



**CONDENSED INTERIM  
FINANCIAL INFORMATION**

**FOR THE HALF YEAR AND  
QUARTER ENDED DECEMBER 31, 2014  
(Un-Audited)**



**MISSION**

“At First Capital Mutual Fund we would focus on creating the wealth for unit holders, to conduct ourselves with dignity and the highest ethical standards, to contribute as a good corporate citizen to the society and also to provide a good working environment that will surely stimulate talent and reward hard work”.

**VISION**

“To be a leader among Mutual Funds of the country through prudent investments in diversified portfolio for sustained best financial results and continuing achieving maximum yield for the shareholders of First Capital Mutual Fund”.



## FUND'S INFORMATION

### Management Company

First Capital Investments Limited

### Board of Directors of the Management Company

Aamna Taseer	Chairman/Director	Non-Executive
Shahzad Jawahar	CEO/Director	Executive
Syed Nadeem Hussain	Director	Independent
Myra Husain Qureshi	Director	Independent

### CFO and Company Secretary of the Management Company

Chief Financial Officer	Syed Asad Abbas Ali Zaidi
Company Secretary	Abdul Sattar

### Audit Committee

Syed Nadeem Hussain	Chairman
Aamna Taseer	Member
Myra Husain Qureshi	Member

### HR&R Committee

Aamna Taseer  
Shahzad Jawahar  
Syed Nadeem Hussain

### Trustee

Central Depository Company  
of Pakistan Limited  
CDC House, 99 -B, S.M.C.H.S  
Main Shahrah-e-Faisal,  
Karachi

### Registrar & Transfer Agent

ITMinds Limited -  
A Subsidiary of CDC  
BPO Services, CDC House -99  
Block-B, SMCHS, Main  
Shahrah-e-Faisal, Karachi -74400  
Tel: 021-111-111-500

### Bankers to the Fund

Habib Metropolitan Bank  
Limited  
NIB Bank Limited

### Auditors of the Fund

A.F. Ferguson & Co.  
Chartered Accountants  
23-C-Aziz Avenue, Canal  
Bank, Gulberg-V, Lahore-  
54660

### Auditors of the Management Company

Nasir Javaid Maqsood Imran  
Chartered Accountants  
2<sup>nd</sup> Floor, Above the Motor  
Point  
26-A, Queens Road, Lahore

### Legal Advisor of the Fund

Ebrahim Hosain  
156 -1, Scotch Corner, Upper  
Mall, Lahore

### Head office & Registered Office

2<sup>nd</sup> Floor, Pace Shopping  
Mall, Fortress Stadium,  
Lahore Cantt, Lahore  
Tel: 042-366230005-6-8  
Fax: 042-36623121-22

### Islamabad office

Office No. 221, 2<sup>nd</sup> Floor, ISE  
Tower, Jinnah Avenue,  
Islamabad  
Tel: 051-835603134,  
2894201-4  
Fax: 051-2894206

### Karachi Office

4<sup>th</sup> Floor, Lakson Square  
Building No. 1, Sarwar  
Shaheen Road, Karachi  
Tel: 021-111-226 -226  
Fax: 021-35656710



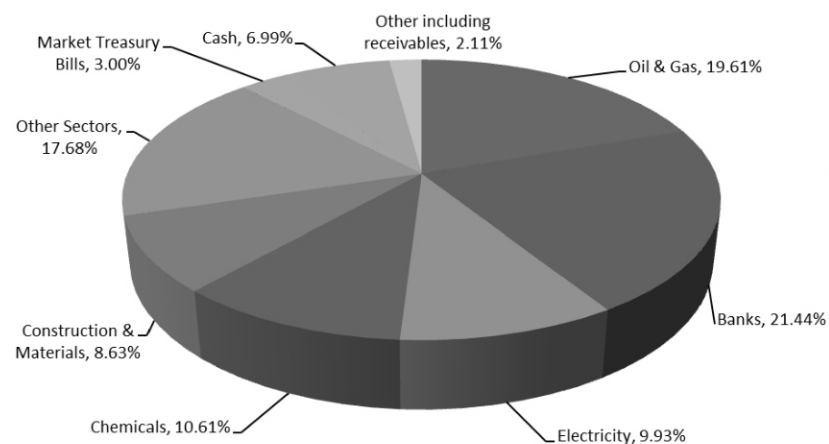
## DIRECTORS' REVIEW

The Board of Directors of First Capital Investments Limited ("FCIL" or "Management Company") is pleased to present the reviewed financial statements of First Capital Mutual Fund ("FCMF" or "the Fund" or "the Scheme") for the half year ended December 31, 2014.

### Fund's Performance

During the period under review the Net Asset Value (NAV) per unit of FCMF has increased from Rs.10.97 to Rs. 12.19, thus showing an increase of 11.12%, as compared to its Benchmark's (KSE-100 index) return of 8.36%, for the same period. Thus, the Fund has outperformed its Benchmark by 2.76%. The Fund reshuffled its exposure in equities with enhanced reliance on sectors that will most likely be beneficiaries of new developments within the industry and in the economy. The Fund increased its weight in certain stocks of Pharmaceuticals & Biotech sector as well as Automobile & Parts sector. Furthermore, the lower weightage of depressed Oil & Gas sector in portfolio in comparison with benchmark, contributed significantly in the outperformance of the Fund. Going forward, the Fund intends to focus on sectors exhibiting positive corporate earnings growth and cheap valuations. The Fund size of FCMF at the end of the period stood at Rs. 310.033million as compared to Rs. 312.426million as at June 30, 2014. During the period under review, the reduction in fund size is on the back of significant redemptions amounting to Rs. 33.538million as the post conversion period of one year, with back end load on the redemption of units, has ended on 30 July 2014.

The asset allocation of the Fund as on 31 December 2014 is as under:



KSE-100 index posted an increase of 8.36% during the period under review. The period under review started with negative sentiment in the market with the uprising of chaos at political front and absence of any positive development. The possibilities of government topple casted a dark shadow over the investor's sentiment and massive selling pressure was witnessed in the local bourse. However, the revised debt rating of Pakistan and improved outlook from negative to stable supported market.

Low inflation numbers, start of monetary easing and successful 4th and 5th review by IMF followed by the release of tranches upheld the positive sentiments of the market. However, the market remained in pressure due to sell-off in Oil and Gas sector on the basis of declining oil prices. Subdued

performance of index heavy Oil & Gas sector exerted significant pressure over the index return. The drastic decline in oil prices has improved the economic outlook of country along with improved economic figures, particularly inflation and balance of payment numbers. The end of sit-ins in Islamabad and the agreement of all political parties for managing the security situation of the country are major developments. These factors have triggered the optimism in the market.

### Income Distribution

The Board of Directors of the Management Company has decided to distribute 7.1% of the par value as dividend for the period ended December 31, 2014.

### Performance Ranking

PACRA has assigned 3 star short term performance ranking to the Fund based on performance review for the period ended June 30, 2014. The ranking depicts the average performance of FCMF.

### Asset Manager Rating

The Pakistan Credit Rating Agency (PACRA) re-affirms the asset manager rating of FCIL at "AM4+" (AM Four Plus) and 'Rating Watch' has been removed. The rating reflects the company's adequate capacity to manage risks inherent in the asset management business and the asset manager meets investment management industry standards and benchmarks.

### Renewal of License of Asset Management Company

The License of Asset Management Company to manage First Capital Mutual Fund is renewed by SECP with effect from September 11, 2013 and is valid for a period of three years.

### Fresh Issuance of Units

SECP vide its letter No. SCD/AMCW/FCMF/129/2014 dated October 13, 2014 has given its approval for fresh issuance of units in FCMF.

### Workers' Welfare Fund

The Scheme has maintained provisions against Workers' Welfare Fund's liability to the tune of Rs. 8,019,313 if the same were not made the NAV per unit/return of the Scheme would be higher by Rs.0.3154/2.88%. For details investors are advised to read Note 7 of the latest Financial Statements of the Scheme.

### Declaration by Directors

As required under the Non Banking Finance Companies and Notified Entities Regulations, 2008, the directors of Asset Management Company state that the financial statements of the fund for the half year ended December 31, 2014 give a true and fair view of the fund.

### Acknowledgment

The Board would like to take this opportunity to thank and appreciate all the unit-holders for their continued support. The board also wishes to place on record its appreciation for the guidance and support extended by the Securities and Exchange Commission of Pakistan and Mutual Funds Association of Pakistan. Finally, the board would like to appreciate the commitment, hard work and co-operation shown by the staff and the Trustee.

For and on behalf of the Board of  
First Capital Investments Limited

Lahore  
February 27, 2015

Aamna Taseer  
Chairman/Director

Shahzad Jawahar  
Chief Executive Officer/Director



**INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO THE UNIT HOLDERS OF FIRST CAPITAL MUTUAL FUND**

**Introduction**

We have reviewed the accompanying condensed interim statement of assets and liabilities of **First Capital Mutual Fund** (the Fund) as at December 31, 2014 and the related condensed interim income statement, condensed interim distribution statement, condensed interim statement of movement in unit holders' funds and condensed interim cash flow statement together with the notes forming part thereof (here-in-after referred to as the 'condensed interim financial information') for the half year ended December 31, 2014. The Management Company (First Capital Investments Limited) is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of the condensed interim income statement, condensed interim distribution statement, condensed interim statement of movement in unit holders' funds and condensed interim cash flow statement, for the quarter ended December 31, 2014 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2014.

**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 Auditors of the Entity." A review of 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 condensed interim financial information as of and for the half year ended December 31, 2014 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Lahore  
February 27, 2015

**A.F. Ferguson & Company**  
**Chartered Accountants**  
(Muhammad Masood)



**TRUSTEE REPORT TO THE UNIT HOLDERS**

**CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED**

**Head Office**  
CDC House, 95-B, Block 'B'  
S.M.C.H.S. Main Shaheen-e-Faisal  
Karachi - 74400, Pakistan.  
Tel: (92-21) 111-111-500  
Fax: (92-21) 94337620 - 23  
URL: www.cdcpakistan.com  
Email: info@cdcpak.com



**TRUSTEE REPORT TO THE UNIT HOLDERS**  
**FIRST CAPITAL MUTUAL FUND**

**Report of the Trustee pursuant to Regulation 41(h) of the Non-Banking Finance Companies and Notified Entities Regulations, 2008**

We Central Depository Company of Pakistan Limited, being the Trustee of First Capital Mutual Fund (the Fund) are of the opinion that First Capital Investment Limited being the Management Company of the Fund has in all material respects managed the Fund during the six months period ended December 31, 2014 in accordance with the provisions of the following:

- (i) Limitations imposed on the investment powers of the Management Company under the constitutive documents of the Fund;
- (ii) The pricing, issuance and redemption of units are carried out in accordance with the requirements of the constitutive documents of the Fund; and
- (iii) The Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 and the constitutive documents of the Fund.

**Aftab Ahmed Diwan**  
Officiating Chief Executive Officer  
Central Depository Company of Pakistan Limited

Karachi: February 25, 2015





**CONDENSED INTERIM STATEMENT OF  
ASSETS & LIABILITIES (Un-Audited)  
AS AT DECEMBER 31, 2014**

		(Un-audited) December 31, 2014 Rupees	(Audited) June 30, 2014 Rupees
<b>ASSETS</b>			
Balances with banks	4	23,022,224	5,457,823
Investments	5	299,321,364	324,083,933
Dividend and profit receivable		334,822	567,925
Receivable against sale of investments		5,905,483	-
Advances, deposits, prepayments and other receivable		718,763	621,936
<b>Total assets</b>		<b>329,302,656</b>	<b>330,731,617</b>
<b>LIABILITIES</b>			
Payable to First Capital Investments Limited (FCIL) - Management Company	6	2,922,911	3,965,669
Payable to Central Depository Company of Pakistan Limited (CDC) - Trustee		59,452	57,535
Payable to Securities and Exchange Commission of Pakistan (SECP)		143,697	279,699
Payable against purchase of investments		1,560,469	-
Unclaimed dividend		6,017,088	6,018,438
WWF payable	7	8,019,313	7,384,679
Withholding tax payable		73,690	-
Accrued expenses and other liabilities		472,623	600,005
<b>Total liabilities</b>		<b>19,269,243</b>	<b>18,306,025</b>
<b>Net assets</b>		<b>310,033,413</b>	<b>312,425,592</b>
<b>Unit holders' funds (as per statement attached)</b>		<b>310,033,413</b>	<b>312,425,592</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	8		
		Number of units	Number of units
<b>NUMBER OF UNITS IN ISSUE</b>		<b>25,428,816</b>	<b>28,481,812</b>
		Rupees	Rupees
<b>NET ASSET VALUE PER UNIT</b>		<b>12.19</b>	<b>10.97</b>

The annexed notes 1 to 12 form an integral part of these condensed interim financial information.

For First Capital Investments Limited  
(Management Company)

CHIEF EXECUTIVE

DIRECTOR



**CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)  
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2014**

	Note	2014		2013	
		July to December	October to December	July 30 <sup>th</sup> to December	October to December
		Rupees		Rupees	
<b>INCOME</b>					
Dividend income		7,860,205	3,933,087	10,271,261	3,983,398
Capital gain on sale of investments - net		18,440,311	14,842,811	956,853	1,852,388
Income from market treasury bills		630,437	422,350	416,747	151,234
Profit on savings accounts with banks		360,801	149,723	539,522	167,564
Back end load and other income		3,734	23	11,275,558	8,354,804
Unrealized appreciation on re-measurement of investments at fair value through profit or loss		11,904,934	11,190,022	2,654,688	33,762,316
		<b>39,200,422</b>	<b>30,538,016</b>	<b>26,114,629</b>	<b>48,271,704</b>
<b>EXPENSES</b>					
Remuneration to FCIL - Management Company		4,537,785	2,263,507	3,615,425	2,156,196
Punjab Sales Tax on Management Company's remuneration		726,046	362,161	578,307	247,868
Federal Excise Duty on Remuneration to Management Company	6.1	726,046	362,161	-	-
Remuneration to CDC - Trustee		353,075	176,638	297,260	176,438
Annual fee to SECP		143,697	71,678	114,484	65,628
Conversion cost		-	-	2,618,726	444,972
Securities transaction costs		166,752	84,126	152,688	75,262
Bank and settlement charges		46,827	30,829	252,778	38,265
Auditors' remuneration		498,483	230,599	356,206	111,426
Fund's rating fee		64,275	39,069	46,131	46,131
Annual listing fee		27,725	13,862	43,372	15,059
Printing and postage charges		129,376	123,376	40,677	-
<b>Total expenses</b>		<b>7,420,087</b>	<b>3,758,006</b>	<b>8,116,054</b>	<b>3,377,245</b>
<b>Net income from operating activities</b>		<b>31,780,335</b>	<b>26,780,009</b>	<b>17,998,575</b>	<b>44,894,459</b>
Element of (income) / loss and capital (gains) / losses included in prices of units redeemed		(48,656)	(75,323)	1,142,494	499,336
Provision for Workers' Welfare Fund	7	(634,634)	(534,094)	(382,821)	(382,821)
<b>Net income for the period before taxation</b>		<b>31,097,045</b>	<b>26,170,593</b>	<b>18,758,248</b>	<b>45,010,974</b>
Taxation	9	-	-	-	-
<b>Net income for the period after taxation</b>		<b>31,097,045</b>	<b>26,170,593</b>	<b>18,758,248</b>	<b>45,010,974</b>
Other comprehensive income for the period		-	-	-	-
<b>Total comprehensive income for the period</b>		<b>31,097,045</b>	<b>26,170,593</b>	<b>18,758,248</b>	<b>45,010,974</b>

The annexed notes 1 to 12 form an integral part of these condensed interim financial information.

For First Capital Investments Limited  
(Management Company)

CHIEF EXECUTIVE

DIRECTOR

**CONDENSED INTERIM DISTRIBUTION STATEMENT  
(UN-AUDITED)  
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2014**

	2014		2013	
	July to December	October to December	July 30 <sup>th</sup> to December	October to December
	Rupees		Rupees	
Accumulated income / (loss) brought forward	27,867,736	32,794,190	-	(22,931,884)
Undistributed income transferred from First Capital Mutual Fund Limited	-	-	3,320,842	-
Net income for the period after taxation	31,097,045	26,170,591	18,758,248	45,010,974
Undistributed income carried forward	58,964,781	58,964,781	22,079,090	22,079,090

The annexed notes 1 to 12 form an integral part of these condensed interim financial information.

For First Capital Investments Limited  
(Management Company)

CHIEF EXECUTIVE

DIRECTOR

**CONDENSED INTERIM CASH FLOW STATEMENT  
(UN-AUDITED)  
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2014**

	2014		2013	
	July to December	October to December	July 30 <sup>th</sup> to December	October to December
	Rupees		Rupees	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Net Income for the period after taxation	31,097,045	26,170,593	18,758,248	45,010,974
<b>Adjustments</b>				
- Dividend income	(7,860,205)	(3,933,087)	(10,271,261)	(3,983,398)
- Back end load and other income	(3,734)	(23)	(11,275,558)	(8,354,804)
- Element of income / (loss) and capital gains / (losses) included in prices of units redeemed	48,656	75,323	(1,142,494)	(499,336)
- Profit on savings accounts with banks	(360,801)	(149,723)	(539,522)	(167,564)
- Provision for WWF	634,634	534,094	382,821	382,821
- Unrealized appreciation on re-measurement of investments at fair value through profit or loss	(11,904,934)	(11,190,022)	(2,654,688)	(33,762,316)
	(19,446,384)	(14,663,438)	(25,500,702)	(46,384,597)
<b>Decrease / (Increase) in assets</b>				
Investments	36,667,503	2,909,277	34,525,566	27,030,209
Receivable against sale of investments	(5,905,483)	(5,905,483)	-	-
Advances, deposits, prepayments and other receivables	(96,827)	486,686	(197,556)	46,457
	30,665,193	(2,509,520)	34,328,010	27,076,666
<b>Increase / (Decrease) in liabilities</b>				
Payable to First Capital Investments Limited (FCIL) - Management Company	(1,042,758)	(4,044,968)	240,797	(1,548,871)
Payable to Central Depository Company of Pakistan Limited (CDC) - Trustee	1,917	2,118	59,452	(61,370)
Payable to Securities and Exchange Commission of Pakistan (SECP)	(136,002)	71,678	(175,777)	65,631
Payable against purchase of investments	1,560,469	1,560,469	819,428	819,428
Accrued expenses and other liabilities	(53,692)	(281,098)	(304,648)	(2,107,262)
	329,934	(2,129,605)	639,252	(2,832,444)
Profit received on savings accounts with banks	348,876	164,653	634,871	202,592
Dividend received	8,105,234	6,524,539	10,000,058	7,899,446
<b>Net cash generated from operating activities</b>	51,099,898	13,557,222	38,859,737	30,972,637
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Dividend paid	(1,350)	(1,350)	(42,046,070)	(1,331,786)
Payments against redemption of units	(33,534,147)	(2,209,671)	(44,706,923)	(33,813,120)
<b>Net cash used in financing activities</b>	(33,535,497)	(2,211,021)	(86,752,993)	(35,144,906)
<b>Net Increase/(Decrease) in cash and cash equivalents</b>	17,564,401	11,346,202	(47,893,256)	(4,172,269)
<b>Cash and cash equivalents at the beginning of the period</b>	5,457,823	11,676,022	-	8,880,965
Cash and cash equivalents transferred from First Capital Mutual Fund Limited	-	-	52,601,952	-
<b>Cash and cash equivalents at the end of the period</b>	23,022,224	23,022,224	4,708,696	4,708,696

The annexed notes 1 to 12 form an integral part of these condensed interim financial information.

For First Capital Investments Limited  
(Management Company)

CHIEF EXECUTIVE

DIRECTOR

**CONDENSED INTERIM STATEMENT OF MOVEMENT IN  
UNIT HOLDERS' FUND (UN-AUDITED)  
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2014**

	2014		2013	
	July to December	October to December	July 30 <sup>th</sup> to December	October to December
	Rupees		Rupees	
<b>Net assets at the beginning of the period</b>	<b>312,425,592</b>	<b>285,804,960</b>	-	270,821,191
Issue of 30,900,000 units against cancellation of 30,900,000 shares of First Capital Mutual Fund Limited upon conversion of First Capital Mutual Fund Limited into First Capital Mutual Fund (open-end fund) as per scheme of arrangement	-	-	312,320,842	-
Issue of nil units	-	-	-	-
Redemption of 3,052,996 units (2013: 5,659,380), 177,052 units (2013: 1,508,480), for the half year and quarter ended December 31, 2014 respectively	(33,537,879)	(2,017,459)	(56,059,651)	(41,455,884)
	<b>(33,537,879)</b>	<b>(2,017,459)</b>	<b>256,261,191</b>	<b>(41,455,884)</b>
	<b>278,887,713</b>	<b>283,787,501</b>	<b>256,261,191</b>	<b>229,365,307</b>
Element of income / (loss) and capital gains / (losses) included in prices of units redeemed	48,656	75,322	(1,142,494)	(499,336)
Capital gain on sale of investments	18,440,311	14,842,811	956,853	1,852,388
Other net income for the period	12,656,734	11,327,780	17,801,395	43,158,586
	<b>31,097,045</b>	<b>26,170,590</b>	<b>18,758,248</b>	<b>45,010,974</b>
<b>Net assets at the end of the period</b>	<b>310,033,413</b>	<b>310,033,413</b>	<b>273,876,945</b>	<b>273,876,945</b>
<b>Net asset value per unit at the beginning of the period - Rupees</b>	<b>10.97</b>	<b>11.16</b>	-	<b>9.21</b>
<b>Net asset value per unit at the end of the period - Rupees</b>	<b>12.19</b>	<b>12.19</b>	<b>10.85</b>	<b>10.85</b>

The annexed notes 1 to 12 form an integral part of these condensed interim financial information.

**For First Capital Investments Limited  
(Management Company)**

**CHIEF EXECUTIVE**

**13**

**DIRECTOR**

**NOTES TO AND FORMING PART OF CONDENSED  
INTERIM FINANCIAL INFORMATION  
FOR THE HALF YEAR ENDED DECEMBER 31, 2014**

**1. Legal status and nature of business**

First Capital Mutual Fund (the Fund) was constituted by virtue of a scheme of arrangement for conversion of First Capital Mutual Fund Limited into an Open End Scheme under a Trust Deed executed between First Capital Investments Limited (FCIL) as Management Company and Central Depository Company of Pakistan Limited (CDC) as Trustee. The Trust Deed was executed on August 06, 2013 after being approved by the Securities and Exchange Commission of Pakistan (SECP) on July 30, 2013 in accordance with the provisions of Non - Banking Finance Companies and Notified Entities Regulation, 2008 (NBFC Regulations).

The Management Company has been licensed by the SECP to act as an asset management company under the Non Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules) through a certificate of registration issued by the SECP. The registered office of the Management Company is situated at 2nd and 3rd floor, Pace Mall, Fortress Stadium, Lahore, Pakistan.

The Fund has been formed to augment the wealth of investors through investments geared towards securing maximum returns whilst simultaneously offsetting resultant risks through efficient diversification across sectors with low correlation amongst them. The Fund shall invest its net assets in high quality dividend yielding stocks. While the remaining assets shall be invested in cash and/or near cash instruments.

As per the Trust Deed, the Fund shall become operative from the "effective date" upon conversion of First Capital Mutual Fund Limited to an open end scheme which was July 30, 2013.

As per the scheme of arrangement for conversion of investment company into an open end fund, at a swap ratio of 1:1, shareholder whose name was entered in the register of members of First Capital Mutual Fund Limited (FCMFL) on the effective date was issued one unit of open end fund for every fully paid-up share of the par value of Rs. 10 of First Capital Mutual Fund Limited in the electronic form, physical certificates of FCMFL stand automatically cancelled. Hence the initial issuance of 30,900,000 units of First Capital Mutual Fund was made at the net asset value received against each unit (i.e Rs 10.11 per unit). Redemption of Initial Units before the expiry of twelve (12) months from the Effective Date of conversion shall be subject to a Back End Load of 20% as per the offering document.

Title of the assets of the Fund is held in the name of Central Depository Company of Pakistan Limited (CDC) as trustee of the Fund and the Fund is listed on Lahore Stock Exchange.

The units are transferable and can be redeemed by submitting them to the Fund. The management company of the Fund has been given a quality rating of AM4+ from PACRA.

**2 Basis of preparation**

**2.1 Statement of compliance**

This condensed interim financial information has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of IAS 34: 'Interim Financial Reporting', the Trust Deed, Non Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the Security and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRSs, the requirements of the Trust Deed, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

**14**





The condensed interim financial statements do not include all the information and disclosures required by the annual financial statements and should be read in conjunction with the financial statements of the fund for the year ended June 30, 2014.

These condensed interim financial statements are unaudited but have been subject to limited scope review by the auditors.

In compliance with Schedule V of the NBFC Regulations, the directors of the management company hereby declare that this condensed interim financial information gives a true and fair view of the state of the Fund's affairs as at December 31, 2014.

**2.2 Initial application of standards, amendments or an interpretation to existing standards**

The following amendments to existing standards have been published that are applicable to the Fund's condensed interim financial statements covering current period, beginning on or after the following dates:

**2.2.1 Standards, amendments and interpretations to approved accounting standards that are effective in current period**

Certain standards, amendments and interpretations to approved accounting standards are effective for accounting periods beginning on July 1, 2014 but are considered not to be relevant or to have any significant effect on the Fund's operations and are, therefore, not detailed in these condensed interim financial statements.

**2.2.2 Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Fund**

There are certain standards, amendments to the approved accounting standards and interpretations that are mandatory for the funds having accounting periods beginning on or after January 1, 2015 but are considered not to be relevant or to have any significant effect on the Fund's operations and are, therefore, not detailed in these condensed interim financial statements.

**3 Summary of significant accounting policies**

The accounting policies applied for the preparation of these condensed interim financial statements are the same as those applied in the preparation of annual published financial statements of the fund for the year ended June 30, 2014.

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that effect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

The significant judgments made by management in applying the accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2014.

The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Fund for the year ended June 30, 2014.



		(Un-audited) December 31, 2014 Rupees	(Audited) June 30, 2014 Rupees
<b>4. Balances with Banks</b>			
- In profit and loss savings accounts	- note 4.1	23,022,224	5,457,823
<b>4.1</b>			
These carries profit at the rates ranging form 7% to 7.5% ( June 30, 2014: 7% to 7.5%) per annum.			
<b>5. Investments at fair value through profit or loss</b>			
- Listed equity securities	- note 5.1	289,449,374	314,148,024
- Market treasury bills	- note 5.2	9,871,990	9,935,909
		<u>299,321,364</u>	<u>324,083,933</u>





5.1 Listed equity securities - at fair value through profit or loss

Name of the investee Company	Number of shares				Balance as at December 31, 2014			Percentage in relation to			
	As at July 1, 2014	Purchases during the period	Bonus /right issue	Sales during the period	As at December 31, 2014	Carrying Value	Market Value	Appreciation/ (diminution)	Net assets of the Fund (with market value of investments)	Paid up capital of investee company (with face value of investments)	Market value of total investments of the Fund
							Rupees			%	
<b>Shares of listed companies - Fully paid ordinary shares of Rs 10 each unless stated otherwise</b>											
<b>Oil and Gas</b>											
Attock Petroleum Limited	22,100	4,500	-	-	26,600	15,574,828	14,352,828	(1,222,000)	463	0.03	4,96
Haseco Petroleum Limited	-	12,500	-	-	12,500	994,570	926,250	(68,320)	0.30	0.01	0.32
Mani Petroleum Company Limited	4,000	3,700	1,540	-	6,400	218,162	304,288	86,126	0.10	-	0.11
National Refinery Limited	5,000	-	-	-	5,000	-	-	-	-	-	-
Oil and Gas Development Company Limited	44,900	19,300	-	-	64,200	16,193,560	13,216,854	(2,976,706)	426	-	4.57
Pakistan State Oil Company Limited	32,600	6,700	-	-	39,300	15,234,134	14,065,865	(1,168,271)	4.54	0.01	4.86
Pakistan Oilfields Limited	25,000	-	-	1,000	26,000	13,783,200	9,104,640	(4,678,560)	2.94	0.01	3.15
Pakistan Petroleum Limited	65,800	15,200	-	-	81,000	15,817,223	32,821,180	16,993,957	407	-	4.38
	<b>199,400</b>	<b>61,900</b>	<b>1,540</b>	<b>24,100</b>	<b>288,740</b>	<b>77,615,677</b>	<b>61,991,905</b>	<b>(13,623,774)</b>	<b>20.84</b>	<b>0.05</b>	<b>22.33</b>
<b>Chemicals</b>											
Achroma Pakistan Limited	11,000	700	-	8,200	3,500	1,219,463	1,988,360	778,897	0.64	0.01	0.69
ENGO FERTILIZERS	33,500	39,500	-	-	73,000	4,375,744	5,701,300	1,325,556	1.84	0.01	1.97
Engro Corporation Limited	54,100	20,000	-	30,000	44,100	8,320,566	9,768,591	1,448,025	3.15	0.01	3.37
Fauji Fertilizer Bin Qasim Limited	35,000	-	-	17,000	18,000	715,860	813,790	97,930	0.26	-	0.28
Fauji Fertilizer Company Limited	121,500	8,500	-	25,000	105,000	11,837,249	12,296,550	459,301	3.97	0.01	4.25
Falma Fertilizer Company Limited	50,000	-	-	50,000	1,450,000	1,788,500	338,500	160,000	0.59	-	0.62
ICI Pakistan Limited	4,768	1,500	-	1,500	4,768	2,025,938	2,214,258	188,320	0.71	0.01	0.76
Lotto Chemical Pakistan Limited	50,000	-	-	-	50,000	359,500	453,000	93,500	0.11	-	0.12
	<b>359,500</b>	<b>70,200</b>	<b>-</b>	<b>81,700</b>	<b>345,388</b>	<b>30,304,320</b>	<b>34,620,919</b>	<b>4,316,599</b>	<b>11.26</b>	<b>0.05</b>	<b>12.05</b>
<b>Industrial Metals &amp; Mining</b>											
Asha Steel Mills Limited (Preference Shares)	9,500	-	-	4,500	9,500	66,880	68,780	1,900	0.02	-	0.02
Asha Steel Mills Limited - LOR	-	-	4,750	-	4,750	38	38	-	-	-	-
International Steels Limited	96,500	-	-	96,500	-	-	-	-	-	-	-
Crescent Steel and Allied Products Limited	16,500	-	-	-	16,500	717,914	835,890	117,976	0.87	-	0.93
	<b>122,500</b>	<b>-</b>	<b>4,750</b>	<b>101,000</b>	<b>26,250</b>	<b>784,794</b>	<b>904,708</b>	<b>119,914</b>	<b>0.29</b>	<b>0.04</b>	<b>0.31</b>
<b>Construction and Materials</b>											
Azoo Nobel Pakistan Ltd	10,346	1,300	-	9,346	2,300	681,160	822,319	141,159	0.27	-	0.28
Attock Cement Pakistan Limited	21,250	2,500	-	16,400	7,350	1,248,445	1,434,500	186,055	0.46	0.01	0.50
D.G.Khan Cement Company Limited	80,900	10,000	-	37,000	53,900	4,739,374	5,957,657	1,218,193	1.92	0.01	2.06
Fauji Cement Company Limited	297,000	29,500	-	144,000	173,500	3,434,985	4,483,240	1,048,245	1.45	0.01	1.55
Lafarge Pakistan Cement Limited	166,500	30,000	-	72,000	124,500	2,011,110	2,160,075	148,965	0.40	0.01	0.75
Lucky Cement Company Limited	14,500	6,100	-	5,000	15,600	6,919,340	7,804,368	884,428	2.52	-	2.70
PECO CEMENT LIMITED	37,000	16,500	-	25,500	1,443,225	2,022,150	578,925	135,725	0.65	0.05	0.70
Kohat Cement Limited	67,500	-	-	67,500	-	-	-	-	-	-	-
Maple Leaf Cement Factory Limited	37,000	24,000	-	61,000	2,013,050	2,699,250	686,200	34,810	0.87	0.01	0.98
Pioneer Cement Limited	703,996	122,900	-	12,000	892,510	1,027,320	1,027,320	34,810	0.33	0.01	0.35
	<b>703,996</b>	<b>122,900</b>	<b>-</b>	<b>351,246</b>	<b>475,650</b>	<b>23,383,809</b>	<b>28,410,769</b>	<b>5,026,960</b>	<b>9.17</b>	<b>0.11</b>	<b>9.82</b>

Name of the investee Company	Number of shares				Balance as at December 31, 2014			Percentage in relation to			
	As at July 1, 2014	Purchases during the period	Bonus /right issue	Sales during the period	As at December 31, 2014	Carrying Value	Market Value	Appreciation/ (diminution)	Net assets of the Fund (with market value of investments)	Paid up capital of investee company (with face value of investments)	Market value of total investments of the Fund
							Rupees			%	
<b>Shares of listed companies - Fully paid ordinary shares of Rs 10 each unless stated otherwise</b>											
<b>Pharmaceutical and Biotech</b>											
Abbott Laboratories Pakistan Limited	3,000	1,600	-	3,500	1,100	644,734	781,748	137,014	0.25	-	0.27
Higginbotham Laboratories Limited	5,000	-	-	1,400	3,600	610,056	793,656	183,600	0.26	0.02	0.27
The Searle Company Limited	13,500	2,000	3,280	18,500	280	41,574	67,715	26,141	0.02	-	0.02
Glaxosmithkline (Pak) Ltd.	13,200	9,000	-	17,200	5,000	990,596	1,096,550	105,954	0.35	-	0.38
	<b>34,700</b>	<b>12,600</b>	<b>3,280</b>	<b>40,600</b>	<b>9,980</b>	<b>2,286,950</b>	<b>2,739,669</b>	<b>452,719</b>	<b>0.88</b>	<b>0.02</b>	<b>0.94</b>
<b>Industrial Engineering</b>											
Milat Tractors Limited	10,066	3,000	-	5,500	7,566	4,098,703	4,894,143	805,440	1.58	0.02	1.69
Al-Ghazi Tractors Limited	7,590	4,800	-	12,900	3,912,466	4,437,272	524,806	1.43	0.02	1.53	
	<b>17,256</b>	<b>7,800</b>	<b>-</b>	<b>5,500</b>	<b>19,656</b>	<b>8,001,169</b>	<b>9,331,415</b>	<b>1,330,246</b>	<b>3.01</b>	<b>0.04</b>	<b>3.22</b>
<b>Automobile and Parts</b>											
Honda Atlas Cars (Pakistan) Limited	50,500	12,000	-	55,000	7,500	815,085	1,468,350	671,265	0.48	0.01	0.51
Indus Motor Company Limited	13,000	2,400	-	13,500	1,900	1,281,951	1,672,608	390,657	0.54	-	0.58
Pak Suzuki Motor Company Limited	22,500	3,000	-	22,500	3,000	1,196,500	1,113,360	(73,140)	0.36	-	0.38
	<b>86,000</b>	<b>17,400</b>	<b>-</b>	<b>91,000</b>	<b>12,400</b>	<b>3,283,516</b>	<b>4,272,318</b>	<b>988,802</b>	<b>1.38</b>	<b>0.01</b>	<b>1.47</b>
<b>Food Producers</b>											
Engro Foods Limited	25,000	-	-	19,500	5,500	563,915	596,970	33,055	0.19	-	0.21
	<b>25,000</b>	<b>-</b>	<b>-</b>	<b>19,500</b>	<b>5,500</b>	<b>563,915</b>	<b>596,970</b>	<b>33,055</b>	<b>0.19</b>	<b>-</b>	<b>0.21</b>
<b>Personal Goods</b>											
Nishat Mills Limited	90,300	-	-	43,500	36,800	4,118,656	4,432,432	333,776	1.44	0.01	1.54
Gadood Textiles Mills Ltd	22,290	-	-	8,800	13,490	3,771,826	3,647,561	(124,265)	1.18	0.06	1.26
Kohinoor Textiles Mills Ltd	20,000	-	-	21,500	78,500	3,327,615	3,565,470	237,855	1.15	0.04	1.23
Nishat Chunian Limited	100,000	-	-	20,000	128,790	10,819,097	11,665,463	847,366	3.77	0.11	4.05
	<b>202,690</b>	<b>-</b>	<b>-</b>	<b>93,800</b>	<b>128,790</b>	<b>10,819,097</b>	<b>11,665,463</b>	<b>847,366</b>	<b>3.77</b>	<b>0.11</b>	<b>4.05</b>
<b>General Industries</b>											
Hub Power Company Limited	14,300	2,000	-	11,300	5,000	2,894,710	3,391,450	596,740	1.09	0.01	1.17
Kor Adkar Power Company Limited	14,300	2,000	-	11,300	5,000	2,894,710	3,391,450	596,740	1.09	0.01	1.17
Nishat Chaman Power Limited	383,000	-	-	90,000	273,000	6,938,310	6,937,190	(668,120)	2.03	0.01	2.17
Nishat Chaman Power Limited	383,000	-	-	90,000	273,000	6,938,310	6,937,190	(668,120)	2.03	0.01	2.17
	<b>383,000</b>	<b>-</b>	<b>-</b>	<b>90,000</b>	<b>273,000</b>	<b>6,938,310</b>	<b>6,937,190</b>	<b>(668,120)</b>	<b>2.03</b>	<b>0.01</b>	<b>2.17</b>
<b>Electricity</b>											
Hub Power Company Limited	241,000	14,000	-	119,500	135,500	8,116,741	10,817,790	2,701,039	3.42	0.01	3.67
Kor Adkar Power Company Limited	100,000	27,000	-	19,000	108,000	6,540,710	8,525,300	1,984,610	2.75	0.01	2.95
Nishat Chaman Power Limited	100,000	10,000	-	13,500	96,502	3,667,692	4,781,674	1,114,072	1.54	0.03	1.65
Nishat Power Limited	200,000	21,000	-	6,000	113,000	4,056,194	5,152,800	1,094,606	1.68	0.08	1.78
Pak Gen Power Limited	741,002	72,000	-	226,000	587,002	2,417,360	3,622,020	1,204,660	1.17	0.04	1.25
	<b>741,002</b>	<b>72,000</b>	<b>-</b>	<b>226,000</b>	<b>587,002</b>	<b>24,800,607</b>	<b>32,899,794</b>	<b>7,899,187</b>	<b>10.54</b>	<b>0.12</b>	<b>11.30</b>



Name of the Investee Company	Number of shares				Balance as at December 31, 2014				Percentage in relation to		
	As at July 1, 2014	Purchases during the period	Bonus / Right Issue	Sales during the period	As at December 31, 2014	Carrying Value	Market Value	Appreciation/ (diminution)	Net assets of the Fund as percentage of investments	Paid up capital of investee company (with face value of investments)	Market value of investments of the Fund
<b>Commercial Banks</b>											
Allied Bank Limited	58,885	8,000	-	-	66,885	9,067,762	7,597,934	(1,469,828)	2.45	0.01	2.62
Askari Bank Limited	10,000	216,500	-	-	226,500	4,951,696	5,225,355	273,660	1.69	0.02	1.81
Bank Al-Habib Limited	63,800	36,500	-	-	100,300	4,996,619	4,869,565	(27,746)	1.57	0.01	1.68
Bank Alfalah Limited	217,500	17,000	-	-	234,500	6,476,802	8,179,360	1,702,558	2.64	0.01	2.83
Faysal Bank Limited	200,000	82,000	-	-	282,000	4,738,989	5,132,400	393,431	1.66	0.03	1.77
Habib Bank Limited	52,100	2,500	-	7,200	47,400	9,243,670	10,250,724	1,007,054	3.31	-	3.54
Habib Metropolitan Bank Limited	43,000	14,500	-	-	57,500	1,896,745	2,144,750	248,005	0.69	0.01	0.74
MCB Bank Limited	27,800	5,100	-	-	32,900	9,856,429	10,055,895	219,456	3.24	-	3.47
National Bank of Pakistan	40,250	44,500	-	-	84,750	5,206,673	5,896,735	679,863	1.90	-	2.03
Bank of Punjab Limited	147,180	-	-	100,000	47,180	429,339	516,621	87,282	0.17	-	0.18
Standard Chartered bank Limited	46,000	-	-	-	46,000	1,115,689	1,085,600	(29,889)	0.35	-	0.38
Meezan Bank Limited	30,000	21,800	-	-	51,800	483,000	485,300	2,300	0.16	-	0.17
United Bank Limited	936,675	489,000	-	107,200	1,288,325	67,301,602	70,609,676	3,308,077	22.79	0.09	24.39
<b>Non-Life Insurance</b>											
Adanjee Insurance Company Limited	51,574	-	-	46,500	5,074	232,237	250,960	18,723	0.08	-	0.09
Habib Insurance Company Limited	37,500	35,000	-	-	72,500	1,297,235	1,596,000	297,765	0.51	0.06	0.55
Shahen Insurance Company Limited	2,077,818	-	-	137,500	1,940,318	11,835,940	11,641,908	(194,032)	3.76	4.31	4.02
The United Insurance Company Limited	-	23,000	-	-	23,000	462,365	644,000	181,635	0.21	0.03	0.22
<b>Software &amp; Computer Services</b>	<b>2,166,892</b>	<b>58,000</b>	<b>-</b>	<b>184,000</b>	<b>2,040,892</b>	<b>13,827,777</b>	<b>14,131,868</b>	<b>304,091</b>	<b>4.56</b>	<b>4.40</b>	<b>4.88</b>
Netsol Technologies Limited	10,000	-	-	-	10,000	292,200	373,600	81,400	0.12	0.01	0.13
<b>Financial Services</b>	<b>10,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,000</b>	<b>292,200</b>	<b>373,600</b>	<b>81,400</b>	<b>0.12</b>	<b>0.01</b>	<b>0.13</b>
First Capital Equities Limited - a related party	128,395	-	-	-	128,395	4,516,220	4,516,220	-	1.46	0.12	1.56
	128,395	-	-	-	128,395	4,516,220	4,516,220	-	1.46	0.12	1.56
<b>Total - December 31, 2014</b>	<b>6,111,544</b>	<b>903,800</b>	<b>9,570</b>	<b>1,426,946</b>	<b>5,597,968</b>	<b>277,540,673</b>	<b>289,449,374</b>	<b>11,908,699</b>			



Date of Issue	Term	Face value	Amortized cost		Cost/ Amortized cost		Market Value		Appreciation / (diminution)		Percentage in relation to	
			As at July 1, 2014	Purchases during the period	Matured/Sold during the period	As at December 31, 2014	As at December 31, 2014	As at December 31, 2014	As at December 31, 2014	Market Value as percentage of total investments	Effective Rate of Return	
<b>5.2 Market treasury bills</b>												
2-May-14	3 Months	10,000,000	9,938,756	-	9,938,756	-	-	-	-	-	-	-
24-Jul-14	3 Months	15,000,000	-	14,664,000	-	-	-	-	-	-	-	-
4-Sep-14	3 Months	10,000,000	-	9,776,000	-	-	-	-	-	-	-	-
2-Oct-14	3 Months	8,000,000	-	7,816,400	-	-	-	-	-	-	-	-
27-Nov-14	3 Months	10,000,000	-	9,787,000	-	9,875,754	9,871,990	(3,764)	3.18	3.30	9.46	
<b>Total - December 31, 2014</b>		<b>53,000,000</b>	<b>9,938,756</b>	<b>42,045,400</b>	<b>42,197,156</b>	<b>9,875,754</b>	<b>9,871,990</b>	<b>(3,764)</b>	<b>3.18</b>	<b>3.30</b>	<b>9.46</b>	

	(Un-audited) December 31, 2014 Rupees	(Audited) June 30, 2014 Rupees
<b>6. Payable to First Capital Investments Limited (FCIL) - Management Company</b>		
- Remuneration of Management Company	783,703	2,308,596
- Punjab Sales Tax on Management Company's remuneration	125,464	369,375
- Provision for Federal Excise Duty - note 6.1	2,013,744	1,287,698
	<b>2,922,911</b>	<b>3,965,669</b>

**6. Payable to First Capital Investments Limited (FCIL)  
- Management Company**

- Remuneration of Management Company
- Punjab Sales Tax on Management Company's remuneration
- Provision for Federal Excise Duty - note 6.1

6.1 The Finance Act, 2013 has enlarged the scope of Federal Excise Duty (FED) on financial services to include Asset Management Companies (AMCs) with effect from June 13, 2013.

On September 4, 2013, a Constitutional Petition has been filed in the Honorable Sindh High Court (SHC) jointly by various asset management companies, together with their representative Collective Investment Schemes through their trustees, challenging the levy of FED. In this respect the Honorable SHC has issued a stay order against recovery proceedings. The Management Company is of the view that since the remuneration is already subject to the provincial sales tax, further levy of the FED may result in double taxation, which does not appear to be the spirit of the law. As a matter of abundant caution, the Management Company has charged a provision of Rs. 726,046 (June 30, 2013: Rs. 1,287,698) aggregating to Rs 2.014 million.

**7. Workers' Welfare Fund**

The Finance Act 2008 introduced an amendment to the Workers' Welfare Fund Ordinance, 1971 (WWF Ordinance). As a result of this amendment it may be construed that all Collective Investment Schemes / mutual funds (CISs) whose income exceeds Rs. 0.5 million in a tax year, have been brought within the scope of the WWF Ordinance, thus rendering them liable to pay contribution to WWF at the rate of two percent of their accounting or taxable income, whichever is higher. In light of this, the Mutual Funds Association of Pakistan (MUFAP) filed a constitutional petition in the Honourable Sindh High Court (SHC) challenging the applicability of WWF on CISs which was dismissed mainly on the ground that MUFAP is not an aggrieved party.

Subsequently, clarifications were issued by the Ministry of Labour and Manpower (the Ministry) which stated that mutual funds are not liable to contribute to WWF on the basis of their income. These clarifications were forwarded by the Federal Board of Revenue (FBR) (being the collecting agency of WWF on behalf of the Ministry) to its members for necessary action. Based on these clarifications, the FBR also withdrew notice of demand which it had earlier issued to one of the mutual funds for collection of WWF.

Further, a Constitutional Petition was filed with the Honourable High Court of Sindh by a CIS / mutual fund and a pension fund through their trustee and an asset management company inter alia praying to declare that mutual funds / voluntary pension funds being pass-through vehicles / entities are not industrial establishments and hence, are not liable to contribute to the WWF under the WWF Ordinance. The proceedings of the Honourable Court in this matter have concluded and the Honourable Court has reserved its decision.

During the year ended June 30, 2012, the Honourable Lahore High Court (LHC) in a Constitutional Petition relating to the amendments brought in the WWF Ordinance, 1971 through the Finance Act, 2006 and the Finance Act, 2008, has declared the said amendments as unlawful and unconstitutional. In March 2013, a larger bench of the Honourable Sindh High Court (SHC) passed an order declaring that the amendments introduced in the WWF Ordinance, 1971 through the Finance Act, 2006 and Finance Act, 2008 do not suffer from any constitutional or legal infirmity. However, the Honourable High Court of Sindh has not addressed the other amendments made in the WWF Ordinance, 1971 about applicability of WWF to the CISs which is still pending before the Court. Without prejudice to the above, the Management Company, as a matter of abundant caution, has decided to retain the provision for WWF amounting to Rs 8.019 million (including Rs 0.635 million for the current period).

**8. Contingencies and commitments**

8.1 Contingencies - Nil

8.2 Commitments - Nil

**9. Taxation**

The income of the Fund is exempt from income tax under Clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 if not less than 90 percent of its accounting income for the year, as reduced by capital gains, whether realized or unrealized, is distributed amongst the unit holders. The Fund has not recorded provision for taxation as the Management Company intends to distribute at least 90 percent of the Fund's accounting income for the current year as reduced by capital gains (whether realized or unrealized) to its unit holders. The management intends to distribute at least 90 percent of the Fund's net accounting income earned by the year end, if any, to the unit holders. Accordingly, no provision has been made for taxation in these condensed interim financial statements.

**10. Transactions with connected persons / related parties**

Connected persons include First Capital Investments Limited (FCIL) being the management company, Central Depository Company of Pakistan Limited (CDC) being the trustee of the Fund, First Capital Equities Limited (FCEL), Sulaiman Ahmed Saeed Al-Hoqani and Al - Hoqani Securities & Investment Corporation (Private) Limited.

Transactions with connected persons are in the normal course of business, at contracted rates and terms determined in accordance with market rates. Details of transactions and balances with connected persons are as follows:

	2014		2013	
	July to December	October to December	July 30 <sup>th</sup> to December	October to December
	Rupees		Rupees	
<b>10.1 Transactions during the period</b>				
<b>First Capital Investments Limited - management company</b>				
Remuneration for the period	5,989,877	2,987,829	4,193,732	2,404,064
Redemption of 103 units (2013: Nil units) and Nil Units (2013: Nil Units) for the half year and quarter ended December 31, 2014 respectively	1,129	-	-	-
Transfer In of 10,227 units (2013: Nil Units) and Nil units (2013: Nil Units) for the half year and quarter ended December 31, 2014 respectively	111,757	-	-	-
<b>First Capital Equities Limited</b>				
Brokerage on purchase and sale of investments	12,592	6,307	11,845	3,965
Redemption of Nil units (2013: 984,474 units) and Nil Units (2013: Nil Units) for the half year and quarter ended December 31, 2014 respectively	-	-	10,227,110	-
Transfer out of 10,330 units (2013: Nil Units) and Nil units (2013: Nil Units) for the half year and quarter ended December 31, 2014 respectively	112,886	-	-	-



	2014		2013	
	July to December	October to December	July 30 <sup>th</sup> to December	October to December
	Rupees		Rupees	
<b>Central Depository Company of Pakistan Limited - Trustee</b>				
Remuneration for the period	353,075	176,638	297,260	176,438
Settlement charges	28,805	22,912	111,261	58,798
<b>AI - Hoqani Securities &amp; Investment Corporation (Private) Limited</b>				
Redemption of 1,500,000 units (2013: 1,500,000) and Nil Units (2013: Nil Units) for the half year and quarter ended December 31, 2014 respectively	16,503,450	-	14,514,300	-

**10.2 Balances outstanding at the period end**

**First Capital Investments Limited - management company**

	(Un-audited) December 31, 2014 Rupees	(Audited) June 30, 2014 Rupees
Remuneration payable	2,922,911	3,965,669
Receivables	211,363	211,363
Units Held : 11,219,808 units (June 30, 2014: 11,209,582 units)	136,794,148	122,961,285

**AI-Hoqani Securities & Investment Corporation (Pvt.) Limited**

Units Held : 3,832,860 units (June 30, 2014: 5,332,860 units)	46,730,996	58,497,751
---	------------	------------

**Sulaiman Ahmed Saeed Al-Hoqani**

Units Held : 2,907,980 units (June 30, 2014: 2,907,980 units)	35,454,674	31,898,511
---	------------	------------

**Central Depository Company of Pakistan Limited - Trustee**

Trustee fee payable	59,452	57,535
Long term deposit	237,500	237,500



**11. Date of authorization for issue**

This condensed interim financial information have been authorized for issue on February 27, 2015 by the Board of Directors of the management company.

**12. Event after the balance sheet date**

The Board of Directors of the Management Company have decided to distribute 7.1% of the par value as interim dividend for the period ended December 31, 2014 at their meeting held on February 27, 2015. This condensed interim financial information does not include the effect of the above interim dividend which will be accounted for in the period in which it is declared.

For First Capital Investments Limited  
(Management Company)

CHIEF EXECUTIVE

DIRECTOR