

FIRST CAPITAL SECURITIES CORPORATION LIMITED

**UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL INFORMATION**

**FOR THE THREE MONTHS PERIOD ENDED
30 SEPTEMBER 2014
(Un-Audited)**

VISION

First Capital Securities Corporation Limited aspires to become a well-diversified and successful conglomerate and develop its image as a premier telecom 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 Kanwar Latafat Ali Khan Sulaiman Ahmed Saeed Al-Hoqani Jamal Said Al-Ojaili	Executive Non-Executive Non-Executive Non-Executive Non-Executive Non-Executive Independent
Chief Financial Officer	Saeed Iqbal	
Audit Committee	Shehryar Ali Taseer (Chairman) Maheen Ghani Taseer Shehribano Taseer	
Human Resource and Remuneration (HR&R) Committee	Shehryar Ali Taseer (Chairman) Aamna 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/Head 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

I, on behalf of the Board of Directors of First Capital Securities Corporation Limited (the "Company" or "FCSC") am pleased to present the un-audited condensed interim financial information of the Company for the first quarter and three months period ended 30 September, 2014.

Operational Results

The operating results of the Company are summarized as follows:

Financial Overview	30 September 2014 Rupees	30 September 2013 Rupees
Revenue	11,295,903	6,798,332
Unrealized (loss)/ gain on short term investments	(2,862,774)	(34,738,517)
Operating Expenses	9,639,311	6,048,949
Operating (loss)/profit	(1,206,182)	(121,979,365)
Finance and other costs	1,946,858	1,076,485
(Loss)/profit after Taxation	(3,247,288)	(122,612,665)
Earning/(loss) per Share (basic and diluted)	(0.01)	(0.39)

The Company reported after tax loss of Rs. 3.25 million as compared to Rs. 122.61 million in the corresponding period due to an impairment loss of Rs. 87.99 million. Operating expenses were reported to be Rs.9.64 million in comparison with Rs. 6.05 million in the same period last year. Per share loss of the Company was Rs.0.01 in comparison with Rs. 0.39 in the same period last year.

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

First Capital Equities Limited ("FCEL") has reported after tax loss of Rs. 85.73 million as compared to the loss of Rs.124.93 million in the corresponding period. Loss per share was reported to be Rs. 0.61 as compared to Rs. 0.88 in the preceding period.

Lanka Securities (Pvt.) Limited ("LSL") generated a gross revenue of LKR. 44.68 million and net profit of Rs. 27.57 million during the period while EPS stood at Rs. 1.58.

First Capital Investments Limited ("FCIL") has reported an after tax profit of Rs.0.68 million and total income was Rs. 3.98 million.

World Press (Pvt.) Limited ("WPL") reported after tax loss of Rs.3.38 million as compared to a loss of Rs.3.39 million for the period in comparison.

Falcon Commodities (Pvt.) Limited ("FCL") posted an after tax loss of Rs.0.26 million during the period under review against the comparative loss of Rs. 14.13million.

Evergreen Water Valley (Pvt.) Limited ("EGWV") posted a net loss of Rs.3.56 million during the period under review against the comparative loss of Rs. 16.72 million.

Future Outlook

The outgoing year witnessed global recovery as the world economy started picking up in the second half of the year and the global outlook indicates some signs of optimism. In South Asia, economic performance of Pakistan is improving quantitatively and qualitatively as growth is broad based and touched all sectors of the economy.

Government has introduced a comprehensive agenda of reforms which is highly focused on inclusive growth to reinvigorate the economy, spur growth, ensure price stability, provide employment opportunities and rebuild the key infrastructure of the economy. The GDP growth accelerates to 4.14% in 2013-14 against the growth of 3.70% recorded in the same period last year. Per capita income in dollar terms recorded a growth of 3.5% in FY14 which was US\$.1,384.

Keeping in view the economic policies being adopted by the Govt. a healthy inflow of foreign remittances is being forecasted which will have its impact on overall economy especially the financial market, helping control the inflation.

Board of Directors

There is no change in the composition of the Board of Directors since last printed report of the Company for the year ended 30 June 2014.

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

Lahore
29 October 2014

Aamna Taseer
Chairman and Chief Executive Officer

**FIRST CAPITAL SECURITIES CORPORATION LIMITED
CONDENSED INTERIM UNCONSOLIDATED BALANCE SHEET
AS AT 30 SEPTEMBER 2014**

	Note	Un-audited 30 September 2014 Rupees	Audited 30 June 2014 Rupees
Non current assets			
Property, plant and equipment	5	228,159,514	228,369,706
Investment property		149,635,000	149,635,000
Long term investments	6	4,507,862,251	4,517,820,500
Long term deposits	7	1,122,750	37,500
		4,886,779,515	4,895,862,706
Current assets			
Trade debts - unsecured, considered good		2,956,327	2,519,394
Loans, advances and other receivables		55,939,124	50,142,000
Prepayments		34,981	-
Short term investments	8	50,597,075	53,370,023
Tax refunds due from the Government		28,846,939	28,777,220
Cash and bank balances		1,683,935	1,979,324
		140,058,381	136,787,961
Current liabilities			
Trade and other payables		31,376,272	29,939,462
Mark-up accrued		1,708,471	1,143,163
Current portion of long term loan		16,207,067	16,814,378
Current portion of liabilities against assets subject to finance lease		941,377	-
		50,233,187	47,897,003
Working capital employed		89,825,194	88,890,958
		4,976,604,709	4,984,753,664
Non-current liabilities			
Deferred liabilities		6,750,242	6,349,016
Liabilities against assets subject		3,290,098	-
Long term loan	9	7,143,619	5,778,361
		17,183,959	12,127,377
Contingencies and commitments	10		
Net capital employed		4,959,420,750	4,972,626,287
Represented by:			
Share capital and reserves			
Issued, subscribed and paid-up capital		3,166,101,120	3,166,101,120
Reserves		(9,958,249)	-
Retained earnings		1,803,277,879	1,806,525,167
		4,959,420,750	4,972,626,287

The annexed notes 1 to 15 form an integral part of this condensed interim unconsolidated financial information.

LAHORE
29 October 2014

CHIEF EXECUTIVE OFFICER

DIRECTOR

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**FIRST CAPITAL SECURITIES CORPORATION LIMITED
CONDENSED INTERIM UNCONSOLIDATED PROFIT AND
LOSS ACCOUNT (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2014**

	July - September 2014 Rupees	July - September 2013 Rupees
Revenue		
Money market services	2,767,664	2,093,116
Dividend income	7,989,584	15,495
Investment property rentals	540,210	1,413,341
(Loss) / gain on disposal of investments	(1,555)	3,276,380
Unrealized loss on re-measurement of 'investments at fair value through profit or loss'	(2,862,774)	(34,738,517)
	8,433,129	(27,940,185)
Expenses		
Impairment loss on 'available-for-sale' investments	-	(87,990,231)
Operating and administrative expenses	(9,639,311)	(6,048,949)
Operating loss	(1,206,182)	(121,979,365)
Other income	235,158	464,116
Finance costs	(1,946,858)	(1,076,485)
Loss before taxation	(2,917,882)	(122,591,734)
Taxation	(329,406)	(20,931)
Loss after taxation	(3,247,288)	(122,612,665)
Loss per share - basic and diluted	(0.01)	(0.39)

The annexed notes 1 to 15 form an integral part of this condensed interim unconsolidated financial information.

LAHORE
29 October 2014

CHIEF EXECUTIVE OFFICER

DIRECTOR

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**FIRST CAPITAL SECURITIES CORPORATION LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF
COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2014**

	July - September 2014 Rupees	July - September 2013 Rupees
Loss after taxation	(3,247,288)	(122,612,665)
Other comprehensive loss for the period		
<u>Items that are or may be reclassified to profit or loss:</u>		
Net change in fair value of 'available-for-sale' financial assets reclassified to profit and loss account on disposal	-	(2,818,530)
Unrealized loss on remeasurement of investment available for sale	(9,958,249)	
Impairment loss recognized on 'available-for-sale' financial assets	-	(19,978,606)
Other comprehensive loss for the period	(9,958,249)	(22,797,136)
Total comprehensive loss for the period	<u>(13,205,537)</u>	<u>(145,409,801)</u>

The annexed notes 1 to 15 form an integral part of this condensed interim unconsolidated financial information.

LAHORE
29 October 2014

CHIEF EXECUTIVE OFFICER

DIRECTOR

**FIRST CAPITAL SECURITIES CORPORATION LIMITED
CONDENSED INTERIM UNCONSOLIDATED CASH FLOW
STATEMENT (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2014**

	July - September 2014 Rupees	July - September 2013 Rupees (Restated)
<u>Cash flows from operating activities</u>		
Loss before taxation	(2,917,882)	(122,591,734)
Adjustments for:		
Finance costs	1,946,858	1,076,485
Dividend income	(7,989,584)	(15,495)
Unrealized loss on re-measurement of investments at 'fair value through profit or loss'	2,862,774	34,738,517
Impairment loss on 'available-for-sale' investments	-	87,990,231
Depreciation	4,551,192	93,945
Gain on disposal of investment	-	(3,276,380)
Interest income	(223,731)	(297,523)
Provision for staff retirement benefits	401,226	323,577
	<u>1,548,735</u>	<u>120,633,357</u>
Loss before working capital changes	(1,369,147)	(1,958,377)
<u>Changes in working capital</u>		
Trade debts	(436,933)	(2,598,666)
Loans, advances and other receivables	2,192,460	(84,100)
Prepayments	(34,981)	5,728
Trade and other payables	1,536,810	(7,933,412)
	<u>3,257,356</u>	<u>(10,610,450)</u>
Net cash generated from / (used in) operations	1,888,209	(12,568,827)
Staff retirement benefits paid	(100,000)	(150,000)
Finance cost paid	(16,603)	(1,076,485)
Taxes paid	(399,125)	(317,486)
	<u>(515,728)</u>	<u>(1,543,971)</u>
Net cash generated from / (used in) operating activities	1,372,481	(14,112,798)
<u>Cash flows from investing activities</u>		
Dividend received	-	15,495
Proceeds from disposal of long term investments	-	45,629,740
Long term investments - net	-	1,908,000
Short term investments - net	113,313	325,118
Long term deposits	(1,085,250)	-
Interest received	20,592	297,523
Net cash (used in) / generated from investing activities	(951,345)	48,175,876
<u>Cash flows from financing activities</u>		
Repayment of liabilities against assets subject to finance lease	(109,525)	-
Long term loan repaid	(607,000)	(5,607,000)
Net cash used in financing activities	(716,525)	(5,607,000)
Net (decrease) / increase in cash and cash equivalents	(295,389)	28,456,078
Cash and cash equivalents at the beginning of the period	1,979,324	1,116,306
Cash and cash equivalents at the end of the period	<u>1,683,935</u>	<u>29,572,384</u>

The annexed notes 1 to 15 form an integral part of this condensed interim unconsolidated financial information.

LAHORE
29 October 2014

CHIEF EXECUTIVE OFFICER

DIRECTOR

FIRST CAPITAL SECURITIES CORPORATION LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF
CHANGES IN EQUITY (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2014

	Share capital	Capital reserve	Revenue reserve	Total
		Fair value reserve	Retained earnings	
----- Rupees -----				
Balance as at 01 July 2013- as previously reported	3,166,101,120	22,797,136	1,844,636,578	5,033,534,834
Change in accounting policy for recognition of actuarial gains			964,868	
Balance as at 01 July 2013 - Restated	3,166,101,120	22,797,136	1,845,601,446	5,034,499,702
<u>Comprehensive loss for the year</u>				
Loss for the period	-	-	(122,612,665)	(122,612,665)
Other comprehensive loss	-	(22,797,136)	-	(22,797,136)
Total comprehensive loss for the period	-	(22,797,136)	(122,612,665)	(145,409,801)
Balance at 30 September 2013 - Restated	3,166,101,120	-	1,722,988,781	4,889,089,901
<u>Comprehensive loss for the year</u>				
Income for the period	-	-	83,127,965	83,127,965
Actuarial gains	-	-	408,421	408,421
Total comprehensive income for the period	-	-	83,536,386	83,536,386
Balance as at 30 June 2014	3,166,101,120	-	1,806,525,167	4,972,626,287
<u>Comprehensive loss for the year</u>				
Loss for the period	-	-	(3,247,288)	(3,247,288)
Other comprehensive loss	-	(9,958,249)	-	(9,958,249)
Total comprehensive loss for the period	-	(9,958,249)	(3,247,288)	(13,205,537)
Balance as at 30 September 2014	3,166,101,120	(9,958,249)	1,803,277,879	4,959,420,750

The annexed notes 1 to 15 form an integral part of this condensed interim unconsolidated financial information.

LAHORE:

CHIEF EXECUTIVE OFFICER

DIRECTOR

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FIRST CAPITAL SECURITIES CORPORATION LIMITED
NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED
FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2014

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 & 3rd 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

These unconsolidated condensed interim financial statements have been prepared in accordance with the approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984. In case requirements differ, the provisions of and directives of the Companies Ordinance, 1984 shall prevail.

The unconsolidated condensed interim financial statements has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 - Interim Financial Reporting and is being submitted to the shareholders as required by section 245 of the Companies Ordinance 1984. This condensed interim financial statements does 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 2014.

3 ESTIMATES

The preparation of these unconsolidated 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 financial statements for the year ended 30 June 2014.

4 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 2014.

5 Property, plant and equipment

Note	(Un-audited) 30 September 2014 Rupees	(Audited) 30 June 2014 Rupees
5.1	89,499,764	89,709,956
	138,659,750	138,659,750
	228,159,514	228,369,706

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	(Un-audited) 30 September 2014 Rupees	(Audited) 30 June 2014 Rupees
5.1 Opening - net Addition	89,709,956	915,176
	4,341,000	89,311,458
	<u>94,050,956</u>	<u>90,226,634</u>
Less Depreciation	-	-
	4,551,192	516,678
	<u>89,499,764</u>	<u>89,709,956</u>

6 Long term investments - available-for-sale

Investment in related parties

Subsidiary companies - at cost	6.1	211,310,738	211,310,738
Associated companies - at cost	6.2	547,313,110	547,313,110
Associated company - at fair value	6.3	107,277,505	-
Subsidiary company - at fair value	6.4	<u>3,641,960,898</u>	<u>3,759,196,652</u>
		<u>4,507,862,251</u>	<u>4,517,820,500</u>

6.1 Subsidiary companies - at cost

Unquoted

30 September 2014	30 June 2014			
-----Number of shares-----				
12,024,634 77.76% equity	12,024,634 77.76% equity	First Capital Investments Limited	110,681,450	110,681,450
1,949,041 65% equity	1,949,041 65% equity	World Press (Private) Limited	19,490,410	19,490,410
715,400 100% equity	715,400 100% equity	Evergreen Water valley (Private) Limited	26,450,000	26,450,000
3,150,000 100% equity	3,150,000 100% equity	Falcon Commodities (Private) Limited	8,451,602	8,451,602
8,912,250 51% equity	8,912,250 51% 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>211,310,738</u>	<u>211,310,738</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

30 September 2014	30 June 2014		(Un-audited) 30 September 2014 Rupees	Audited 30 June 2014 Rupees
-----Number of shares-----				
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 Associated company - at fair value

Quoted

30 September 2014	30 June 2014		(Un-audited) 30 September 2014 Rupees	Audited 30 June 2014 Rupees
-----Number of shares-----				
45,264,770 25.31% equity	45,264,770 25.31% equity	Media Times Limited	107,277,505	117,235,754
			<u>3,749,238,403</u>	<u>3,759,196,652</u>

6.4 Subsidiary company - at fair value

Quoted

30 September 2014	30 June 2014			
-----Number of shares-----				
103,494,200 73.23% equity	103,494,200 73.23% equity	First Capital Equities Limited	3,641,960,898	3,641,960,898

7 Long term deposits

Deposits with leasing companies	1,085,250	-
Other deposits	37,500	37,500
	<u>1,122,750</u>	<u>37,500</u>

8 Short term investments

Investments at fair value through profit or loss	8.1	41,840,703	44,816,790
Market treasury bills - Held to maturity		8,756,372	8,553,233
		<u>50,597,075</u>	<u>53,370,023</u>

8.1 Investments at 'fair value through profit or loss'

Held for trading

Related parties	38,773,960	45,619,614
Others	5,929,517	7,315,134
	<u>44,703,477</u>	<u>52,934,748</u>
Unrealized (loss) / gain on remeasurement to fair value	(2,862,774)	(8,117,958)
	<u>41,840,703</u>	<u>44,816,790</u>

9 Liabilities against assets subject to finance lease

The liabilities against assets subject to finance lease represents lease entered into with Crescent Standard Modaraba. The amount of future payments for the lease and the period in which the lease payments become due are as follows:

	Not later than one year	Later than one year and not later than five years	Total
	-----R u p e e s-----		
Minimum lease payments	1,314,300	3,604,325	4,918,625
Future finance charge	(372,923)	(314,227)	(687,150)
Present value of minimum lease payments	<u>941,377</u>	<u>3,290,098</u>	<u>4,231,475</u>
30 June 2014	-	-	-

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 2014.

11 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:

	Three months period ended	
	30 September 2014	30 September 2013
	Rupees	Rupees
11.1 Transactions during the period		
<u>Subsidiary companies</u>		
First Capital Equities Limited		
Brokerage commission	-	313,170
World Press (Private) Limited		
Purchase of goods / services	-	15,832
Lanka Securities (Private) Limited		
Dividend income	7,928,864	-
<u>Associated companies</u>		
Pace Pakistan Limited		
Service charges	164,766	674,463
First Capital Mutual Fund Limited		
Dividend income received	-	15,495
	(Un-audited)	Audited
	30 September 2014	30 June 2014
	Rupees	Rupees
11.2 Amount Outstanding at period end		
<u>Subsidiary companies</u>		
World Press (Private) Limited		
Payable against services	576,462	576,462
Lanka Securities (Private) Limited		
Dividend receivable	7,928,864	-
<u>Associated companies</u>		
Pace (Pakistan) Limited		
Payable against purchase of investment property	6,681,123	6,681,123
Media Times Limited		
Payable against services	26,000	26,000

12 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 2014.

13 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 2014.

14 Date of authorization for issue

These un-audited condensed interim unconsolidated financial statements for the three months period ended 30 September 2014 was authorized for issue on 29 October 2014 by the Board of Directors of the Company.

15 GENERAL

Figures have been rounded off to the nearest rupee.

LAHORE

CHIEF EXECUTIVE OFFICER

DIRECTOR

FIRST CAPITAL SECURITIES CORPORATION LIMITED

**CONDENSED INTERIM CONSOLIDATED
FINANCIAL INFORMATION**

**FOR THE THREE MONTHS PERIOD ENDED
30 SEPTEMBER 2014**

(Un-Audited)

**FIRST CAPITAL SECURITIES CORPORATION LIMITED - GROUP
CONDENSED INTERIM CONSOLIDATED BALANCE SHEET
AS AT 30 SEPTEMBER 2014**

	Un-Audited 30 September 2014	Audited 30 June 2014
Note	Rupees	Rupees
<u>Non current assets</u>		
Property, plant and equipment	401,867,136	407,376,222
Intangible assets	19,043,680	19,043,680
Investment property	149,635,000	149,635,000
Investment in equity - accounted investees	616,302,163	628,640,878
Long term investments	24,156,320	24,156,320
Long term deposits and advances	12,718,175	11,632,925
Deferred tax assets	3,494,778	5,205,020
	1,227,217,252	1,245,690,045
<u>Current assets</u>		
Stock in trade	3,414,677	3,194,677
Trade debts	2,566,337,163	2,784,052,569
Loans, advances and other receivables	81,764,329	73,892,053
Prepayments	1,309,931	653,413
Interest accrued	43,836	1,176,174
Deposits and other receivables	21,979,390	17,844,907
Short term investments	78,346,544	73,977,576
Tax refund due from Government	70,008,185	60,973,647
Cash and bank balances	283,432,129	204,191,221
	3,106,636,184	3,219,956,237
<u>Assets held for sale</u>		
Investment property	1,601,903,100	1,601,903,100
<u>Current liabilities</u>		
Trade and other payables	449,495,566	580,666,718
Mark-up accrued	501,910,835	482,198,227
Short term borrowings	555,285,837	547,788,263
Current portion of long term loan	278,001,065	278,608,376
Current portion of liabilities against assets subject to finance lease	8,520,939	7,495,525
	1,793,214,242	1,896,757,109
Working capital employed	2,915,325,042	2,925,102,228
<u>Non-current liabilities</u>		
Deferred liabilities	77,619,704	72,999,149
Long term loans	2,354,027,242	2,301,873,698
Liabilities against assets subject to finance lease	10,604,038	8,076,581
	2,442,250,984	2,382,949,428
Contingencies and commitments		
Net capital employed	1,700,291,310	1,787,842,845
<u>Represented by:</u>		
<u>Share capital and reserves</u>		
Issued, subscribed and paid-up capital	3,166,101,120	3,166,101,120
Exchange translation reserve	34,000,019	28,903,533
Reserves capitalised	478,240,308	478,240,308
Retained earnings	(2,232,578,002)	(2,153,362,006)
Equity attributable to owners of the Company	1,445,763,445	1,519,882,955
Non-controlling interest	254,527,865	267,959,890
	1,700,291,310	1,787,842,845

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

LAHORE
29 October 2014

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 THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2014**

	July - September 2014	July - September 2013
	Rupees	Rupees
Operating revenue	67,747,981	68,622,425
Direct costs	(14,756,595)	(10,900,768)
Gross profit	52,991,386	57,721,657
Loss on disposal of long term investments (Subsidiary)	-	(13,223,237)
Unrealized loss on re-measurement of 'investments at fair value through profit or loss'	(1,365,668)	(33,804,244)
Operating and administrative expenses	(62,444,086)	(76,190,670)
Other income	7,043,914	6,124,634
	(3,774,454)	(59,371,860)
Finance cost	(72,651,318)	(86,136,605)
	(76,425,772)	(145,508,465)
Share of loss of equity accounted investees (net of tax)	(12,565,260)	(110,905,799)
Loss before taxation	(88,991,032)	(256,414,264)
Taxation	(1,162,230)	(387,821)
Loss after taxation from continued operations for the period	(90,153,262)	(256,802,085)
Basic and diluted loss per share	(0.25)	(0.65)
Basic and diluted loss per share - from continuing operations	(0.03)	(0.16)
Loss attributable to:		
- Owners of the Company	(79,442,541)	(206,078,528)
- Non-controlling interest	(10,710,721)	(50,723,557)
Loss for the period	(90,153,262)	(256,802,085)

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

LAHORE
29 October 2014

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 THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2014**

	<u>July - September 2014</u> Rupees	<u>July - September 2013</u> Rupees
Loss after taxation	(90,153,262)	(256,802,085)
Other comprehensive income for the period		
<u>Items that are or may be reclassified to profit or loss:</u>		
Equity-accounted investees- share of other comprehensive income	226,545	-
Foreign currency translation difference recognized as :		
- Currency translation reserve	5,096,486	7,888,155
- Non controlling interest	4,896,624	7,578,817
Other comprehensive gain for the period	9,993,110	15,466,972
Total comprehensive Loss for the period	<u>(79,933,607)</u>	<u>(241,335,113)</u>
Total Comprehensive Loss attributable to:		
- Owners of the Company	(74,119,510)	(198,190,373)
- Non-controlling interest	(5,814,097)	(43,144,740)
	<u>(79,933,607)</u>	<u>(241,335,113)</u>

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

LAHORE
29 October 2014

CHIEF EXECUTIVE OFFICER

DIRECTOR

**FIRST CAPITAL SECURITIES CORPORATION LIMITED - GROUP
CONDENSED INTERIM CONSOLIDATED CASH FLOW STATEMENT -
(UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2014**

	<u>July - September 2014</u> Rupees	<u>July - September 2013</u> Rupees
Cash flows from operating activities		
Loss before taxation	(88,991,032)	(256,414,264)
Adjustments for:		
Depreciation	10,160,400	5,936,482
Finance cost	72,647,017	157,124,095
Gain on remeasurement of short term investments	1,365,668	33,804,244
Dividend income	(82,995)	(586,815)
Gain on disposal of property, plant and equipment	-	(937,000)
Currency translation difference	-	7,888,155
Retirement benefits	4,655,555	2,019,819
Loss on sale of investment	-	13,223,237
Share of loss of equity-accounted investee	12,565,260	110,905,799
Mark up income	(448,751)	(310,986)
	<u>100,862,154</u>	<u>329,067,030</u>
Profit before working capital changes	11,871,122	72,652,766
Effect on cash flow due to working capital changes:		
(Increase)/decrease in:		
Inventories	(220,000)	3,466,371
Trade debts	217,992,673	243,375,576
Loans and advances	(7,872,276)	20,649,009
Short term prepayments	(656,518)	562,070
Deposits and other receivables	(4,073,763)	(14,393,985)
Mark-up received	203,139	-
Increase/(decrease) in:		
Trade and other payables	(131,171,152)	(241,317,508)
Short term borrowings - net	7,497,574	(75,797,864)
	<u>81,699,677</u>	<u>(63,456,331)</u>
Cash generated from operations	93,570,799	9,196,435
Long term deposits and advances	(1,085,250)	15,616,583
Retirement benefits paid	(35,000)	(215,350)
Finance costs paid	(86,998)	(2,631,746)
Taxes paid	(6,162,066)	174,323,592
Net cash generated from operating activities	86,201,485	196,289,514
Cash flows from investing activities		
Fixed capital expenditure	(310,314)	(1,581,059)
Short term investments - net	(5,734,636)	25,836,621
Proceeds of property and equipment	-	937,000
Disposal of subsidiary	-	82,673,918
Dividend received	22,275	11,051,565
Investments - net	(226,545)	-
Mark up received	1,377,950	648,065
Net cash (used in) / generated from investing activities	(4,871,270)	119,566,110
Cash flows from financing activities		
Repayment of liabilities against assets subject to finance lease - net	(788,129)	(13,342,476)
Long term finance	(1,301,178)	(213,654,062)
Net cash used in financing activities	(2,089,307)	(226,996,538)
Net increase in cash and cash equivalents	79,240,908	88,859,086
Cash and cash equivalents at the beginning of the period	204,191,221	284,333,261
Cash and cash equivalents at the end of the period	283,432,129	373,192,347

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

LAHORE
29 October 2014

CHIEF EXECUTIVE OFFICER

DIRECTOR

**FIRST CAPITAL SECURITIES CORPORATION LIMITED - GROUP
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN
EQUITY (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2014**

	Attributable to owners of the Company				Total	Non-controlling interests	Total equity
	Share capital	Translation reserve	Reserve capitalised	Retained earnings			
	Rupees						
Balance as at 01 July 2013	3,166,101,120	28,672,594	572,590,308	(1,587,407,662)	2,179,956,360	866,244,674	3,046,201,034
Change in accounting policy for recognition of actuarial loss				(6,936,629)	(6,936,629)	(4,690,379)	(11,627,008)
Balance at 1 July 2013 - as (Restated)	3,166,101,120	28,672,594	572,590,308	(1,594,344,291)	2,173,019,731	861,554,295	3,034,574,026
Comprehensive income/(loss) for the period							
Loss for the period				(206,078,528)	(206,078,528)	(50,723,557)	(256,802,085)
Total other comprehensive income		7,888,155			7,888,155	7,578,817	15,466,972
Total comprehensive income / (loss) for the period		7,888,155		(206,078,528)	(198,190,373)	(43,144,740)	(241,335,113)
Changes in ownership interests in subsidiary							
Disposal of subsidiary				(82,357,772)	(82,357,772)	(276,647,790)	(359,005,562)
Balance at 30 September 2013 - Restated	3,166,101,120	36,560,749	572,590,308	(1,882,780,591)	1,892,471,966	541,761,765	2,434,233,351
Comprehensive loss for the period							
Loss for the period				(351,163,866)	(351,163,866)	(147,185,595)	(498,349,461)
Total other comprehensive loss		(7,657,216)		(18,064,801)	(25,722,017)	(6,704,262)	(32,426,279)
Total comprehensive loss for the period		(7,657,216)		(369,228,667)	(376,885,883)	(153,889,857)	(530,775,740)
Changes in ownership interests in subsidiaries							
Change in NCI on exercise of right shares - FCIL				877,343	877,343	(877,343)	-
Change in NCI on exercise of right shares - FCEI				(89,021,673)	(89,021,673)	89,021,673	-
Acquisition of non-controlling interests without a change in control - EGW				10,083,807	10,083,807	(23,044,307)	(12,960,500)
Disposal of subsidiary (TCL)			(94,350,000)	176,707,775	82,357,775	82,284,090	164,641,865
Disposal of subsidiary (MTL)						(267,296,131)	(267,296,131)
			(94,350,000)	98,647,252	4,297,252	(119,912,018)	(115,614,766)
Balance at 30 June 2014	3,166,101,120	28,903,533	478,240,308	(2,153,362,006)	1,519,882,955	267,959,890	1,787,842,845
Balance at 01 July 2014	3,166,101,120	28,903,533	478,240,308	(2,153,362,006)	1,519,882,955	267,959,890	1,787,842,845
Total comprehensive income / (loss) for the period							
Loss for the period				(79,442,541)	(79,442,541)	(10,710,721)	(90,153,262)
Other comprehensive loss for the period		5,096,486		226,545	5,323,031	4,896,624	10,219,655
Total comprehensive income / (loss) for the period		5,096,486		(79,215,996)	(74,119,510)	(5,814,097)	(79,933,607)
Transaction with owners of the Company, recognised directly in equity							
Dividends paid during the period						(7,617,928)	(7,617,928)
Balance at 30 September 2014	3,166,101,120	34,000,019	478,240,308	(2,232,578,002)	1,445,763,445	254,527,865	1,700,291,310

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

LAHORE: 29 October 2014

CHIEF EXECUTIVE OFFICER

DIRECTOR

**FIRST CAPITAL SECURITIES CORPORATION LIMITED GROUP
NOTES TO THE CONDENSED INTERIM CONSOLIDATED
FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED 30 SEPTEMBER 2014**

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 & 3rd 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

These consolidated condensed interim financial statements have been prepared in accordance with the approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984. In case requirements differ, the provisions of and directives of the Companies Ordinance, 1984 shall prevail.

The condensed interim consolidated financial statements has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 - Interim Financial Reporting and is being submitted to the shareholders as required by section 245 of the Companies Ordinance 1984. This condensed interim financial statements does 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 2014.

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. 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 2014.

4. Estimates

The preparation of condensed interim consolidated 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 consolidated financial statements for the year ended 30 June 2014.

5. Subsidiary companies

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

	Percentage of Holding	
	30 September 2014	30 June 2014
First Capital Investments Limited (FCIL)	77.76	77.76
Lanka Securities (Pvt.) Limited, Sri Lanka (LSL)	51	51
World Press (Pvt.) Limited (WPL)	65	65
First Capital Equities Limited (FCEL)	73.23	73.23
Evergreen Water Valley (Pvt.) Limited (EGWE)	100	100
Falcon Commodities (Pvt.) Limited (FCL)	100	100
Ozer Investments Limited	100	100

Note	Un-audited	Audited
	30 September 2014 Rupees	30 June 2014 Rupees
6. Investment in equity - accounted investees		
Opening balance	628,640,878	522,985,114
Add: Acquisition of additional shares	-	25,186,560
Add effect of conversion of subsidiary into associate	-	393,894,486
	<u>628,640,878</u>	<u>942,066,160</u>
Less shares disposed off during the period	-	(163,413,213)
Share of loss of equity accounted investees (net of tax)	(12,565,260)	(120,503,624)
Less Dividends	-	(10,464,750)
Equity accounted investees- share of other comprehensive loss	226,545	(19,043,695)
	<u>616,302,163</u>	<u>628,640,878</u>
7 Short term investments		
Investments measured at fair value through profit and loss account		
Market treasury bills - held to maturity	8,756,372	8,553,233
Investments at fair value through profit or loss	7.1 69,590,172	65,424,343
	<u>78,346,544</u>	<u>73,977,576</u>
7.1 Investments at fair value through		
Carrying value of investments	70,955,840	56,421,006
Un-realised loss on remeasurement of investments	(1,365,668)	9,003,337
	<u>69,590,172</u>	<u>65,424,343</u>
8 Long term loans		
Term finance facility	2,632,028,307	2,137,682,458
Accrued mark-up classified as long term	-	442,799,616
	<u>2,632,028,307</u>	<u>2,580,482,074</u>
Less: Current portion	278,001,065	278,608,376
	<u>2,354,027,242</u>	<u>2,301,873,698</u>

This includes agreements with different commercial banks with a mark up rate ranging from 8% to 20% and 3 months kibar plus 3% to 4% p.a (June 2014 : 8% to 20% and 3 months kibar plus 3% to 4%).

These facilities are secured against the pledge of shares, charge over trade receivable and equitable mortgage of certain properties.

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, 2014 except for the following commitments:

Commitments	Un-audited 30 September 2014 Rupees	Audited 30 June 2014 Rupees
Sale of Shares	242,524,780	707,140,121
Purchase of shares	257,220,934	854,816,664

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:

	30 September 2014 Rupees	30 September 2013 Rupees
10.1 Transaction during the period		
<u>Associated companies</u>		
First Capital Mutual Fund Limited		
Income from financial consultancy services	2,274,441	2,395,683
Pace Pakistan Limited		
Service charges	164,766	6,681,130
Building rent	-	-
Office property acquired	-	5,568,000
	Un-Audited 30 September 2014 Rupees	Audited 30 June 2014 Rupees
10.2 Amount Outstanding at period end		
<u>Associated companies</u>		
First Capital Mutual Fund Limited		
Income from financial consultancy services	6,967,880	3,965,670
Pace Pakistan Limited		
Payable against purchase of investment property	6,681,123	6,681,123
Media Times Limited		
Sale of goods and services	26,000	26,000

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 2014.

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 2014.

13 Date of authorization for issue

This un-audited condensed interim consolidated financial information for the three months period ended 30 September 2014 was authorized for issue on 29 October 2014 by the Board of Directors of the Parent Company.

14 GENERAL

Figures have been rounded off to the nearest rupee.