

FIRST CAPITAL SECURITIES CORPORATION LTD CORPORATE BRIEFING SESSION DECEMBER 2023



Contents

1. Profile of the Company;
2. Strategic / Operational Developments;
3. Details of financial information for the Six months period ended 31 December 2023;
4. Question and answers



Profile of FCSC

FCSC is a public limited company listed on Pakistan Stock Exchange, the parent company of First Capital Group and involved in making long and short term investments. Company Commenced operations in 1994.



Strategic and Operational Developments

- ▶ **The Management of the Company is in negotiation with its banks to restructure/settle its Debt and is confident that this will be done on favorable terms.**
- ▶ **The Management of the Company is focusing to improve the performance of Subsidiary companies and to generate revenues from own revenue streams of the Company, including:**
 - ▶ **Ever Green Water Valley (Pvt.) LTd;**
 - ▶ **First Capital Investments Ltd;**
 - ▶ **First Capital Equities Ltd;**



FUTURE OUTLOOK

- ▶ The improved performance of Capital market will also have a positive impact on the value of investments in the Listed companies shares, which will result in unrealized gains and positive impact on the financial position of the Company;
- ▶ Through increase in profitability of the subsidiary and associated companies the Company is expecting increase in revenues through Dividend realization;
- ▶ The loan settlements will in future eliminates the mark-up expense resulting in increased profitability.



BALANCE SHEET

FIRST CAPITAL SECURITIES CORPORATION LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2023

	Un-Audited Dec. 31, 2023	Audited June 30, 2023
	-----Rupees-----	
NON-CURRENT ASSETS		
Property, plant and equipment	140,001,889	141,113,083
Investment properties	3,026,342,900	3,026,342,900
Long term investments	1,650,648,041	1,638,426,553
Long term deposits	37,500	37,500
	4,817,030,330	4,805,920,036
CURRENT ASSETS		
Trade debts - unsecured, considered good	-	-
Loans, advances, prepayments and other receivables	53,248,801	48,976,354
Short term investments	33,713,320	24,166,325
Advance tax	14,535,711	7,957,517
Cash and bank balances	37,038,869	204,991
	138,536,701	81,305,187
CURRENT LIABILITIES		
Trade and other payables	84,360,443	74,323,674
Current portion of long term loan	681,818,182	681,818,182
Current portion of accrued markup	1,274,381,310	1,060,226,781
	2,040,559,935	1,816,368,637
NET CURRENT ASSETS	1,902,023,234	1,735,063,450
	2,915,007,096	3,070,856,586
NON-CURRENT LIABILITIES		
Long term loan	1,096,241,818	1,096,241,818
Accrued markup	-	-
Staff retirement benefits payable	2,986,938	2,657,518
Deferred tax liability	30,753,840	30,753,840
	1,129,982,596	1,129,653,176
Contingencies and commitments		
NET ASSETS	1,785,024,500	1,941,203,410
REPRESENTED BY		
EQUITY		
SHARE CAPITAL AND RESERVES		
Authorized share capital:		
320,000,000 (June 2022: 320,000,000) ordinary shares of Rs. 10 each	3,200,000,000	3,200,000,000
Issued, subscribed and paid-up capital	3,166,101,120	3,166,101,120
Retained earnings	(1,381,076,620)	(1,224,897,711)
	1,785,024,500	1,941,203,410



PROFIT AND LOSS ACCOUNT

FIRST CAPITAL SECURITIES CORPORATION LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE PERIOD ENDED DECEMBER 31, 2023

	HALF YEAR ENDED		QUARTER ENDED	
	DEC. 31, 2023	DEC. 31, 2022	DEC. 31, 2023	DEC. 31, 2022
	-----Rupees-----			
Revenue				
Money market services	-	-	-	-
Dividend Income	43,512,978	-	43,512,978	-
Unrealized gain on re-measurement of 'investments at fair value through profit or loss'	21,768,483	(6,113,428)	34,388,404	(7,048,460)
	<u>65,281,461</u>	<u>(6,113,428)</u>	<u>77,901,382</u>	<u>(7,048,460)</u>
Expenses				
Operating and administrative expenses	(6,327,261)	(4,699,084)	(3,114,493)	(2,242,426)
Operating profit	<u>58,954,200</u>	<u>(10,812,512)</u>	<u>74,786,889</u>	<u>(9,290,886)</u>
Other income	5,726,118	6,094,893	2,872,216	2,907,598
Finance cost	(214,281,553)	(143,742,181)	(28,345,153)	(71,871,091)
Loss before taxation	<u>(149,601,235)</u>	<u>(148,459,800)</u>	<u>49,313,952</u>	<u>(78,254,379)</u>
Taxation	(6,577,675)	-	(6,577,675)	-
Loss after taxation	<u>(156,178,910)</u>	<u>(148,459,800)</u>	<u>42,736,277</u>	<u>(78,254,379)</u>
Loss per share				
- basic and diluted	<u>(0.49)</u>	<u>(0.47)</u>	<u>0.13</u>	<u>(0.25)</u>



Consolidated Profit & Loss

FIRST CAPITAL SECURITIES CORPORATION LIMITED
 CONSOLIDATED CONDENSED STATEMENT OF PROFIT OR LOSS - (Un-Audited)
 FOR THE QUARTER AND HALF YEAR ENDED 31 DECEMBER 2023

	Half year ended		Quarter ended	
	31 December		31 December	
	2023	2022	2023	2022
	Rupees		Rupees	
CONTINUED OPERATIONS				
Operating revenue	224,411,963	174,548,902	75,835,251	80,602,706
Direct costs	(85,258,592)	(60,297,302)	(50,875,893)	(39,699,967)
Gross profit	139,153,371	114,251,600	24,959,358	40,902,739
Unrealized gain(loss) on re-measurement of investments at fair value through profit or loss ^a	45,809,065	(12,279,537)	39,417,408	(9,476,473)
Operating and administrative expenses	(156,146,543)	(121,919,137)	(64,864,312)	(69,311,066)
Operating profit	28,815,893	(19,947,074)	(487,546)	(37,884,800)
Other income	46,791,076	64,057,676	18,514,011	41,342,172
Finance costs	(255,499,544)	(171,492,339)	(210,263,697)	(94,164,118)
	(208,708,468)	(107,434,663)	(192,237,232)	(90,706,746)
Share of loss from investments accounted for using the equity method - net of tax	(65,697,582)	(15,588,678)	(58,811,564)	(10,462,696)
(Loss)/profit before taxation	(245,590,157)	(142,970,415)	(251,048,796)	(101,169,442)
Taxation	(27,039,173)	(18,013,622)	(9,381,115)	(6,026,341)
Loss after taxation for the period	(272,629,330)	(160,984,037)	(260,429,911)	(107,195,783)
DISCONTINUED OPERATION				
Loss after taxation from discontinued operation	(1,009,691)	(858,450)	(206,741)	14,110
Loss after taxation for the period	(273,639,021)	(161,842,487)	(260,636,652)	(107,181,673)
Basic and diluted loss per share-- from continued operation	(0.91)	(0.58)	(0.81)	(0.36)
Basic & diluted loss per share- discontinued operation	(0.002)	(0.002)	(0.0005)	0.00003
(Loss)/profit attributable to:				
- Owners of the Parent Company from continuing operation	(287,350,490)	(183,501,804)	(257,749,663)	(113,577,540)
- Non-controlling interests	13,711,469	21,659,317	(2,886,989)	6,395,867
Loss for the period	(273,639,021)	(161,842,487)	(260,636,652)	(107,181,673)



Consolidated Balance Sheet

FIRST CAPITAL SECURITIES CORPORATION LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2023

	Un-Audited 31 December 2023 Rupees	Audited 30 June 2023 Rupees
Non-current assets		
Property, plant and equipment	375,668,340	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	427,976,848	493,674,430
Long term investments	11,176,861	8,267,752
Long term deposits and advances - considered good	17,427,270	14,257,827
	<u>5,209,064,019</u>	<u>5,178,893,324</u>
Current assets		
Stock in trade	290,053,500	290,053,500
Trade debts	344,720,197	612,770,504
Loans, advances and other receivables	306,143,184	337,987,306
Prepayments	3,818,092	1,200,278
Short term investments	642,467,632	753,434,240
Cash and bank balances	85,518,107	41,939,201
	<u>1,672,720,712</u>	<u>2,037,385,029</u>
Current liabilities		
Trade and other payables	543,300,821	752,088,622
Short term borrowings	-	5,560,342
Current portion of long term loans	1,784,276,086	1,784,276,086
Current portion of accrued markup	1,521,462,557	1,271,336,370
Provision for taxation	117,393,864	144,344,899
	<u>3,966,433,328</u>	<u>3,957,606,319</u>
Net current assets/(liability)	<u>(2,293,712,616)</u>	<u>(1,920,221,290)</u>
	2,915,351,403	3,258,672,034
Non-current liabilities		
Deferred tax liability	30,562,295	31,117,755
Staff retirement benefits	30,335,947	26,500,552
Long term loans	1,178,060,000	1,178,060,000
Contingencies and commitments		
	<u>1,676,393,161</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	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	72,482,651	88,371,681
Reserves capitalized	480,054,923	480,054,923
Retained earnings	(2,426,157,065)	(2,138,806,578)
Equity attributable to owners of the Parent Company	1,292,481,629	1,595,721,146
Non-controlling interests (NCI)	383,911,532	427,272,581
	<u>1,676,393,161</u>	<u>2,022,993,727</u>



Any

Question

