



Jahangir Siddiqui & Co. Ltd.

Half Yearly Report

June 30, 2014
(Un-audited)

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Company Information

Board of Directors

Chief Justice (R) Mahboob Ahmed	Chairman	Non-Executive
Suleman Lalani	Chief Executive Officer	
Asad Ahmed	Director - Independent	Non-Executive
Ali Hussain	Director	Non-Executive
Ali Jehangir Siddiqui	Director	Non-Executive
Saud Ahmed Mirza *	Director - Independent	Non-Executive
Munawar Alam Siddiqui	Director	Non-Executive
Stephen Christopher Smith	Director	Non-Executive

Chief Financial Officer & Company Secretary

Hasan Shahid

Audit Committee

Saud Ahmed Mirza *	Chairman
Munawar Alam Siddiqui	Member
Stephen Christopher Smith	Member

Human Resource & Remuneration Committee

Chief Justice (R) Mahboob Ahmed	Chairman
Munawar Alam Siddiqui	Member
Suleman Lalani	Member

Executive Committee

Munawar Alam Siddiqui	Chairman
Ali Jehangir Siddiqui	Member
Suleman Lalani	Member

External Auditors

M. Yousuf Adil Saleem & Co
Chartered Accountants

Internal Auditors

Anjum Asim Shahid Rahman
Chartered Accountants

Registered Office

6th Floor, Faysal House
Main Shahra-e-Faisal
Karachi - 75530, Pakistan
UAN: (+92-21) 111 574 111
Phone: (+92-21) 32799005
Fax: (+92-21) 32800090

Legal Advisor

Bawaney & Partners

Share Registrar

Technology Trade (Private) Limited
241-C, Block-2, P.E.C.H.S., Karachi, Pakistan

Website

www.js.com

* Appointed on April 28, 2014 in place of Mr. Asif R. Sana.

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 half year ended June 30, 2014. 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 economy continued to face challenges over January-June 2014. With limited improvement in the energy shortage scenario, GDP growth for FY14 clocked in at 4.1% below the government's target of 4.4%. Meanwhile, the government also missed the inflation target of 8% as CPI for FY14 clocked in at 8.6%. However, the real improvement on the macro landscape was on the external account front as Pakistan's forex reserves crossed the US \$ 14 billion mark. This was on account of (1) the US \$ 1.5 billion 'grant' from a friendly country, (2) an above-expected Pak Eurobond issue to the tune of US \$ 2.0 billion (vis-à-vis target of US \$ 500 million) and (3) materialization of 3G auction, which fetched around US \$ 1.1 billion. Consequently, the Pak Rupee has appreciated by 6.6% vs. the US Dollar over January-June 2014.

Stock Market Review

The Karachi Stock Exchange posted strong returns in 1H2014, where the benchmark KSE-100 Index rose by 17%, beating the region's average return of 6% for the same period. This has resulted in the KSE-100 outperforming regional markets by 11% in 1H2014. Strong market returns over January-June 2014 resulted from (1) Sharp PKR appreciation against the US Dollar on the back of rising Forex reserves (2) strong corporate profitability and (3) commencement of the privatization program of the government. Trading volumes at the local bourse dipped, where Average Daily Turnover at the Karachi Stock Exchange decreased to 237 million shares over January-June 2014, as against Average Daily Turnover of 250 million shares in the corresponding period last year. Overall, in the period under review, Net Foreign Portfolio Investment (FIPI) at the Karachi Stock Exchange amounted to US \$ 273 million as against the Net FIPI of US \$ 410 million reported in the corresponding period last year.

Brief Review of Results

During the period under review, the Company has witnessed significant improvement in investment portfolio which resulted in enhancing the shareholders equity of the Company to PKR 19,529 million as on June 30, 2014 from PKR 13,769 million as on December 31, 2013 translating to an increase of shareholders wealth by 41.84%. The breakup value per share as of the quarter end also grew to PKR 25.59 per share from PKR 18.04 per share as of December 31, 2013.

Your Company has reported an after tax profit of PKR 125.76 million for the half year ended June 30, 2014. The overall revenue has declined by 22.94% from the comparative period last year on account of decrease in funds invested in government securities and placement of deposits with banks whereas operating and administrative expenses for the period under review have increased by 12.93%. The Finance cost for the period under review has decreased to PKR 79.08 million from PKR 115.65 million in the last year comparative period on account of major redemptions of TFCs in the second half of last year.

The basic and diluted earnings per share is PKR 0.16 for the half year ended June 30, 2014.

The auditors have drawn attention to note 8.1.3 of the accompanying unconsolidated financial statements which describes the uncertainty related to the outcome of the lawsuit filed by a joint venture of one of the subsidiaries. Based on the legal advice obtained, the management believes that likelihood of any adverse outcome in respect of said lawsuit is remote.

Consolidated Financial Statements

In the consolidated financial statements the Company has reported a net profit of PKR 696.60 million for the half year ended June 30, 2014 as compared to a net profit of PKR 392.20 million for the comparative period last year.

The revenues from continuing operations have improved by 27.47% over the comparative period last year primarily on account of increase in income from long term loans and fund placements. However, the total operating, administrative and finance cost have increased by 25.63%.

The basic and diluted earnings per share from continuing operations is PKR 0.52 for the half year ended June 30, 2014.

Investing and Financing Activities during the period**Investment in Right shares of Pakistan International Bulk Terminal Limited**

On April 11, 2014, Pakistan International Bulk Terminal Limited (PIBT) announced 1290% Right Shares at par value. Being one of the major shareholders with 21.07% shareholding, the Company received and subscribed 148,350,000 ordinary shares of PKR 10/- each of PIBT aggregating to PKR 1,483.50 million as per its entitlement. Subsequent to the period end, on July 11, 2014, PIBT has issued subscribed right shares to its shareholders.

Investment in Right shares of BankIslami Pakistan Limited

The Company currently holds 111,256,116 Ordinary Shares of BankIslami Pakistan Limited representing 21.07% shareholding. Pursuant to the approval of shareholders under section 208 of the Companies Ordinance, 1984 for investment in right shares of BankIslami Pakistan Limited (BIPL) in the 22nd Annual General Meeting held on April 09, 2014, the Company has paid PKR 84.29 million to BIPL as advance against right issue call of PKR 400 million.

Issuance of Term Finance Certificate

On April 08, 2014, the Company has issued term finance certificates (8th issue) of PKR 750 million (inclusive of green shoe option of PKR 250 million). The profit on these TFCs is payable semi-annually, based on the six month KIBOR average rate plus 175 basis points per annum. These TFCs have a tenor of five years i.e. 2014-2019. The Pakistan Credit Rating Agency has assigned credit rating of AA+ (Double A plus) to the aforesaid TFCs issue which denotes a very low expectation of credit risk, the strong capacity for timely payment of financial commitments and strong risk absorption capacity.

Issuance of Class "A" Preference Shares

The Board of Directors of the Company in their meeting held on August 20, 2014 have approved to issue 114,492,798 (15%) right shares as non-voting, non-participatory, cumulative, transferable and redeemable or convertible Class "A" Preference Shares of PKR 10 each to the existing ordinary shareholders of the Company by way of rights subject to the approval of the shareholders and the Securities and Exchange Commission of Pakistan. These Preference Shares shall carry an entitlement to a fixed cumulative preferential dividend out of the normal profits of the Company at the rate of 12% (Twelve percent) per annum.

Chairman's Statement to the Shareholders**Significant events after the balance sheet date**

No significant events have occurred after the balance sheet date.

Credit Rating

The Directors are pleased to inform you that the Pakistan Credit Rating Agency (PACRA) has maintained a long term credit rating of AA (Double A) and short term rating of A1+ (A one plus) for the Company. Further, the ratings for the Company's TFC issues of PKR 1,000 million and PKR 750 million are also maintained at AA+ (Double A plus) by PACRA. These ratings 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.

Acknowledgement

Your Directors greatly value the efforts, continued support and patronage of clients and business partners. We also 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

Karachi: August 20, 2014

Chief Justice (R) Mahboob Ahmed
Chairman

Introduction

We have reviewed the accompanying unconsolidated condensed interim balance sheet of Jahangir Siddiqui & Co. Ltd. ("the Company") as at June 30, 2014 and the related unconsolidated condensed interim profit and loss account, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim cash flow statement, unconsolidated condensed interim statement of changes in equity and notes to the accounts for the half year then ended (here-in-after referred to as the "unconsolidated condensed interim financial information"). Management is responsible for the preparation and presentation of this unconsolidated condensed interim financial information in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this unconsolidated condensed interim financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of unconsolidated condensed interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying unconsolidated condensed interim financial information as of and for the half year ended June 30, 2014 is not prepared, in all material respects, in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting.

Emphasis of matter paragraph

We draw attention to note 8.1.3 to the accompanying unconsolidated condensed interim financial information which describes the uncertainty related to outcome of the lawsuit filed by a joint venture of one of the subsidiary namely Energy Infrastructure Holding (Private) Limited. Our conclusion is not qualified in respect of this matter.

Other matters

The figures of the unconsolidated condensed interim profit and loss account and the unconsolidated condensed interim statement of comprehensive income for the quarter ended June 30, 2014 have not been reviewed, as we are required to review only the cumulative figures for the half year ended June 30, 2014.

M. Yousuf Adil Saleem & Co
Chartered Accountants

Engagement Partner:
Nadeem Yousuf Adil

Dated: August 20, 2014
Place: Karachi

UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

Unconsolidated Condensed Interim Balance Sheet

As at June 30, 2014

		June 30, 2014 (Un-Audited)	December 31, 2013 (Audited)
	Note	..... (Rupees in '000)	
ASSETS			
Non-Current Assets			
Fixed assets			
- Property and equipment	6	8,477	7,345
- Investment property		2,331	2,471
- Intangible assets	7	28	28
Long term investments	8	20,259,831	11,769,417
Long term loans and advances	9	86,544	404,590
Long term security deposits		779	704
		20,357,990	12,184,555
Current Assets			
Short term Loans and advances		846	876
Short term prepayments and other receivables		8,313	2,476
Interest accrued		5,578	12,382
Financial assets - Short term investments	10	320,318	869,543
Taxation - net		360,910	356,722
Cash and bank balances		38,970	1,541,814
		734,935	2,783,813
Non-current assets held for sale	11	-	-
		21,092,925	14,968,368
EQUITY AND LIABILITIES			
Share Capital and Reserves			
Share Capital			
Authorised capital		65,000,000	65,000,000
Issued, subscribed and paid-up share capital		7,632,853	7,632,853
Reserves		11,896,617	6,136,099
		19,529,470	13,768,952
Non-Current Liability			
Long term financing	12	1,063,124	658,932
Current Liabilities			
Trade and other payables	13	165,425	151,792
Accrued interest / mark-up on borrowings		33,691	18,374
Current portion of long term financing		301,215	370,318
		500,331	540,484
Contingencies and Commitment			
	14	21,092,925	14,968,368

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

Chief Justice (R) Mahboob Ahmed
Chairman

Suleman Lalani
Chief Executive

Unconsolidated Condensed Interim Profit and Loss Account

For the Half Year Ended June 30, 2014 (Un-audited)

	Note	Half Year Ended		Quarter Ended	
		June 30, 2014	June 30, 2013	June 30, 2014	June 30, 2013
		..... (Rupees in '000)			
INCOME					
Return on investments		247,038	309,788	39,798	127,663
Gain on sale of investments		17,386	10,534	16,441	8,776
Income from long-term loans and fund placements		34,999	78,576	14,319	32,209
Commission		3,056	-	-	-
Other income		17,266	16,077	8,785	8,143
Gain on revaluation of investments at fair value through profit or loss - net		31	-	30	-
		319,776	414,975	79,373	176,791
EXPENDITURE					
Operating and administrative expenses		62,658	55,483	33,470	29,119
Finance cost		79,082	115,651	45,948	55,211
Provision for Workers' Welfare Fund		3,051	57,331	(245)	1,247
Impairment on investments		25,490	30,101	15,490	30,101
		170,281	258,566	94,663	115,678
PROFIT / (LOSS) BEFORE TAXATION		149,495	156,409	(15,290)	61,113
Taxation					
Current		23,732	24,494	3,586	24,472
Prior		-	-	-	-
		23,732	24,494	3,586	24,472
NET PROFIT / (LOSS) FOR THE PERIOD		125,763	131,915	(18,876)	36,641
		..... (Rupees)			
EARNINGS / (LOSS) PER SHARE					
Basic and diluted	15	0.16	0.17	(0.02)	0.05

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

Chief Justice (R) Mahboob Ahmed
Chairman

Suleman Lalani
Chief Executive

Unconsolidated Condensed Interim Statement of Comprehensive Income

For the Half Year Ended June 30, 2014 (Un-audited)

	Half Year Ended		Quarter Ended	
	June 30, 2014	June 30, 2013	June 30, 2014	June 30, 2013
	..... (Rupees in '000)			
NET PROFIT / (LOSS) FOR THE PERIOD	125,763	131,915	(18,876)	36,641
OTHER COMPREHENSIVE INCOME / (LOSS) :				
Items that will not be reclassified to profit and loss	-	-	-	-
Items that may be reclassified subsequently to profit and loss				
Net gain / (loss) on revaluation of available for sale investments during the period - net	5,652,201	(414,567)	3,323,917	64,629
Reclassification adjustment relating to sale of investments	(17,446)	(8,898)	(17,224)	(8,880)
Total items that may be reclassified subsequently to profit and loss	5,634,755	(423,465)	3,306,693	55,749
TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD	5,760,518	(291,550)	3,287,817	92,390

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

Chief Justice (R) Mahboob Ahmed
Chairman

Suleman Lalani
Chief Executive

Unconsolidated Condensed Interim Statement of Changes in Equity

For the Half Year Ended June 30, 2014 (Un-audited)

	Issued, subscribed and paid-up capital	Reserves			Sub-total	Total
		Capital	Revenue	Unrealised gain /(loss) on revaluation of available for sale investments - net		
	Ordinary share capital	Ordinary share premium	Accumulated loss			
..... (Rupees in '000)						
Balance as at December 31, 2012	7,632,853	4,497,894	(1,488,444)	2,980,058	5,989,508	13,622,361
Net profit for the period	-	-	131,915	-	131,915	131,915
Other comprehensive income / (loss)	-	-	-	(423,465)	(423,465)	(423,465)
Total comprehensive income / (loss)	-	-	131,915	(423,465)	(291,550)	(291,550)
Transaction with owners						
Final Dividend for the eighteen months period ended December 31, 2012 @ Rs. 0.75 per share	-	-	(572,464)	-	(572,464)	(572,464)
Balance as at June 30, 2013	7,632,853	4,497,894	(1,928,993)	2,556,593	5,125,494	12,758,347
Balance as at December 31, 2013	7,632,853	4,497,894	(1,880,077)	3,518,282	6,136,099	13,768,952
Net profit for the period	-	-	125,763	-	125,763	125,763
Other comprehensive income	-	-	-	5,634,755	5,634,755	5,634,755
Total comprehensive income	-	-	125,763	5,634,755	5,760,518	5,760,518
Balance as at June 30, 2014	7,632,853	4,497,894	(1,754,314)	9,153,037	11,896,617	19,529,470

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

Chief Justice (R) Mahboob Ahmed
Chairman

Suleman Lalani
Chief Executive

Unconsolidated Condensed Interim Cash Flow Statement

For the Half Year Ended June 30, 2014 (Un-audited)

	June 30, 2014	June 30, 2013
Note	..... (Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation for the period	149,495	156,409
Adjustment for non cash charges and other items:		
Depreciation	1,657	1,754
Gain on sale of property and equipment	(22)	(175)
Amortisation of transaction costs on term finance certificates	2,691	3,550
Gain on revaluation of investments carried at fair value through profit and loss - net	(31)	-
Impairment on investments	25,490	30,101
Finance cost	76,391	112,101
	106,176	147,331
Operating profit before working capital changes	255,671	303,740
Decrease / (increase) in current assets:		
Loans and advances	30	(150,343)
Prepayments, accrued mark-up and other receivables	967	(11,856)
Long-term loans, advance and security deposits	317,971	(85)
	318,968	(162,284)
Increase in trade and other payables	14,013	66,408
Net cash generated from operations	588,652	207,864
Mark-up paid	(61,074)	(166,718)
Taxes paid - net	(27,920)	(24,723)
Net cash generated from operating activities	499,658	16,423
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for purchase of items of property and equipment	(2,678)	(1,832)
Proceeds from sale of property and equipment	51	175
Investments - net	(2,331,893)	752,126
Net cash (used in) / generated from investing activities	(2,334,520)	750,469
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue / (redemption) of term finance certificates - net	332,398	(873,448)
Dividend paid	(380)	(561,899)
Net cash generated from / (used in) financing activities	332,018	(1,435,347)
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(1,502,844)	(668,455)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	1,541,814	2,629,053
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	38,970	1,960,598

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

Chief Justice (R) Mahboob Ahmed
Chairman

Suleman Lalani
Chief Executive

Notes to the Unconsolidated Condensed Interim Financial Statements

For the Half Year Ended June 30, 2014 (Un-audited)

1. STATUS AND NATURE OF BUSINESS

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. STATEMENT OF COMPLIANCE

This unconsolidated condensed interim financial information has been prepared in accordance with the requirements of International Accounting Standard 34 - Interim Financial Reporting (IAS 34), provisions of the Companies Ordinance, 1984 and directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever requirements of the Companies Ordinance and SECP directives differ, the requirements of the Companies Ordinance and directives issued by the SECP shall prevail.

3. BASIS OF PREPARATION

- 3.1** This unconsolidated condensed interim financial information is un-audited but subject to limited scope review by the auditors. These 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.
- 3.2** This unconsolidated condensed interim financial information does not include all the information and disclosures required in the annual financial statements; therefore should be read in conjunction with the Company's financial statements for the year ended December 31, 2013.
- 3.3** The comparative balance sheet presented in this unconsolidated condensed interim financial information has been extracted from the annual financial statements of the Company for the year ended December 31, 2013 whereas the comparative unconsolidated condensed interim profit and loss account, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim cash flow statement and unconsolidated condensed interim statement of changes in equity have been taken from unconsolidated condensed interim financial information for the half year ended June 30, 2013.
- 3.4** This unconsolidated condensed interim financial information is 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.

4. 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 audited financial statements for the year ended December 31, 2013.

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements as at and for the year ended December 31, 2013.

5. SIGNIFICANT ACCOUNTING JUDGEMENT AND ESTIMATES

The preparation of unconsolidated condensed interim financial information in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment 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 judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were same as those applied to the financial statements for the year ended December 31, 2013.

**June 30,
2014
(Un-audited)**

**December 31,
2013
(Audited)**

..... (Rupees in '000)

6. FIXED ASSETS - PROPERTY AND EQUIPMENT

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

Additions – cost

Office equipment
Motor vehicles

43	114
2,635	1,718
2,678	1,832

Disposals – cost

Motor vehicles

101	879
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Notes to the Unconsolidated Condensed Interim Financial Statements

For the Half Year Ended June 30, 2014 (Un-audited)

7. FIXED ASSETS - INTANGIBLE ASSETS

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 Act). The Company has also received shares of KSE and ISE after completion of the demutualisation process. The TRECs have been recorded at Rs. 28,000. Refer Note 8.3.1 and 8.3.2.

			June 30, 2014 (Un-audited)	December 31, 2013 (Audited)
	Note		..... (Rupees in '000)	
8. LONG TERM INVESTMENTS				
Investments in:				
- Subsidiaries	8.1		6,964,874	5,536,615
- Other related parties - available for sale	8.2		13,123,063	6,034,055
			20,087,937	11,570,670
Other investments - available for sale	8.3		171,894	198,747
			20,259,831	11,769,417

8.1 Investment in subsidiaries - at cost

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

Number of shares				Holding		(Un-audited)	(Audited)	
June 30, 2014	December 31, 2013		Note	Activity	June 30, 2014	December 31, 2013	June 30, 2014	December 31, 2013
		<u>Quoted</u>			%	%	(Rupees in '000)	
755,245,007 *	755,245,007	JS Bank Limited Market value Rs. 4,108.53 (December 31, 2013: Rs. 3,398.60) million	8.1.1	Commercial Banking	70.42	70.42	4,673,400	4,673,400
		<u>Un-quoted</u>						
45,374,878 *	-	JS Bank Limited Convertible Preference Shares	8.1.2	Commercial Banking	96.92	-	1,453,749	-
73,736,250	73,736,250	JS Infocom Limited Net assets value Rs. 345.32 (December 31, 2013: Rs. 372.53) million based on un-audited financial statements for the period ended June 30, 2014 Less: Impairment		Telecom Media & Technology	100.00	100.00	708,490	708,490
							(363,163)	(337,673)
							345,327	370,817
10,000	10,000	JS International Limited Ordinary Shares of US\$ 1/- each having net assets value Rs. 23.80 (September 30, 2013: Rs. 31.74) million based on un-audited financial statements for the period ended March 31, 2014 Less: Impairment		Investment services	100.00	100.00	294,882	294,882
							(294,882)	(294,882)
							-	-
63,000,000	63,000,000	Energy Infrastructure Holding (Private) Limited Net assets value Rs.499.17 (December 31, 2013: 511.92) million based on un-audited financial statements for the period ended June 30, 2014 Less: Impairment	8.1.3	Power Generation & Distribution	100.00	100.00	630,000	630,000
							(137,602)	(137,602)
							492,398	492,398
							6,964,874	5,536,615

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

Notes to the Unconsolidated Condensed Interim Financial Statements

For the Half Year Ended June 30, 2014 (Un-audited)

8.1.1 This represents investment at JS Bank Limited (subsidiary) carried at cost by the Company. The recoverable amount (using 'value in use' method) of Company's investment in JS Bank Limited is higher than the cost of the investment in subsidiary as assessed by the management on year end.

8.1.2 During the period, JS Bank Limited has made a right issue of 150 million preference shares having a face value of Rs. 10 each, amounting to Rs. 1,500 million. The Company has subscribed 145.38 million preference shares of the said right issue amounting to Rs.1,453.75 million (out of which 39.74 million shares amounting to Rs. 397.43 million were subscribed as underwriter to the right issue arrangement). The terms and conditions of the right issue are as follows:

Instrument:	Un-listed, convertible, irredeemable, perpetual, non-cumulative, non-voting preference shares.
Issue Price:	Issued at par value of Rs 10 per shares;
Tenure:	Four years from the date of issuance of preference shares;
Conversion ratio:	For every one preference share, 1.5 ordinary shares will be issued i.e. 1:1.5
Dividend:	Non-cumulative at the rate of 12% per annum fixed. No compensation would be available to the preference shareholders other than the agreed return i.e. 12% p.a. which will be paid in the form of cash dividend. The distribution of dividend is not obligatory and will be allowed only if the Bank has earned sufficient profit in the current year to pay dividend and is in compliance with all the regulatory capital (MCR and CAR) and provisioning requirements.

8.1.3 Net assets of the subsidiary includes, investments in shares of carrying value Rs. 320.60 million (December 31, 2013: Rs. 334.98 million) are pledged with a bank as collateral against guarantees issued on behalf of Gujranwala Energy Limited (GEL), a joint venture (JV). During the year ended June 30, 2010, the JV was not able to meet the financial close mandated with National Bank of Pakistan and was not allowed to make amendments in the power purchase agreement by Private Power and Infrastructure Board (PPIB). Accordingly, the operations of GEL were ceased. Further, it was not able to raise the requisite funds and deposit initial mobilization advance with Wartsila Finland. In the meantime, GEL filed petition in the High Court of Sindh to protect the Company from the encashment of performance guarantees. The High Court of Sindh ordered the GEL to keep the guarantees alive and restricted PPIB and Wartsila Finland from encashing the same till the adjudication of the above petition. Further, the JV has filed a civil suit in Civil Court Lahore, wherein the Preliminary Agreement with Wartsila Finland has been challenged on the grounds that no legal and binding contract has been concluded as the Preliminary Agreement was merely an understanding to enter into contract at some future date and upon happening of certain events, therefore, the question of encashment of above guarantees does not arise. The stay order is still valid and the case is pending for adjudication. The management, based on legal advice, believes that the ultimate outcome of the case will be in favour of the subsidiary company as well as JV.

8.2 Other related parties

Available for sale

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

Number of shares		Activity	Holding		(Un-audited)	December 31, 2013	
June 30, 2014	December 31, 2013		June 30, 2014	December 31, 2013			
			-----%-----				(Rupees in '000)
Quoted - at fair value							
13,230,000	9,800,000	Hum Network Limited	Television Network	14.00	14.00	1,413,097	734,902
111,256,116 *	111,256,116	BankIslami Pakistan Limited	Islamic Banking	21.07	21.07	1,096,985	772,117
25,983,302	20,299,455	EFU General Insurance Limited	General Insurance	16.24	16.24	3,186,592	1,865,926
		Balance carried forward				5,696,674	3,372,945

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

Number of shares					Holding			
June 30, 2014	December 31, 2013		Note	Activity	June 30, 2014	December 31, 2013	June 30, 2014 (Un-audited)	December 31, 2013 (Audited)
					-----%		-----(Rupees in '000)----	
		Balance brought forward					5,696,674	3,372,945
20,047,708	20,047,708	EFU Life Assurance Limited		Life Assurance	20.05	20.05	2,038,050	1,638,098
112,157,863	112,157,863	Azgard Nine Limited		Textile Composite	24.96	24.96	668,461	800,807
159,850,000	11,500,000	Pakistan International Bulk Terminal Limited	8.2.1	Bulk Terminal	21.07	21.07	4,712,378	214,705
		Un-quoted - at cost						
750,000	750,000	EFU Services (Private) Limited		Investment company	37.50	37.50	7,500	7,500
							13,123,063	6,034,055

Number of shares					
June 30, 2014	December 31, 2013			June 30, 2014 (Un-audited)	December 31, 2013 (Audited)
			Note	----- (Rupees in '000) -----	
		<u>Quoted - at fair value</u>			
7,897,860	7,897,860	Singer Pakistan Limited		160,721	187,574
		<u>Un-quoted - at cost</u>			
4,007,383	4,007,383	Karachi Stock Exchange Limited	8.3.1	73	73
3,034,603	3,034,603	Islamabad Stock Exchange Limited	8.3.2	11,100	11,100
				11,173	11,173
				171,894	198,747

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Notes to the Unconsolidated Condensed Interim Financial Statements

For the Half Year Ended June 30, 2014 (Un-audited)

The Institute of Chartered Accountants of Pakistan in its technical guide dated May 29, 2013, concluded that the demutualization, in substance, had not resulted in exchange of dissimilar assets, and therefore no gain or loss should be recognized and the segregation of ownership rights and the trading rights should be accounted for by allocating the cost/carrying value of the membership card between the two distinct assets on a reasonable basis.

The above mentioned face value (Rs. 40 million) of the shares issued by the KSE to its members including the Company had been determined on the basis of the fair valuation of the underlying assets and liabilities of the KSE in accordance with the requirements of the Stock Exchange Corporatisation, Demutualization and Integration Act, 2012. In other words, shares worth Rs. 40 million received by the Company represent its share in the fair value of the net assets of the KSE. Under the current circumstances where active market is not available for such shares, this net asset value based valuation has been considered as the closest estimate of the fair value of the shares.

Further, the KSE has introduced a minimum capital regime for the brokers, and for this purpose have valued TREC at Rs. 15 million as per the decision of the Board of Directors of the KSE. This fact indicates an acceptable level of value for TREC which is also used by the Stock Exchange for risk management and to safeguard the investor's interest. In the absence of an active market for TREC, this assigned value of Rs. 15 million had been considered as the closest estimate of the fair value of the TREC.

Therefore, based on the above estimates of fair values of KSE shares (Rs. 40 million) and TREC (Rs. 15 million), the Company has allocated its carrying value of the membership card in the ratio of 0.73 to shares and 0.27 to TREC. Consequently, the investments have been recognized at Rs. 73,000 and TREC at Rs. 27,000.

8.3.2 These represent shares received from Islamabad Stock Exchange (ISE) pursuant to similar demutualization process as mentioned in note 8.3.1 relating to KSE because no reasonable basis has yet been finalized, the management has recorded TREC at token value of Rs. 1,000 whereas the remaining amount (Rs. 11.099 million) has been allocated to shares.

9. LONG-TERM LOANS AND ADVANCES

This includes Rs. 84.29 million advance paid to BankIslami Pakistan Limited (a related party) against future issue of right shares.

		June 30, 2014 (Un-audited)	December 31, 2013 (Audited)
	Note	..... (Rupees in '000)	.....

10. FINANCIAL ASSETS - SHORT TERM INVESTMENTS

Financial assets at fair value through profit or loss - held for trading	10.1	32,540	-
Available for sale - at fair value	10.2	287,778	869,543
		<u>320,318</u>	<u>869,543</u>

10.1 Financial assets at fair value through profit or loss - held for trading

Number of Share		Name of the Company	June 30, 2014		December 31, 2013
			(Un-audited)		(Audited)
June 30, 2014	December 31, 2013		Average Cost	Fair Value	
					----- (Rupees in '000) -----
50,000	-	Nishat Mills Limited	5,530	5,595	-
388,000	-	Adamjee Insurance Company Limited	17,401	17,759	-
9,500	-	D.G. Khan Cement Limited	832	836	-
215,000	-	Maple Leaf Cement Factory Limited	6,463	6,461	-
7,500	-	United Bank Limited	1,268	1,264	-
3,500	-	Engro Corporation	670	625	-
			32,164	32,540	-
		Unrealised gain on remeasurement at fair value	376	-	-
			32,540	32,540	-

10.1.1 These securities were purchased in the ready market "T+2" and ,except Nishat Mills Limited, all securities were sold in the future market.

Notes to the Unconsolidated Condensed Interim Financial Statements

For the Half Year Ended June 30, 2014 (Un-audited)

		June 30, 2014 (Un-audited)	December 31, 2013 (Audited)
	Note	(Rupees in '000)	
10.2 Available for sale - at fair value			
Listed equity securities		10,210	7,436
Government securities - Pakistan Investments Bonds / Market Treasury Bills		24,660	491,300
Open end mutual funds			
- Related parties		222,927	158,978
- Others		29,981	211,829
		287,778	869,543
11. NON-CURRENT ASSETS HELD FOR SALE			
Investment in a subsidiary:			
- Credit Chex (Private) Limited	11.1	189,500	189,500
Less: Impairment		(189,500)	(189,500)
		-	-

11.1 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. The approval of the State Bank of Pakistan has been obtained and the acquirer is in the phase of completing formalities for receiving of shares.

12. LONG TERM FINANCING

Included herein is proceeds amounting to Rs. 750 million net of issue cost Rs.5.24 million (inclusive of green shoe option of Rs. 250 million) received against eighth issue of term finance certificate (TFC) which was issued during the period on April 8, 2014. The profit on these TFCs is payable semi-annually, based on the six month KIBOR average rate plus 175 basis points per annum. These TFCs have a tenor of five years i.e. 2014-2019 with a call option exercisable by the Company at any time on a coupon date during the tenor of the TFCs by giving a 30 days notice at a premium of 0.25% of the outstanding face value. The instrument is structured to redeem the principal in ten (10) stepped up semi-annual instalments starting from the 6th month of the Issue Date (April 8, 2014). These TFCs are secured against lien over a designated account with the Central Depository Company of Pakistan Limited. The account contains marketable securities having a market value of Rs. 1,521.33 million to secure the outstanding principal with 35% margin. In the event of any sale and repurchase of marketable securities, the trustee will have a hypothecation charge on the ensuing receivable and a lien over subsequent cash which is to be maintained in a specified bank account.

13. TRADE AND OTHER PAYABLES

Prior to certain amendments made through the Finance Acts of 2006 & 2008, Worker Welfare Fund (WWF) was levied at 2% of the total income assessable under the Income Tax Ordinance, 2001 excluding incomes falling under the Final Tax Regime (FTR). Through Finance Act, 2008, an amendment was made in Section 4(5) of the WWF Ordinance, 1971 (the Ordinance) whereby WWF liability is applicable at 2% of the higher of the profit before taxation as per the accounts or declared income as per the return.

Aggrieved by the amendments made through the Finance Act, certain stakeholders filed petition against the changes in the Lahore High Court which struck down the aforementioned amendments to the WWF Ordinance in 2011. However, some stakeholders also filed the petition in the Sindh High Court which, in 2013, decided the petition against stakeholders. On prudent basis, the Company has recognized current year provision of Rs. 3.355 million and aggregate provision amounting to Rs. 63.55 million for the years from January 2012 to June 2014.

Notes to the Unconsolidated Condensed Interim Financial Statements

For the Half Year Ended June 30, 2014 (Un-audited)

Further, during the period, pursuant to the show cause notice dated June 28, 2014 issued by the Deputy Commissioner of Inland Revenue (DCIR) under section 221(3) for rectification under section 221(1) of the Income Tax Ordinance, 2001 in respect of Tax Year 2013 for non-payment of WWF of Rs. 53.06 million under the provisions of section 4 of the Workers Welfare Fund Act, 1971, read with FBR circular # 13 of 2008, the Company has filed Writ Petition under Article 199 of the Constitution of Islamic Republic of Pakistan before the High Court of Sindh challenging the levy and demand for payment of WWF and obtained interim relief. The matter is pending adjudication before the Court.

June 30, 2014 (Un-audited)	December 31, 2013 (Audited)
..... (Rupees in '000) .....	..... (Rupees in '000)

14. CONTINGENCIES AND COMMITMENT

14.1 Commitments

Future sale transactions of equity securities entered into by the Company in respect of which the sale transactions have not been settled as at June 30, 2014

27,304

-

Underwriting agreement for Bank Islami Pakistan Limited right shares

37,032

-

14.2 There were no material change in the status of contingencies as reported in the annual unconsolidated financial statements for the year ended December 31, 2013 except for the following:

14.3 The Additional Commissioner of Inland Revenue – Audit Division (ACIR) has issued another order under section 122 (5A) of the Ordinance in respect of the tax year 2008 and raised demand of Rs. 96.476 million by unlawfully charging minimum tax @ 0.5% u/s 113 of the Ordinance on capital gain of Rs. 19,255.036 million and despite the fact that capital gains are treated under separate head of income as 'Capital Gains' and not as part of 'Income from Business'. Further, capital gains are not covered under the exclusive definition of 'turnover' stipulated in section 113 of the Ordinance. Subsequent to the period end, the Company has filed appeal against the above order before the Commissioner Inland Revenue – Appeals (CIR-Appeals). The hearing for the aforementioned appeal was held on March 10, 2014, however, order thereof is still awaited.

The management, based on its discussions with its tax advisors, is confident that the subject matter in respect of tax year 2008 will eventually be decided in favor of the Company. Hence, no provision for liability has been made in this unconsolidated condensed interim financial information.

15. BASIC AND DILUTED EARNINGS PER SHARE

Profit / (Loss) after taxation attributable to ordinary shareholders

Half Year Ended		Quarter Ended	
June 30, 2014	June 30, 2013	June 30, 2014	June 30, 2013
..... (Un-audited).....			
..... (Rupees in '000)			

125,763

131,915

(18,876)

36,641

..... (Number in '000)

Weighted average number of ordinary shares outstanding during the period

763,285

763,285

763,285

763,285

..... (Rupees)

Earnings per share:

- Basic and diluted

0.16

0.17

(0.02)

0.05

15.1 Diluted earnings per share has not been presented as the Company does not have any convertible instruments in issue as at June 30, 2014 which would have any effect on the earnings per share if the option to convert is exercised.

Notes to the Unconsolidated Condensed Interim Financial Statements

For the Half Year Ended June 30, 2014 (Un-audited)

	June 30, 2014	June 30, 2013
	..... (Rupees in '000)	
16. CASH AND CASH EQUIVALENTS		
Cash and bank balances	38,970	1,960,598

17. RELATED PARTY TRANSACTIONS

The Company has related party relationship with its associates, subsidiaries, companies having common directorship, employee benefit plan and its key management personnel (including their associates).

Contributions to the account in respect of staff retirement benefit are made in accordance with terms of the contribution plan. Remuneration of the key management personnel is in accordance with the terms of their employment. Other transactions are at agreed terms.

	June 30, 2014	June 30, 2013
	..... (Rupees in '000)	

TRANSACTIONS**Subsidiary and Sub-subsidiary Companies**

Dividend income	-	66,363
Brokerage expense	289	224
Purchase of government securities	465,069	1,603,950
Rent income	17,317	16,944
Market maker fee paid	522	450
Interest / markup paid	1,054	6,396
Principal redemptions made against TFCs	1,313	13,375
Profit received on fund placements and deposit accounts	42,939	63,158
Paid against subscription of convertible preference shares	1,453,749	-
Investment in TFCs issued by the Company	169,000	-
Bank charges paid	3	3
Reimbursement of expenses by the Company	540	165
Reimbursement of expenses to the Company	6,967	6,080
Underwriting commission received	3,056	-

Associates

Dividend income	-	16,858
Units issued on conversion to open end fund (No. of units)	-	1,123,881

Common Directorship

Dividend income	34,545	-
Advance against subscription of right shares	84,290	-
Reimbursement of expenses to the Company	-	162
Bonus shares received (No. of shares)	3,430,000	-

Notes to the Unconsolidated Condensed Interim Financial Statements

For the Half Year Ended June 30, 2014 (Un-audited)

	June 30, 2014	June 30, 2013
	..... (Rupees in '000)	

Other Related Parties

Dividend paid	-	311,573
Dividend income	192,686	149,360
Interest / markup paid	4,722	9,216
Principal redemptions made against TFCs	13,125	34,582
Insurance premium paid	1,554	1,234
Proceeds against insurance claim / cancellation	1	51
Royalty paid	4,950	4,950
Advisory fee paid	3,000	3,000
Donation paid	8,000	-
Investment in TFCs issued by the Company	4,500	-
Susbscription of right shares	1,083,500	-
Investments during the period	-	100,000
Disinvestments during the period	-	305,367
Units purchased during the period (No. of Units)	-	975,277
Units Sold during the period (No. of Units)	-	2,982,418
Bonus units received during the period (No. of Units)	208,694	64,488
Bonus shares received (No. of shares)	5,683,847	-

Key Management Personnel

Remuneration to Chief Executive Officer	4,970	4,492
Advisory fee to Director	3,000	3,000
Fee paid to directors for directors / committee meetings	1,763	3,373
Remuneration to Executives	4,409	3,160
Interest on long term loans to executives	92	154
Loan and advances disbursed during the peirod	560	700
Loan and advances repayments from executives	322	168
Proceeds from sale of vehicle	-	176
Contribution to staff provident fund	1,624	1,472

Notes to the Unconsolidated Condensed Interim Financial Statements

For the Half Year Ended June 30, 2014 (Un-audited)

	June 30, 2014 (Un-audited)	December 31, 2013 (Audited)
	..... (Rupees in '000)	
BALANCES		
Subsidiary Companies & Sub-Subsidiary Companies		
Receivable against expenses incurred on their behalf	5,287	782
Cash at bank accounts	39,057	1,538,625
Profit receivable on deposit accounts	4,312	12,380
Receivable against sale of equity securities - net	16,310	-
Outstanding principal of TFCs issued by the Company	175,563	7,875
Markup payable on TFCs issued by the Company	4,780	163
Associates / Common directorship		
Advance against subscription of right shares	84,290	-
Other Related Parties		
Advance against subscription of right shares	-	400,000
Outstanding principal of TFCs issued by the Company	70,125	78,750
Markup payable on TFCs issued by the Company	1,525	1,627
Key management personnel		
Loans and advances receivable	2,476	2,328

18. SUBSEQUENT EVENTS

Subsequent to the balance sheet date, the Board of Directors of the Company in their meeting held on August 20, 2014 have proposed to issue 114,492,798 (15%) right shares as non-voting, non-participatory, cumulative, transferable and redeemable or convertible Class "A" Preference Shares of PKR 10 each to the existing ordinary shareholders of the Company by way of rights subject to the approval of the shareholders and the Securities and Exchange Commission of Pakistan. These Preference Shares shall carry an entitlement to a fixed cumulative preferential dividend out of the normal profits of the Company at the rate of 12% (Twelve percent) per annum.

19. DATE OF AUTHORISATION

This unconsolidated condensed interim financial statements were authorised for issue by the Board of Directors in their meeting held on August 20, 2014.

20. GENERAL

Figures have been rounded off to the nearest thousand rupees.

Chief Justice (R) Mahboob Ahmed
Chairman

Suleman Lalani
Chief Executive

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

JAHANGIR SIDDIQUI & CO. LTD.

Consolidated Condensed Interim Balance Sheet

As at June 30, 2014

		June 30, 2014 (Un-audited)	December 31, 2013 (Audited)
	Note	..... (Rupees in '000)	
ASSETS			
Non-Current Assets			
Fixed assets:			
- Property and equipment	6	2,328,241	2,205,868
- Intangible assets	7	240,009	185,068
- Investment property		2,331	2,471
Long - term investments	8	13,572,172	6,540,018
Long - term loans, advances and other receivables		5,225,519	2,987,007
Long - term deposits		779	9,227
Deferred taxation		962,787	1,052,958
		22,331,838	12,982,617
Current Assets			
Short - term investments	9	57,605,898	45,250,138
Trade debts		975,127	303,760
Loans and advances		39,631,127	31,203,878
Accrued mark - up		2,715,080	1,334,807
Short-term deposits, prepayments and other receivables		784,152	657,305
Other financial asset - Fund placements		9,193,853	21,585,799
Taxation - net		455,414	440,072
Cash and bank balances		6,800,646	8,413,827
		118,161,297	109,189,586
Assets classified as held for sale	10	3,799	3,536
		140,496,934	122,175,739
EQUITY AND LIABILITIES			
Share Capital and Reserves			
Share capital		7,632,853	7,632,853
Reserves		13,233,637	7,190,933
Equity attributable to equity holders of the parent		20,866,490	14,823,786
Non-controlling interests		4,678,185	4,277,080
Total equity		25,544,675	19,100,866
Non-Current Liabilities			
Long - term financing	11	910,839	651,056
Long - term deposits and other accounts		83,979	142,667
Deferred liability - employee benefits		27,727	1,289
		1,022,545	795,012
Current Liabilities			
Trade and other payables		4,106,120	2,729,410
Accrued interest / mark-up on borrowings		590,207	568,310
Short - term borrowings		15,825,377	20,150,846
Current portion of non-current liabilities	12	93,324,521	78,751,025
		113,846,225	102,199,591
Liabilities directly associated with assets classified as held for sale	10	83,489	80,270
Contingencies and Commitments			
	13	140,496,934	122,175,739

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

Chief Justice (R) Mahboob Ahmed
Chairman

Suleman Lalani
Chief Executive

Consolidated Condensed Interim Profit And Loss Account

For the Half Year Ended June 30, 2014 (Un-audited)

	Half Year Ended		Quarter Ended	
	June 30, 2014	June 30, 2013	June 30, 2014	June 30, 2013
Note	..... (Rupees in '000)			
CONTINUING OPERATIONS				
Income				
Return on investments	2,313,818	2,405,670	2,074,875	1,061,849
Gain on sale of investments - net	481,439	364,896	306,944	253,923
Income from long term loans and fund placements	2,593,096	1,324,685	439,265	731,993
Fee, commission and brokerage	655,411	611,046	346,483	314,054
Other income	245,874	192,164	136,287	100,736
(Loss)/gain on revaluation of investments carried at fair value through profit and loss - net	(9,289)	28,408	(66,439)	(6,138)
	6,280,349	4,926,869	3,237,415	2,456,417
Expenditure				
Operating and administrative expenses	2,315,189	1,881,268	1,222,782	910,862
Finance cost	3,024,374	2,368,777	1,619,271	1,178,721
Provision for workers' welfare fund	19,277	75,493	9,102	16,308
Impairment on investments	11,796	142,493	(3,190)	149,652
	5,370,636	4,468,031	2,847,965	2,255,543
	909,713	458,838	389,450	200,874
Share of profit / (loss) from:				
- associate	-	107,771	-	67,253
- joint venture	-	-	-	-
	-	107,771	-	67,253
Profit before taxation from continuing operations	909,713	566,609	389,450	268,127
Taxation				
- Current	124,451	143,500	63,728	95,687
- Prior	-	(2,901)	(69)	1,362
- Deferred	81,818	24,857	42,345	1,793
	206,269	165,456	106,004	98,842
Profit after taxation from continuing operations	703,444	401,153	283,446	169,285
DISCONTINUED OPERATIONS				
Loss after taxation from discontinued operations	(6,843)	(8,954)	(1,736)	(1,892)
PROFIT AFTER TAXATION FOR THE PERIOD	696,601	392,199	281,710	167,393
Attributable to:				
Equity holders of the parent	394,278	215,117	95,183	75,971
Non-controlling interests	302,323	177,082	186,527	91,422
	696,601	392,199	281,710	167,393
	..... (Rupees in '000)			
EARNINGS PER SHARE				
Basic and diluted				
Continuing operations	0.52	0.29	0.12	0.10
Discontinued operations	(0.01)	(0.01)	-	(0.01)
	0.51	0.28	0.12	0.09

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

Chief Justice (R) Mahboob Ahmed
Chairman

Suleman Lalani
Chief Executive

Consolidated Condensed Interim Statement of Comprehensive Income

For the Half Year Ended June 30, 2014 (Un-audited)

	Half Year Ended		Quarter Ended	
	June 30, 2014	June 30, 2013	June 30, 2014	June 30, 2013
	..... (Rupees in '000)			
PROFIT FOR THE PERIOD AFTER TAXATION	696,601	392,199	281,710	167,393
OTHER COMPREHENSIVE INCOME / (LOSS)				
Items that will not be reclassified to profit and loss account	-	-	-	-
Items that may be reclassified subsequently to profit and loss				
Revaluation of available for sale investments	5,755,253	(262,602)	3,316,222	365,592
Exchange difference of translation of net assets of foreign subsidiaries to reporting currency	(29,821)	547	(16,981)	14,315
Actuarial gains and losses on defined benefit plan	-	(57)	-	(57)
Total items that may be reclassified subsequently to profit and loss	5,725,432	(262,112)	3,299,241	379,850
TOTAL COMPREHENSIVE PROFIT FOR THE PERIOD	6,422,033	130,087	3,580,951	547,243
Attributable to:				
Equity holders of the parent	6,042,704	(125,605)	3,428,387	247,508
Non-controlling interests	379,329	255,692	152,564	299,735
	6,422,033	130,087	3,580,951	547,243

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

Chief Justice (R) Mahboob Ahmed
Chairman

Suleman Lalani
Chief Executive

Consolidated Condensed Interim Statement of Changes in Equity

For the Half Year Ended June 30, 2014 (Un-audited)

ATTRIBUTABLE TO EQUITY HOLDERS' OF THE PARENT

	Reserves							NON-CONTROLLING INTERESTS	TOTAL
	Ordinary share capital	Capital	Revenue		Others				
		Ordinary share premium	Unappropriated profit / (accumulated loss)	Foreign exchange translation	Unrealised gain on revaluation of available for sale investments - net	Statutory			
(Rupees in '000)									
Balance as at December 31, 2012	7,632,853	4,497,894	(1,048,853)	55,017	3,437,010	158,566	14,732,487	4,893,334	19,625,821
Profit for the period	-	-	215,117	-	-	-	215,117	177,082	392,199
Other comprehensive income / (loss)	-	-	-	547	(341,269)	-	(340,722)	78,610	(262,112)
Total comprehensive income / (loss) for the period	-	-	215,117	547	(341,269)	-	(125,605)	255,692	130,087
Transfer from statutory reserve	-	-	(23,206)	-	-	23,206	-	-	-
Transaction with owners recognized directly in equity									
Final Dividend for the eighteen months period ended December 31, 2012 @ Rs. 0.75 per ordinary share	-	-	(572,464)	-	-	-	(572,464)	-	(572,464)
Balance as at June 30, 2013	7,632,853	4,497,894	(1,429,406)	55,564	3,095,741	181,772	14,034,418	5,149,026	19,183,444
Balance as at December 31, 2013	7,632,853	4,497,894	(1,406,105)	127,591	3,763,732	207,821	14,823,786	4,277,080	19,100,866
Profit for the period	-	-	394,278	-	-	-	394,278	302,323	696,601
Other comprehensive (loss) / income	-	-	-	(29,821)	5,678,247	-	5,648,426	77,006	5,725,432
Total comprehensive income / (loss) for the period	-	-	394,278	(29,821)	5,678,247	-	6,042,704	379,329	6,422,033
Transfer from statutory reserve	-	-	(38,740)	-	-	38,740	-	-	-
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	(24,475)	(24,475)
Convertible preference shares issued to non-controlling interests	-	-	-	-	-	-	-	46,251	46,251
Balance as at June 30, 2014	7,632,853	4,497,894	(1,050,567)	97,770	9,441,979	246,561	20,866,490	4,678,185	25,544,675

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

Chief Justice (R) Mahboob Ahmed
Chairman

Suleman Lalani
Chief Executive

Consolidated Condensed Interim Cash Flow Statement

For the Half Year Ended June 30, 2014 (Un-audited)

	Note	June 30, 2014	June 30, 2013
		(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation from continuing operations		909,713	566,609
Loss before taxation from discontinued operations		(6,882)	(8,941)
Profit for the period before taxation		902,831	557,668
Adjustments for non cash charges and other items:			
Depreciation		174,288	139,543
Amortisation on intangible assets		16,776	10,259
Amortisation of transaction cost on term finance certificates		2,691	3,550
Profit on sale of property and equipment		(18,562)	(32,356)
Provision for doubtful debts, loans and advances		131,970	-
Share of profit from associate and joint venture		-	(107,771)
Charge / (reversal of charge) for defined benefit plan		26,438	(16,193)
Impairment on investments		11,796	142,493
Gain on revaluation of investments carried at fair value through profit or loss - net		9,289	(28,408)
Finance cost		3,021,683	2,365,252
		3,376,369	2,476,369
Operating profit before working capital changes		4,279,200	3,034,037
(Increase) / Decrease in operating assets :			
Short term investments		(12,211,472)	6,281,529
Trade debts		(671,367)	(1,026,994)
Loans and advances		(8,559,219)	(2,095,992)
Long term loans, advances, deposits and other receivables		(2,230,064)	(1,534,928)
Fund placements		12,391,946	(4,175,247)
Deposits, prepayments, accrued mark-up and other receivables		(1,507,383)	(617,936)
		(12,787,559)	(3,169,568)
Increase in operating liabilities:			
Trade and other payables		1,376,709	1,365,505
Deposits and other accounts		14,583,911	8,988,863
Net cash generated from operations		7,452,261	10,218,837
Interest / mark-up paid		(2,999,796)	(2,386,426)
Taxes paid		(139,796)	(71,344)
Dividend paid (including non-controlling interests)		(25,860)	(561,899)
Net cash generated from operating activities		4,286,809	7,199,168
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure incurred		(308,915)	(317,611)
Intangible assets acquired		(71,717)	(14,992)
Proceeds from sale of property and equipment		25,370	46,009
Investments acquired - net of sale		(1,453,499)	(2,000)
Net cash used in investing activities		(1,808,761)	(288,594)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issuance /(redemption) of term finance certificates - net of issuance		187,989	(938,530)
Proceeds from issuance of convertible preference shares		46,251	-
Securities sold under repurchase agreements		(3,421,177)	(6,851,899)
Net cash used in financing activities		(3,186,937)	(7,790,429)
NET DECREASE IN CASH AND CASH EQUIVALENTS		(708,889)	(879,855)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD		5,443,584	5,604,204
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	15	4,734,695	4,724,349

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

Chief Justice (R) Mahboob Ahmed
Chairman

Suleman Lalani
Chief Executive

Notes to the Consolidated Condensed Interim Financial Statements

For the Half Year Ended June 30, 2014 (Un-audited)

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, managing strategic investments, investment advisory, asset management, agency telecommunication, commercial banking and other businesses. The Group is mainly operating in Pakistan but also provides services in United Kingdom and Cayman Island.

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)	
				June 30, 2014	December 31, 2013
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 consolidated condensed interim 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 year December 31, 2013.

These condensed interim consolidated financial statements have been prepared under the accrual basis of accounting except for cash flow statement.

The comparative balance sheet presented in these consolidated condensed interim financial statements has been extracted from the audited consolidated financial statements of the Group for the year ended December 31, 2013, whereas the comparative profit and loss account, statement of comprehensive income, statement of changes in equity and cash flow statement are extracted from the un-audited consolidated condensed interim financial statements for the period ended June 30, 2013.

Notes to the Consolidated Condensed Interim Financial Statements

For the Half Year Ended June 30, 2014 (Un-audited)

3. ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these consolidated condensed interim financial statements are consistent with those followed in the preparation of the Company's annual consolidated financial statements for the year ended December 31, 2013.

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 year ended December 31, 2013.

5. SIGNIFICANT ACCOUNTING JUDGEMENT AND ESTIMATES

The preparation of consolidated 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 policies and the key sources of estimation and uncertainty were same as those applied to the consolidated financial statements for the year ended December 31, 2013.

6. FIXED ASSETS - PROPERTY AND EQUIPMENT

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

	June 30, 2014 (Un-audited)	December 31, 2013 (Audited)
	..... (Rupees in '000)	
Additions - cost		
Owned:		
- Office premises - leasehold	271,544	1,400
- Leasehold improvements	31,565	69,971
- Office equipment	103,791	259,821
- Office furniture and fixtures	21,238	35,119
- Motor vehicles	101,555	140,986
	<u>529,693</u>	<u>507,297</u>
Disposals - cost		
- Leasehold improvements	-	2,285
- Office equipment	7,221	13,713
- Office furniture and fixtures	-	3,338
- Motor vehicles	26,899	72,088
	<u>34,120</u>	<u>91,424</u>

7. FIXED ASSETS - INTANGIBLE ASSETS

Included herein are Trading Right Entitlement Certificates (TRECs) received from Karachi Stock Exchange Limited (KSE) and Islamabad Stock Exchange Limited (ISE) by the 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 Rs. 5.76 million.

		June 30, 2014 (Un-audited)	December 31, 2013 (Audited)
		..... (Rupees in '000)	
	Note		
8. LONG TERM INVESTMENTS			
Related parties			
- Investment in joint venture	8.1	-	-
- Other related parties		13,123,062	5,563,621
		<u>13,123,062</u>	<u>5,563,621</u>
Other investments	8.2	449,110	505,963
		<u>13,572,172</u>	<u>6,069,584</u>

Notes to the Consolidated Condensed Interim Financial Statements

For the Half Year Ended June 30, 2014 (Un-audited)

- 8.1** Investments held by Energy Infrastructure (Private) Limited (the subsidiary company) includes, investments shares of carrying value Rs. 320.60 (December 31, 2013: Rs. 334.98) million are pledged with a bank as collateral against guarantees issued on behalf of Gujranwala Energy Limited (GEL), a joint venture (JV). During the year ended June 30, 2010, the JV was not able to meet the financial close mandated with National Bank of Pakistan and was not allowed to make amendments in the power purchase agreement by Private Power and Infrastructure Board (PPIB). Accordingly, the operations of GEL were ceased. Further, it was not able to raise the requisite funds and deposit initial mobilization advance with Wartsila Finland. In the meantime, GEL filed petition in the High Court of Sindh to protect the Company from the encashment of performance guarantees. The High Court of Sindh ordered the GEL to keep the guarantees alive and restricted PPIB and Wartsila Finland from encashing the same till the adjudication of the above petition. Further, subsequent to the year end, the JV has filed a civil suit in Civil Court Lahore, wherein the Preliminary Agreement with Wartsila Finland has been challenged on the grounds that no legal and binding contract has been concluded as the Preliminary Agreement was merely an understanding to enter into contract at some future date and upon happening of certain events, therefore, the question of encashment of above guarantees does not arise. The stay order is still valid and the case is pending for adjudication. The management, based on legal advice, believes that the ultimate outcome of the case will be in favour of the subsidiary company as well as JV.
- 8.2** This includes shares 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.

	June 30, 2014 (Un-audited)	December 31, 2013 (Audited)
	..... (Rupees in '000)	
9. FINANCIAL ASSETS - SHORT TERM INVESTMENTS		
Assets at fair value through profit or loss	35,587,555	4,472,908
Available for sale	22,018,343	45,645,679
	<u>57,605,898</u>	<u>50,118,587</u>

10. DISCONTINUED OPERATION

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. The approval of the State Bank of Pakistan has been obtained and the acquirer is in the phase of completing formalities for receiving of shares.

The results of discontinued operations are presented in Segment Information (refer note 17).

11. LONG TERM FINANCING

Included herein is proceeds amounting to Rs. 750 million net of issue cost Rs. 5.24 million (inclusive of green shoe option of Rs. 250 million) received against eight issue of term finance certificate (TFC) which was issued by the Holding Company during the period on April 8, 2014. The profit on these TFCs is payable semi-annually, based on the six month KIBOR average rate plus 175 basis points per annum. These TFCs have a tenor of five years i.e. 2014-2019 with a call option exercisable by the Company at any time on a coupon date during the tenor of the TFCs by giving a 30 days notice at a premium of 0.25% of the outstanding face value. The instrument is structured to redeem the principal in ten (10) stepped up semi-annual installments starting from the 6th month of the Issue Date (April 8, 2014). These TFCs are secured against lien over a designated account with the Central Depository Company of Pakistan Limited. The account contains marketable securities having a market value of Rs. 1,521.33 million to secure the outstanding principal with 35% margin. In the event of any sale and repurchase of marketable securities, the trustee will have a hypothecation charge on the ensuing receivable and a lien over subsequent cash which is to be maintained in a specified bank account.

	June 30, 2014 (Un-audited)	December 31, 2013 (Audited)
	..... (Rupees in '000)	
12. CURRENT PORTION OF NON-CURRENT LIABILITIES		
Long term financing - Term finance certificates	301,215	370,318
Deposits and other accounts	93,023,306	78,380,707
	<u>93,324,521</u>	<u>78,751,025</u>

Notes to the Consolidated Condensed Interim Financial Statements

For the Half Year Ended June 30, 2014 (Un-audited)

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 year ended December 31, 2013 except for the following:

13.1.1 The Additional Commissioner of Inland Revenue – Audit Division (ACIR) has issued to the Holding Company order under section 122 (5A) of the Ordinance in respect of the tax year 2008 and raised demand of Rs. 96.476 million by unlawfully charging minimum tax @ 0.5% u/s 113 of the Ordinance on capital gain of Rs. 19,255.036 million and despite the fact that capital gains are treated under separate head of income as 'Capital Gains' and not as part of 'Income from Business'. Further, capital gains are not covered under the exclusive definition of 'turnover' stipulated in section 113 of the Ordinance. Subsequent to the period end, the Company has filed appeal against the above order before the Commissioner Inland Revenue – Appeals (CIR-Appeals). The hearing for the aforementioned appeal was held on March 10, 2014, however, order thereof is still awaited.

The management, based on its discussions with its tax advisors, is confident that the subject matter in respect of tax year 2008 will eventually be decided in favor of the Company. Hence, no provision for liability has been made in this unconsolidated condensed interim financial information.

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.

	June 30, 2014 (Un-audited)	December 31, 2013 (Audited)
	..... (Rupees in '000)	
- Government	3,079,503	2,520,803
- Banking companies and other financial institutions	247,812	210,521
- Others	1,179,114	333,832
	<u>4,506,429</u>	<u>3,065,156</u>
13.3 Trade related contingent liabilities		
Documentary credits	6,904,631	4,882,691
13.4 Other Contingencies		
Claims not acknowledged as debts	66,754	66,896
13.5 Commitments		
Commitments in respect of:		
Forward exchange contracts:		
- Purchase	4,786,080	6,988,325
- Sale	6,226,269	6,485,184
Other Commitments		
Forward commitment to extend credit	1,812,000	675,700
Forward commitments in respect of sale	-	10,000
Capital expenditure	39,104	75,320
Cross currency swaps (notional principal)	1,084,500	1,084,500
Assets acquired under operating lease / ijarah	-	1,209
Future sale transactions of equity securities	637,565	394,964
Underwriting agreement for BankIslami Pakistan Limited right shares	37,032	-

Notes to the Consolidated Condensed Interim Financial Statements

For the Half Year Ended June 30, 2014 (Un-audited)

	June 30, 2014	June 30, 2013
	..... (Rupees in '000)	
14. BASIC AND DILUTED EARNINGS PER SHARE		
Attributable to equity holders' of the parent:		
Profit from continuing operations	399,989	224,071
Loss after taxation from discontinued operations	(5,711)	(8,954)
Profit after taxation attributable to ordinary shareholders	394,278	215,117
	..... (Number in '000)	
Weighted average number of Ordinary shares outstanding during the period	763,285	763,285
	..... (Rupees)	
Earnings per share:		
Basic and Diluted		
Continuing operations	0.52	0.29
Discontinued operations	(0.01)	(0.01)
	0.51	0.28
	June 30, 2014	June 30, 2013
	..... (Rupees in '000)	

15. CASH AND CASH EQUIVALENTS		
Cash and bank balances	6,800,646	6,085,544
Short term running finances under mark-up arrangements	-	(355,595)
Borrowings from banks / NBFCs	(2,065,951)	(1,005,600)
	4,734,695	4,724,349

- 16. 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 period ended are as follows:

	June 30, 2014	June 30, 2013
	..... (Rupees in '000)	
Brokerage and commission income	4,984	4,736
Purchase of money market instruments	15,933,723	8,084,822
Sale of money market instruments	73,233,378	36,031,880
Purchase of units	1,956,010	100,000
Sale of units	1,004,662	663,038
Call borrowing / repurchase transactions / encashment of fund placements	-	7,500,000
Return on investments in related parties	-	285,085
Advisory and consultancy fee	-	41,059
Commission income	233	51,250
Foreign exchange purchases transaction	-	4,818,017
Foreign exchange sale transaction	-	6,434,814
Rental income	560	7,979
Interest / markup earned	1,431	-
Interest / markup earned from key management personnell	92	-
Interest / markup paid	4,722	11,778
Principal redemptions made against TFCs	13,125	34,582
Rent expense	299	1,176
Royalty paid	9,950	9,950
Insurance premium paid	56,965	46,124

Notes to the Consolidated Condensed Interim Financial Statements

For the Half Year Ended June 30, 2014 (Un-audited)

	June 30, 2014	June 30, 2013
	..... (Rupees in '000)	
Insurance claim received	6,379	3,577
Investments disposed off in funds under management - at cost	-	305,367
Investments made in funds under management	-	70,000
Proceeds from sale of property and equipment	-	176
Advance against subscription of shares	84,290	-
Donations paid to Mahvash and Jahangir Siddiqui Foundation – common directorship and key management personnel	13,025	-
Advisory fee to a director	15,000	6,000
Advance against term finance certificates and share subscription	4,500	-
Remuneration and commission income from funds	-	111,687
Contribution to provident fund	5,718	15,077
Contribution to gratuity fund	31,772	-
Expenses incurred on behalf of funds	-	4,414
Ijarah rentals	304	-
Loan repayment from executives	1,147,291	168
Loans disbursed to executives	1,263,282	700
Acquisition of operating asset	1,438	-
Dividend received	227,231	-
Dividend paid	-	314,944
Director's fee paid	3,255	-
Remuneration to key management personnel	87,436	-
Letter of Guarantees	19,784	-
Reimbursement of expenses to the Company	330	-
Reimbursement of expenses by the Company	1,418	-
	June 30, 2014	June 30, 2013
	..... (Number)	
Bonus shares/units received from related parties	9,371,657	1,663,913
Purchase of units	-	975,277
Sale of units	-	2,985,716
Units issued on conversion to open end fund	-	1,123,881

17. 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.

Notes to the Consolidated Condensed Interim Financial Statements

For the Half Year Ended June 30, 2014 (Un-audited)

The following tables present revenue and profit information for the Group's operating segments for the half year ended June 30, 2014 and 2013 respectively.

CONTINUING OPERATIONS

	Capital Market & Brokerage	Banking	Investment Advisor/ Assets Manager	Others	DISCONTINUED OPERATIONS (Rupees in '000)	TOTAL SEGMENTS	ADJUSTMENTS AND ELIMINATIONS	CONSOLIDATED
Half year ended June 30, 2014								
Revenue								
Segment revenues	629,090	5,377,096	356,001	1,436	728	6,364,351	(83,274)	6,281,077
Inter-segment revenues	(20,373)	(62,223)	(678)	-	-	(83,274)	83,274	-
Total revenue	608,717	5,314,873	355,323	1,436	728	6,281,077	-	6,281,077
Results								
Net profit for the period	212,394	212,843	240,591	(49,328)	(6,843)	609,658	86,944	696,602

CONTINUING OPERATIONS

	Capital Market & Brokerage	Banking	Investment Advisor/ Assets Manager	Others	DISCONTINUED OPERATIONS (Rupees in '000)	TOTAL SEGMENTS	ADJUSTMENTS AND ELIMINATIONS	CONSOLIDATED
Half year ended June 30, 2013								
Revenue								
Segment revenues	849,253	4,283,445	241,121	61,399	2,600	5,437,818	(400,578)	5,037,240
Inter-segment revenues	(16,944)	(383,634)	-	-	-	(400,578)	400,578	-
Total revenue	832,309	3,899,811	241,121	61,399	2,600	5,037,240	-	5,037,240
Results								
Net profit for the period	343,927	(218,748)	81,694	(1,578)	(8,954)	196,341	195,858	392,199

The following tables present assets and liabilities information for the Group's operating segments for the half year ended June 30, 2014 and year ended December 31, 2013 respectively.

CONTINUING OPERATIONS

	Capital Market & Brokerage	Banking	Investment Advisor/ Assets Manager	Others	DISCONTINUED OPERATIONS (Rupees in '000)	TOTAL SEGMENTS	ADJUSTMENTS AND ELIMINATIONS	CONSOLIDATED
Assets								
June 30, 2014	24,721,277	124,336,272	2,258,897	1,454,759	3,799	152,775,004	(12,278,070)	140,496,934
December 31, 2013	17,827,650	112,733,583	1,917,843	1,038,554	3,536	133,521,166	(11,345,427)	122,175,739
Liabilities								
June 30, 2014	2,598,948	113,610,154	130,921	13,403	83,489	116,436,915	(1,484,656)	114,952,259
December 31, 2013	1,522,844	103,799,690	120,180	11,130	80,270	105,534,114	(2,459,241)	103,074,873

18. SUBSEQUENT EVENTS

Subsequent to the balance sheet date, the Board of Directors of the Holding Company in their meeting held on August 20, 2014 have proposed to issue 114,492,798 (15%) right shares as non-voting, non-participatory, cumulative, transferable and redeemable or convertible Class "A" Preference Shares of PKR 10 each to the existing ordinary shareholders of the Holding Company by way of rights subject to the approval of the shareholders and the Securities and Exchange Commission of Pakistan. These Preference Shares shall carry an entitlement to a fixed cumulative preferential dividend out of the normal profits of the Holding Company at the rate of 12% (Twelve percent) per annum.

Notes to the Consolidated Condensed Interim Financial Statements

For the Half Year Ended June 30, 2014 (Un-audited)

19. DATE OF AUTHORISATION FOR ISSUE

These consolidated condensed interim financial statements were authorised for issue by the Board of Directors of the Holding Company in its meeting held on August 20, 2014.

20. GENERAL

Figures have been rounded off to the nearest thousand rupees.



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