

FIRST CAPITAL SECURITIES CORPORATION LIMITED
FINANCIAL STATEMENTS
FOR THE PERIOD ENDED
30 SEPTEMBER 2023

First Capital Securities Corporation Limited

Company Information

Board of Directors

Shehribano Taseer (Chairman)	Non-Executive
Aamna Taseer (CEO)	Executive
Shahbaz Ali Taseer	Non-Executive
Shehryar Ali Taseer	Non-Executive
Naeem Akhtar	Non-Executive
Mustafa Mujeeb Chaudhry	Independent
Umair Fakhar Alam	Independent

Chief Financial Officer

Saeed Iqbal

Audit Committee

Umair Fakhar Alam (Chairman)
Shehribano Taseer (Member)
Naeem Akhtar (Member)

Human Resource and Remuneration (HR&R) Committee

Umair Fakhar Alam (Chairman)
Aamna Taseer (Member)
Shehribano Taseer (Member)

Company Secretary

Sajjad Ahmad

Auditors

Nasir Javaid Maqsood Imran
Chartered Accountants

Legal Advisers

M/s. Ibrahim and Ibrahim
Barristers and Corporate Consultants Lahore

Bankers

Allied Bank Limited
Bank Alfalah Limited
Faysal Bank Limited
Soneri Bank Limited

Registrar and Shares Transfer Office

Corplink (Pvt.) Limited
Wings Arcade, 1-K
Commercial Model Town
Lahore
Tel: ☐(042) 35839182

Registered Office

First Capital House
96-B/1, Lower Ground Floor
M.M. Alam Road, Gulberg-III
Lahore, Pakistan
Tele: + 92-42-35778217-18

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 un-audited condensed interim financial information of the Company for the first quarter ended 30 September, 2023.

Operational Results

The operating results of the Company are summarized as follows:

Financial Overview	30 September 2023	30 September 2022
	<i>Rupees</i>	<i>Rupees</i>
Unrealized Gain/(loss) on short term investments	(12,619,921)	935,032
Operating Expenses	3,262,768	2,477,546
Operating Loss	(15,882,689)	(1,542,514)
Finance and other costs	23,980,430	65,722,515
Profit/(Loss) after Taxation	(37,009,217)	(64,077,734)
Earning/(loss) per Share (basic and diluted)	(0.12)	(0.20)

The Company reported after tax loss of Rs. 37.01 million as compared to Rs. 64.08 million in the corresponding quarter of last year. Operating expenses incurred at Rs.3.26 million in comparison with Rs. 2.48 million in same quarter of last year. On net basis, per share loss of the Company has arrived at Rs.0.12 in comparison with Rs. 0.20 in the same quarter of last year.

The financial results of subsidiaries of "FCSC" during the period under review are given hereunder:

First Capital Equities Limited ("FCEL") has reported a loss of Rs 5.41 million in 1QFY24 vs. a loss of Rs. 2.14 million in 1QFY23. During the period due to discontinuation of operations, the brokerage income of your Company is NIL in both periods. Further, the company recorded capital gain / (loss) of Rs NIL against Rs. NIL last year. The Un-realized loss on re-measurement of investment is recorded at Rs. 4.41 million. Operating expenses decreased 19% during the period under review.

Lanka Securities (Pvt.) Limited ("LSL") generated a total revenue LKR. 143.72 million and net profit of LKR. 36.53 million, during the quarter which translates into an EPS of LKR. 1.48.

First Capital Investments Limited ("FCIL") posted net profit after taxation of Rs. 4,835,836 as compared to loss of Rs. 285,200 in the corresponding period last year. Profit per share during the period under review is recorded at Rs. 0.23 as compared to loss per share of Rs. 0.01 during the same period of last year. Asset Management Fee has increased to Rs. 505,141 as compared to Rs. 495,306 in corresponding period last year. Unrealized gain on re-measurement of investment at fair value is recorded at Rs. 6,736,680 during the period under review as compared to gain of Rs. 747,663 in corresponding period last year.

Evergreen Water Valley (Pvt.) Limited ("EGWV") posted a net loss after taxation of Rs. 17,771,200 and loss per share during the period under review is recorded at Rs. 24.84.

The sales decreased by 0.058% and EGWV recorded the net sales of Rs.19.994 million as compared to Rs.18.894 million during the period ending 30th September 2022, with the decrease of Rs.1.100 million. Such decrease in company's revenue is primarily attributable to decrease in construction works.

Outlook

The Company in order to strengthen itself remained completely focused on maintaining its growth momentum. The management is monitoring its resources and making earnest efforts to reap the maximum benefits from them for its shareholders. This involves optimizing revenue generation from core operations, treasury management whilst at the same time rationalizing the cost base.

The Board of Directors also wishes to express its gratefulness to the shareholders for their continued support and to all their employees for their ongoing dedication and commitment to the Company.

Acknowledgement

Directors of the company place on record their sincere appreciation for the assistance and co-operation provided by financial institutions, government authorities and other stake holders in attaining such commendable performance. The directors also appreciate the committed services of the employees of the Company.

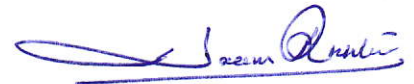
For and on behalf of the Board of Directors



Chief Executive Officer

Lahore

29 November 2023



Director

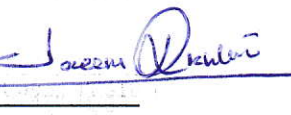
FIRST CAPITAL SECURITIES CORPORATION LIMITED
CONDENSED INTERIM STATEMENT FINANCIAL POSITION
AS AT SEPTEMBER 30, 2023

	Un-Audited 30 Septembe 2023 Rupees	Audited 30 June 2023 Rupees
NON-CURRENT ASSETS		
Property, plant and equipment	6, 140,557,486	141,113,083
Investment properties	7 3,026,342,900	3,026,342,900
Long term investments	8 1,625,752,417	1,638,426,553
Long term deposits	37,500	37,500
	<u>4,792,690,303</u>	<u>4,805,920,036</u>
CURRENT ASSETS		
Trade debts - unsecured, considered good	-	-
Loans, advances, prepayments and other receivables	51,826,354	48,976,354
Short term investments	8 24,220,540	24,166,325
Advance tax	7,958,400	7,957,517
Cash and bank balances	68,089	204,990
	<u>84,073,383</u>	<u>81,305,186</u>
CURRENT LIABILITIES		
Trade and other payables	9 76,726,284	74,323,674
Current portion of long term loan	681,818,182	681,818,182
Current portion of accrued markup	1,084,207,142	1,060,226,781
	<u>1,842,751,608</u>	<u>1,816,368,637</u>
	<u>3,034,012,078</u>	<u>3,070,856,585</u>
NON-CURRENT LIABILITIES		
Long Term Loan	1,096,241,818	1,096,241,818
Staff retirement benefits payable	2,822,228	2,657,518
Deferred tax liability	30,753,840	30,753,840
	<u>1,129,817,886</u>	<u>1,129,653,176</u>
Contingencies and commitments	10 -	-
NET ASSETS	<u>1,904,194,192</u>	<u>1,941,203,409</u>
REPRESENTED BY		
EQUITY		
SHARE CAPITAL AND RESERVES		
Authorized share capital: 320,000,000 (June 2020: 320,000,000) ordinary shares of Rs. 10 each	<u>3,200,000,000</u>	<u>3,200,000,000</u>
Issued, subscribed and paid-up capital	3,166,101,120	3,166,101,120
Retained earnings	<u>(1,261,906,928)</u>	<u>(1,224,897,711)</u>
	<u>1,904,194,192</u>	<u>1,941,203,409</u>

The annexed notes 1 to 15 form an integral part of these financial statements.


Chief Executive Officer


Chief Financial Officer


Director

FIRST CAPITAL SECURITIES CORPORATION LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	Quarter ended	
		30 September 2023	30 September 2022
Rupees			
Revenue			
Dividend income		-	-
Unrealized gain/(loss) on re-measurement of 'investments at fair value through profit or loss'	8	(12,619,921)	935,032
		<u>(12,619,921)</u>	<u>935,032</u>
Expenses			
Operating and administrative expenses		(3,262,768)	(2,477,546)
Operating loss		<u>(15,882,689)</u>	<u>(1,542,514)</u>
Other income		2,853,902	3,187,295
Finance cost		(23,980,430)	(65,722,515)
Loss before taxation		<u>(37,009,217)</u>	<u>(64,077,734)</u>
Taxation		-	-
Loss after taxation		<u>(37,009,217)</u>	<u>(64,077,734)</u>
Loss per share			
- basic and diluted		<u>(0.12)</u>	<u>(0.20)</u>

The annexed notes 1 to 15 form an integral part of these financial statements.


Chief Executive Officer


Chief Financial Officer


Director

FIRST CAPITAL SECURITIES CORPORATION LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	30 September 2023	30 September 2022
	Rupees	
Loss after taxation	(37,009,217)	(64,077,734)
Other comprehensive income for the year:		
<i>Items that will not be reclassified to profit or loss:</i>		
Remeasurement of post retirement benefit obligation - net of tax	-	-
<i>Items that may subsequently reclassified to profit or loss:</i>		
Other comprehensive income for the period - net of tax	-	-
Total comprehensive Income/(loss) for the period - net of tax	(37,009,217)	(64,077,734)

The annexed notes 1 to 15 form an integral part of these financial statements.



Chief Executive Officer



Chief Financial Officer



Director

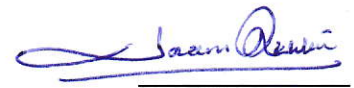
FIRST CAPITAL SECURITIES CORPORATION LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Share Capital	Revenue reserve/Accumulated Reserves	Total
		Retained earnings	
----- Rupees -----			
Balance as at July 01, 2022	3,166,101,120	(1,153,151,394)	2,012,949,726
Loss for the year	-	(64,077,734)	(64,077,734)
Other comprehensive income for the period - net of tax	-	-	-
Total comprehensive loss for the period - net of tax	-	(64,077,734)	(64,077,734)
Balance as at 30 September 2022	3,166,101,120	(1,217,229,128)	1,948,871,992
Balance as at 30 June 2023	3,166,101,120	(1,224,897,711)	1,941,203,409
Profit for the period	-	(37,009,217)	(37,009,217)
Other comprehensive income for the period - net of tax	-	-	-
Total comprehensive loss for the period - net of tax	-	(37,009,217)	(37,009,217)
Balance as at 30 September 2023	3,166,101,120	(1,261,906,928)	1,904,194,192

The annexed notes 1 to 15 form an integral part of these financial statements.


Chief Executive Officer


Chief Financial Officer


Director

FIRST CAPITAL SECURITIES CORPORATION LIMITED
STATEMENT OF CONDENSED INTERIM CASH FLOWS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	30 September 2023	30 September 2022
Rupees		
Cash flows from operating activities		
Loss before taxation	(37,009,217)	(64,077,734)
<i>Adjustments for:</i>		
Finance cost	23,980,430	65,722,515
Unrealized loss on re-measurement of investments at 'fair value through profit or loss'	12,619,921	(935,032)
Depreciation	555,597	609,860
Dividend Income	-	-
Interest income	(3,902)	(337,295)
Provision for staff retirement benefits	164,710	181,726
	37,316,756	65,241,774
Loss before working capital changes	307,539	1,164,040
Effect on cash flow due to working capital changes		
<i>(Increase)/decrease in current assets:</i>		
Trade debts	-	-
Loans, advances, prepayments and other receivables	(2,850,000)	(13,623,258)
<i>(Decrease)/increase in current liabilities:</i>		
Trade and other payables	2,402,610	(428,967)
	(447,390)	(14,052,225)
Cash generated from/(used in) operations	(139,851)	(12,888,185)
<i>Increase in non-current liabilities:</i>		
Finance cost paid	(69)	(2,528)
Taxes paid/adjusted-net	(883)	(50,594)
	(952)	(53,122)
Net cash used in operating activities	(140,803)	(12,941,307)
Cash flows from investing activities		
Dividend Received	-	-
Interest received	3,902	337,295
Net cash generated from investing activities	3,902	337,295
Cash flows from financing activities		
Loan obtained during the year	-	-
Net cash generated from financing activities	-	-
Net increase/(decrease) in cash and cash equivalents	(136,901)	(12,604,012)
Cash and cash equivalents at the beginning of the period	204,990	14,947,715
Cash and cash equivalents at the end of the period	68,089	2,343,703

The annexed notes 1 to 15 form an integral part of these financial statements.


Chief Executive Officer


Chief Financial Officer


Director

FIRST CAPITAL SECURITIES CORPORATION LIMITED

**NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL INFORMATION (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023**

1 Legal status and nature of business

- 1.1** First Capital Securities Corporation Limited ("the Company"), was incorporated in Pakistan on 11 April 1994 as a public limited company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and is listed on the Pakistan Stock Exchange Limited. The registered office of the Company is situated at 2nd floor, Pace Shopping Mall, Fortress Stadium, Lahore Cantt, Lahore. The company also has corporate office located in Karachi. The Company is involved in making long and short term investments, money market operations and financial consultancy services.
- 1.2** These unconsolidated condensed interim financial statements are the separate condensed interim financial statements of the Company in which investments in subsidiaries and associates have been accounted for at fair value.
- 1.3** There were no change in composition of the group during the quarter ended 30 September, 2023.

2 Basis of preparation

- 2.1** These unconsolidated condensed interim financial statements has been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. As per the requirements of the International Accounting Standard 34 - "Interim Financial Reporting" and provisions of and directives issued under the Companies Act, 2017 shall prevail.
- 2.2** These condensed interim unconsolidated financial statements are unaudited and do not include all the information and disclosures required in the audited annual unconsolidated financial statements and should be read in conjunction with the audited unconsolidated financial statements of the Company for the year ended 30 June, 2023.
- The comparative condensed interim unconsolidated financial position is extracted form the audited unconsolidated financial statements of the Company for the year ended 30 June, 2023, where comparative unconsolidated condensed interim profit or loss, and other comprehensive income, condensed unconsolidated interim statement of cash flows and condensed interim unconsolidated statement of changes inequity are stated from unaudited condensed interim unconsolidated financial statements for the quarter ended 30 September, 2023.

3 Significant accounting policies

The accounting policies and the methods of computation adopted in the preparation of this condensed interim unconsolidated financial statements are the same as those applied in the preparation of the unconsolidated financial statements of the Company for the year ended 30 June 2023.

3.1 Standards, Amendments and interpretations adopted during the period

The following amendments to existing standards have been published that are applicable to the Company's financial statements covering annual periods, beginning on or after the following dates:

3.2 Standards, amendments and interpretations to approved accounting standards that are effective in the current year

There are certain standards, amendments and interpretations to approved accounting standards that are effective in the current year but are considered not to be relevant or to have any significant effect on the Company's operations and are, therefore, not detailed in this condensed interim financial statements.

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

There are certain standards, amendments and interpretations to approved accounting standards that are effective for accounting periods beginning on July 1, 2019 but are considered not to be relevant or to have any significant effect on the Company's operations and are, therefore, not detailed in this condensed interim financial information.

4 Significant accounting judgments and estimates

The preparation of condensed interim unconsolidated financial statements in conformity with approved accounting standards requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expenses. The estimates, associated assumptions and judgments are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. In preparing this condensed interim unconsolidated financial information, the significant judgments made by management in applying accounting policies and the key sources of estimation were the same as those that were applied to the financial statements for the year ended 30 June 2023.

- 5 Income tax expense is recognized based on management's best estimate of the weighted average annual income tax rate expected for the full financial year.

		Unaudited 30 September 2023	Audited 30 June 2023
	Note	Rupees	
6 Property, plant and equipment			
Property, plant and equipment	6.1	8,132,380	8,687,977
Capital work in progress	6.2	132,425,106	132,425,106
		140,557,486	141,113,083
6.1			
Opening book value		8,687,977	10,998,232
Net (Disposal)/Additions for the period/year		-	-
		8,687,977	10,998,232
Depreciation expense for the period/year		555,597	2,310,255
		8,132,380	8,687,977
6.2			

- 6.2 This represents advance against purchase of property in Pace Tower Gulberg, Lahore and Pace Circle, Lahore amounting to Rs 107,090,858 (June 2023: Rs 107,090,858) and Rs. 25,334,248 (June 2023: Rs. 25,334,248) respectively. Construction work on these properties is in progress as at September 30, 2023.

		Unaudited 30 September 2023	Audited 30 June 2023
	Note	Rupees	
7	Investment properties		
	Opening balance	3,026,342,900	2,685,278,881
	Acquisition during the period/year	-	10,973,258
	Fair value adjustment	-	330,090,761
		-	341,064,019
	Closing balance	<u>3,026,342,900</u>	<u>3,026,342,900</u>
8	Investments		
	Carrying value of investments at the beginning of the period / year	1,662,592,878	1,746,028,667
	Unrealized (loss) / gain on re-measurement of investments at fair value through profit or loss	(12,619,921)	(83,435,789)
	Carrying value at the end of the period / year	<u>1,649,972,957</u>	<u>1,662,592,878</u>
	Investments classified in current assets	24,220,540	24,166,325
	Closing book value	<u>1,625,752,417</u>	<u>1,638,426,553</u>
8.1	Investments in related parties and other		
	Subsidiary companies - Unquoted	532,139,243	532,139,243
	Associated companies - Unquoted	840,756,374	840,756,374
	Subsidiary company - Quoted	193,107,304	193,107,304
	Associated company - Quoted	79,114,172	91,942,854
	Other company - Quoted	4,855,864	4,647,103
		<u>1,649,972,957</u>	<u>1,662,592,878</u>
9	Trade and other payables		
	Creditors	9.1 13,105,536	11,738,129
	Accrued liabilities	9.2 18,207,890	17,465,521
	Security deposit from tenants	486,660	486,660
	Payable against purchase of investment property	9.3 6,681,123	6,681,123
	Final settlements payable	22,190,476	22,190,476
	Withholding income tax payable	6,060,359	5,867,525
	Sales tax payable	244,082	244,082
	Provision For Taxation	9,624,023	9,624,023
	Other liabilities	126,135	26,135
		<u>76,726,284</u>	<u>74,323,674</u>
9.1	This includes payable to Chief Executive Officer of the Company against salary amounting Rs. 12,168,009 (June 2022: 11,568,009).		
9.2	This represents payable to Pace (Pakistan) Limited (related party, associated undertaking) against purchase of property amounting Rs. 6,681,523 (June 2023: Rs. 6,681,523).		

10 Contingencies and commitments

10.1 There are no significant changes in contingencies and commitments from those disclosed in the preceding annual financial statements of the Company for the year ended 30 June 2023.

Quarter ended	
30 September 2023	30 September 2022
Rupees	

11 Transactions and balances with related parties

Relationship with the related party	Nature of transactions		
-------------------------------------	------------------------	--	--

Subsidiary companies	Rental income earned	2,850,000	2,850,000
Key management personnel	Salaries and other employee benefits	976,320	1,171,320

Unaudited 30 September 2023	Audited 30 June 2023
Rupees	

Period / year end balances

Receivables from related parties	51,826,354	48,577,254
Payables to related parties	6,681,123	6,681,123

12 Fair value measurement

The carrying values of financial assets and liabilities approximate their fair values. The table below analyzes financial assets that are measured at fair value, by valuation method. The different levels have been defined as follows:

- Level 1 : Quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 : Observable inputs; and
- Level 3 : Unobservable inputs

The long and short term equity investments and investment properties are carried at fair value.

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

13 Authorization of unconsolidated condensed interim financial statements

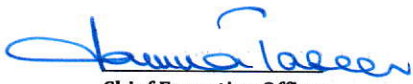
This condensed interim financial information was authorized for issue on 29 November 2023 by the Board of Directors.

14 Corresponding figures

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim un-consolidated statement of financial position has been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim un-consolidated statement of profit or loss, condensed interim un-consolidated statement of comprehensive income and condensed interim un-consolidated statement of cash flows and condensed interim un-consolidated statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year. Corresponding figures have been re-arranged and re-classified, wherever necessary, for the purposes of comparison. However, no significant re-classifications have been made.

15 General

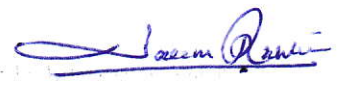
Figures have been rounded off to the nearest rupee.



Chief Executive Officer



Chief Financial Officer



Director

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', the condensed interim un-consolidated statement of financial position has been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim un-consolidated statement of profit or loss, condensed interim un-consolidated statement of comprehensive income and condensed interim un-consolidated statement of cash flows and condensed interim un-consolidated statement of changes in equity have been compared with the balances of comparable period of immediately preceding financial year. Corresponding figures have been re-arranged and re-classified, wherever necessary, for the purposes of comparison. However, no significant re-classifications have been made.

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FIRST CAPITAL SECURITIES CORPORATION LIMITED

**CONDENSED INTERIM CONSOLIDATED
FINANCIAL STATEMENTS AS AT SEPTEMBER 30, 2023**

STATEMENT OF CONSOLIDATED CONDENSED FINANCIAL POSITION

STATEMENT OF CONSOLIDATED CONDENSED PROFIT OR LOSS

STATEMENT OF CONSOLIDATED CONDENSED COMPREHENSIVE INCOME

STATEMENT OF CONSOLIDATED CONDENSED CASH FLOWS

STATEMENT OF CONSOLIDATED CONDENSED CHANGES IN EQUITY

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FIRST CAPITAL SECURITIES CORPORATION LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2023

	Note	Un-Audited 30 September 2023 Rupees	Audited 30 June 2023 Rupees
Non-current assets			
Property, plant and equipment	5	381,071,269	285,878,615
Intangible assets		2,500,000	2,500,000
Investment properties		4,374,314,700	4,374,314,700
Investments accounted for using the equity method	6	486,788,412	493,674,430
Long term investments		8,797,664	8,267,752
Long term deposits and advances - considered good		15,097,140	14,257,827
		<u>5,268,569,185</u>	<u>5,178,893,324</u>
Current assets			
Stock in trade		290,053,500	290,053,500
Trade debts		479,305,022	612,770,504
Loans, advances and other receivables		307,491,439	337,987,306
Prepayments		7,975,592	1,200,278
Short term investments	6	723,715,242	753,434,240
Cash and bank balances		55,058,560	41,939,201
		<u>1,863,599,355</u>	<u>2,037,385,029</u>
Current liabilities			
Trade and other payables		683,061,793	752,088,622
Short term borrowings		-	5,560,342
Current portion of lease liability		-	-
Current portion of long term loans		1,784,276,086	1,784,276,086
Current portion of accrued markup		1,312,823,878	1,271,336,370
Provision for taxation		122,113,250	144,344,899
		<u>3,902,275,007</u>	<u>3,957,606,319</u>
Net current assets/(liability)		<u>(2,038,675,652)</u>	<u>(1,920,221,290)</u>
Non-current liabilities			
Deferred tax liability		30,557,815	31,117,755
Staff retirement benefits		29,366,113	26,500,552
Long term loans		1,178,060,000	1,178,060,000
Accrued markup		-	-
		<u>1,237,983,928</u>	<u>1,235,678,307</u>
Contingencies and commitments	7	<u>1,991,909,605</u>	<u>2,022,993,727</u>
Represented by			
Equity			
Share Capital and Reserves			
Authorized share capital: 320,000,000 (2022: 320,000,000) ordinary shares of Rs 10 each		<u>3,200,000,000</u>	<u>3,200,000,000</u>
Issued, subscribed and paid-up share capital		3,166,101,120	3,166,101,120
Exchange translation reserve		79,149,986	88,371,681
Reserves capitalized		480,054,923	480,054,923
Retained earnings		(2,168,407,402)	(2,138,806,578)
Equity attributable to owners of the Parent Company		<u>1,556,898,627</u>	<u>1,595,721,146</u>
Non-controlling interests (NCI)		<u>435,010,978</u>	<u>427,272,581</u>
		<u>1,991,909,605</u>	<u>2,022,993,727</u>

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


Chief Executive Officer


Chief Financial Officer


Director


FIRST CAPITAL SECURITIES CORPORATION LIMITED
CONSOLIDATED CONDENSED STATEMENT OF PROFIT OR LOSS - (Un-Audited)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Note	Quarter ended	
		30 September	
		2023	2022
Rupees			
CONTINUED OPERATIONS			
Operating revenue		148,576,712	93,946,196
Direct costs		(34,382,699)	(20,597,335)
Gross profit		114,194,013	73,348,861
(Loss)/gain on investment properties		-	-
Unrealized gain(loss) on re-measurement of 'investments at fair value through profit or loss'		6,391,657	(2,803,064)
Operating and administrative expenses		(91,282,231)	(52,608,071)
Operating profit		29,303,439	17,937,726
Other income		28,277,065	22,715,504
Finance costs		(45,235,847)	(77,328,221)
		(16,958,782)	(54,612,717)
Share of loss from investments accounted for using the equity method - net of tax		(6,886,018)	(5,125,982)
(Loss)/profit before taxation		5,458,639	(41,800,973)
Taxation		(17,658,058)	(11,987,281)
Loss after taxation for the period		(12,199,419)	(53,788,254)
DISCONTINUED OPERATION			
Loss after taxation from discontinued operation		(802,950)	(872,560)
Loss after taxation for the period		(13,002,369)	(54,660,814)
	8		
Basic and diluted loss per share-- from continued operation		(0.09)	(0.22)
	8		
Basic and diluted loss per share-- from discontinued operation		(0.0019)	(0.0020)
(Loss)/profit attributable to:			
- Owners of the Parent Company from continuing operation		(29,600,827)	(69,924,264)
- Non-controlling interests		16,598,458	15,263,450
Loss for the period		(13,002,369)	(54,660,814)

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


Chief Executive Officer


Chief Financial Officer


Director

FIRST CAPITAL SECURITIES CORPORATION LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME - (Un-Audited)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Quarter ended	
	30 September	
	2023	2022
	Rupees	
Loss after taxation	(13,002,369)	(54,660,814)
Other comprehensive income/(loss) for the period		
<u>Items that will not be reclassified to profit or loss:</u>		
Remeasurement of defined benefit plan - net of tax	-	-
<u>Items that may be subsequently reclassified to profit or loss:</u>		
Share of other comprehensive income/(loss) of investments accounted for using the equity method - net of tax	-	1,032,664
Exchange differences on translation of foreign operations recognised as:		
- Exchange translation reserve	(9,221,696)	17,004,861
- Non-controlling interests	(8,860,060)	16,338,004
Other comprehensive income for the period	(18,081,756)	33,342,865
Total comprehensive (loss)/profit for the period	(31,084,125)	(20,285,285)
Total comprehensive (loss)/income attributable to :		
- Owners of the Parent Company	(38,822,523)	(51,886,739)
- Non-controlling interests	7,738,398	31,601,454
	(31,084,125)	(20,285,285)

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


Chief Executive Officer


Chief Financial Officer


Director

FIRST CAPITAL SECURITIES CORPORATION LIMITED
CONSOLIDATED CONDENSED INTERIM CASH FLOWS - (Un-Audited)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023

Note	Quarter ended	
	30 September	
	2023	2022
	Rupees	
Cash flows from operating activities		
Loss before taxation	4,655,689	(42,673,533)
Adjustments for:		
Depreciation	1,696,469	2,273,964
Finance cost	45,235,847	77,328,221
Loss on remeasurement of short term investments	(6,391,657)	2,803,064
Amortization	-	(687,523)
Gain on disposal of property, plant and equipment	(62,383)	-
Retirement benefits	766,998	1,723,933
Share of profit/(loss) of equity-accounted investee	6,886,018	5,125,982
Mark up income	(26,847,024)	(20,284,286)
	<u>21,284,268</u>	<u>68,283,355</u>
(Loss) / profit before working capital changes	25,939,957	25,609,822
Effect on cash flow due to working capital changes:		
(Increase)/decrease in:		
Trade debts	116,780,539	(308,807,570)
Loans and advances	30,495,867	(39,634,221)
Short term prepayments	(6,775,314)	(1,022,502)
Increase/(decrease) in:		
Trade and other payables	(69,026,829)	283,178,416
Short term borrowings - net	(5,560,342)	-
	<u>65,913,921</u>	<u>(66,285,877)</u>
Cash used in operations	91,853,878	(40,676,055)
Long term deposits and advances	(839,313)	(1,018,677)
Retirement benefits paid - net	2,098,563	(1,297,549)
Finance costs paid	(3,748,339)	(368,723)
Taxes paid	(40,449,647)	(29,133,201)
Net cash generated from/(used in) operating activities	48,915,142	(72,494,205)
Cash flows from investing activities		
Fixed capital expenditure	(80,204,178)	(45,001)
Short term investments - net	36,110,655	32,935,319
Proceeds from disposal of investment property	-	-
Investment available for sale - net	(529,912)	410,952
Dividend received	-	-
Interest received	26,847,024	20,284,286
Net cash generated from investing activities	(17,714,028)	53,585,556
Cash flows from financing activities		
Repayment of liabilities against assets subject to finance lease - net	-	(299,917)
Dividend paid to non-controlling interest	-	-
Net cash generated from/(used in) financing activities	-	(299,917)
Net decrease in cash and cash equivalents	31,201,114	(19,208,566)
Cash and cash equivalents at the beginning of the period	41,939,201	66,321,188
Effect of exchange translation reserve	(18,081,755)	33,342,865
Cash and cash equivalents at the end of the period	55,058,560	80,455,487

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


Chief Executive Officer


Chief Financial Officer


Director

FIRST CAPITAL SECURITIES CORPORATION LIMITED
 CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY - (Un-Audited)
 FOR THE QUARTER ENDED SEPTEMBER 30, 2023

	Attributable to owners of the Company					Non-controlling interests	Total equity
	Share capital	Exchange translation reserve	Reserve capitalised	Retained earnings	Total		
	Rupees						
Balance at 30 June 2021 - (Audited)	3,166,101,120	(14,086,757)	480,054,923	(2,027,065,797)	1,605,003,489	289,766,218	1,894,769,707
Loss for the period	-	-	-	(69,924,264)	(69,924,264)	15,263,450	(54,660,814)
Other comprehensive income/(loss) for the period	-	17,004,861	-	1,032,664	18,037,525	16,338,004	34,375,529
Total comprehensive income/(loss) for the period	-	17,004,861	-	(68,891,600)	(51,886,739)	31,601,454	(20,285,285)
Transaction with owners	-	-	-	-	-	-	-
Profit attributed paid to non-controlling interest	-	-	-	-	-	-	-
Balance at 30 September 2022	3,166,101,120	2,918,104	480,054,923	(2,095,957,397)	1,553,116,750	321,367,672	1,874,484,422
Balance at 30 June 2023 - (Audited)	3,166,101,120	88,371,682	480,054,923	(2,138,806,575)	1,595,721,150	427,272,580	2,022,993,730
Loss for the period	-	(9,221,696)	-	(29,600,827)	(29,600,827)	16,598,458	(13,002,369)
Other comprehensive income	-	-	-	-	(9,221,696)	(8,860,060)	(18,081,756)
Incremental depreciation - net of tax	-	(9,221,696)	-	-	-	-	-
Total comprehensive income/(loss) for the period	-	(9,221,696)	-	(29,600,827)	(38,822,523)	7,738,398	(31,084,125)
Balance at 30 September 2023	3,166,101,120	79,149,986	480,054,923	(2,168,407,402)	1,556,898,627	435,010,978	1,991,909,605

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


 Chief Executive Officer


 Chief Financial Officer


 Director

First Capital Securities Corporation Limited Group
Notes to the Condensed Interim Consolidated Financial Information - (Un-Audited)
FOR THE QUARTER ENDED SEPTEMBER 30, 2023

1. The Group and its operations

- 1.1** First Capital Securities Corporation Limited (“the Holding Company”) was incorporated in Pakistan on April 11, 1994 as a public limited company under the repealed Companies Ordinance, 1984 and is listed on the Pakistan Stock Exchange. The Company is involved in making long and short term investments, money market operations and financial consultancy services. Geographical location and location of other offices are as under:

Head Office
 First Capital House Lower
 Ground Floor 96-B/1 Gulberg
 III, Lahore.

- 1.2** The Group consists of First Capital Securities Corporation Limited, (the Holding Company), Ever Green Water Valley (Private) Limited, Falcon Commodities (Private) Limited, First Capital Equities Limited, First Capital Investments Limited, First Construction Limited, Lanka Securities (Private) Limited, Ozer Investments Limited and World Press (Private) Limited (the subsidiary companies) [together referred to as “the Group”] and the Group’s interest in equity accounted investee namely; First Capital Mutual Fund, Media Times Limited and Pace Barka Properties Limited.

	<u>Percentage of Holding</u>	
	<u>30 September 2023</u>	<u>30 June 2023</u>
First Capital Investments Limited (FCIL)	78.86	78.86
Lanka Securities (Pvt.) Limited, Sri Lanka (LSL)	51	51
First Capital Equities Limited (FCEL)	73.23	73.23
Ever Green Water Valley (Pvt.) Limited	100	100
Falcon Commodities (Pvt.) Limited (FCL)	100	100
Ozer Investments Limited	100	100
First Construction Limited	100	100

- 1.3** Ever Green Water Valley (Private) Limited (the Subsidiary Company) was incorporated on December 22, 2005 as Private Limited Company under the repealed Companies Ordinance, 1984. The Company is engaged in the business of Installation & manufacturing of Water purification plants, RO systems, water softness systems and Construction of Buildings and other related activities. The registered office of the Company is situated at First Capital House Lower Ground Floor 96-B-1 Gulberg III, Lahore. Ever Green Water Valley (Private) Limited is the wholly owned subsidiary of the Holding Company.
- 1.4** Falcon Commodities (Private) Limited (the Subsidiary Company) was incorporated on December 22, 2005 as Private Limited Company under the repealed Companies Ordinance, 1984. The principal activity of the Company is to carry on the business of commodities brokerage as a corporate member of Pakistan Mercantile Exchange Limited. The registered office of the Company is situated at 4th Floor, Lakson Square Building No,01 Sarwar Shaheed Road Karachi. Falcon Commodities (Private) Limited is the wholly owned subsidiary of the Holding Company.
- 1.5** First Capital Equities Limited (FCEL) (the Subsidiary Company) was incorporated in Pakistan on January 26, 1995 as a private limited company, under the repealed Companies Ordinance, 1984. The Company was converted into a public limited company on June 18, 1997 and is listed on Pakistan Stock Exchange Limited formerly Lahore Stock Exchange Limited. The principal activities of the Company include share brokerage and conducting / publishing business research. The Holding Company has 73.23% ownership in First Capital Equities Limited.

- 1.6 First Capital Investments Limited (FCIL) (the Subsidiary Company) was incorporated in Pakistan on October 27, 1994 as a private company limited by shares, under the repealed Companies Ordinance, 1984 having registered office at First Capital House Lower Ground Floor 96-B-1 Gulberg III, Lahore. Status of the Company was changed from private limited to public limited on August 06, 2003. The Securities and Exchange Commission of Pakistan (SECP) has issued a license to the Company to undertake Asset Management Services as required under the NBFC (Establishment and Regulation) Rules, 2003. The Company has been assigned Management Quality Rating "AM4++" by The Pakistan Credit Rating Agency Limited "PACRA" Credit Rating Company. The main activity of the company is to provide asset management services to First Capital Mutual Fund Limited (The fund). The Holding Company has 78.86% ownership in First Capital Investments Limited.
- 1.7 First Construction Limited (the Subsidiary Company) was incorporated on August 15, 2014 as Public Limited Company under the repealed Companies Ordinance, 1984. The principal activity of the Company is to undertake construction, development and related activities. The registered office of the Company is situated at First Capital House Lower Ground Floor 96-B-1 Gulberg III, Lahore. First Construction Limited is the wholly owned subsidiary of the Holding Company.
- 1.8 Lanka Securities (Private) Limited (the Subsidiary Company) was incorporated in Sri Lanka in the year of 1989. The principal activity of the Company is equity debt security brokering and undertaking placement of equity debt securities. The registered office of the Company is situated at No. 228/1, Galle Road, Colombo 04, Sri Lanka. The Holding Company has 51% ownership in Lanka Securities (Private) Limited.
- 1.9 Ozer Investments Limited (OIL) (the Subsidiary Company) was incorporated in Sri Lanka in the year of 2010. OIL has not yet started its commercial activity however main objective of the Company is to provide financial advisory, portfolio management, margin provision unit trust management and stock brokerage services. The registered office of the Company is situated Colombo, Sri Lanka. Ozer Investments Limited is the wholly owned subsidiary of the Holding Company.
- 1.10 There were no change in composition of the group during the three months period ended 30 September, 2023.

2 Basis of preparation

- 2.1 These condensed interim consolidated financial statements has been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. As per the requirements of the International Accounting Standard 34 - "Interim Financial Reporting" and provisions of and directives issued under the Companies Act, 2017 shall prevail.
- 2.2 These condensed interim consolidated financial statements are unaudited and do not include all the information and disclosures required in the audited annual unconsolidated financial statements and should be read in conjunction with the audited consolidated financial statements of the Company for the year ended 30 June, 2023.
- 2.3 The comparative condensed interim consolidated financial position is extracted from the audited consolidated financial statements of the Company for the year ended 30 June, 2023, where comparative consolidated condensed interim profit or loss, and other comprehensive income, condensed consolidated interim statement of cash flows and condensed interim consolidated statement of changes equity are stated from unaudited condensed interim consolidated financial statements for the three months period ended September 30, 2023.
- 2.4 This consolidated condensed interim 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 consolidated condensed interim financial report 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 2023.

3.1 Initial application of standards, amendments or an interpretation to existing standards

The following amendments to existing standards have been published that are applicable to the Company's consolidated financial statements covering annual periods, beginning on or after the following dates:

3.1.1 Standards, amendments and interpretations to approved accounting standards that are effective in the current year

There are certain standards, amendments and interpretations to approved accounting standards that are effective in the current year but are considered not to be relevant or to have any significant effect on the Group operations and are, therefore, not detailed in this condensed interim financial information.

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

There are certain standards, amendments and interpretations to approved accounting standards that are mandatory for the Company's accounting periods beginning on or after 1 July 2023 or later periods, and the Company has not early adopted them therefore, not detailed in this condensed interim financial information.

4 Estimates

The preparation of these consolidated condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. The significant judgments made by management is in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the consolidated financial statements for the year ended 30 June 2023.

	Note	30 September 2023 Rupees	30 June 2023 Rupees
5 Property, plant and equipment			
Property, plant and equipment	5.1	79,955,386	26,832,309
Capital work in progress	5.2	255,230,106	255,230,106
Right of use assets	5.3	45,885,777	3,816,200
		381,071,269	285,878,615
5.1 Opening book value		26,832,309	14,405,377
Additions for the period/year		80,204,177	16,657,819
Effect of movement in exchange rate		9,149,594	18,856,339
Disposal for the period/year net book value		-	-
		97,886,892	49,919,535
Depreciation expense for the period/year		1,696,469	5,360,550
Effect of movement in exchange rate		16,235,037	17,726,676
Closing book value		79,955,386	26,832,309
5.2 Opening balance		255,230,106	255,230,106
Additions for the period/year		-	-
Disposal for the period/year		-	-
Closing balance	5.4	255,230,106	255,230,106
5.3 Opening balance		3,816,200	5,251,857
Additions for the period/year		44,761,327	-
Exchange gain/(loss)		657,957	(469,454)
Depreciation expense for the period/year		2,033,793	1,905,111
Closing balance		45,885,777	3,816,200

5.4 This represents advance against purchase of property in Pace Tower Gulberg, Lahore and Pace Circle, Lahore amounting to Rs 107,090,858 (June 2023: Rs 107,090,858) and Rs. 25,334,248 (June 2023: Rs. 25,334,248) respectively. Construction work on these properties is in progress as at September 30, 2023.

	30 September 2023 Rupees	30 June 2023 Rupees
6 Investments		
Carrying value of investments at the beginning of the period / year	1,255,376,422	1,086,878,602
Investments made during the period / year		
- Others	-	242,341,300
Share of loss of equity accounted investees (net of tax)	(6,886,018)	(52,963,629)
Equity accounted investees- share of other comprehensive income	-	3,886,713
Unrealized (loss) / gain on re-measurement of investments at fair value through profit or loss	6,391,657	(22,206,139)
	(494,361)	(71,283,055)
Investments disposed off during the period/year	(35,580,743)	(2,560,425)
Carrying value at the end of the period / year	1,219,301,318	1,255,376,422
Investments classified in current assets	723,715,242	753,434,240
Closing book value	495,586,076	501,942,182

7 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, 2023.

8 Earning/(loss) per share - basic and diluted

		Quarter ended 30 September	
		2023 Rupees	2022 Rupees
Net profit/(loss) for the year from continued operations	Rupees	(29,012,827)	(69,285,288)
Net profit/(loss) for the year from discontinued operations	Rupees	(588,000)	(638,976)
Weighted average number of ordinary shares as at	Numbers	316,610,112	316,610,112
Earning/(loss) per share - basic and diluted-- continued operations	Rupees	(0.09)	(0.22)
Earning/(loss) per share - basic and diluted -- discontinued operations	Rupees	(0.0019)	(0.0020)

9 Cash generated from operations

	Quarter ended	
	30 September	
	2023	2022
	Rupees	Rupees
Loss before taxation	4,655,689	(42,673,533)
Adjustments for:		
Depreciation	1,696,469	2,273,964
Finance cost	45,235,847	77,328,221
Loss on re-measurement of short term investments	(6,391,657)	2,803,064
Amortization	-	(687,523)
Gain on disposal of property, plant and equipment	(62,383)	-
Retirement benefits	766,998	1,723,933
Share of loss from investments accounted for using equity method	6,886,018	5,125,982
Mark-up income	(26,847,024)	(20,284,286)
	21,284,268	68,283,355
Loss before working capital changes	25,939,957	25,609,822
Effect on cash flow due to working capital changes:		
Decrease/(increase) in:		
Trade debts	116,780,539	(308,807,570)
Loans and advances	30,495,867	(39,634,221)
Short term prepayments	(6,775,314)	(1,022,502)
(Decrease)/increase in:		
Trade and other payables	(69,026,829)	283,178,416
Short term borrowings	(5,560,342)	-
	65,913,921	(66,285,877)
Cash used in operations	91,853,878	(40,676,055)

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, subsidiary undertakings, associated companies, directors and key management personnel. The significant transactions with related parties are as follows:

		Quarter ended	
		30 September	
		2023	2022
		Rupees	Rupees
10.1 Transaction during the period			
Associated companies	Purchase of goods / services	19,233,739	49,651,102
	Units redeemed	1,950,000	-
	Asset management fee	585,964	574,555
	Construction revenue	19,993,855	28,343,615
Key management personnel	Salaries and other employee benefits	3,545,520	5,583,510
		30 September 2023	30 June 2023
		Rupees	Rupees

10.2 Period / year end balances

Associated companies	Receivables from related parties	4,298,511	10,721,467
	Payables to related parties	158,472,676	158,345,916
	Retention money	6,845,750	143,214,861

11 Financial risk management

11.1 Financial risk factors

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.

The condensed interim consolidated financial information does not include all financial risk management information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Company's annual consolidated financial statements as at 30 June 2023.

There have been no changes in the risk management policies since year end.

11.2 Liquidity risk

Compared to year end, there was no material change in the contractual undiscounted cash out flows for financial liabilities.

11.3 Fair value estimation

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

The following table presents the Group assets and liabilities that are measured at fair value at September 30, 2023.

	Level 1	Level 2	Level 3	Total
	Rupees			
Assets				
Investments at fair value				
through profit and loss	723,715,242	-	-	723,715,242
Total assets	723,715,242	-	-	723,715,242
Liabilities				

There were no reclassifications of financial assets and there were no changes in valuation techniques during the period.

12 Corresponding figures

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

13 Date of authorization for issue

This un-audited condensed interim consolidated financial information was authorized for issue on November 29, 2023 by the Board of Directors.

14 General

Figures have been rounded off to the nearest rupee.



Chief Executive Officer



Chief Financial Officer



Director