

First Capital Mutual Fund

DIRECTORS' REVIEW

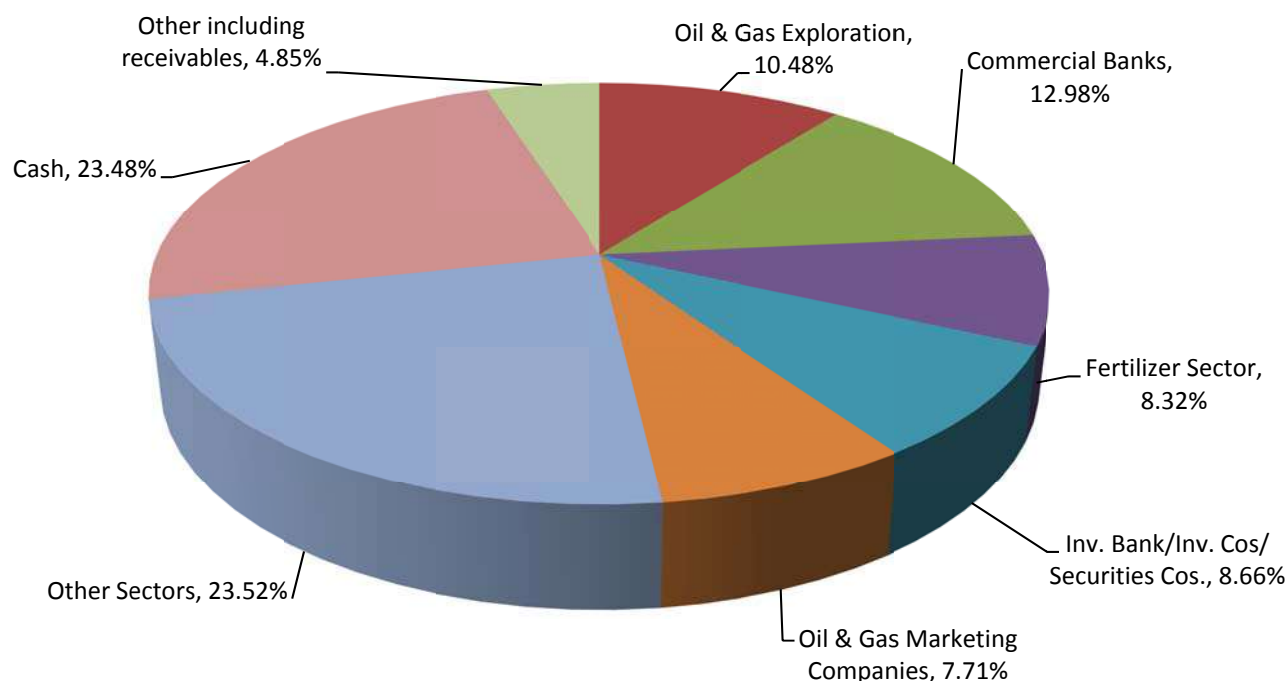
The Board of Directors of First Capital Investments Limited ("FCIL" or "Management Company") is pleased to present the un-audited financial statements of First Capital Mutual Fund ("FCMF" or "the Fund" or "the Scheme") for the nine months and quarter ended March 31, 2023.

Fund's Performance

During the nine months period under review, the Fund has reported net loss for the period after taxation of Rs. 3.43 million as compared to loss of Rs. 22.00 million in the same period last year. Net realized gain on sale of Investments is Rs. 3.06 million as compared to gain of investments is Rs. 0.72 million in corresponding period last year. Dividend income has been recorded at Rs. 5.89 million. During the period under review, the Fund has reported net unrealized diminution on re-measurement of investments of Rs. 12.26 million as compared to diminution of Rs. 26.05 million in the corresponding period last year. The total operating expense of the fund for the period under review is Rs. 2.86 million as compared to Rs. 3.31 million in the same period last year.

The Net Asset Value (NAV) per unit of FCMF has decreased from Rs. 6.3206 to Rs. 6.0524, showing a loss of 4.24% as compared to its Benchmark's (KSE-100 index) return of -3.71%. Thus, the Fund has underperformed its Benchmark by 0.54%. During the period under review the Fund has changed its exposure in various sectors / scrips as per their fundamentals to generate better return for their investors, mainly in Oil & Gas sector, Banking sector, Cement sector and Automobile Assembler sector. Going forward, the management of the Fund intends to focus on sectors exhibiting positive corporate earnings growth and cheap valuations to enhance the performance.

The asset allocation of the Fund as on March 31, 2023 is as under:



Equity Market Review

KSE-100 index posted a negative return of 3.71% during the nine months period under review. The Market decreased on the back of negative economic and political sentiments. Policy Rate increased by 100 basis points had upset investors and there were expectations for a further increase. IMF upraised some points regarding exchange rate regime, where there was wide gap in interbank & open market rates, burgeoning circular debt

First Capital Mutual Fund

(on both gas and electricity), unfunded subsidies to exporters & farmers, and higher than envisaged fiscal deficit for the ongoing year.

Further, foreign exchange reserves are at a lowest level and on a continuous decline. PTI chairman threatened to dissolve Punjab and KPK assemblies, while the opposition in Punjab submitted a no-confidence motion against the chief minister in a bid to forestall the dissolution of assembly.

Higher than expected increase in policy rate by SBP, negative sentiments were fueled by delay over completion of IMF's preconditions required for resumption of the IMF program along with uncertainty over outcome of mini-budget also deterred the investor's confidence.

Further, market remained under-pressure in start due to deadlock over the IMF program and political chaos as PTI dissolved assemblies in Punjab & KPK and uncertainty about completion of IMF Staff level agreement over non-materialization of flows from friendly countries (a key IMF demand) also deterred investor's confidence.

Income Distribution

The Board of Directors of the Management Company has decided to pay Rs. nil dividends per unit for the period ended March 31, 2023.

Renewal of License of Asset Management Company

The License of Asset Management Company to manage First Capital Mutual Fund is expired on September 10, 2022. The Company has already applied for the license which is under process with Securities and Exchange Commission of Pakistan.

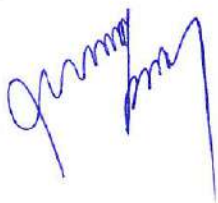
Declaration by Directors

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 nine months ended March 31, 2023 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**



Shahzad Jawahar
Director



Imran Hafeez
Chief Executive Officer/Director

Date: April 27, 2023
Place: Lahore

**FIRST CAPITAL MUTUAL FUND
CONDENSED FINANCIAL STATEMENTS
FOR QUARTER ENDED 31 MARCH 2023**

FIRST CAPITAL MUTUAL FUND
CONDENSED INTERIM STATEMENT OF ASSETS AND LIABILITIES
AS AT MARCH 31, 2023.

		March 31 2023 (Un-audited)	June 30 2022 (Audited)
	Note	-----Rupees-----	
Assets			
Bank Balances	6	26,118,451	18,523,286
Investments	7	79,729,887	95,859,793
Dividend and profit receivable - unsecured, considered good	8	1,334,170	211,269
Advances, deposits, prepayments and other receivables	9	4,066,083	2,809,225
Total assets		111,248,591	117,403,573
Liabilities			
Payable to First Capital Investment Limited - <i>Management Company</i>			
- <i>against remuneration</i>	10	3,894,701	3,908,616
- <i>other payables</i>		-	111,874
Payable to Central Depository Company of Pakistan Limited - Trustee		35,312	57,276
Payable to Securities and Exchange Commission of Pakistan		14,428	22,350
Accrued and other liabilities	11	1,169,156	1,554,657
Unclaimed dividend	12	14,919,368	14,919,368
Total liabilities		20,032,965	20,574,141
Contingencies and commitments	13	-	-
Net Assets		91,215,626	96,829,432
Unit holders' fund (as per statement attached)		91,215,626	96,829,432
		(Number of Units)	
Number of units in issue		15,071,007	15,319,687
		-----Rupees-----	
Net asset value per unit (Face value per unit Rs. 10/-)		6.0524	6.3206

The annexed notes 1 to 19 form an integral part of these condensed interim financial statements.

For First Capital Investments Limited
(Management Company)


Chief Executive Officer


Chief Financial Officer


Director

FIRST CAPITAL MUTUAL FUND
CONDENSED INTERIM INCOME STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2023

	For the Nine Months Ended March 31		For the Quarter Ended March 31	
Note	2023	2022	2023	2022
	-----Rupees-----			
INCOME / (LOSS)				
Profit on bank deposits	2,736,378	869,848	990,760	353,063
Dividend income	5,894,338	5,765,166	1,591,413	1,759,865
Net realised gain on sale of investments	3,064,515	720,185	13,750	498,795
Unrealised diminution on re-measurement of investments at fair value through profit or loss' - net	7.1 (12,264,271)	(26,050,100)	(1,624,919)	(7,885,044)
	(569,040)	(18,694,901)	(2,109,084)	(5,273,321)
EXPENSES				
Remuneration to the Management Company	1,445,292	1,730,790	461,012	526,666
Punjab Sales tax on remuneration to the Management Company	231,247	276,927	73,762	84,267
Remuneration to the Trustee	144,529	173,079	46,101	52,667
Sindh Sales tax on remuneration to the Trustee	18,789	22,501	5,993	6,847
Annual fee - Securities and Exchange Commission of Pakistan	14,453	17,308	4,610	5,267
Securities transaction costs	63,902	104,797	7,204	8,971
Auditors' remuneration	747,683	747,683	245,589	245,589
Accounting and operational charges	72,265	86,539	26,333	26,333
Annual listing fee - Pakistan Stock Exchange Limited	16,514	16,514	5,424	5,424
Fund ranking fee	106,868	106,868	35,102	35,102
Bank charges	849	23,242	510	848
Total Expenses	2,862,391	3,306,248	908,358	997,981
Net loss for the period before taxation	(3,431,431)	(22,001,149)	62,646	(6,271,302)
Taxation	15 -	-	-	-
Net loss for the period after taxation	(3,431,431)	(22,001,149)	62,646	(6,271,302)
Allocation of Net loss for the period				
Net loss for the period after taxation	(3,431,431)	(22,001,149)	62,646	(6,271,302)
- Income already paid on units redeemed	-	-	-	-
	(3,431,431)	(22,001,149)	62,646	(6,271,302)

The annexed notes 1 to 19 form an integral part of these condensed interim financial statements.

For First Capital Investments Limited
(Management Company)


Chief Executive Officer


Chief Financial Officer


Director

FIRST CAPITAL MUTUAL FUND
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2023

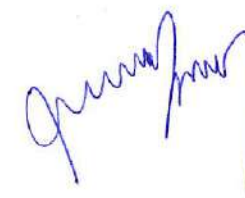
	For the Nine Months Ended March 31		For the Quarter Ended March 31	
	2023	2022	2023	2022
	-----Rupees-----			
Net loss for the period after taxation	(3,431,431)	(22,001,149)	(4,522,055)	(6,271,302)
Other comprehensive income / (loss) for the period	-	-	-	-
Total comprehensive loss for the period	<u>(3,431,431)</u>	<u>(22,001,149)</u>	<u>(4,522,055)</u>	<u>(6,271,302)</u>

The annexed notes 1 to 19 form an integral part of these condensed interim financial statements.

For First Capital Investments Limited
(Management Company)


 Chief Executive Officer


 Chief Financial Officer


 Director

FIRST CAPITAL MUTUAL FUND
CONDENSED INTERIM STATEMENT OF MOVEMENT IN UNIT HOLDERS' FUND (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2023

	For the Nine Months Ended March 31, 2023			For the Nine Months Ended March 31, 2022		
	Capital Value	Undistributed Income / (loss)	Net Assets	Capital Value	Accumulated loss	Net Assets
	-----Rupees-----			-----Rupees-----		
Net assets at the beginning of the period	127,982,477	(31,153,045)	96,829,432	128,155,449	(2,920,927)	125,234,522
Issuance of - (2022: 135,849) units						
- Capital value (at net asset value per unit at the beginning of the period)	19,937,864		19,937,864	931,965	88,035	1,020,000
- Element of income / (loss)	(4,927,864)	-	(4,927,864)			-
	15,010,000	-	15,010,000	931,965	88,035	1,020,000
Redemption of - (2022: 112,985) units						
- Capital value (at net asset value per unit at the beginning of the period)	(21,966,200)		(21,966,200)	(801,384)	-	(801,384)
- Element of (income) / loss	4,773,825	-	4,773,825			-
	(17,192,375)	-	(17,192,375)	(801,384)	-	(801,384)
Total comprehensive income / (loss) for the period	-	(3,431,431)	(3,431,431)		(22,001,149)	(22,001,149)
Net assets at the end of the period	125,800,102	(34,584,476)	91,215,626	128,286,030	(24,834,041)	103,451,989
Undistributed loss brought forward comprising of:						
- Realised		1,555,079			(19,396,093)	
- Unrealised		(32,708,124)			16,475,166	
		(31,153,045)			(2,920,927)	
Total comprehensive loss for the period		(3,431,431)			(22,001,149)	
Undistributed loss carried forward		(34,584,476)			(24,922,076)	
Undistributed loss carried forward comprising of:						
- Realised		(22,320,205)			7,242,254	
- Unrealised gain / (loss)		(12,264,271)			(32,076,295)	
		(34,584,476)			(24,834,041)	
	----- (Rupees) -----					
Net assets value per unit at beginning of the year	6.3206			8.1564		
Net assets value per unit at end of the year	6.0524			6.7277		

The annexed notes 1 to 19 form an integral part of these condensed interim financial statements.

For First Capital Investments Limited
(Management Company)


Chief Executive Officer


Chief Financial Officer


Director

FIRST CAPITAL MUTUAL FUND
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2023


	For the Nine Months Ended March 31		For the Quarter Ended March 31	
	2023	2022	2023	2022
	-----Rupees-----			
Note				
<u>Cash flows from operating activities</u>				
Net Loss for the period before taxation	(3,431,431)	(22,001,149)	62,646	(6,271,302)
Adjustments				
Profit on bank balances	(2,736,378)	(869,848)	(990,760)	(353,063)
Dividend income	(5,894,338)	(5,765,166)	(1,591,413)	(1,759,865)
Capital gain on sale of 'fair value through profit or loss' - net	(3,064,515)	(720,185)	(13,750)	(498,795)
Unrealised diminution on re-measurement of investments - at fair value through profit or loss' - net	12,264,271	26,050,100	1,624,919	7,885,044
	(2,862,391)	(3,306,248)	(908,358)	(997,981)
(Increase) / decrease in assets				
Investments - net	6,930,150	408,529	(325,630)	528,809
Advances, deposits, prepayments and other receivables	(1,256,858)	(79,201)	(390,735)	90,367
	5,673,292	329,328	(716,365)	619,176
(Decrease) / Increase in liabilities				
Remuneration payable to Management Company	(13,915)	319,844	(4,788)	(25,177)
Other payable to Management Company	(111,874)	-	(45,780)	-
Remuneration payable to Trustee	(21,964)	(5,425)	17,120	(1,407)
Annual fee payable to Securities and Exchange Commission of Pakistan	(7,922)	(7,182)	4,610	5,267
Accrued expenses and other liabilities	(385,501)	(938,473)	170,219	74,639
Dividend payable	-	(3,933,028)	-	(3,931,599)
	(541,176)	(4,564,264)	141,381	(3,878,277)
Dividend & Profit Received	7,507,815	5,964,958	1,642,311	1,476,442
Net cash generated from / (used in) operating activities	9,777,540	(1,576,226)	158,969	(2,780,639)
<u>Cash flows from financing activities</u>				
Receipts against issuance of units	15,010,000	1,020,000	15,000,000	(10)
Payments made against redemption of units	(17,192,375)	(801,384)	(15,692,375)	(760,869)
Net cash (used in) / generated from financing activities	(2,182,375)	218,616	(692,375)	3,976,816
Net Increase / (decrease) in cash and cash equivalents during the period	7,595,165	(1,357,610)	(533,406)	1,196,177
Cash and cash equivalents at the beginning of the period	18,523,286	19,865,176	26,651,857	17,311,389
Cash and cash equivalents at the end of the period	26,118,451	18,507,566	26,118,451	18,507,566

The annexed notes 1 to 19 form an integral part of these condensed interim financial statements.

For First Capital Investments Limited
(Management Company)


Chief Executive Officer


Chief Financial Officer


Director

FIRST CAPITAL MUTUAL FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2023

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 Investment Limited ("FCIL") as Management Company and Central Depository Company of Pakistan Limited ("CDC") as Trustee. The trust deed was executed on 06 August 2013 after being approved by the Securities and Exchange Commission of Pakistan ("the SECP") on 30 July 2013 in accordance with the provision of Non-Banking Finance Companies and Notified Entities Regulation, 2008 ("the 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 96-B/1, Lower Ground Floor, M.M. Alam Road Gulberg-III, Lahore, Pakistan. The Fund is an Open end equity scheme and offers units for public subscription on a continuous basis. The units are transferable and can be redeemed by submitting them into the Fund.

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 assets in high quality dividend yielding stocks. While the remaining assets shall be invested in cash and / or near cash instruments.

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 was previously listed on Lahore Stock Exchange (LSE) of Pakistan. However due to integration of Karachi, Lahore and Islamabad Stock Exchanges into Pakistan Stock Exchange (PSX) with effect from 11 January 2016 the Fund is now listed on PSX.

Pakistan Credit Rating Agency Limited ("PACRA") has assigned management quality rating of AM4++ to the Management Company on April 05, 2023. PACRA has assigned '3 Star' (short term) and '2 Star' (long term) rating to the Fund on February 10, 2023.

The Trust Act, 1882 has been repealed due to promulgation of Provincial Trust Act "Sindh Trusts Act, 2020" as empowered under the Eighteenth Amendment to the Constitution of Pakistan. Various new requirements including registration under the Trust Act have been introduced. The Management Company to fulfil the requirement for registration of Trust Deed under Sindh Trusts Act, 2020, has submitted Collective Investment Scheme Trust Deed for Registrar (acting under Sindh Trusts Act, 2020).

2 Basis of Presentation

2.1 Statement Of Compliance

These condensed interim financial statements has been prepared in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the requirements of the Trust Deed, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and the directives issued by the 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.

The Companies Ordinance, 1984 has been repealed after the enactment of the Companies Act, 2017 (the Act) on 30 May 2017. However, the SECP vide its press release dated 20 July 2017 allowed Companies whose financial year closes on or before 30 June 2017 to prepare the financial statements in accordance with the provisions of the repealed Companies Ordinance, 1984. The Act does not impact the financial statements of the Fund for the year ended June 30, 2017.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Fund for the year ended June 30, 2022.

In compliance with Schedule V of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the directors of the Management Company hereby declare that this condensed interim financial statements give a true and fair view of the state of the Fund's affairs as at March 31, 2023.

FOR THE NINE MONTHS ENDED MARCH 31, 2023

These condensed interim financial statements are being submitted to the unit holders as required under Regulation 38 (2) (f) of the NBFC regulations.

The comparatives in the condensed interim statement of assets and liabilities presented in the condensed interim financial statements as at December 30, 2022 have been extracted from the annual published audited financial statements of the Fund for the year ended June 30, 2022, whereas, the comparatives in condensed interim income statement, condensed interim statement of comprehensive income, condensed interim statement of movement in unit holders' fund and condensed interim cash flow statement have been extracted from the condensed interim financial statements of the Fund for the period ended March 31, 2023.

2.2 Functional and presentational currency

These condensed interim financial statements are presented in Pak Rupees which is the functional and presentation currency of the Fund and rounded to the nearest rupees except when otherwise indicated.

2.3 Basis of measurement

These financial statements have been prepared under the historical cost convention except for investment which are carried at fair value.

3 Use of estimates and judgements

The preparation of the condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing the condensed unconsolidated interim financial statements, the significant judgments made by the management in applying accounting policies and the key sources of estimates were the same as those applied to the annual financial statements for the year ended 30 June 2022.

4 Summary of Significant Accounting Policies

The accounting policies and the methods of computation adopted in the preparation of these condensed interim unconsolidated financial statements are same as those applied in the preparation of the annual audited financial statements for the year ended 30 June 2022.

5 Financial risk management

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, 2022.

		Note	March 31 2023 (Un-audited)	June 30 2022 (Audited)
			-----Rupees-----	
6	Bank Balance			
	Cash at Bank			
	- In saving accounts	4.1	26,118,451	18,523,286
			<u>26,118,451</u>	<u>18,523,286</u>
6.1	The rate of return on these saving accounts is 14% (June 30, 2022: 5.50% to 8.25%) per annum.			
7	Investments			
	At fair value through profit or loss			
	Listed equity securities	7.1	79,729,887	95,859,793
			<u>79,729,887</u>	<u>95,859,793</u>

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

Shares of listed companies - Fully paid ordinary shares with a face value of Rs. 10 each unless stated otherwise

Name of Investee company	Number of shares				Balances as at March 31, 2023 (Rupees)				[%] Percentage in relation to		
	As at July 01, 2022	Purchases during the period	Bonus / Rights during the period	Sales during the period	As at March 31, 2022	Carrying value	Market value	Appreciation / (Diminution)	Net assets of the Fund (with market value of investments)	Market value of total investments	Paid up capital of investee company (with face value of investments)
Inv. Banks / Inv. Cos. / Securities Cos.											
Escorts Investment Bank Limited	50,159	-	-	20,159	30,000	200,700	96,900	(103,800)	0.12	0.11	0.02
First Capital Equities Limited	1,005,395	-	-	-	1,005,395	9,541,199	9,541,199	-	11.89	11.01	0.71
First National Equities Limited	50,000	-	-	50,000	-	-	-	-	-	-	-
	1,105,554	-	-	70,159	1,035,395	9,741,899	9,638,099	(103,800)	12.01	11.12	0.73
Banks											
Bank Alfalah Limited	40,000	-	-	-	40,000	1,280,000	1,151,200	(128,800)	1.43	1.33	0.003
The Bank Of Punjab	28,125	25,000	2,500	28,125	27,500	148,660	110,825	(37,835)	0.14	0.13	0.001
Faysal Bank Limited	30,812	-	-	-	30,812	710,525	670,777	(39,748)	0.84	0.77	0.002
Habib Bank Limited	45,300	-	-	-	45,300	4,137,702	3,319,584	(818,118)	4.14	3.83	0.003
MCB Bank Limited	30,000	-	-	-	30,000	3,689,400	3,450,000	(239,400)	4.30	3.98	0.003
Meezan Bank Limited	17,250	-	1,725	-	18,975	1,948,905	1,806,420	(142,485)	2.25	2.08	0.001
SIK Bank Limited	370,000	-	-	370,000	-	-	-	-	-	-	-
United Bank Limited	37,000	-	-	-	37,000	4,185,810	3,942,720	(243,090)	4.91	4.55	0.003
	598,487	25,000	4,225	398,125	229,587	16,101,002	14,451,526	(1,649,476)	18.01	16.67	0.02
Insurance											
The United Insurance Company of Pakistan Limited	1,894	-	-	-	1,894	15,985	17,520	1,535	0.02	0.02	-
	1,894	-	-	-	1,894	15,985	17,520	1,535	0.02	0.02	-
Textile Composite											
Nishat (Chunab) Limited	30,000	-	-	-	30,000	1,343,700	621,000	(722,700)	0.77	0.72	0.013
Nishat Mills Limited	30,000	-	-	-	30,000	2,217,300	1,578,600	(638,700)	1.97	1.82	0.009
	60,000	-	-	-	60,000	3,561,000	2,199,600	(1,361,400)	2.74	2.54	0.02
Cement											
Cherat Cement Company Limited	3,800	-	-	-	3,800	353,552	427,804	74,252	0.53	0.49	-
D.G. Khan Cement Company Limited	15,000	-	-	-	15,000	937,500	658,650	(278,850)	0.82	0.76	-
Peco Cement Limited	7,500	-	-	-	7,500	147,150	126,525	(20,625)	0.16	0.15	0.02
Flying Cement Company Limited	23,625	50,000	-	23,625	50,000	427,500	291,000	(136,500)	0.36	0.34	0.01
Kohat Cement Company Limited	3,800	-	-	-	3,800	494,494	529,834	35,340	0.66	0.61	-
Lucky Cement Limited	1,500	-	-	-	1,500	688,560	603,660	(84,900)	0.75	0.70	-
Maple Leaf Cement Factory Limited	37,750	-	-	-	37,750	1,032,463	980,745	(51,718)	1.22	1.13	-
Power Cement Limited	112,500	-	-	-	112,500	598,500	487,125	(111,375)	0.61	0.56	0.01
	205,475	50,000	-	23,625	231,850	4,679,719	4,105,343	(574,376)	5.11	4.74	0.04
Refinery											
Attock Refinery Limited	2,500	-	-	-	2,500	439,450	425,625	(13,825)	0.53	0.49	0.002
CENERGYCO PK Limited	70,000	-	-	-	70,000	373,800	242,200	(131,600)	0.30	0.28	0.001
National Refinery Limited	3,000	-	-	-	3,000	757,710	444,750	(312,960)	0.55	0.51	0.004
Pakistan Refinery Limited	60,000	-	-	-	60,000	1,073,400	728,400	(345,000)	0.91	0.84	0.010
	135,500	-	-	-	135,500	2,644,360	1,840,975	(803,385)	2.29	2.12	0.02

Name of Investee company	Number of shares					Balances as at March 31, 2023 (Rupees)				[%] Percentage in relation to		
	As at July 01, 2022	Purchases during the period	Bonus / Rights during the period	Sales during the period	As at March 31, 2022	Carrying value	Market value	Appreciation / (Diminution)	Net assets of the Fund (with market value of investments)	Market value of total investments	Paid up capital of investee company (with face value of investments)	
Power Generation & Distribution												
The Hub Power Company Limited	15,693	-	-	-	15,693	1,069,792	1,059,748	(10,044)	1.32	1.22	-	-
Kot Addu Power Company Limited	60,000	-	-	-	60,000	1,651,800	1,445,400	(206,400)	1.80	1.67	0.01	-
Nishat Chutian Power Limited	-	23,437	-	-	23,437	-	339,133	339,133	0.42	0.39	0.01	-
K-ELECTRIC LIMITED	-	100,000	-	-	100,000	209,000	207,000	(2,000)	0.26	0.24	-	-
	75,693	123,437	-	-	199,130	2,930,592	3,051,281	120,689	4	4	0.020	-
Oil & Gas Marketing Companies												
Haseco Petroleum Limited	866	-	-	-	866	3,655	5,135	1,480	0.01	0.01	-	-
Pakistan State Oil Company Limited	52,064	2,000	-	-	54,064	9,288,458	6,373,605	(2,914,853)	7.94	7.35	0.012	-
Sui Northern Gas Pipelines Limited	50,000	-	-	-	50,000	1,710,500	1,954,500	244,000	2.43	2.25	0.008	-
Sui Southern Gas Company Limited	25,000	-	-	-	25,000	226,500	240,750	14,250	0.30	0.28	0.003	-
	127,930	2,000	-	-	129,930	11,229,113	8,573,990	(2,655,123)	10.68	9.89	0.02	-
Oil & Gas Exploration Companies												
Mari Petroleum Company Limited	104	-	-	-	104	180,933	157,383	(23,550)	0.20	0.18	-	-
Oil & Gas Development Company Limited	65,500	-	-	-	65,500	5,152,885	5,460,080	307,195	6.80	6.30	0.002	-
Pakistan Oilfields Limited	6,000	-	-	-	6,000	2,434,860	2,393,340	(41,520)	2.98	2.76	0.002	-
Pakistan Petroleum Limited	57,000	-	-	-	57,000	3,848,070	3,645,720	(202,350)	4.54	4.21	0.002	-
	128,604	-	-	-	128,604	11,616,748	11,656,523	39,775	14.52	13.45	0.006	-
Industrial Engineering												
Aisha Steel Mills Limited	-	50,000	-	-	50,000	594,982	341,500	(253,482)	0.43	0.39	0.01	-
Amreli Steels Limited	15,000	5,000	-	-	20,000	482,350	353,400	(128,950)	0.44	0.41	0.01	-
International Steels Limited	15,000	-	-	-	15,000	890,400	636,150	(254,250)	0.79	0.73	-	-
Ittefaq Iron Industries Limited	20,000	-	-	20,000	-	-	-	-	-	-	-	-
	50,000	55,000	-	20,000	85,000	1,967,732	1,331,050	(636,682)	1.66	1.53	0.02	-
Automobile Assembler												
Ghandhara Industries Limited	5,000	-	-	-	5,000	789,850	429,250	(360,600)	0.53	0.50	0.01	-
Millat Tractor Limited	2,880	-	921	-	3,801	2,513,059	2,051,628	(461,431)	2.56	2.37	-	-
Sargor Engineering Works Limited	20,350	5,000	-	20,350	5,000	297,500	227,050	(70,450)	0.28	0.26	0.01	-
	28,230	5,000	921	20,350	13,801	3,600,409	2,707,928	(892,481)	3.37	3.13	0.02	-
Paper and board												
Packages Limited	1,750	-	-	-	1,750	698,005	594,475	(103,530)	0.74	0.69	-	-
Roshan Packages Limited	5,000	-	-	-	5,000	74,300	56,450	(17,850)	0.07	0.07	-	-
	6,750	-	-	-	6,750	772,305	650,925	(121,380)	0.81	0.76	-	-
Cables & Electrical Goods												
Tpl Corp Limited	70,000	-	-	-	70,000	638,400	434,700	(203,700)	0.54	0.50	0.03	-
Waves Corporation Limited	15,000	-	-	15,000	-	-	-	-	-	-	-	-
	85,000	-	-	-	70,000	638,400	434,700	(203,700)	0.54	0.50	0.03	-
Fertilizer												
Engro Fertilizers Limited	20,000	-	-	-	20,000	1,772,800	1,696,400	(76,400)	2.11	1.96	0.002	-
Engro Corporation Limited	22,800	-	-	-	22,800	5,861,652	6,310,584	448,932	7.86	7.28	0.004	-
Fauji Fertilizer Bin Qasim Limited	-	20,000	-	-	20,000	391,600	249,400	(142,200)	0.31	0.29	0.002	-
Fauji Fertilizer Company Limited	10,000	-	-	-	10,000	1,102,200	999,700	(102,500)	1.25	1.15	0.001	-
	52,800	20,000	-	-	72,800	9,128,252	9,256,084	127,832	11.53	10.68	0.01	-

Name of Investee company	Number of shares				Balances as at March 31, 2023 (Rupees)				Percentage in relation to		
	As at July 01, 2022	Purchases during the period	Bonus / Rights during the period	Sales during the period	As at March 31, 2022	Carrying value	Market value	Appreciation / (Diminution)	Net assets of the Fund (with market value of investments)	Market value of total investments	Paid up capital of investee company (with face value of investments)
Pharmaceuticals											
Citi Pharma Limited	11,000	-	-	11,000	-	-	-	-	-	-	-
Ferozsons Laboratories Limited	3,600	-	720	-	4,320	968,076	586,397	(381,679)	0.73	0.68	0.010
Glaxosmithkline Pakistan Limited	3,000	-	-	-	3,000	374,790	247,620	(127,170)	0.31	0.29	0.001
Hightoon Laboratories Limited	53	-	-	-	53	28,083	24,990	(3,093)	0.03	0.03	-
The Searle Company Limited	8,089	3,500	2,897	-	14,486	1,276,032	745,739	(530,293)	0.93	0.86	0.004
	25,742	3,500	3,617	11,000	21,859	2,646,981	1,604,746	(1,042,235)	2.00	1.86	0.02
Technology & Communications											
Airlink Communications	5,375	-	-	5,375	-	-	-	-	-	-	-
Avanceon Limited	6,250	1,750	-	-	8,000	629,351	512,160	(117,191)	0.64	0.59	0.002
Hum Network Limited	70,000	-	7,000	35,000	42,000	249,200	226,800	(22,400)	0.28	0.26	0.004
Nesol Technologies Limited	2,000	-	-	-	2,000	199,480	146,460	(53,020)	0.18	0.17	0.002
Systems Limited	-	5,000	-	-	5,000	2,009,575	2,310,300	300,725	2.88	2.66	0.002
Telecard Limited	26,250	-	-	26,250	-	-	-	-	-	-	-
TRG Pakistan Limited - class A	75,000	10,000	-	75,000	10,000	898,850	1,060,400	161,550	1.32	1.22	0.002
Worldcall Telecom Limited	50,000	100,000	-	50,000	100,000	130,380	118,000	(12,380)	0.15	0.14	0.002
	234,875	116,750	7,000	191,625	167,000	4,116,836	4,374,120	257,284	5.45	5.04	0.01
Chemicals											
G3 Technologies Limited	371,500	-	-	371,500	-	-	-	-	-	-	-
G3 Technologies Limited - LoR	-	32,708	-	32,708	-	-	-	-	-	-	-
Chemical Industries Limited	5,000	111,450	11,145	-	122,595	3,142,890	1,224,724	(1,918,166)	1.53	1.41	0.026
Nimr Industrial Chemicals Limited	-	-	-	-	5,000	444,550	286,650	(157,900)	0.36	0.33	0.005
	376,500	144,158	11,145	404,208	127,595	3,587,440	1,511,374	(2,076,066)	1.89	1.74	0.03
Foods & Personal Care Products											
Al Shaheer Corporation Limited	50,000	-	-	-	50,000	452,000	477,000	25,000	0.59	0.55	0.013
Fauji Foods Limited	35,000	-	-	-	35,000	232,050	189,350	(42,700)	0.24	0.22	0.001
Trest Corporation Limited	10,170	-	-	-	10,170	296,761	171,771	(124,990)	0.21	0.20	0.006
Unity Foods Limited	40,000	-	-	-	40,000	802,900	531,600	(271,300)	0.66	0.61	0.003
	135,170	-	-	-	135,170	1,783,611	1,369,721	(413,890)	1.70	1.58	0.02
Miscellaneous											
Tpi Properties Limited	61,100	-	6,110	-	67,210	1,231,774	954,382	(277,392)	1.19	1.10	0.01
	61,100	-	6,110	-	67,210	1,231,774	954,382	(277,392)	1.19	1.10	0.01
Textile Spinning											
Kohinoor Spinning Mills Limited	70,000	-	-	70,000	-	-	-	-	-	-	-
	70,000	-	-	70,000	-	-	-	-	-	-	-
Total as at March 31, 2023	3,565,304	544,845	33,018	1,224,092	2,919,075	91,994,158	79,729,987	(12,264,271)	99,420	92,230	1.05
Total as at June 30, 2022						129,567,917	95,959,793	(32,708,124)			

7.1.1 During the year ended 30 June 2018, the Honourable Supreme Court of Pakistan (HSC) passed a judgement on 27 June 2018 whereby the suits which are already pending or shall be filed in future must only be continued / entertained on the condition that a minimum of 50 percent of the tax calculated by the tax authorities is deposited with the authorities. Accordingly, the CIs have been required to pay minimum 50% of the tax calculated by the tax authorities for the case to remain continued. The CIs failed to deposit the minimum 50% of the tax liability and accordingly the stay got vacated automatically during the year ended 30 June 2019. After that the CIs have filed a fresh constitutional petition via CP 4653 dated 11 July 2019. In this regard, on 15 July 2019, the Honourable High Court of Sindh has issued notices to the relevant parties and has ordered that no third party interest on bonus shares issued to the Funds in lieu of their investments be created in the meantime. The matter is still pending adjudication and the Funds have included these shares in their portfolio, as the management is confident that the decision of the constitutional petition will be in favour of the CIs.

Further, the Finance Act, 2018 effective from 1 July 2018 has omitted Section 236M of Income Tax Ordinance, 2001 requiring every company quoted on stock exchange issuing bonus shares to the shareholders of the company, to withhold five percent of the bonus shares to be issued. Therefore, bonus shares issued to the Fund during the year were not withheld by the investee companies.

Accordingly, the investee company(s) has withheld the shares equivalent to 5% of bonus announcement amounting to Rs 0.358 million (30 June 2022: Rs. 0.402 million) and not deposited in CDC account of department of Income Tax.

FIRST CAPITAL MUTUAL FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2023

		March 31 2023 (Un-audited)	June 30 2022 (Audited)
	Note	-----Rupees-----	
8 Dividend and profit receivable			
Dividend receivable		1,051,835	150,584
Profit accrued on bank deposits		282,335	60,685
		<u>1,334,170</u>	<u>211,269</u>
9 Advances, deposits, prepayments and other receivables			
Advance Tax Deducted		3,463,452	2,350,954
Other Receivables		211,276	211,276
Prepaid listing fee		9,453	9,495
Prepaid Rating Fee		144,362	-
Advance against bookbuilding		40	-
Security Deposits with CDC		237,500	237,500
		<u>4,066,083</u>	<u>2,809,225</u>
10 Remuneration payable to First Capital Investment Limited - Management Company			
Remuneration of Management Company	10.1	160,401	168,248
Punjab Sales tax on Remuneration of Management Company	10.2	20,852	26,920
Federal Excise Duty on Remuneration of Management Company	10.3	3,713,448	3,713,448
		<u>3,894,701</u>	<u>3,908,616</u>
10.1	Under the provisions of the NBFC Regulations 2008 vide SRO 1160(1)/2015 dated 25 November 2015, the Management Company of the Fund is entitled to an accrued remuneration of an amount not exceeding 2% per annum of the average annual net assets of the Fund. Management Company has charged remuneration at 2% per annum based on the daily net assets of the Fund.		
10.2	The Provincial Government of Punjab levied Punjab Sales Tax at the rate of 16% on the remuneration of the Management Company through the Punjab Sales Tax on Services Act, 2012 effective from July 01, 2012.		
10.3	The status of Federal Excise Duty (FED) is same as disclosed in annual financial statements for the year ended 30 June 2022. Had the said provision for FED not been maintained, the net asset value of the Fund as at March 31, 2023 would have been higher by Rs 0.2464 - (June 30, 2022: Rs. 0.2424) per unit.		
11 Accrued expenses and other liabilities			
Auditors' remuneration		514,784	1,124,601
Listing fees payable		162,286	145,772
Fund Rating Fee Payable		106,870	140,362
Withholding & Capital Gain Tax payable		308,784	136,383
Other payables		76,432	7,539
		<u>1,169,156</u>	<u>1,554,657</u>
12 Unclaimed dividend			
This mainly includes an amount of Rs. 10.33 million (2021: Rs. 10.33 million) not paid to Salman Taseer (Late) due to pending adjudication for issuance of succession certificate before the Honorable Lahore High Court. Until the Honorable Court reaches a verdict in relation to his succession, the dividend can not be claimed by any party and the transmission of units can not be performed.			
13 Contingencies And Commitments			
13.1	Contingencies as explained in note 7.1.1.		
13.2	Contingencies as explained in note 10.3.		
14 Total Expense Ratio			
Total expense ratio (all the expenses, including government, incurred during the year divided by average net assets value for the year) is 3.94% per annum. Total expense ratio [excluding government levies] is 3.49% per annum.			
15 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 subject to the condition that not less than 90% of the accounting income for the year as reduced by capital gains, whether realized or unrealized, is distributed amongst the unit holders as cash dividend. Furthermore, as per Regulation 63 of the Non-Banking Finance Companies and Notified Entities Regulations, 2008, the Fund is required to distribute not less than 90% of its accounting income for the year derived from sources other than capital gains as reduced by such expenses as are chargeable thereon to the unitholders. The management intends to distribute at least 90% of the Fund's net accounting income earned by the year end, as cash dividend, to the unit holders. The Fund is also exempt from the provisions of Section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001. Accordingly, no provision in respect of taxation has been made in these condensed interim financial statements.			
16 Earnings per unit			
Earnings per unit (EPU) has not been disclosed as in the opinion of the management, determination of weighted average number of outstanding units for calculating EPU is not practicable.			

FIRST CAPITAL MUTUAL FUND
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2023

17 TRANSACTIONS WITH RELATED PARTIES / CONNECTED PERSONS

Connected persons include the Management Company, the Trustee of the Fund, any person or company beneficially owning ten percent or more of the capital of the Management Company or net assets of the Fund and Directors and Key Management Personnel of the Management Company as at March 31, 2023.

Transactions with related parties / connected persons are in the normal course of business and on arm's length basis.

Remuneration to the Management Company and the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations and Trust Deed respectively.

17.1 Transactions for the period:	Note	(Un-audited) For the Nine Months Ended March 31	
		2023	2022
		-----Rupees-----	
First Capital Investments Limited - Management Company			
Remuneration of the Management Company	17.1.1	1,445,292	1,730,790
Punjab Sales Tax on Remuneration of the Management Company		231,247	276,927
Dividend Paid		-	86,539
Issuance of Nil Units (2022: 133,364) units		-	1,000,000
Redemption of 248,069 units (2022: 90,799) units		1,500,000	650,000
Central Depository Company of Pakistan Limited - Trustee			
Remuneration of the Trustee		144,529	173,079
Sindh Sales Tax on Remuneration of the Trustee		18,789	22,501
Settlement Charges inclusive of Sindh Sales Tax		-	11,027

17.1.1 Remuneration to the Management Company and the Trustee of the Fund is determined in accordance with the provisions of the NBFC Regulations 2008 and Trust Deed.

17.2 Outstanding balances as at period / year end:		March 31 2023 (Un-audited)	June 30 2022 (Audited)
		-----Rupees-----	
First Capital Investments Limited - Management Company			
Remuneration payable inclusive of taxes thereon		3,894,701	3,908,616
Other Payables		-	111,874
Units held: 10,252,815 (June 30, 2022: 10,500,884) units		62,054,138	66,371,888
Central Depository Company of Pakistan Limited - Trustee			
Remuneration payable inclusive of taxes thereon		35,312	57,276
Security deposit		237,500	237,500
First Capital Equities Limited - Group Company			
Units held: 1,793 (June 30, 2022: 1,793) units		10,852	11,334
First Capital Securities Corporation Limited			
Units held: 935,466 (June 30, 2022: 935,466) units		5,661,817	5,912,709
Salman Taseet (Late) - Holder of more than 10%			
Units held: 2,095,028 (June 30, 2022: 2,095,028) units		12,679,946	13,241,832
Dividend Payable		-	10,331,275
Key Management Personnel of the Management Company			
Units held: 2,363 (June 30, 2022: 2,466) units		14,300	15,589

18 General

18.1 Figures have been rounded off to the nearest Rupee.

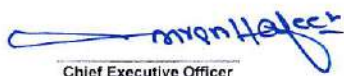
18.2 Units have been rounded off to the nearest decimal place.

18.3 Corresponding figures have been reclassified, rearranged or additionally incorporated in these condensed interim financial statements, wherever necessary to facilitate comparison and to conform with changes in presentation in the current period. No significant rearrangements or reclassifications were made in these condensed interim financial statements.


19 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Management Company on April 27, 2023.

For First Capital Investments Limited
(Management Company)


Chief Executive Officer


Chief Financial Officer


Director