

FIRST CAPITAL SECURITIES CORPORATION LIMITED
FINANCIAL STATEMENTS AS AT SEPTEMBER 30, 2021

STATEMENT OF FINANCIAL POSITION
STATEMENT OF PROFIT OR LOSS
STATEMENT OF COMPREHENSIVE INCOME
STATEMENT OF CASH FLOWS
STATEMENT OF CHANGES IN EQUITY
NOTES TO THE FINANCIAL STATEMENTS

First Capital Securities Corporation Limited

Company Information

Board of Directors

Shehrbano 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)
Shehrbano Taseer (Member)
Naeem Akhtar (Member)

Human Resource and Remuneration (HR&R) Committee

Umair Fakhar Alam (Chairman)
Aamna Taseer (Member)
Shehrbano 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
MCB Bank Limited
Standard Chartered Bank (Pakistan) 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

FIRST CAPITAL SECURITIES CORPORATION LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2021

		Unaudited	Audited
		30 September	30 June
		2021	2021
	Note	Rupees	Rupees
NON-CURRENT ASSETS			
Property, plant and equipment	6	132,687,652	132,743,163
Investment properties	7	2,152,618,664	2,152,618,664
Long term investments	8	1,755,412,757	1,821,951,969
Long term deposits		37,500	37,500
		<u>4,040,756,573</u>	<u>4,107,351,296</u>
CURRENT ASSETS			
Trade debts - unsecured, considered good		503,784	503,784
Loans, advances, prepayments and other receivables		74,029,398	33,544,229
Short term investments	8	53,197,881	75,227,561
Advance tax		1,842,016	7,541,537
Cash and bank balances		149,441	80,394
		<u>129,722,520</u>	<u>116,897,505</u>
CURRENT LIABILITIES			
Trade and other payables	9	67,085,478	65,599,872
Current portion of long term loan		100,000,000	100,000,000
Current portion of accrued markup		342,113,152	331,429,552
		<u>509,198,630</u>	<u>497,029,424</u>
		<u>3,661,280,463</u>	<u>3,727,219,377</u>
NON-CURRENT LIABILITIES			
Long Term Loan		1,678,060,000	1,678,060,000
Accrued Markup		154,520,977	111,377,020
Staff retirement benefits payable		2,400,672	2,293,421
Deferred tax liability		15,000,100	15,000,100
		<u>1,849,981,749</u>	<u>1,806,730,541</u>
Contingencies and commitments	10	-	-
NET ASSETS		<u><u>1,811,298,714</u></u>	<u><u>1,920,488,836</u></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>(1,354,802,406)</u>	<u>(1,245,612,284)</u>
		<u><u>1,811,298,714</u></u>	<u><u>1,920,488,836</u></u>

The annexed notes 1 to 37 form an integral part of these financial statements.

Chief Executive Officer

Chief Financial Officer

Director

FIRST CAPITAL SECURITIES CORPORATION LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

		Quarter ended	
		30 September 2021	30 September 2020
Note		Rupees	
Revenue			
	Money market services	-	245,384
	Dividend income	38,000,000	161,181
	Unrealized gain/(loss) on re-measurement of 'investments at fair value through profit or loss'	8 (88,568,892)	11,202,034
	Loss on disposal of investment properties	-	-
	Change in fair value of investment properties	-	-
		(50,568,892)	11,608,599
Expenses			
	Operating and administrative expenses	(1,991,633)	(2,259,904)
	Operating Profit/(loss)	(52,560,525)	9,348,695
	Other income	2,899,729	2,903,484
	Finance cost	(53,829,326)	(42,610,498)
	Loss before taxation	(103,490,122)	(30,358,319)
	Taxation	(5,700,000)	(53,623)
	Loss after taxation	(109,190,122)	(30,411,942)
Earning/(Loss) per share			
	- basic and diluted	(0.34)	(0.10)

FIRST CAPITAL SECURITIES CORPORATION LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Quarter ended	
	30 September 2021	30 September 2020
	Rupees	
Profit/(Loss) after taxation	(109,190,122)	(30,411,942)
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 year - net of tax	-	-
Total comprehensive Income/(loss) for the year - net of tax	(109,190,122)	(30,411,942)

The annexed notes 1 to 37 form an integral part of these financial statements.

Chief Executive Officer

Chief Financial Officer

Director

FIRST CAPITAL SECURITIES CORPORATION LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	Share Capital	Revenue reserve/Accumulated Reserves	Total
		Retained earnings	
	----- Rupees -----		
Balance as at July 01, 2020	3,166,101,120	(1,453,278,038)	1,712,823,082
Loss for the year	-	(30,411,942)	(30,411,942)
Other comprehensive income for the year - net of tax	-	-	-
Total comprehensive loss for the year - net of tax	-	(30,411,942)	(30,411,942)
Balance as at 30 September 2021	3,166,101,120	(1,483,689,980)	1,682,411,140
Loss for the year	-	237,841,445	237,841,445
Other comprehensive income for the year - net of tax	-	236,251	236,251
Total comprehensive loss for the year - net of tax	-	238,077,696	238,077,696
Balance as at 30 June 2021	3,166,101,120	(1,245,612,284)	1,682,411,140
Balance as at July 01, 2021	3,166,101,120	(1,245,612,284)	1,920,488,836
Profit for the year	-	(109,190,122)	(109,190,122)
Other comprehensive income for the year - net of tax	-	-	-
Total comprehensive loss for the year - net of tax	-	(109,190,122)	(109,190,122)
Balance as at 30 June 2022	3,166,101,120	(1,354,802,406)	1,811,298,714

The annexed notes 1 to 37 form an integral part of these financial statements.

Chief Executive Officer

Chief Financial Officer

Director

FIRST CAPITAL SECURITIES CORPORATION LIMITED
STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED SEPTEMBER 30, 2021

	2021	2020
	Rupees	Rupees
Cash flows from operating activities		
Profit/(Loss) before taxation	(103,490,122)	(30,358,319)
<i>Adjustments for:</i>		
Finance cost	53,829,326	42,610,498
Dividend income	(38,000,000)	(161,181)
Unrealized loss on re-measurement of investments at 'fair value through profit or loss'	88,568,892	(11,202,034)
Depreciation	55,511	55,511
Interest income	(49,729)	(16,484)
Provision for staff retirement benefits	107,251	209,839
	104,511,251	31,496,149
Loss before working capital changes	1,021,129	1,137,830
Effect on cash flow due to working capital changes		
<i>(Increase)/decrease in current assets:</i>		
Trade debts	-	275,492
Loans, advances, prepayments and other receivables	(2,485,169)	(2,850,000)
<i>(Decrease)/increase in current liabilities:</i>		
Trade and other payables	1,485,606	1,418,366
	(999,563)	(1,156,142)
Cash generated from/(used in) operations	21,566	(18,312)
<i>Increase in non-current liabilities:</i>		
Finance cost paid	(1,769)	(2,613)
Taxes paid/adjusted-net	(479)	(66,793)
	(2,248)	(69,406)
Net cash used in operating activities	19,318	(87,718)
Cash flows from investing activities		
Interest received	49,729	16,484
Net cash generated from investing activities	49,729	16,484
Cash flows from financing activities	-	-
Net cash generated from financing activities	-	-
Net increase/(decrease) in cash and cash equivalents	69,047	(71,234)
Cash and cash equivalents at the beginning of the year	80,394	360,596
Cash and cash equivalents at the end of the year	149,441	289,362

The annexed notes 1 to 37 form an integral part of these financial statements.

Chief Executive Officer

Chief Executive Officer

Director

FIRST CAPITAL SECURITIES CORPORATION LIMITED

**NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL INFORMATION (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

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, 2021.

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, 2021.
- The comparative condensed interim unconsolidated financial position is extracted form the audited unconsolidated financial statements of the Company for the year ended 30 June, 2021, 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, 2020.

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 2021.

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, 2020 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 2021.

- 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	Audited
		30 September 2021	30 June 2021
	Note	Rupees	
6 Property, plant and equipment			
Property, plant and equipment	6.1	262,546	318,057
Capital work in progress	6.2	132,425,106	132,425,106
		132,687,652	132,743,163
6.1	Opening book value	318,057	540,102
	Net (Disposal)/Additions for the period/year	-	-
		318,057	540,102
	Depreciation expense for the period/year	55,511	222,045
	Closing book value	262,546	318,057
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 2019: Rs 107,090,858) and Rs. 25,334,248 (June 2019: Rs. 25,334,248) respectively. Construction work on these properties is in progress as at December 31, 2019.		

		Unaudited	Audited
		30 September 2021	30 June 2021
	Note	Rupees	
7 Investment properties			
Opening balance		2,152,618,664	2,152,618,664
Acquisition during the period/year		-	-
Fair value adjustment		-	-
		-	-
Closing balance		2,152,618,664	2,152,618,664

	Note	Unaudited 30 September 2021	Audited 30 June 2021
		Rupees	
8 Investments			
Carrying value of investments at the beginning of the period / year		1,897,179,530	1,534,204,824
Unrealized (loss) / gain on re-measurement of investments at fair value through profit or loss		(88,568,892)	362,974,706
Carrying value at the end of the period / year		1,808,610,638	1,897,179,530
Investments classified in current assets		53,197,881	75,227,561
Closing book value		1,755,412,757	1,821,951,969

8.1 Investments in related parties and other

Subsidiary companies - Unquoted		536,631,383	536,631,383
Associated companies - Unquoted		868,808,303	868,808,303
Subsidiary company - Quoted		238,169,089	238,169,089
Associated company - Quoted		153,460,397	236,788,860
Other company - Quoted		11,541,466	16,781,895
		1,808,610,638	1,897,179,530

9 Trade and other payables

Creditors		12,692,888	11,207,282
Accrued liabilities		19,580,816	19,580,816
Security deposit from tenants		486,660	486,660
Payable against purchase of investment property	9.1	6,681,123	6,681,123
Final settlements payable	9.2	22,036,914	22,036,914
Withholding income tax payable		4,655,602	4,655,602
Sales tax payable		244,081	244,081
Other liabilities		707,394	707,394
		67,085,478	65,599,872

9.1 This represent Rs. 6,681,123 (June 2021: Rs. 6,681,123) payable to Pace (Pakistan) Limited an associated company against purchase of property.

9.2 This represents amount payable to employees who have left the Company on account of final settlement of gratuity.

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 2021.

Quarter ended	
30 September 2021	30 September 2020
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
	Purchase of goods / services	-	-
	Dividend income	38,000,000	-
Key management personnel	Salaries and other employee benefits	600,000	1,621,320

Unaudited	Audited
30 September 2021	30 June 2021
Rupees	

Period / year end balances

Receivables from related parties	35,859,312	32,610,212
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 October 29, 2021 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

FIRST CAPITAL SECURITIES CORPORATION LIMITED

***CONDENSED INTERIM CONSOLIDATED
FINANCIAL STATEMENTS AS AT SEPTEMBER 30, 2021***

STATEMENT OF CONSOLIDATED FINANCIAL POSITION

STATEMENT OF CONSOLIDATED PROFIT OR LOSS

STATEMENT OF CONSOLIDATED COMPREHENSIVE INCOME

STATEMENT OF CONSOLIDATED CASH FLOWS

STATEMENT OF CONSOLIDATED CHANGES IN EQUITY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FIRST CAPITAL SECURITIES CORPORATION LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2021

		Un-Audited	Audited
		30 September	30 June
		2021	2021
	Note	Rupees	Rupees
Non-current assets			
Property, plant and equipment	5	270,922,404	272,244,918
Intangible assets		2,750,008	2,812,510
Investment properties		3,354,181,263	3,354,181,263
Investments accounted for using the equity method	6	437,748,324	412,524,455
Long term investments		19,747,332	24,127,216
Long term deposits and advances - considered good		28,475,213	36,579,471
		4,113,824,544	4,102,469,833
Current assets			
Stock in trade		290,053,500	290,053,500
Trade debts		1,426,766,189	608,139,942
Loans, advances and other receivables		488,547,085	366,683,418
Prepayments		1,018,351	1,018,351
Short term investments	6	417,117,600	533,452,966
Cash and bank balances		134,524,631	50,837,074
		2,758,027,356	1,850,185,251
Current liabilities			
Trade and other payables		1,528,445,801	666,392,155
Short term borrowings		29,074,769	14,833,987
Current portion of lease liability		187,637	6,867,378
Current portion of long term loans		267,590,909	267,590,909
Current portion of accrued markup		443,340,546	428,752,510
Provision for taxation		111,033,041	84,024,702
		2,379,672,703	1,468,461,641
Net current assets/(liability)		378,354,653	381,723,610
		4,492,179,197	4,484,193,443
Non-current liabilities			
Deferred tax liability		14,804,719	14,204,296
Staff retirement benefits		22,985,282	24,442,112
Long term loans		2,694,745,177	2,694,745,177
Accrued markup		154,520,977	111,377,019
Lease liability		-	-
		2,887,056,155	2,844,768,604
Contingencies and commitments	7	1,605,123,042	1,639,424,839
Represented by			
Equity			
Share Capital and Reserves			
Authorized share capital: 320,000,000 (2021: 320,000,000) ordinary shares of Rs 10 each		3,200,000,000	3,200,000,000
Issued, subscribed and paid-up share capital		3,166,101,120	3,166,101,120
Exchange translation reserve		42,419,986	28,618,644
Reserves capitalized		480,054,923	480,054,923
Retained earnings		(2,402,057,722)	(2,356,835,232)
Equity attributable to owners of the Parent Company		1,286,518,307	1,317,939,455
Non-controlling interests (NCI)		318,604,735	321,485,384
		1,605,123,042	1,639,424,839

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, 2021

	Quarter ended	
	30 September	
	2021	2020
	Rupees	
<u>CONTINUED OPERATIONS</u>		
Operating revenue	224,195,445	70,167,630
Direct costs	(41,507,802)	(11,322,196)
Gross profit	182,687,643	58,845,434
Unrealized (loss)/gain on re-measurement of 'investments at fair value through profit or loss'	(51,923,757)	36,816,963
Operating and administrative expenses	(77,092,332)	(43,625,547)
Operating profit	53,671,554	52,036,850
Other income	16,491,679	9,576,580
Finance costs	(59,329,067)	(45,536,204)
	10,834,166	16,077,226
Share of loss from investments accounted for using the equity method - net of tax	(5,242,014)	(5,544,238)
Profit before taxation	5,592,152	10,532,988
Taxation	(31,041,144)	(3,085,655)
(Loss)/profit after taxation for the period	(25,448,992)	7,447,333
<u>DISCONTINUED OPERATION</u>		
Loss after taxation from discontinued operation	(756,955)	(1,243,615)
(Loss)/profit after taxation for the period	(26,205,947)	6,203,718
	8	
Basic and diluted loss per share-- from continued operation	(0.14)	(0.04)
	8	
Basic and diluted loss per share-- from discontinued operation	(0.0018)	(0.0029)
Profit/(loss) attributable to:		
- Owners of the Parent Company	(44,767,524)	(14,316,258)
- Non-controlling interests	18,561,577	20,519,976
Profit/(Loss) for the period	(26,205,947)	6,203,718

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, 2021

	Quarter ended	
	30 September	
	2021	2020
	Rupees	
Loss after taxation	(26,205,947)	6,203,718
Other comprehensive income/(loss) for the period		
<i>Items that may be subsequently reclassified to profit or loss:</i>		
Share of other comprehensive income/(loss) of investments accounted for using the equity method - net of tax	(454,966)	-
Exchange differences on translation of foreign operations recognised as:		
- Exchange translation reserve	13,801,342	(6,056,056)
- Non-controlling interests	13,260,113	(5,818,565)
Other comprehensive income for the period	27,061,455	(11,874,621)
Total comprehensive loss for the period	400,542	(5,670,903)
Total comprehensive loss attributable to :		
- Owners of the Parent Company	(31,421,148)	(20,372,314)
- Non-controlling interests	31,821,690	14,701,411
	400,542	(5,670,903)

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, 2021

		Quarter ended	
		30 September	
	Note	2021	2020
		Rupees	
Cash flows from operating activities			
Cash used in operations	9	87,141,289	33,762,487
Long term deposits and advances		8,104,258	(4,613,253)
Retirement benefits paid - net		(2,145,447)	-
Finance costs paid		(44,741,031)	(45,536,204)
Taxes paid		(3,638,438)	(502,132)
Net cash (used in)/generated from operating activities		44,720,631	(16,889,102)
Cash flows from investing activities			
Fixed capital expenditure		556,737	790,522
Short term investments - net		64,411,609	(36,736,031)
Investment available for sale - net		(25,326,517)	7,462,410
Interest received		14,149,919	9,174,912
Net cash (used in)/generated from investing activities		53,287,551	(19,308,187)
Cash flows from financing activities			
Repayment of liabilities against assets subject to finance lease - net		(6,679,741)	(846,684)
Receipt/(payment) of loan		-	66,127,587
Net cash generated from/(used in) financing activities		(41,382,080)	65,280,903
Net decrease in cash and cash equivalents		56,626,102	29,083,614
Cash and cash equivalents at the beginning of the period		50,837,074	47,971,595
Effect of exchange translation reserve		27,061,455	(11,874,621)
Cash and cash equivalents at the end of the period		134,524,631	65,180,588

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, 2021

	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 2020 - (Audited)	3,166,101,120	48,668,733	480,054,923	(2,536,904,220)	1,157,920,556	256,186,286	1,414,106,842
Loss for the period	-	-	-	(14,316,258)	(14,316,258)	20,519,976	6,203,718
Other comprehensive loss for the period	-	(6,056,056)	-	454,494	(5,601,562)	(5,818,565)	(11,420,127)
Total comprehensive loss for the period	-	(6,056,056)	-	(13,861,764)	(19,917,820)	14,701,411	(5,216,409)
Balance at 30 September 2021	3,166,101,120	42,612,677	480,054,923	(2,550,765,984)	1,138,002,736	270,887,697	1,408,890,433
Balance at 30 June 2021 - (Audited)	3,166,101,120	28,618,644	480,054,923	(2,356,835,232)	1,317,939,455	321,485,384	1,639,424,839
Loss for the period	-	-	-	(44,767,524)	(44,767,524)	18,561,577	(26,205,947)
Other comprehensive loss for the period	-	13,801,342	-	(454,966)	13,346,376	13,260,113	26,606,489
Total comprehensive loss/(profit) for the period	-	13,801,342	-	(45,222,490)	(31,421,148)	31,821,690	400,542
Transaction with owners							
Profit attributed paid to non-controlling interest	-	-	-	-	-	(34,702,339)	(34,702,339)
	-	-	-	-	-	(34,702,339)	(34,702,339)
Balance at 30 September 2021	3,166,101,120	42,419,986	480,054,923	(2,402,057,722)	1,286,518,307	318,604,735	1,605,123,042

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

Chief Executive Officer

Chief Financial Officer

Director

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

2nd Floor Pace Shopping Mall,
Fortress Stadium Lahore
Cantt, Lahore.

Corporate Office

4th Floor, Block B,C,D Lakson Square
Building No,01 Sarwar Shaheed Road
Karachi

- 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.

	Percentage of Holding	
	30 September 2021	30 June 2021
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 2nd floor Pace Shopping mall, Fortress Stadium 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. In the year 2018-19, the Company has changed its principal activity from share brokerage to development and marketing of all type of real estate. Legal formalities in this regard are under process with Securities and Exchange Commission of Pakistan. 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 2nd Floor, Pace Mall, Fortress Stadium, Lahore Cantt, 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 2nd Floor, Pace Mall, Fortress Stadium, Lahore Cantt, 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 quarter ended 30 September, 2021.

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, 2021.
- 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, 2021, 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 in equity are stated from unaudited condensed interim consolidated financial statements for the quarter ended September 30 2020.
- 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 2021.

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 2021 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 2021.

5 Property, plant and equipment

	Note	30 September 2021 Rupees	30 June 2021 Rupees
Property, plant and equipment	5.1	6,058,298	6,325,931
Capital work in progress	5.2	255,230,106	255,230,106
Right of use assets	5.3	9,634,000	10,688,881
		<u>270,922,404</u>	<u>272,244,918</u>
5.1 Opening book value		6,325,931	3,915,773
Additions for the period/year		498,142	5,475,314
Effect of movement in exchange rate		3,964,921	(6,946,725)
Disposal for the period/year net book value		-	-
		<u>10,788,994</u>	<u>2,444,362</u>
Depreciation expense for the period/year		1,130,835	2,604,739
Effect of movement in exchange rate		3,599,861	(6,486,308)
Closing book value		<u>6,058,298</u>	<u>6,325,931</u>

	Note	30 September 2021 Rupees	30 June 2021 Rupees
5.2 Opening balance		255,230,106	255,230,106
Additions for the period/year		-	-
Disposal for the period/year		-	-
Closing balance	5.4	<u>255,230,106</u>	<u>255,230,106</u>
5.3 Opening balance		10,688,881	17,438,317
Additions for the period/year		-	404,421
Covid Adjustment		-	(329,205)
Exchange gain/(loss)		518,953	(1,293,095)
Depreciation expense for the period/year		<u>(1,573,834)</u>	<u>(5,531,557)</u>
Closing balance		<u>9,634,000</u>	<u>10,688,881</u>

- 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 2020: Rs 107,090,858) and Rs. 25,334,248 (June 2020: Rs. 25,334,248) respectively. Construction work on these properties is in progress as at March 31, 2021.

6 Investments

	30 September 2021 Rupees	30 June 2021 Rupees
Carrying value of investments at the beginning of the period / year	970,104,637	742,351,041
Investments made during the period / year		
- Related parties	-	10,000,000
- Others	-	124,033,861
Share of loss of equity accounted investees (net of tax)	(5,242,014)	(42,167,422)
Equity accounted investees- share of other comprehensive income	(454,966)	11,246,573
Unrealized (loss) / gain on re-measurement of investments at fair value through profit or loss	(51,923,757)	124,640,584
	(57,620,737)	93,719,735
Investments disposed off during the period/year	(37,870,644)	-
Carrying value at the end of the period / year	874,613,256	970,104,637
Investments classified in current assets	417,117,600	533,452,966
Closing book value	457,495,656	436,651,671

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, 2020.

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

		Quarter ended 30 September	
		2021	2020
		Rupees	
Net profit/(loss) for the year from continued operations	Rupees	(44,213,206)	(13,405,559)
Net profit/(loss) for the year from discontinued operations	Rupees	(554,318)	(910,699)
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	(0.14)	(0.04)
Earning/(loss) per share - basic and diluted -- discontinued operations	Rupees	(0.0018)	(0.0029)

9 Cash generated from operations

		Quarter ended	
		30 September	
		2021	2020
		Rupees	Rupees
Loss before taxation		4,835,197	# 9,289,373
Adjustments for:			
Depreciation		1,130,835	428,952
Finance cost		59,329,067	45,536,204
Loss on re-measurement of short term investments		51,923,757	(36,816,963)
Dividend income		-	(504,197)
Amortization		62,502	62,502
Retirement benefits		688,619	1,472,701
Share of loss from investments accounted for using equity method		5,242,014	5,544,239
Mark-up income		(14,149,919)	(9,174,912)
		104,226,875	6,548,526
Profit before working capital changes		109,062,072	15,837,899
Effect on cash flow due to working capital changes:			
Decrease/(increase) in:			
Trade debts		(776,351,544)	96,667,867
Loans and advances		(121,863,667)	(2,223,895)
Short term prepayments		-	868,610
(Decrease)/increase in:			
Trade and other payables		862,053,646	(77,387,994)
		(21,920,783)	17,924,588
Cash generated from operations		87,141,289	33,762,487

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:

10.1 Transaction during the period

		Quarter ended	
		30 September	
		2021	2020
		Rupees	Rupees
Associated companies			
	Purchase of goods / services	49,660,422	107,430
	Units redeemed	-	14,600,000
	Service charges	-	167,940
	Dividend income	-	504,197
	Asset management fee	734,925	645,222
	Construction revenue	24,793,716	-
Key management personnel			
	Salaries and other employee benefits	4,079,952	8,717,286

		30 September 2021 Rupees	30 June 2021 Rupees
10.2	Period / year end balances		
	Associated companies		
	Receivables from related parties	5,168,553	13,225,398
	Payables to related parties	25,247,781	19,298,912
	Retention money	68,976,539	198,913,767

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 2020.

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 30 September 2021.

	Level 1 Rupees	Level 2	Level 3	Total
Assets				
Investments at fair value				
through profit and loss	417,117,600	-	-	417,117,600
Total assets	417,117,600	-	-	417,117,600
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 29 October 2021 by the Board of Directors.

14 General

Figures have been rounded off to the nearest rupee.

Chief Executive Officer

Chief Financial Officer

Director