Jahangir Siddiqui & Co. Ltd.

QUARTERLY REPORT

MARCH 31, 2013
(Un-audited)

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COMPANY INFORMATION

Board of Directors	Mazharul Haq Siddiqui	Chairman - Non Executive
	Chief Justice (R) Mahboob Ahmed	Director - Independent Non Executive
	Ali J. Siddiqui	Director - Non Executive
	Ali Hussain	Director - Non Executive
	Munawar Alam Siddiqui	Director - Non Executive
	Stephen Christopher Smith	Director - Non Executive
	Munaf Ibrahim	Director - Non Executive
	Suleman Lalani	Chief Executive Officer
Company Secretary	Naveed Khimani	
Chief Financial Officer	Hasan Shahid	
Audit Committee	Chief Justice (R) Mahoob Ahmed	Chairman
	Ali J. Siddiqui	Member
	Ali Hussain	Member
	Naveed Khimani	Secretary
Executive Committee	Chief Justice (R) Mahboob Ahmed	
	Ali J. Siddiqui	
	Suleman Lalani	
Human Resource & Remuneration Committee	Mazharul Haq Siddiqui	Chairman
	Chief Justice (R) Mahboob Ahmed	Member
	Suleman Lalani	Member
External Auditor	M. Yousuf Adil Saleem & Co. Chartered Accountants	
Internal Auditors	Anjum Asim Shahid Rahman Chartered Accountants	
Legal Advisors	Bawaney & Partners	
Share Registrar	Technology Trade (Pvt.) Ltd. 241-C, Block-2, P.E.C.H.S., Karachi.	
Registered Office	6th Floor, Faysal House, Shahra-e-Faisal Karachi-75530, Pakistan UAN: (+92-21) 111-574-111 Phone: (+92-21) 32799005 Fax: (+92-21) 32800090	
Website	www.js.com	

JAHANGIR SIDDIQUI & CO. LTD.
CHAIRMAN'S STATEMENT TO THE SHAREHOLDERS

Dear Shareholders

The Board of Directors of Jahangir Siddiqui & Co. Ltd. (the "Company") has reviewed the performance of the Company for the quarter ended March 31, 2013. I am pleased to present, on behalf of the board, the report on the performance of your Company along with consolidated performance of the Company with its subsidiaries for the period under review.

Economic Review

Pakistan's economic performance during Jan-Mar 2013 remained mixed. On the positive front, (1) Consumer Price Index (CPI) inflation averaged just 7.36% in 1Q2013, down from 10.65% in the same quarter last year; (2) 9MFY13 tax collection was higher on a year-on-year basis, though it fell short of the government's target. However concerns on the external account persisted as (1) Pakistan repaid US$ 682 million to the IMF during the period under review, (2) Trade deficit increased by 17%YoY to US$ 5.5 billion during 1Q2013 and (3) remittances declined by 5%YoY to US$ 3.2 billion in 1Q2013. As a result, Pakistan's foreign exchange reserves were lower by US $ 1.66 billion to US $ 12.20 billion vs. 31 December 2012. YTD FY13, Foreign Exchange reserves have slipped by US$ 3.09 billion. Pressure has also resulted on the Pak Rupee which slipped by 1.3% in 1Q2013. In light of risks to the fiscal deficit and external account, the State Bank of Pakistan chose to leave interest rates unchanged at 9.5% in its Monetary Policy review in February 2013. Further, acute energy shortage continued to hamper the industry's capacity utilization within the country.

Stock Market Review

During Jan-Mar 2013, the KSE-100 index gained 6.7% compared to an average increase of 5.3% in regional markets. During the period, KSE - 100 index made a new high of 18,185 points. The gains were largely owed to (1) rising corporate profitability (in 4Q2012 and expected for 1Q2013) and strong dividend payouts, (2) timely upcoming general elections and (3) YTD FY13 monetary easing by the Central Bank. Average daily volumes during the period improved to 211 million shares compared to 196 million shares in Jan-Mar 2012. Improvement on the domestic political front, likely pick-up in economic activity post general elections and strong corporate earnings growth are expected to provide further boost to the market going forward.

Brief Review of Results

Your Company has reported an after tax profit of PKR 95.274 million for the quarter ended March 31, 2013 compared to after tax profit of PKR 681.629 million for the comparative period last year. Overall revenue for the quarter has declined to PKR 238.184 million as compared to PKR 317.768 million last year comparative period. The major reason for decline in revenue is reductions in return on investments during the quarter ended March 31, 2013 which is PKR 182.125 million as compared to PKR 301.528 million in the corresponding period last year. The operating and administrative expenses for the quarter under review have declined to PKR 26.364 million from PKR 33.086 million for the comparative period last year. Finance cost for the quarter under review has decreased to PKR 60.440 million from PKR 80.213 million.

The basic and diluted earning per share is PKR 0.12 for the quarter ended March 31, 2013.

Consolidated Financial Statements

In the consolidated financial statements the company has reported a net profit of PKR 224.806 million for the quarter ended March 31, 2013 as compared to a net profit of PKR 508.795 million for the comparative period last year.

The revenues from continuing operations have improved by 19.43% over the comparative period last year namely on account of increase in return on investments. However, the total operating, administrative and finance cost have increase by a 42.41%.

The basic and diluted earnings per share from continuing operations is PKR 0.19 for the quarter ended March 31, 2013.

JAHANGIR SIDDIQUI & CO. LTD.
CHAIRMAN'S STATEMENT TO THE SHAREHOLDERS

Credit Rating

The Directors are pleased to inform you that the Company has a long term rating of AA (Double A) and short term rating of A1+ (A one plus) assigned to it by Pakistan Credit Rating Agency Limited (PACRA). Meanwhile the rating of TFC issue of PKR 1,250 million maintained at AA (Double A) and TFC of PKR 1,000 million has a credit rating of AA+ (Double A plus) by PACRA. These rating denote a very low expectation of credit risk, the strong capacity for timely payment of financial commitments and strong risk absorption capacity.

Future Outlook

With improvement in performance of investee companies, we expect the Company to report improved performance in the future.

Acknowledgment

Your Directors greatly value the efforts, continued support and patronage of clients and business partners. We also wish to appreciate our employees and management for their dedication and hard work and to regulators for their efforts to strengthen the financial market, guidance on good corporate governance and other measures to safeguard investor rights.

For and on behalf of the
Board of Directors

Mazharul Haq Siddiqui
Chairman
Karachi: April 29, 2013

CONDENSED INTERIM FINANCIAL STATEMENTS

JAHANGIR SIDDIQUI & CO. LTD.
BALANCE SHEET
FOR THE QUARTER ENDED MARCH 31, 2013

	Note	March 31, 2013 (Un-audited)	December 31, 2012 (Audited)
		(Rupees in '000)	
ASSETS			
Non-Current Assets			
Property and equipment	6	**9,777**	8,756
Investment property		**3,001**	3,191
Trading right entitlement certificates	7	**-**	11,201
Long term investments	8	**10,977,218**	11,451,896
Long term loans		**2,543**	2,228
Long term security deposits		**1,674**	1,674
		10,994,213	11,478,946
Current Assets			
Loans and advances		**855**	100,463
Prepayments, interest accrued and other receivables		**259,667**	16,274
Short term investments		**2,324,855**	1,846,364
Taxation - net		**352,658**	347,670
Cash and bank balances		**1,510,848**	2,629,053
		4,448,883	4,939,824
Non-current assets held for sale	9	**-**	-
		4,448,883	4,939,824
		15,443,096	16,418,770
EQUITY AND LIABILITIES			
Share Capital and Reserves			
Share Capital		**7,632,853**	7,632,853
Reserves		**5,033,104**	5,989,508
		12,665,957	13,622,361
Non-Current Liability			
Long term financing		**866,485**	855,370
Current Liabilities			
Trade and other payables		**136,710**	79,577
Accrued interest / mark-up on borrowings		**82,845**	109,728
Proposed dividend	10	**572,464**	-
Current portion of long term financing		**1,118,635**	1,751,734
		1,910,654	1,941,039
Contingency	11		
		15,443,096	16,418,770

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

Mazharul Haq Siddiqui
Chairman

Suleman Lalani
Chief Executive

JAHANGIR SIDDIQUI & CO. LTD.

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT

FOR THE QUARTER ENDED MARCH 31, 2013
(UN-AUDITED)

	Note	March 31, 2013	March 31, 2012
		(Rupees in '000)	
INCOME			
Return on investments		**182,125**	301,528
Gain on sale of investment - net		**1,758**	-
Income from long-term loans and fund placements		**46,367**	7,130
Other income		**7,934**	9,110
		238,184	317,768
EXPENDITURE			
Operating and administrative expenses		**26,364**	33,086
Finance cost		**60,440**	80,213
Provision for workers' welfare fund	12	**56,084**	-
Reversal of provision for impairment against investments - net		**-**	(477,160)
		142,888	(363,861)
PROFIT BEFORE TAXATION		**95,296**	681,629
Taxation			
Current		**22**	-
NET PROFIT FOR THE PERIOD		**95,274**	681,629
		..... (Rupees)	
EARNINGS PER SHARE	13		
Basic and diluted		**0.12**	0.89

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

Mazharul Haq Siddiqui
Chairman

Suleman Lalani
Chief Executive

JAHANGIR SIDDIQUI & CO. LTD.

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

FOR THE QUARTER ENDED MARCH 31, 2013
(UN-AUDITED)

	Note	March 31, 2013	March 31, 2012
		(Rupees in '000)	
NET PROFIT FOR THE PERIOD		**95,274**	681,629
OTHER COMPREHENSIVE (LOSS) / INCOME			
Net (loss) / gain on revaluation of available for sale investments during the period		**(479,196)**	4,108,509
Reclassification adjustments included in the profit and loss account for:			
- Gain on sale of investments - net		**(18)**	-
		(479,214)	4,108,509
TOTAL COMPREHENSIVE (LOSS) / INCOME FOR THE PERIOD		**(383,940)**	4,790,138

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

Mazharul Haq Siddiqui
Chairman

Suleman Lalani
Chief Executive

JAHANGIR SIDDIQUI & CO. LTD.

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE QUARTER ENDED MARCH 31, 2013

(UN-AUDITED)

	Issued, subscribed and paid-up capital	Reserves					
		Capital	Revenue		Other		
	Ordinary share capital	Ordinary share premium	General	Accumulated loss	Unrealised gain /(loss) on revaluation of available for sale investments - net	Sub-total	Total
	(Rupees in '000)						
Balance as at January 1, 2012	7,632,853	4,497,894	10,000,000	(14,141,283)	654,360	1,010,971	8,643,824
Net profit for the period	-	-	-	681,629	-	681,629	681,629
Other comprehensive income	-	-	-	-	4,108,509	4,108,509	4,108,509
Total comprehensive income	-	-	-	681,629	4,108,509	4,790,138	4,790,138
Balance as at March 31, 2012	**7,632,853**	**4,497,894**	**10,000,000**	**(13,459,654)**	**4,762,869**	**5,801,109**	**13,433,962**
Balance as at January 1, 2013	7,632,853	4,497,894	-	(1,488,444)	2,980,058	5,989,508	13,622,361
Net profit for the period	-	-	-	95,274	-	95,274	95,274
Other comprehensive loss	-	-	-	-	(479,214)	(479,214)	(479,214)
Total comprehensive income / (loss)	-	-	-	95,274	(479,214)	(383,940)	(383,940)
Appropriation for the eighteen month period ended December 31, 2012: Dividend @ Re. 0.75 per ordinary share (Note 10)	-	-	-	(572,464)	-	(572,464)	(572,464)
Balance as at March 31, 2013	**7,632,853**	**4,497,894**	**-**	**(1,965,634)**	**2,500,844**	**5,033,104**	**12,665,957**

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

Mazharul Haq Siddiqui
Chairman

Suleman Lalani
Chief Executive

JAHANGIR SIDDIQUI & CO. LTD.
CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE QUARTER ENDED MARCH 31, 2013
(UN-AUDITED)

	Note	March 31, 2013	March 31, 2012
		(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation for the period		**95,296**	681,629
Adjustment for non cash charges and other items:			
Depreciation		**887**	779
Gain on sale of property and equipment		**(176)**	(1,524)
Amortisation of transaction costs on term finance certificates		**1,865**	566
Reversal of provision for impairment against investments - net		**-**	(477,160)
Finance cost		**58,575**	79,647
		61,151	(397,692)
Operating profit before working capital changes		**156,447**	283,937
(Increase) / decrease in operating assets:			
Loans and advances		**(392)**	(12)
Prepayments, accrued mark-up and other receivables		**(243,393)**	(300,760)
Short term investments		**(371,826)**	(699,048)
Long term loans, advance and security deposits		**(315)**	52
		(615,926)	(999,768)
Increase in trade and other payables		**57,187**	5,749
Net cash used in operations		**(402,292)**	(710,082)
Mark-up paid		**(85,458)**	(96,724)
Taxes paid- net		**(5,010)**	(819)
Dividend paid		**(54)**	(4)
Net cash used in operating activities		**(492,814)**	(807,629)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure incurred		**(1,718)**	(100)
Proceeds from sale of property and equipment		**176**	1,575
Investments sold- net of acquired		**-**	143,404
Net cash (used in) / generated from investing activities		**(1,542)**	144,879
CASH FLOWS FROM FINANCING ACTIVITIES			
Redemption of term finance certificates - net		**(623,849)**	(250)
NET DECREASE IN CASH AND CASH EQUIVALENTS		**(1,118,205)**	(663,000)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		**2,629,053**	699,197
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	14	**1,510,848**	36,197

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

Mazharul Haq Siddiqui
Chairman

Suleman Lalani
Chief Executive

JAHANGIR SIDDIQUI & CO. LTD.
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE QUARTER ENDED MARCH 31, 2013
(UN-AUDITED)

1. THE COMPANY AND ITS OPERATIONS

Jahangir Siddiqui & Co. Ltd. (the Company) was incorporated under the Companies Ordinance, 1984 (the Ordinance) on May 4, 1991 as a public unquoted company. The Company is presently listed on Karachi Stock Exchange Limited. The Company is also a Trading Right Entitlement Certificate holder of Karachi Stock Exchange Limited and Islamabad Stock Exchange Limited. The registered office of the Company is situated at 6th Floor, Faysal House, Main Shahra-e-Faisal, Karachi. The principal activities of the Company are trading of securities, maintaining strategic investments, consultancy services, underwriting, etc.

2. BASIS OF PREPARATION

These condensed interim financial statements are un-audited and are being submitted to the shareholders as required under Section 245 of the Companies Ordinance, 1984 and the Listing Regulations of Karachi Stock Exchange Limited. These condensed interim financial statements have been prepared in accordance with the requirements of the International Accounting Standard - 34 “Interim Financial Reporting” as applicable in Pakistan. These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company’s annual financial statements for the eighteen month period ended December 31, 2012.

These condensed interim financial statements are separate financial statements of the Company in which investments in subsidiaries and associates are stated at cost less impairment, if any, and have not been accounted for on the basis of reported results and net assets of the investees.

3. ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company’s annual financial statements for the eighteen month period ended December 31, 2012, except for the following amended IFRS and IFRIC interpretation which became effective during the period:

IFRS 7	- Financial Instruments Disclosures (offsetting of financial assets and financial liabilities)
IAS 1	- Presentation of Financial Statements (items of other comprehensive income)
IAS 19	- Employee Benefits (Revised)

The adoption of the above standards, amendments, interpretations and improvements did not have any material effect on the financial statements.

4. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Company for the eighteen month period ended December 31, 2012.

5. SIGNIFICANT ACCOUNTING JUDGEMENT AND ESTIMATES

The preparation of condensed interim financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historic experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected. The significant judgements made by the management in applying the Company's accounting polices and the key sources of estimation and uncertainty were same as those applied to the financial statements for the eighteen month period ended December 31, 2012.

6. PROPERTY AND EQUIPMENT

The details of additions and disposals during the period are as follows:

	March 31, 2013 (Un-audited)	December 31, 2012 (Audited)
	…….. (Rupees in '000) ……..	
Additions – cost		
Office equipment	-	200
Motor vehicles	1,718	2,451
	1,718	2,651
Disposals – cost		
Office equipment	-	798
Motor vehicles	879	11,815
	879	12,613

7. TRADING RIGHT ENTITLEMENT CERTIFICATES

These represent Trading Right Entitlement Certificates (TRECs) received from Karachi Stock Exchange Limited (KSE) and Islamabad Stock Exchange Limited (ISE) in accordance with the requirements of the Stock Exchanges (Corporatisation, Demutualization and Integration) Act, 2012. The Company has also received shares of KSE and ISE after completion of the demutualisation process.

The TRECs have been recorded at Nil value. For details please refer Note 8.4.1.

	Note	March 31, 2013 (Un-audited)	December 31, 2012 (Audited)
8. LONG TERM INVESTMENTS		…….. (Rupees in '000) ……..	
Investments in related parties			
Investment in subsidiaries	8.1	**5,634,194**	5,634,194
Investment in associates	8.2	**101,150**	101,150
Other related parties - Available for sale	8.3	**5,089,445**	5,563,621
		10,824,789	11,298,965
Other investments	8.4	**152,429**	152,931
		10,977,218	11,451,896

8.1 Investment in subsidiaries - at cost

These shares are Ordinary shares of Rs.10/- each, unless stated otherwise.

Number of shares March 31, 2013	Number of shares December 31, 2012		Activity	Holding March 31, 2013 %	Holding December 31, 2012 %	(Un-audited) March 31, 2013	(Audited) December 31, 2012
						(Rupees in '000)	
		Quoted					
755,245,007 *	755,245,007	**JS Bank Limited** Market value Rs. 3,579.86 (December 31, 2012: Rs. 4,433.40) million	Commercial Banking	**70.42**	70.42	**4,673,400**	4,673,400
		Un-quoted					
73,736,250	73,736,250	**JS Infocom Limited** Net assets value Rs. 465.80 (December 31, 2012: Rs. 462.45) million based on un-audited financial statements for the period ended March 31, 2013	Telecom Media & Technology	**100.00**	100.00	**708,490**	708,490
		Less: Impairment				**(246,037)**	(246,037)
						462,453	462,453
10,000	10,000	**JS International Limited** Ordinary Shares of US$ 1/- each having net assets value Rs. 25.86 (September 30, 2012: Rs. 24.78) million based on un-audited financial statements for the period ended December 31, 2012	Investment services	**100.00**	100.00	**294,882**	294,882
		Less: Impairment				**(294,882)**	(294,882)
						-	-
63,000,000	63,000,000	**Energy Infrastructure Holding (Private) Limited** Net assets value Rs. 532.21 (December 31, 2012: 498.34) million based on un-audited financial statements for the period ended March 31, 2013	Power Generation & Distribution	**100.00**	100.00	**630,000**	630,000
		Less: Impairment				**(131,659)**	(131,659)
						498,341	498,341
						5,634,194	5,634,194

* These represents sponsor shares which are blocked for trading as per the requirements of the State Bank of Pakistan.

8.2 Investment in associates - at cost

These shares are Ordinary shares of Rs.10/- each, unless stated otherwise.

Number of shares				Holding		(Un-audited)	(Audited)
March 31, 2013	December 31, 2012		Activity	March 31, 2013 %	December 31, 2012 %	March 31, 2013	December 31, 2012
						(Rupees in '000)	
		Quoted					
11,238,812	11,238,812	**JS Value Fund Limited** Net asset value Rs. 165.21 (December 31, 2012: Rs. 101.15) million	Closed end mutual fund	**9.48**	9.48	**135,566**	135,566
		Less: Impairment				**(34,416)**	(34,416)
						101,150	101,150
						101,150	101,150

8.3 Other related parties

Available for sale

These shares are Ordinary shares of Rs.10/- each, unless stated otherwise.

Number of shares				Holding		(Un-audited)	(Audited)
March 31, 2013	December 31, 2012		Activity	March 31, 2013 %	December 31, 2012 %	March 31, 2013	December 31, 2012
						(Rupees in '000)	
		Quoted - at fair value					
7,000,000	7,000,000	**Hum Network Limited**	Television Network	**14.00**	14.00	**200,900**	184,800
111,256,116*	111,256,116	**BankIslami Pakistan Limited**	Islamic Banking	**21.07**	21.07	**703,139**	1,024,669
20,299,455	20,299,455	**EFU General Insurance Limited**	General Insurance	**16.24**	16.24	**1,737,633**	1,735,604
20,047,708	17,040,552	**EFU Life Assurance Limited**	Life Assurance	**20.05**	20.05	**1,563,721**	1,588,691
112,157,863	112,157,863	**Azgard Nine Limited**	Textile Composite	**24.96**	24.96	**761,552**	907,357
		Un-quoted - at cost					
750,000	750,000	**EFU Services (Private) Limited**	Investment company	**37.50**	37.50	**7,500**	7,500
11,500,000	11,500,000	**Pakistan International Bulk Terminal Limited**	Bulk Terminal	**21.07**	21.07	**115,000**	115,000
						5,089,445	5,563,621

* These represents sponsor shares which are blocked for trading as per the requirements of the State Bank of Pakistan.

8.4 Other investments

Available for sale

These shares are Ordinary shares of Rs.10/- each.

Number of shares			Note	(Un-audited)	(Audited)
March 31, 2013	December 31, 2012			March 31, 2013	December 31, 2012
				(Rupees in '000)	
		Quoted - at fair value			
7,179,873	7,179,873	**Singer Pakistan Limited**		**141,228**	152,931
		Un-quoted - at cost			
4,007,383	-	**Karachi Stock Exchange Limited**	8.4.1	**100**	-
3,034,603	-	**Islamabad Stock Exchange Limited**	8.4.1	**11,101**	-
				152,429	152,931

8.4.1 These represent shares received from Karachi Stock Exchange Limited (KSE) and Islamabad Stock Exchange Limited (ISE) in pursuance of corporatisation and demutualisation of KSE and ISE as public companies limited by shares in accordance with the requirements of the Stock Exchanges (Corporatisation, Demutualization and Integration) Act, 2012. In addition, the Company has also received Trading Right Entitlement Certificates (TRECs) from KSE & ISE.

Accordingly, the Company has been allotted 4,007,383 shares of KSE and 3,034,603 shares of ISE of Rs. 10/- each based on the valuation of their assets and liabilities as approved by the SECP. The Company has received 40% equity shares i.e. 1,602,953 shares of KSE and 1,213,841 shares of ISE. The remaining 60% shares are transferred to CDC sub-account in Company's name under KSE's & ISE 's participant IDs with the CDC which will remain blocked until these are divested to strategic investor(s), general public and financial institutions.

As the fair value of both the asset transferred and asset obtained cannot be determined with reasonable accuracy, the investment in shares has been recorded at the carrying value of Stock Exchange Membership Cards of KSE and ISE in the Company's book. Further, as the carrying value of these shares is less than face value of shares, no value has been allocated to TRECs.

	Note	March 31, 2013 (Un-audited)	December 31, 2012 (Audited)
		…….. (Rupees in '000) ……..	
9. NON-CURRENT ASSETS HELD FOR SALE			
Investment in a subsidiary:			
- Credit Chex (Private) Limited	9.1	**189,500**	189,500
Less: Impairment		**(189,500)**	(189,500)
		-	-

9.1 The Board of Directors of the Company in their meeting held on August 30, 2012 have approved to dispose of entire investment in Credit Chex (Private) Limited - a subsidiary of the Company. Accordingly, on December 24, 2012, the Company entered into a share purchase agreement with LoanLink International (BVI) Limited to sell 1,895,000 shares of Credit Chex (Private) Limited subject to completion of necessary regulatory formalities.

10. PROPOSED DIVIDEND

The Board of Directors of the Company approved final cash dividend of 7.5 % i.e. Re. 0.75 per share amounting to Rs. 572.464 million out of the profit for the eighteen month period ended December 31, 2012 in their meeting held on March 4, 2013. The Share Transfer Books of the Company remained closed from March 30, 2013 to April 05, 2013 (both days inclusive) for entitlement purpose.

Subsequent to the period end, the shareholders of the Company approved the above cash dividend in their Annual General Meeting held on April 5, 2013.

11. CONTINGENCY

No contingency exist as at the balance sheet date.

12. This represents provision for Workers Welfare Fund (WWF) of Rs. 56.09 million at the rate of 2% of the profit before taxation for the period from January 1, 2012 to March 31, 2013. During the period, on March 1, 2013, the Honorable Sindh High Court (SHC) pronounced the verdict holding WWF a "tax" rather than "fee". Previously, the Honorable High Court of Lahore, in a separate Constitutional Petition relating to the amendments brought in the WWF Ordinance, 1971 through the Finance Act, 2006, and 2008 declared the said amendments as unlawful and unconstitutional. However, the decision of the SHC resulted in the applicability of aforesaid amendments. Accordingly, every industrial establishment is liable to pay contribution to WWF at the rate of two percent of its accounting or taxable income, whichever is higher.

	March 31, 2013	March 31, 2012
	..... (Un-audited)	
	..... (Rupees in '000)	
13. BASIC AND DILUTED EARNINGS PER SHARE		
Profit after taxation attributable to Ordinary shareholders	**95,274**	681,629
	..... (Number in '000)	
Weighted average number of Ordinary shares outstanding during the period	**763,285**	763,285
	..... (Rupees in '000)	
Earnings per share:		
- Basic and diluted	**0.12**	0.89

	March 31, 2013	March 31, 2012
	..... (Un-audited)	
	..... (Rupees in '000)	
14. CASH AND CASH EQUIVALENTS		
Cash and bank balances	**1,510,848**	36,197

15. RELATED PARTY TRANSACTIONS

Related parties comprise subsidiaries, associates, joint venture, directors, key management personnel and provident fund scheme. Significant transactions with related parties during the period ended March 31, 2013 are as follows:

	March 31, 2013	March 31, 2012
	..... (Un-audited)	
	..... (Rupees in '000)	
TRANSACTIONS		
Subsidiary and Sub-subsidiary Companies		
Brokerage expense	**135**	91
Purchase of government securities	**1,016,605**	-
Rent income	**7,482**	8,154
Market maker fee paid	**450**	-
Profit received on fund placements and deposit accounts	**34,101**	5,826
Bank charges paid	**2**	3
Reimbursement of expenses by the Company	**68**	134
Reimbursement of expenses to the Company	**2,287**	1,499
Other Related Parties		
Contributions to Staff Provident Fund	**736**	912
Interest / markup paid	**2,324**	3,056
Principal redemptions made against TFCs	**16,966**	8
Insurance premium paid	**1,232**	1
Proceeds against insurance claim / cancellation	**27**	13
Royalty paid	**2,475**	2,475
Advisory fee paid	**1,500**	1,500
Investments during the period	**100,000**	-
Units purchased during the period (No. of Units)	**975,277**	-
Bonus units received during the period (No. of Units)	**28,778**	-
Key Management Personnel		
Remuneration to Chief Executive Officer	**2,234**	2,980
Advisory fee to Director	**1,500**	1,500
Remuneration to Executives	**2,252**	3,321
Interest on long term loans to executives	**69**	42
Loan and advances disbursed during the peirod	**700**	250
Loan and advances repayments from executives	**17**	307
Proceeds from sale of vehicle	**176**	974

	March 31, 2013 (Un-audited)	December 31, 2012 (Audited)
	..... (Rupees in '000)	
BALANCES		
Subsidiary Companies		
Receivable against expenses incurred on their behalf	**1,601**	291
Cash at bank accounts	**1,223,074**	1,984,899
Profit receivable on deposit accounts	**9,294**	910
Receivable against future sale of equity securities-net	**97,251**	-
Outstanding principal of TFCs issued by the Company	**107,000**	107,000
Markup payable on TFCs issued by the Company	**5,376**	2,210
Common directorship		
Receivable against expenses incurred on their behalf	**162**	140
Other Related Parties		
Dividend receivable	**149,360**	-
Outstanding principal of TFCs issued by the Company	**206,872**	247,914
Markup payable on TFCs issued by the Company	**9,899**	7,126
Key management personnel		
Loans and advances receivable	**3,056**	2,402

16. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue by the Board of Directors in their meeting held on April 29, 2013.

17. GENERAL

Figures have been rounded off to the nearest thousand rupees.

Mazharul Haq Siddiqui
Chairman

Suleman Lalani
Chief Executive

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

JAHANGIR SIDDIQUI & CO. LTD.

CONDENSED INTERIM CONSOLIDATED BALANCE SHEET

FOR THE QUARTER ENDED MARCH 31, 2013

	Note	March 31, 2013	December 31, 2012
		(Un-audited)	Audited
		(Rupees in '000)	
ASSETS			
Non-Current Assets			
Property and equipment	6	**1,921,251**	1,798,330
Intangible assets		**1,258,099**	1,258,223
Investment property		**3,001**	3,191
Trading right entitlement certificates and membership card	7	**5,000**	48,201
Long term investments	8	**5,865,497**	6,267,619
Long term loans, advances and other receivables		**4,182,430**	847,294
Long term deposits		**38,362**	16,513
Deferred taxation		**886,103**	869,588
		14,159,743	11,108,959
Current Assets			
Short term investments	9	**56,248,497**	50,118,587
Trade debts - unsecured		**529,888**	564,756
Loans and advances		**17,770,061**	19,080,993
Accrued markup		**658,308**	720,352
Deposits, prepayments and other receivables		**899,010**	603,981
Fund placements		**4,894,065**	3,940,958
Taxation - net		**505,501**	525,620
Cash and bank balances		**5,422,749**	6,934,808
		86,928,079	82,490,055
Assets classified as held for sale	10	**3,272**	3,788
		86,931,351	82,493,843
		101,091,094	93,602,802
EQUITY AND LIABILITIES			
Share Capital and Reserves			
Share capital		**7,632,853**	7,632,853
Reserves		**6,145,972**	7,091,459
Equity attributable to equity holders' of the parent		**13,778,825**	14,724,312
Non-controlling interests		**4,845,857**	4,889,900
Total equity		**18,624,682**	19,614,212
Non-Current Liabilities			
Long term financing		**786,235**	827,908
Deposits and other accounts		**112,071**	28,521
Employee benefit liability		**11,029**	22,967
		909,335	879,396
Current Liabilities			
Trade and other payables		**2,254,647**	1,871,850
Accrued interest / mark-up on borrowings		**554,898**	574,995
Short term borrowings		**14,298,419**	8,811,882
Proposed dividend	11	**572,464**	-
Current portion of non-current liabilities	12	**63,802,331**	61,775,288
		81,482,759	73,034,015
Liabilities directly associated with assets classified as held for sale	10	**74,318**	75,179
		81,557,077	73,109,194
Contingencies and Commitments	13		
		101,091,094	93,602,802

The annexed notes 1 to 20 form an integral part of these condensed interim consolidated financial information.

Mazharul Haq Siddiqui
Chairman

Suleman Lalani
Chief Executive

JAHANGIR SIDDIQUI & CO. LTD.

CONDENSED INTERIM CONSOLIDATED PROFIT AND LOSS ACCOUNT

FOR THE QUARTER ENDED MARCH 31, 2013
(UN-AUDITED)

	Note	March 31, 2013	March 31, 2012
		(Rupees in '000)	
CONTINUING OPERATIONS			
Income			
Return on investments		**1,343,821**	953,397
Gain on sale of investments - net		**110,973**	114,137
Income from long term loans and fund placements		**592,692**	636,825
Fee, commission and brokerage		**296,992**	233,684
Other income		**91,428**	75,072
Gain on revaluation of investments carried at fair value through profit and loss - net		**34,546**	55,455
		2,470,452	2,068,570
Expenditure			
Operating and administrative expenses		**970,406**	676,673
Finance cost		**1,190,056**	840,450
Provision for workers' welfare fund	14	**59,185**	-
Reversal of provision for impairment against investments - net		**(7,159)**	(14,908)
		2,212,488	1,502,215
		257,964	566,355
Share of profit / (loss) from:			
- associates		**40,518**	25,378
- joint venture		**-**	(1,268)
		40,518	24,110
Profit before taxation from continuing operations		**298,482**	590,465
Taxation			
- Current		**47,813**	33,566
- Prior		**(4,263)**	-
- Deferred		**23,064**	43,565
		66,614	77,131
Profit after taxation from continuing operations		**231,868**	513,334
DISCONTINUED OPERATIONS			
Loss after taxation from discontinued operations	18	**(7,062)**	(4,539)
PROFIT AFTER TAXATION FOR THE PERIOD		**224,806**	508,795
Attributable to:			
Equity holders of the parent		**139,146**	391,350
Non-controlling interests		**85,660**	117,445
		224,806	508,795
		..... (Rupees)	
EARNINGS PER SHARE	15		
Basic and diluted			
Continuing operations		**0.19**	0.52
Discontinued operations		**(0.01)**	-
		0.18	0.52

The annexed notes 1 to 20 form an integral part of these condensed interim consolidated financial information.

Mazharul Haq Siddiqui
Chairman

Suleman Lalani
Chief Executive

JAHANGIR SIDDIQUI & CO. LTD.

CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE QUARTER ENDED MARCH 31, 2013
(UN-AUDITED)

	March 31, 2013	March 31, 2012
	(Rupees in '000)	
PROFIT FOR THE PERIOD AFTER TAXATION	**224,806**	508,795
OTHER COMPREHENSIVE INCOME / (LOSS)		
Revaluation of available for sale investments	**(628,194)**	4,256,501
Exchange difference of translation of net assets of foreign subsidiaries to reporting currency	**(13,768)**	2,129
Share of other comprehensive (loss) / income of associates	**-**	(1)
	(641,962)	4,258,629
TOTAL COMPREHENSIVE (LOSS) / PROFIT FOR THE PERIOD	**(417,156)**	4,767,424
Attributable to:		
Equity holders of the parent	**(373,113)**	4,596,784
Non-controlling interest	**(44,043)**	170,640
	(417,156)	4,767,424

The annexed notes 1 to 20 form an integral part of these condensed interim consolidated financial information.

Mazharul Haq Siddiqui
Chairman

Suleman Lalani
Chief Executive

JAHANGIR SIDDIQUI & CO. LTD.

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE QUARTER ENDED MARCH 31, 2013

(UN-AUDITED)

		ATTRIBUTABLE TO EQUITY HOLDERS' OF THE PARENT									
			Reserves								
			Capital	Revenue			Others				
	Note	Ordinary share capital	Ordinary share premium	General	Foreign exchange translation	Unappro-priated profit / (accumu-lated loss)	Unrealised gain on revaluation of available for sale invest-ments - net	Statutory	Sub-total	NON-CONTRO-LLING INTERESTS	TOTAL
		(Rupees in '000)									
Balance as at January 1, 2012		7,632,853	4,497,894	10,000,000	33,302	(13,973,255)	776,456	61,523	9,028,773	4,364,886	13,393,659
Profit for the period		-	-	-	-	391,349	-	-	391,349	117,445	508,794
Other comprehensive income		-	-	-	2,129	-	4,203,306	-	4,205,435	53,195	4,258,630
Transfer from statutory reserve		-	-	-	-	(27,682)	-	27,682	-	-	-
Acquisition of non-controlling interest		-	-	-	-	-	-	(50)	(50)	50	-
Balance as at March 31, 2012		**7,632,853**	**4,497,894**	**10,000,000**	**35,431**	**(13,609,588)**	**4,979,762**	**89,155**	**13,625,507**	**4,535,576**	**18,161,083**
Balance as at January 1, 2013		7,632,853	4,497,894	-	55,107	(1,056,929)	3,437,010	158,467	14,724,402	4,889,900	19,614,302
Profit for the period		-	-	-	-	139,146	-	-	139,146	85,660	224,806
Other comprehensive loss		-	-	-	(13,768)	-	(498,491)	-	(512,259)	(129,703)	(641,962)
Appropriation for the eighteen month period ended December 31, 2012:											
- Dividend @ Re. 0.75 per ordinary share	11	-	-	-	-	(572,464)	-	-	(572,464)	-	(572,464)
Appropriation during the period:											
- Transfer from statutory reserve		-	-	-	-	(11,862)	-	11,862	-	-	-
Balance as at March 31, 2013		**7,632,853**	**4,497,894**	**-**	**41,339**	**(1,502,109)**	**2,938,519**	**170,329**	**13,778,825**	**4,845,857**	**18,624,682**

The annexed notes 1 to 20 form an integral part of these condensed interim consolidated financial information.

Mazharul Haq Siddiqui
Chairman

Suleman Lalani
Chief Executive

JAHANGIR SIDDIQUI & CO. LTD.

CONDENSED INTERIM CONSOLIDATED CASH FLOW STATEMENT

FOR THE QUARTER ENDED MARCH 31, 2013

(UN-AUDITED)

	Note	March 31, 2013	March 31, 2012
		(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation from continuing operations		**298,482**	590,465
Loss before taxation from discontinued operations		**(7,052)**	(4,539)
Profit for the period before taxation		**291,430**	585,926
Adjustments for non cash charges and other items:			
Depreciation		**67,351**	62,273
Amortisation on intangible assets		**124**	5,138
Amortisation of transaction cost on term finance certificates		**1,856**	566
Profit on sale of property and equipment		**(13,421)**	(2,152)
Share of profit from associates and joint ventures		**(40,518)**	(24,110)
Reversal of charge for defined benefit plan		**(11,938)**	(78,946)
Reversal of provision for impairment against investments		**(7,159)**	(14,907)
Gain on revaluation of investments carried at fair value through profit or loss - net		**(34,546)**	(55,455)
Finance cost		**1,188,222**	839,892
		1,149,971	732,299
Operating profit before working capital changes		**1,441,401**	1,318,225
(Increase) / decrease in operating assets :			
Short term investments		**(6,113,926)**	(2,349,196)
Trade debts		**34,868**	(160,606)
Loans and advances		**1,310,932**	(2,051,328)
Long term loans, advances, deposits and other receivables		**(3,356,985)**	37,422
Fund placements		**(953,107)**	1,605,128
Deposits, prepayments, accrued mark-up and other receivables		**(232,985)**	(718,737)
		(9,311,203)	(3,637,317)
Increase / (decrease) in operating liabilities:			
Trade and other payables		**382,881**	(435,162)
Deposits and other accounts		**2,741,145**	3,827,500
Net cash (used in) / generated from operations		**(4,745,776)**	1,073,246
Interest / mark-up paid		**(1,217,415)**	(827,076)
Taxes paid		**(28,010)**	(24,711)
Dividend paid		**(84)**	(2,513)
Net cash (used in) / generated from operating activities		**(5,991,285)**	218,946
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure incurred		**(191,189)**	(101,971)
Intangible assets acquired		**-**	(4,110)
Proceeds from sale of property and equipment		**18,089**	8,971
Investments acquired - net of sale		**(160,131)**	(52,166)
Net cash (used in) investing activities		**(333,231)**	(149,276)
CASH FLOWS FROM FINANCING ACTIVITIES			
Redemption of term finance certificates - net of issuance		**(674,081)**	(35,895)
Advance against future issue of share capital of subsidiary company		**-**	2,624
Certificate of deposits – net of redemption		**-**	(1,063,293)
Securities sold under repurchase agreements		**5,431,571**	-
Net cash generated from / (used in) financing activities		**4,757,490**	(1,096,564)
NET DECREASE IN CASH AND CASH EQUIVALENTS		**(1,567,026)**	(1,026,894)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD		**5,604,204**	3,361,237
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	16	**4,037,178**	2,334,343

The annexed notes 1 to 20 form an integral part of these condensed interim consolidated financial information.

Mazharul Haq Siddiqui
Chairman

Suleman Lalani
Chief Executive

1. THE GROUP AND ITS OPERATIONS

1.1 Jahangir Siddiqui & Co. Ltd. (the Holding Company) and its subsidiary companies (together the Group) are involved in trading of securities, maintaining strategic investments, brokerage, investment advisory, asset management, agency telecommunication, commercial banking, power generation and other businesses.

The Holding Company was incorporated under the Companies Ordinance, 1984 (the Ordinance) on May 4, 1991 as a public unquoted company. The Holding Company is presently listed on Karachi Stock Exchange Limited. The Holding Company is also a Trading Right Entitlement Certificate holder of Karachi Stock Exchange Limited and Islamabad Stock Exchange Limited. The registered office of the Holding Company is situated at 6th Floor, Faysal House, Main Shahra-e-Faisal, Karachi. The principal activities of the Holding Company are trading of securities, maintaining strategic investments, consultancy services, underwriting, etc.

1.2 The Group comprises of the Holding Company and the following subsidiary companies that have been consolidated in these financial statements on the line by line basis. All material inter-company balances, transactions and resulting unrealised profits / losses have been eliminated:

Subsidiary Companies	Nature of Business	Note	Date of Acquisition /Disposal	Holding (including indirect holding)	
				March 31, 2013	December 31, 2012
JS Bank Limited (JSBL)	Commercial Banking		December 30, 2006	70.42%	70.42%
JS Investments Limited (JSIL) (Sub-subsidiary)	Investment Advisor and Asset Manager		November 1, 2012	36.79%	36.79%
JS Global Capital Limited (Sub-subsidiary)	Brokerage, advisory and consultancy services		December 21, 2011	35.95%	35.95%
JS Infocom Limited	Telecom, Media and Technology		August 25, 2003	100.00%	100.00%
JS International Limited	Investment Advisory Services		July 14, 2005	100.00%	100.00%
JS International LLP (Sub-subsidiary)	Investment Advisory Services		April 11, 2006	100.00%	100.00%
Credit Chex (Private) Limited	Credit Information and Credit Rating Services	10	October 8, 2007	82.84%	82.84%
JS ABAMCO Commodities Limited (Sub-subsidiary)	Commodity brokerage		November 1, 2012	36.79%	36.79%
Energy Infrastructure Holding (Private) Limited	Power generation		July 07, 2008	100.00%	100.00%

2. BASIS OF PREPARATION

These condensed interim consolidated financial statements are un-audited and are being submitted to the shareholders as required under Section 245 of the Companies Ordinance, 1984 and the Listing Regulations of the Karachi Stock Exchange. These condensed interim consolidated financial statements have been prepared in accordance with the requirements of the International Accounting Standard - 34 “Interim Financial Reporting” as applicable in Pakistan. These condensed interim consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Company’s annual consolidated financial statements for the eighteen month period ended December 31, 2012.

The comparative balance sheet presented in these condensed interim consolidated financial statements has been extracted from the audited consolidated financial statements of the Group for the eighteen month period ended December 31, 2012, whereas the comparative profit and loss account, statement of comprehensive income, statement of changes in equity and cash flow statement are stated from the un-audited condensed interim consolidated financial statements for the three months period ended March 31, 2012.

3. ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these condensed interim consolidated financial statements are consistent with those followed in the preparation of the Company’s annual consolidated financial statements for the eighteen month period ended December 31, 2012, except for the following amended IFRS which became effective during the period:

IFRS 7 - Financial Instruments Disclosures (offsetting of financial assets and financial liabilities)

IAS 1 - Presentation of Financial Statements (items of other comprehensive income)

IAS 19 - Employee Benefits (Revised)

The adoption of the above standards, amendments, interpretations and improvements did not have any material effect on the financial statements.

4. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies are consistent with those disclosed in the annual consolidated financial statements of the Company for the eighteen month period ended December 31, 2012.

5. SIGNIFICANT ACCOUNTING JUDGEMENT AND ESTIMATES

The preparation of condensed interim consolidated financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historic experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected. The significant judgements made by the management in applying the Company's accounting polices and the key sources of estimation and uncertainty were same as those applied to the consolidated financial statements for the eighteen month period ended December 31, 2012.

6. PROPERTY AND EQUIPMENT

The details of additions in and disposals of operating assets for the quarter ended March 31, 2013 are as follows:

	Note	March 31, 2013 (Un-audited)	December 31, 2012 (Audited)
		…….. (Rupees in '000) ……..	
Additions - cost			
- Office premises - leasehold		**6,686**	12,341
- Leasehold improvements		**-**	22,578
- Office equipment		**51,841**	184,768
- Office furniture and fixtures		**7,264**	47,438
- Motor vehicles		**28,740**	207,304
		94,531	474,429
Disposals - cost			
- Office premises - leasehold		**-**	50
- Leasehold improvements		**1,265**	174
- Office equipment		**4,974**	9,231
- Office furniture and fixtures		**-**	698
- Motor vehicles		**16,481**	95,892
		22,720	106,045

7. TRADING RIGHT ENTITLEMENT CERTIFICATES AND MEMBERSHIP CARD

Trading right entitlement certificates			
Karachi Stock Exchange Limited	7.1	**-**	21,100
Islamabad Stock Exchange Limited	7.1	**-**	22,101
Pakistan Mercantile Exchange Limited - Membership card		**5,000**	5,000
		5,000	48,201

7.1 These represent Trading Right Entitlement Certificates (TRECs) received from Karachi Stock Exchange Limited (KSE) and Islamabad Stock Exchange Limited (ISE) by the Holding Company, JS Bank Limited (subsidiary company) and JS Global Capital Limited (a sub-subsidiary company) in accordance with the requirements of the Stock Exchanges (Corporatisation, Demutualization and Integration) Act, 2012. The Company has also received shares of KSE and ISE after completion of the demutualisation process.

The TRECs have been recorded at Nil value. For details please refer Note 8.1.

	Note	March 31, 2013 (Un-audited)	December 31, 2012 (Audited)
		…….. (Rupees in '000) ……..	
8. LONG TERM INVESTMENTS			
Related parties:			
- Investment in associates		**281,680**	241,124
- Investment in joint venture		**-**	-
- Other related parties - Available for sale		**5,089,445**	5,563,621
		5,371,125	5,804,745
Other investments:			
- Available for sale	8.1	**494,372**	462,874
		5,865,497	6,267,619

8.1 Included herein are shares received from Karachi Stock Exchange Limited (KSE) and Islamabad Stock Exchange Limited (ISE) by the Holding Company, JS Bank Limited (subsidiary company) and JS Global Capital Limited (a sub-subsidiary company) in pursuance of corporatisation and demutualisation of KSE and ISE as public companies limited by shares in accordance with the requirements of the Stock Exchanges (Corporatisation, Demutualization and Integration) Act, 2012. In addition, the Holding Company, JS Bank Limited and JS Global Capital Limited have also received Trading Right Entitlement Certificates from KSE and ISE.

Accordingly, the Holding Company, JS Bank Limited and JS Global Capital Limited have been alloted shares of KSE and ISE based on their revalued assets and liabilities and trading right entitlements in respect thereof out of which 40% shares have been received by the above referred companies. The remaining 60% shares are transferred to CDC sub-account in Companys' names under KSE's and ISE's participant IDs with the CDC which will remain blocked until these are divested to strategic investor(s), general public and financial institutions.

As the fair value of both the asset transferred and asset obtained cannot be determined with reasonable accuracy, the investment in shares has been recorded at the carrying value of Stock Exchange Membership Cards of KSE and ISE in the Groups's book. Further, as the carrying value of these shares is less than the face value of shares, no value has been allocated to TRECs.

	March 31, 2013 (Un-audited)	December 31, 2012 (Audited)
	…….. (Rupees in '000) ……..	
9. SHORT TERM INVESTMENTS		
Assets at fair value through profit or loss	**4,055,425**	4,472,908
Available for sale	**52,193,072**	45,645,679
	56,248,497	50,118,587

10. DISCONTINUED OPERATION

The Board of Directors of the Holding Company in their meeting held on August 30, 2012 have approved to dispose of entire investment in Credit Chex (Private) Limited - a subsidiary of the Group. Accordingly, on December 24, 2012, the Holding Company entered into a share purchase agreement with LoanLink International (BVI) Limited to sell 1,895,000 shares of Credit Chex (Private) Limited subject to completion of necessary regulatory formalities.

The results of discontinued operations are presented in Segment Information (refer note 18).

11. PROPOSED DIVIDEND

The Board of Directors of the Holding Company approved final cash dividend of 7.5 % i.e. Re. 0.75 per share amounting to Rs. 572.464 million out of the profit for the eighteen month period ended December 31, 2012 in their meeting held on March 4, 2013. The Share Transfer Books of the Holding Company remained closed from March 30, 2013 to April 05, 2013 (both days inclusive) for entitlement purpose.

Subsequent to the period end, the shareholders of the Holding Company approved the above cash dividend in their Annual General Meeting held on April 5, 2013.

12. CURRENT PORTION OF NON-CURRENT LIABILITIES

	March 31, 2013 (Un-audited)	December 31, 2012 (Audited)
	…….. (Rupees in '000) ……..	
Long term financing:		
- Term finance certificates	**1,091,885**	1,751,734
- Liability against Class A, B & C TFCs	**132,417**	103,120
Deposits and other accounts	**62,578,029**	59,920,434
	63,802,331	61,775,288

13. CONTINGENCIES AND COMMITMENTS

13.1 Contingencies

There were no material changes in the status of contingencies as reported in the annual consolidated financial statements for the eighteen month period ended December 31, 2012.

13.2 Transaction-related Contingent Liabilities

Includes performance bonds, bid bonds, warranties, advance payment guarantees, shipping guarantees and standby letters of credit related to particular transactions.

		March 31, 2013 (Un-audited)	December 31, 2012 (Audited)
		..... (Rupees in '000)	
	- Government	1,762,686	1,950,045
	- Banking companies and other financial institutions	129,743	588,099
	- Others	222,308	293,522
		2,114,737	2,831,666
13.3	**Trade related contingent liabilities**		
	Documentary credits	4,003,013	4,992,746
13.4	**Other Contingencies**		
	Claims not acknowledged as debts	66,746	66,718
13.5	**Commitments**		
	Commitments in respect of:		
	Forward exchange contracts:		
	- Purchase	2,547,818	2,292,630
	- Sale	2,888,564	2,450,968
	Forward commitments to extend credit	439,647	604,511
	Capital expenditure	66,092	33,149
	Bank guarantee	-	400,000
	Assets acquired under operating lease / ijarah	3,100	3,720
	Future sale transactions of equity securities	87,650	-

14. Included herein is provision of Rs. 56.09 million in respect of Workers Welfare Fund (WWF) at the rate of 2% of the profit before taxation of the Holding Company for the period from January 1, 2012 to March 31, 2013. During the period, on March 1, 2013, the Honorable Sindh High Court (SHC) pronounced the verdict holding WWF a “tax” rather than “fee”. Previously, the Honorable High Court of Lahore, in a separate Constitutional Petition relating to the amendments brought in the WWF Ordinance, 1971 through the Finance Act, 2006, and 2008 declared the said amendments as unlawful and unconstitutional. However, the decision of the SHC resulted in the applicability of aforesaid amendments. Accordingly, every industrial establishment is liable to pay contribution to WWF at the rate of two percent of its accounting or taxable income, whichever is higher.

	March 31, 2013	March 31, 2012
	..... (Un-audited)	
	.....(Rupees in '000)	
15. BASIC AND DILUTED EARNINGS / (LOSS) PER SHARE		
Attributable to equity holders' of the parent:		
Profit / (loss) from continuing operations	**144,996**	395,102
Profit / (Loss) after taxation from discontinued operations	**(5,850)**	(3,752)
Profit after taxation attributable to Ordinary shareholders	**139,146**	391,350
	.....(Number in '000)	
Number of Ordinary shares outstanding during the period	**763,285**	763,285
	..... (Rupees)	
Earnings / (loss) per share:		
Basic		
Continuing operations	**0.19**	0.52
Discontinued operations	**(0.01)**	-
	0.18	0.52

	March 31, 2013	March 31, 2012
	..... (Un-audited)	
	.....(Rupees in '000)	
16. CASH AND CASH EQUIVALENTS		
Cash and bank balances	**5,422,749**	3,751,707
Short term running finances under mark-up arrangements	**(248,478)**	(211,926)
Borrowings from banks / NBFCs	**(1,137,093)**	(1,205,438)
	4,037,178	2,334,343

17. RELATED PARTY TRANSACTIONS

Related parties comprise of associates, companies under common directorship, joint ventures, directors, key management personnel and provident fund schemes.

Significant transactions with related parties during the quarter ended are as follows:

	March 31, 2013	March 31, 2012
	..... (Un-audited)	
	..... (Rupees in '000)	
Purchase of money market instruments	**4,406,188**	6,676,200
Sale of money market instruments	**13,174,626**	9,812,252
Purchase of units	**100,000**	163,031
Sale of units	**170,546**	58,012
Call borrowing / repurchase transactions / encashment of fund placements	**3,000,000**	1,300,000
Return on investments in related parties	**58,142**	-
Advisory and consultancy fee	**36,559**	2,028
Commission income	**17,124**	17,942
Foreign exchange purchases transaction	**2,107,124**	2,686,662
Foreign exchange sale transaction	**2,643,685**	2,583,904
Rental income	**7,731**	1,143
Interest / markup earned	**52,379**	-
Interest / markup paid	**62,172**	3,056
Principal redemptions made against TFCs	**16,966**	8
Rent expense	**597**	500
Royalty paid	**4,975**	9,975
Advisory fee paid	**3,000**	3,000
Insurance premium paid	**32,537**	22,579
Insurance claim received	**2,030**	4,336
Investments disposed off in funds under management - at cost	**-**	234,568
Investments made in funds under management	**-**	251,090
Proceeds from sale of property and equipment	**176**	-
Remuneration and commission income from funds	**63,285**	50,008
Contribution to provident fund	**12,329**	19,393
Expenses incurred on behalf of funds	**2,225**	-
Loan repayment from executives	**17**	57
Loans disbursed to executives	**700**	-
	..... (Number)	
Bonus shares/units received from related parties	**41,016**	46
Purchase of units	**975,277**	-
Sale of units	**3,298**	-

18. SEGMENT INFORMATION

For management purposes the Group is organised into following major business segments:

Capital market & brokerage	Principally engaged in trading of equity securities, maintaining strategic and trading portfolios and earning share brokerage and money market, forex and commodity brokerage.
Banking	Principally engaged in providing investment and commercial banking.
Investment advisor / assets manager	Principally providing investment advisory and asset management services to different mutual funds and unit trusts.
Others	Other operations of the Group comprise of telecommunication and information technology, underwriting and consultancy services, research and corporate finance, power generation, credit information and credit rating services.

JAHANGIR SIDDIQUI & CO. LTD.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE QUARTER ENDED MARCH 31, 2013

(UN-AUDITED)

The operating results of the group operations were as follows:

	CONTINUING OPERATIONS				DISCONTINUED OPERATIONS	TOTAL
	Capital Market & Brokerage	Banking	Investment Advisor/ Assets Manager	Others		
	(Rupees in '000)					
Segment results for the quarter ended March 31, 2013						
Return on investments	230,723	1,049,514	58,142	5,442	-	**1,343,821**
Gain on sale of investments - net	10,613	98,000	2,359	1	-	**110,973**
Income from long term loans and fund placements	47,569	543,515	-	1,608	-	**592,692**
Fee, commission and brokerage	57,988	152,015	54,929	32,060	1,926	**298,918**
Gain / (loss) on revaluation of investments carried at fair value through profit or loss – net	9,270	(6,937)	-	32,213	-	**34,546**
Unallocated revenue	-	-	-	-	26	**91,454**
	356,163	**1,836,107**	**115,430**	**71,324**	**1,952**	**2,472,404**
Share of profit / (loss) from:						
Associates	40,518	-	-	-	-	**40,518**
Joint venture	-	-	-	-	-	**-**
	396,681	**1,836,107**	**115,430**	**71,324**	**1,952**	**2,512,922**
Operating and administrative expenses	25,652	801,405	49,753	32,555	**8,982**	**918,347**
Finance cost	15,443	1,152,046	17,047	5,520	**22**	**1,190,078**
Provision for workers' welfare fund	56,084	-	-	3,101	-	**59,185**
Provision for impairment in investments	-	(7,159)	-	-	-	**(7,159)**
	97,179	1,946,292	66,800	41,176	**9,004**	**2,160,451**
Segment results	**299,502**	**(110,185)**	**48,630**	**30,148**	**(7,052)**	**352,471**
Unallocated expenses	-	-	-	-	-	**(61,041)**
Profit / (loss) for the period before taxation	**299,502**	**(110,185)**	**48,630**	**30,148**	**(7,052)**	**291,430**
Taxation:						
Segment	18,309	24,005	5,227	272	**10**	**47,823**
Prior period	(4,263)	-	-	-	-	**(4,263)**
Deferred	-	22,360	704	-	-	**23,064**
	14,046	46,365	5,931	272	**10**	**66,624**
Profit / (loss) for the period after taxation	**285,456**	**(156,550)**	**42,699**	**29,876**	**(7,062)**	**224,806**
Non-controlling interests	(32,396)	(24,914)	(29,279)	(283)	**1,212**	**(85,660)**
	253,060	**(181,464)**	**13,420**	**29,593**	**(5,850)**	**139,146**
Segment results for the quarter ended March 31, 2012						
Return on investments	296,462	655,060	3,098	(1,223)	-	953,397
Gain / (loss) on sale of investments - net	3,720	30,230	80,151	36	-	114,137
Income from long term loans and fund placements	21,601	614,020	-	2,051	-	637,672
Fee, commission and brokerage	51,678	131,338	50,140	(319)	501	233,338
Gain / (loss) on revaluation of investments carried at fair value through profit or loss – net	11,593	(1,858)	-	45,720	-	55,455
Unallocated revenue	-	-	-	-	167	75,239
	385,054	1,428,790	133,389	46,265	668	2,069,238
Share of profit / (loss) from:						
Associates	25,378	-	-	-	-	25,378
Joint venture	(1,268)	-	-	-	-	(1,268)
	409,164	1,428,790	133,389	46,265	668	2,093,348
Operating and administrative expenses	63,329	500,053	55,014	26,697	5,199	650,292
Finance cost	23,854	787,348	25,026	4,222	8	840,458
Provision for workers' welfare fund	8,422	-	-	62	-	8,484
Provision for impairment in investments	-	(14,908)	-	-	-	(14,908)
	95,605	1,272,493	80,040	30,981	5,207	1,484,326
Segment results	313,559	156,297	53,349	15,284	(4,539)	609,022
Unallocated expenses	-	-	-	-	-	(23,096)
Profit / (Loss) for the period before taxation	313,559	156,297	53,349	15,284	(4,539)	585,926
Taxation:						
Segment	-	19,722	1,770	12,074	-	33,566
Deferred	-	46,307	(2,742)	-	-	43,565
	-	66,029	(972)	12,074	-	77,131
Profit / (Loss) after taxation for the period	313,559	90,268	54,321	3,210	(4,539)	508,795
Non-controlling interests	-	(64,180)	(27,520)	(26,532)	787	(117,445)
	313,559	26,088	26,801	(23,322)	(3,752)	391,350

19. DATE OF AUTHORISATION FOR ISSUE

These condensed interim consolidated financial statements were authorised for issue by the Board of Directors of the Holding Company in its meeting held on April 29, 2013.

20. GENERAL

Figures have been rounded off to the nearest thousand rupees.

Mazharul Haq Siddiqui
Chairman

Suleman Lalani
Chief Executive

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