reduced from 3M KIBOR + 300 bps per annum to 10% per annum.

10 Contingencies and commitments

There is no change in contingencies and commitments from those disclosed in the published financial statements of the Company for the year ended 30 June 2012.

	31 March 2013	31 March 2012
	Rupees	Rupees
11 Operating revenue		
Money market services	10,516,972	9,373,136
Dividend income	1,824,225	10,368,512
Financial consultancy services	-	4,383,366
Investment property rentals	1,459,920	2,837,037
Loss on sale of investments	(46,850,000)	(900,604)
Unrealized loss on remeasurement of 'investments at fair value through profit or loss'	49,293,408	31,610,981
	16,244,525	57,672,428

12 Earning per share**12.1 Basic earning per share**

Net (loss)/profit for the period	Rupees (2,901,307,458)	82,786,287
Weighted average number of ordinary shares		
Weighted average number of ordinary shares as at 31 March	Numbers 316,610,112	316,610,112
Earning per share - basic	Rupees (9.16)	0.261

12.2 Diluted earning per share

There is no dilution effect on the basic EPS as the Company has no such commitments.

13 Transactions and balances with related parties

Related parties comprise of entities over which the directors are able to exercise significant influence, entities with common directors, major shareholders, subsidiary undertakings, associated companies, directors and key management personnel. The significant transactions with related parties are as follows:

	Nine months period ended	
	31 March 2013	31 March 2012
	Rupees	Rupees
13.1 Transaction during the period		
<u>Subsidiary companies</u>		
First Capital Equities Limited		
Long term loan given	110,367,381	18,997,236
Mark up income	12,865,412	12,664,138
Brokerage commission	-	11,699
First Capital Investments Limited		
Advance for purchase of shares	34,073,500	-
World Press (Private) Limited		
Purchase of goods / services	606,470	600,000
Lanka Securities (Private) Limited		
Dividend income received	-	10,368,512

Nine months period ended

	31 March 2013	31 March 2012
	Rupees	Rupees
Media Times Limited		
Long term loan given	257,836	22,486,498
Long term loan matured	-	406,139,219
Mark up Income	389,002	46,479,874
Long term investment made	-	447,708,509
Sale of assets	-	226,669
Purchase of goods / services	13,000	-
<u>Associated companies</u>		
Pace Pakistan Limited		
Service charges	385,356	1,728,344
First Capital Mutual Fund Limited		
Dividend income received	1,824,225	-
	Un-audited 31 March 2013	Audited 30 June 2012
	Rupees	Rupees
13.2 Amount Outstanding at period end		
<u>Subsidiary companies</u>		
First Capital Equities Limited		
Long term loan receivable	215,116,994	104,749,613
Interest receivable	6,330,888	3,839,583
First Capital Investments Limited		
Advance for purchase of shares	34,073,500	-
Media Times Limited		
Long term loan receivable	4,477,759	4,219,922
Payable against services	111,800	98,800
Interest receivable	131,166	-
<u>Associated companies</u>		
Pace Pakistan Limited		
Payable against purchase of investment property	6,681,123	6,681,123

14 Financial risk management

The Company's financial risk management objectives and policies are consistent with those disclosed in the audited annual separate financial statements of the Company as at and for the year ended 30 June 2012.

15 Capital management

The Company's capital management objectives and policies are consistent with those disclosed in the audited annual separate financial statements of the Company as at and for the year ended 30 June 2012.

16 Date of authorization for issue

These un-audited condensed interim financial information for the nine months ended 31 March 2013 were authorized for issue on 27 April 2013 by the Board of Directors of the Company.

17 GENERAL

Figures have been rounded off to the nearest rupee.

FIRST CAPITAL SECURITIES CORPORATION LIMITED

**CONDENSED INTERIM CONSOLIDATED
FINANCIAL INFORMATION
FOR THE NINE MONTHS PERIOD ENDED
31 MARCH 2013
(Un-Audited)**

**FIRST CAPITAL SECURITIES CORPORATION LIMITED - GROUP
CONDENSED INTERIM CONSOLIDATED BALANCE SHEET
AS AT 31 MARCH 2013**

	Note	Un-audited 31 March Rupees	Audited 30 June 2012 Rupees
NON CURRENT ASSETS			
Fixed assets		1,508,632,604	1,610,059,519
Investment property		160,085,740	143,592,640
Investment in equity-accounted investees	6	595,570,341	588,043,276
Long term deposits and advances		19,221,455	18,380,955
Deferred tax assets		180,711,303	188,311,908
		<u>2,464,221,443</u>	<u>2,548,388,298</u>
Current assets			
Stock in trade		16,611,484	15,392,364
Trade debts		3,137,128,478	3,054,255,897
Loans and advances		220,627,637	233,927,141
Prepayments		5,987,943	3,638,150
Interest accrued		126,407	621,460
Deposits and other receivables		102,366,581	72,365,741
Investments at fair value through profit or loss	7	245,927,452	238,584,992
Tax refund due from Government		77,651,529	72,256,063
Cash and bank balances		280,474,804	329,052,967
		<u>4,086,902,315</u>	<u>4,020,094,775</u>
Assets held for sale			
Investment property		1,601,941,000	1,601,941,000
Current liabilities			
Trade and other payables		1,013,843,046	1,094,703,376
Mark-up accrued		134,088,419	73,131,087
Short term borrowings		226,296,736	274,202,414
Current portion of long term finance		175,989,320	64,593,820
Liability against repurchase agreement		48,111,520	48,111,520
Current portion of liabilities against assets subject to finance lease		16,599,915	25,472,407
		<u>1,614,928,956</u>	<u>1,580,214,624</u>
Working capital employed		<u>4,073,914,359</u>	<u>4,041,821,151</u>
		<u>6,538,135,802</u>	<u>6,590,209,449</u>
Non-current liabilities			
Deferred liabilities		141,371,790	131,414,642
Long term finance	8	3,097,071,994	3,202,615,242
Liabilities against assets subject to finance lease		8,558,059	14,247,147
		<u>3,247,001,843</u>	<u>3,348,277,031</u>
Contingencies and commitments			
Net capital employed	9	<u>3,291,133,959</u>	<u>3,241,932,418</u>
Represented by:			
Share capital and reserves			
Issued, subscribed and paid-up share capital		3,166,101,120	3,166,101,120
Exchange translation reserve		32,131,858	19,041,956
Reserves capitalised		572,590,364	564,735,308
Retained earnings		(1,549,520,920)	(1,491,531,691)
Equity attributable to owners of the Company		<u>2,221,302,422</u>	<u>2,258,346,693</u>
Non-controlling interests		1,069,831,537	983,585,725
		<u>3,291,133,959</u>	<u>3,241,932,418</u>

The annexed notes 1 to 14 form an integral part of this condensed interim consolidated financial information.

LAHORE

CHAIRMAN AND CHIEF EXECUTIVE OFFICER

DIRECTOR

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**FIRST CAPITAL SECURITIES CORPORATION LIMITED - GROUP
CONDENSED INTERIM CONSOLIDATED PROFIT AND LOSS
ACCOUNT (UN-AUDITED)**

FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2013

Note	Nine months ended		Three months ended	
	31 March 2013	31 March 2012	31 March 2013	31 March 2012
	Rupees	Rupees	Rupees	Rupees
Operating revenue	329,833,518	459,198,363	70,617,583	170,746,601
Direct costs	(284,797,347)	(232,810,008)	(89,033,960)	(154,863,572)
Gross profit / (loss)	<u>45,036,171</u>	<u>226,388,355</u>	<u>(18,416,377)</u>	<u>15,883,029</u>
Unrealized gain on remeasurement of short term investments at fair value through profit or loss	61,132,370	37,536,677	7,055,082	85,374,716
Operating and administrative expenses	(277,201,272)	(486,487,259)	(78,539,816)	(131,289,924)
Other income	414,030,447	103,166,607	7,258,292	16,585,001
	<u>242,997,716</u>	<u>(119,395,620)</u>	<u>(82,642,819)</u>	<u>(13,447,178)</u>
Finance costs	(374,660,246)	(235,230,756)	(106,151,404)	(5,802,625)
	<u>(131,662,530)</u>	<u>(354,626,376)</u>	<u>(188,794,223)</u>	<u>(19,249,803)</u>
Share of profit / (loss) of equity-accounted investee (net of tax)	11,473,308	(97,315,629)	2,673,725	628,297
Loss before taxation	<u>(120,189,222)</u>	<u>(451,942,005)</u>	<u>(186,120,498)</u>	<u>(18,621,506)</u>
Taxation	(3,125,711)	(13,968,018)	(1,685,672)	196,751
Loss after taxation	<u>(123,314,933)</u>	<u>(465,910,023)</u>	<u>(187,806,170)</u>	<u>(18,424,755)</u>
Loss attributable to:				
-Equity holders of the parent	(50,134,173)	(359,680,855)	(129,072,507)	(13,439,119)
-Non-controlling interest	(73,180,760)	(106,229,168)	(58,733,663)	(4,985,636)
Loss for the period	<u>(123,314,933)</u>	<u>(465,910,023)</u>	<u>(187,806,170)</u>	<u>(18,424,755)</u>
Loss per share attributable to Ordinary share holders - basic and diluted	<u>(0.16)</u>	<u>(1.14)</u>	<u>(0.41)</u>	<u>(0.04)</u>

The annexed notes 1 to 14 form an integral part of this condensed interim consolidated financial information.

LAHORE:

CHAIRMAN AND CHIEF EXECUTIVE OFFICER

DIRECTOR

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**FIRST CAPITAL SECURITIES CORPORATION LIMITED - GROUP
CONDENSED INTERIM CONSOLIDATED STATEMENT OF
COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2013**

	Nine months ended		Three months ended	
	31 March	31 March	31 March	31 March
	2013	2012	2013	2012
	Rupees	Rupees	Rupees	Rupees
Loss after taxation	(123,314,933)	(465,910,023)	(187,806,170)	(18,424,755)
Other comprehensive income for the period				
Foreign currency translation difference recognized as :				
- Currency translation reserve	13,089,902	(17,094,242)	2,041,318	(21,654,342)
- Non controlling interest	12,576,572	(16,407,383)	1,961,265	(20,805,153)
Total comprehensive loss for the period	(97,648,459)	(499,411,648)	(183,803,587)	(60,884,250)
Total Comprehensive loss attributable to:				
-Equity holders of the parent	(37,044,271)	(376,775,097)	(127,031,189)	(35,093,461)
-Non-controlling interest	(60,604,188)	(122,636,551)	(56,772,398)	(25,790,789)
	(97,648,459)	(499,411,648)	(183,803,587)	(60,884,250)

The annexed notes 1 to 14 form an integral part of this condensed interim consolidated financial information.

LAHORE CHAIRMAN AND CHIEF EXECUTIVE OFFICER DIRECTOR

**FIRST CAPITAL SECURITIES CORPORATION LIMITED - GROUP
CONDENSED INTERIM CONSOLIDATED CASH FLOW STATEMENT
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2013
(UN-AUDITED)**

	31 March 2013 Rupees	31 March 2012 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Loss before taxation	(120,189,222)	(451,942,005)
Adjustments for:		
Depreciation	110,239,016	142,510,188
Finance cost	384,596,379	294,727,262
Gain on remeasurement of short term investments	(61,132,370)	(37,536,677)
Dividend income	(4,657,939)	-
Amortization of intangible assets	410,100	276,700
Gain on disposal of property, plant and equipment	(2,272,682)	(12,593,090)
Currency translation difference	25,666,474	(33,501,625)
Deferred notional income	(174,023,919)	-
Retirement benefits	12,340,670	21,899,708
Loss on disposal of investments in associates	-	14,990,609
Loss on disposal of partial investments in subsidiary	46,850,000	-
Share of profit/(loss) of equity-accounted investee	(11,473,308)	97,315,629
Mark up income	(10,792,288)	(80,568,997)
	315,750,133	407,519,707
Profit/(loss) before working capital changes	195,560,911	(44,422,298)
Effect on cash flow due to working capital changes: (Increase)/decrease in:		
Inventories	(1,219,120)	(12,411,916)
Trade debts	(82,872,581)	289,186,056
Loans and advances	13,299,504	(103,786,745)
Short term prepayments	(2,349,793)	(5,037,126)
Deposits and other receivables	(30,000,840)	2,139,115
Placements	-	(148,797,206)
Mark-up received	495,053	25,824,892
Increase/(decrease) in:		
Trade and other payables	(80,860,331)	118,695,443
Short term borrowings - net	(47,905,678)	(1,299,635,607)
	(231,413,786)	(1,133,823,094)
Cash used in operations	(35,852,875)	(1,178,245,392)
Long term deposits and advances	(840,500)	(17,777,906)
Retirement benefits paid	(2,383,521)	(18,231,699)
Finance costs paid	(323,639,047)	(53,267,441)
Taxes paid	(920,572)	(355,179,803)
Net cash used in operating activities	(363,636,515)	(1,622,702,241)
Cash flows from investing activities		
Fixed capital expenditure	(8,639,629)	(535,669,113)
Short term investments - net	53,789,910	(41,847,451)
Proceeds of property and equipment	1,690,110	20,213,975
Proceeds from disposal of investments	100,000,000	-
Dividend received	4,657,939	-
Acquisition of subsidiary acquired	-	(447,625,107)
Investment in associates - net	3,946,243	689,134,411
Investment property	(16,493,100)	-
Long term Loans - net	-	236,616,564
Mark up received	10,792,288	54,639,995
Net cash generated / (used in) from investing activities	149,743,761	(24,536,726)
Cash flows from financing activities		
Repayment of liabilities against assets subject to finance lease - net	(14,561,580)	26,381,338
Long term finance	179,876,171	1,320,463,125
Dividend paid to non-controlling interest	-	(9,961,904)
Net cash generated from financing activities	165,314,591	1,336,882,559
Net decrease in cash and cash equivalents	(48,578,163)	(310,356,408)
Cash and cash equivalents in the beginning of the period	329,052,967	602,045,281
Cash and cash equivalents at the end of the period	280,474,804	291,688,873

The annexed notes 1 to 14 form an integral part of this condensed interim consolidated financial information.

LAHORE CHAIRMAN AND CHIEF EXECUTIVE OFFICER DIRECTOR

**FIRST CAPITAL SECURITIES CORPORATION LIMITED - GROUP
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2013**

	Attributable to equity holders of the Parent company					Total Equity Rupees
	Share capital Rupees	Reserves capitalised Rupees	Currency translation reserve Rupees	Unappropriated profit/(loss) Rupees	Total Rupees	
Balance as at 01 July 2011	3,166,101,120	564,735,308	35,334,564	(976,174,561)	2,789,996,431	3,480,953,003
Total comprehensive loss for the period	-	-	-	(359,680,855)	(359,680,855)	(465,910,023)
Less for the period	-	-	(17,094,242)	-	(17,094,242)	(93,501,665)
Total other comprehensive income	-	-	-	-	-	670,576,469
Acquisition of subsidiary with non-controlling interests	-	-	(17,094,242)	-	-	171,164,821
Total comprehensive loss for the period	-	-	(17,094,242)	(359,680,855)	(376,775,097)	-
Transactions with owners of the company recognised directly in equity	-	-	18,240,322	(1,335,855,416)	2,413,221,334	(9,961,904)
Dividend paid during the period	-	-	-	-	-	1,228,834,586
Balance as at 31 March 2012	3,166,101,120	564,735,308	18,240,322	(1,335,855,416)	2,413,221,334	3,642,055,920
Total comprehensive loss for the period	-	-	-	(155,676,275)	(155,676,275)	(288,419,026)
Less for the period	-	-	801,634	-	801,634	1,366,174
Total other comprehensive loss	-	-	801,634	-	801,634	564,540
Total comprehensive loss for the period	-	-	801,634	(155,676,275)	(154,874,641)	(287,052,852)
Transactions with owners of the company recognised directly in equity	-	-	-	-	-	547,939,918
Dividend paid during the period	-	-	19,041,956	(1,491,531,691)	2,258,346,693	(8,571,209)
Changes in ownership interests in subsidiaries	-	-	-	-	-	1,088,065,166
Acquisition of subsidiary with non-controlling interests	-	-	-	-	-	(104,499,441)
Balance as at 30 June 2012	3,166,101,120	564,735,308	19,041,956	(1,491,531,691)	2,258,346,693	3,241,932,418
Total comprehensive income for the period	-	-	-	(1,491,531,691)	2,258,346,693	983,585,725
Profit for the period	-	-	13,089,902	-	13,089,902	(73,180,760)
Total other comprehensive income	-	-	13,089,902	-	13,089,902	25,666,474
Total comprehensive loss for the period	-	-	13,089,902	(60,134,173)	(47,044,271)	(97,848,459)
Transactions with owners of the company recognised directly in equity	-	-	-	-	-	146,850,000
Disposal of interest in subsidiary without change in control	-	7,855,056	-	(7,855,056)	-	-
Issue of bonus shares by subsidiary	-	-	-	-	-	146,850,000
Total transaction with owners	-	7,855,056	-	(7,855,056)	-	-
Balance as at 31 March 2013	3,166,101,120	572,590,364	32,131,858	(1,549,620,920)	2,221,302,422	3,291,133,959

The annexed notes 1 to 14 form an integral part of this condensed interim consolidated financial information.

LAHORE
CHAIRMAN AND CHIEF EXECUTIVE OFFICER

DIRECTOR

**FIRST CAPITAL SECURITIES CORPORATION LIMITED - GROUP
NOTES TO THE CONDENSED INTERIM CONSOLIDATED
FINANCIAL INFORMATION (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2013**

1. Status and nature of business

First Capital Securities Corporation Limited (FCSC) ("the Parent Company") was incorporated in Pakistan on 11 April 1994 as a public limited company under the Companies Ordinance, 1984 and is listed on the Karachi, Lahore and Islamabad stock exchanges. The registered office of the Parent Company is situated at 2nd Floor, Pace Shopping Mall, Fortress Stadium, Lahore-Cantt., Lahore. The Parent Company is involved in making long and short term investments, money market operations and financial consultancy services.

2. Basis of preparation

2.1 Statement of compliance

This consolidated condensed interim financial report of the company for the nine months period ended 31 March 2013 has been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed.

The disclosures made in these condensed interim consolidated 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 consolidated financial statements for the year ended 30 June 2012. The condensed interim consolidated financial information is un-audited and is being submitted to the shareholders as required by Section 245 of the Companies Ordinance, 1984 and Listing Regulations of Stock Exchanges of Pakistan.

The comparative balance sheet presented in this consolidated condensed interim financial information has been extracted from the audited annual consolidated financial statements of the Company for the year ended 30 June 2012, whereas the comparative consolidated condensed interim profit and loss account, consolidated condensed interim statement of comprehensive income, consolidated condensed interim cash flow statement and consolidated condensed interim statement of changes in equity are extracted from the unaudited consolidated condensed interim financial information for the nine months period ended 31 March 2012.

2.2 Functional and presentation currency

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

3. Significant accounting policies

Accounting policies and methods of computation adopted in the preparation of this condensed interim consolidated financial information are the same as those applied in the preparation of audited annual consolidated financial statements of the Group for the preceding year ended 30 June 2012.

Amendments to certain existing standards and interpretations on approved accounting standards effective during the period were not relevant to the Group operations and did not have any impact on the accounting policies of the Group.

4 Estimates

The preparation of condensed interim consolidated financial statements requires management to make judgments, estimates and assumption 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 management in applying the accounting policies and the key sources of estimating uncertainty were the same as those that were applied to in the consolidated financial statements for the year ended 30 June 2012.

5. Subsidiary companies

Following subsidiary companies have been consolidated in the financial information of the Parent Company:

	Note	Percentage of Holding	
		31 March 2013	30 June 2012
First Capital Investments Limited (FCIL)		76.56	76.56
Lanka Securities (Pvt.) Limited, Sri Lanka		51	51
World Press (Pvt.) Limited		65	65
First Capital Equities Limited (FCEL)	5.1	64.97	67.29
Trident Construct (Pvt.) Limited (TCL)		51	51
Ever Green Water Valley (Pvt.) Limited		51	51
Falcon commodities (Pvt.) Limited (FCL)		100	100
Ozer Investments Limited		100	100
Media Times Limited (MDTL)		53.39	-

5.1 During the period the company has sold 2,500,000 shares of FCEL which reduced the percentage of holding by 2.32%.

	31 March 2013 Rupees	30 June 2012 Rupees
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6. Investment in associates

	31 March 2013 Rupees	30 June 2012 Rupees
Opening balance	588,043,276	1,241,110,290
Add: Acquisition of additional shares	299,232	477,439
Less shares disposed off during the period	-	(763,684)
Less effect of conversion of associate into subsidiary	-	(459,062,431)
	-	(459,826,115)
Share of profit/(loss) for the period	11,473,308	(193,718,338)
Less Dividends	(4,245,475)	-
Closing balance	595,570,341	588,043,276

7. Short term investments

Investments measured at fair value through profit and loss account

	31 March 2013 Rupees	30 June 2012 Rupees
Carrying value of investments	184,795,082	235,407,576
Un-realised loss on remeasurement of investments	61,132,370	3,177,416
	245,927,452	238,584,992

	31 March 2013 Rupees	30 June 2012 Rupees
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8. Long term finance

Secured	3,273,061,314	3,267,209,062
Less: Current portion shown under current liability	175,989,320	64,593,820
	3,097,071,994	3,202,615,242

9. Contingencies and commitments

There is no significant change in contingencies and commitments disclosed in the annual audited consolidated financial statements for the year ended June 30, 2012 except for the following :

Media Times Limited (MTL)

In the year 2010 the Assistant Commissioner of Inland Revenue Lahore passed an order against the MTL for alleged short payment of Rs. 6.87 million under section 11(2) & 36(1) of Sales Tax Act 1990, and imposed a penalty, equivalent to the amount of original alleged payment. MTL being aggrieved of the order of Assistant Commissioner filed appeal before Commissioner Inland Revenue Appeals-III Lahore. The Commissioner Appeals Set-a-side the appeal of MTL with directions to the assessing Officer. Subsequently the Company filed appeal in Income Tax Appellate Tribunal Lahore, the learned Appellate Tribunal also set-a-side the appeal for denovo proceedings. No proceedings have yet been started by Tax Department in this respect.

	31 March 2013 Rupees	30 June 2012 Rupees
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Commitments

Sale of Shares	450,790,811	53,190,034
Purchase of shares	453,686,115	53,438,826

10. Transactions with related parties

Related parties comprise of entities over which the directors are able to exercise significant influence, entities with common directors, major shareholders, associated companies, directors and key management personnel. The significant transactions with related parties are as follows:

	31 March 2013 Rupees	31 March 2012 Rupees
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10.1 Transaction during the period

Associated companies

First Capital Mutual Fund Limited

Income from financial consultancy services	4,377,137	3,719,581
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Pace Pakistan Limited

Service charges	656,396	1,244,345
Building rent	8,464,500	7,695,000
Office property acquired	5,568,000	-
Sale of vehicle	-	340,000
Sale of goods and services	1,438,600	866,900
Advance against advertisement	25,862,900	1,649,670

	31 March 2013	31 March 2012
	Rupees	Rupees
Worldcall Telecom Limited		
Building Rent	1,574,442	1,431,306
Purchase of goods & services	891,045	915,715
Sale of goods and services	4,687,031	1,170,000

10.2 Amount Outstanding at period end

Associated companies

First Capital Mutual Fund Limited

Income from financial consultancy services	1,175,627	5,296,607
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Pace Pakistan Limited

Payable against purchase of investment property	8,564,123	6,681,123
Payable against service charges	71,040	-

11. Financial risk management

The Group financial risk management objectives and policies are consistent with those disclosed in the audited annual consolidated financial statements of the Group as at and for the year ended 30 June 2012.

12. Capital management

The Group capital management objectives and policies are consistent with those disclosed in the audited annual consolidated financial statements of the Group as at and for the year ended 30 June 2012.

13. Date of authorization for issue

This un-audited condensed interim consolidated financial information for the nine months period ended 31 March 2013 were authorized for issue on 27 April 2013 by the Board of Directors.

14. General

Figures have been rounded off to the nearest rupee.