

**SUMMIT CAPITAL (PRIVATE) LIMITED  
INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE PERIOD ENDED MARCH 31, 2014**

**SUMMIT CAPITAL (PRIVATE) LIMITED**  
**CONDENSED INTERIM BALANCE SHEET AS AT MARCH 31, 2014**

	March 31, 2014	December 31, 2013	
Note	(Rs. in '000)		
	(Unaudited)	(Audited)	
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Fixed assets	4	52,847	55,156
Long-term investment		24,886	24,886
Investment properties		21,207	21,314
Long term loans and deposits	5	2,587	2,587
Deferred tax asset - net		12,070	12,070
		<u>113,597</u>	<u>116,013</u>
<b>CURRENT ASSETS</b>			
Trade debts	6	56,206	42,198
Short term loans, deposits, prepayments and others	7	23,592	20,536
Accrued Markup		516	806
Investment in shares	8	29,129	12,976
Advance tax - net		17,436	17,327
Cash and bank balances	9	67,318	95,585
		<u>194,197</u>	<u>189,428</u>
		<u>307,794</u>	<u>305,441</u>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorised capital 50,000,000 ordinary shares of Rs. 10/- each		<u>500,000</u>	<u>500,000</u>
Issued, subscribed and paid up capital		300,000	300,000
Accumulated loss		<u>(71,401)</u>	<u>(73,250)</u>
		228,599	226,750
<b>CURRENT LIABILITIES</b>			
Trade and other payables	10	79,195	78,691
		<u>79,195</u>	<u>78,691</u>
		<u>307,794</u>	<u>305,441</u>

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

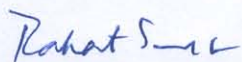
CHIEF EXECUTIVE

DIRECTOR

**SUMMIT CAPITAL (PRIVATE) LIMITED**  
**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)**  
**FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2014**

	March 31, 2014	March 31, 2013
Note	------(Rs. in '000)-----	
<b>Income</b>		
Brokerage commission	12      16,752	11,200
Unrealised loss on revaluation of held-for-trading securities	(822)	(57,033)
Gain / (loss) on sale of securities - net	2,634	
Gain on sale of operating fixed assets	-	64
Dividend income on shares	454	21,446
Other income	12      2,807	2,198
	<u>21,825</u>	<u>(22,126)</u>
<b>Expenditure</b>		
Operating and administrative expenses	12      18,495	13,126
Financial charges	31	4,152
	<u>18,526</u>	<u>17,278</u>
<b>Profit / (loss) before taxation</b>	<u>3,299</u>	<u>(39,404)</u>
Taxation - current	1,450	812
<b>Profit / (loss) after taxation / total comprehensive profit / (loss) for the period</b>	<u>1,849</u>	<u>(40,216)</u>
<b>Profit / (loss) per share - basic and diluted (Rupee)</b>	<u>0.06</u>	<u>(1.34)</u>

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.



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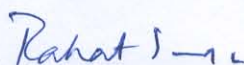


DIRECTOR

**SUMMIT CAPITAL (PRIVATE) LIMITED**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2014**

	March 31, 2014	March 31, 2013	
	Note -----(Rs. in '000)-----		
<b>Cash flows from operating activities</b>			
Profit / (loss) before taxation	3,299	(39,404)	
<b>Adjustments for:</b>			
Depreciation	1,021	735	
Amortization	54	77	
Unrealised loss on revaluation of held-for-trading securities	822	-	
Gain / (loss) on sale of securities - net	(2,634)	-	
(Gain) / loss on sale of operating fixed assets	61	(64)	
Operating fixed assets written off	-	25	
Financial charges	31	4,152	
	(645)	4,925	
	2,654	(34,479)	
<b>(Increase) / decrease in current assets</b>			
Trade debtors	(14,008)	(73,996)	
Short term loans deposit, prepayments and others	(3,056)	(32,914)	
Accrued mark-up	290	527	
Long term loans and deposits	-	-	
	(16,774)	(106,383)	
<b>Increase / (decrease) in current liabilities</b>			
Trade and other payables	504	99,875	
Short term finance	-	165,000	
Long term deposits	-	-	
	504	264,875	
<b>Cash (used in) / generated from operations</b>	(13,616)	124,013	
Income tax paid	(1,559)	(1,175)	
Financial charges paid	(31)	(45)	
<b>Net cash (used in) / inflow from operating activities</b>	(15,206)	122,793	
<b>Cash flows from investing activities</b>			
Capital expenditure incurred	(100)	(5,845)	
Proceed from sale of tangible fixed assets	1,380	2,008	
Short-term investments	(14,341)	(153,838)	
<b>Net cash (used in) / inflow from investing activities</b>	(13,061)	(157,675)	
<b>Cash flows from financing activities</b>			
Long term loan	-	-	
<b>Net cash used in financing activities</b>	-	-	
<b>Net decrease in cash &amp; cash equivalents</b>	(28,267)	(34,882)	
<b>Cash and cash equivalents at the beginning of the period</b>	95,585	101,277	
<b>Cash and cash equivalents at the end of the period</b>	67,318	66,395	
<b>Cash and cash equivalents:</b>			
Cash and bank balances	9 <u>67,318</u>	<u>66,395</u>	

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.



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DIRECTOR

**SUMMIT CAPITAL (PRIVATE) LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2014**

	Issued, subscribed and paid up capital	Accumulated loss	Total
	(Rs. in 000')		
<b>Balance as on January 01, 2013</b>	300,000	(88,375)	211,625
Total comprehensive (loss) for the period	-	(40,216)	(40,216)
<b>Balance as at March 31, 2013</b>	<b>300,000</b>	<b>(128,591)</b>	<b>171,409</b>
<b>Balance as on January 01, 2014</b>	300,000	(73,250)	226,750
Total comprehensive profit for the period	-	1,849	1,849
<b>Balance as at March 31, 2014</b>	<b>300,000</b>	<b>(71,401)</b>	<b>228,599</b>

*Rahat Iqbal*

CHIEF EXECUTIVE

*Johnny*

DIRECTOR

**SUMMIT CAPITAL (PRIVATE) LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2014**

**1. THE COMPANY AND ITS OPERATIONS**

Summit Capital (Private) Limited (the Company) is a private limited company, incorporated in Pakistan on March 08, 2006 under the Companies Ordinance, 1984. The Company is a corporate member / TREC holder of Karachi Stock Exchange Limited, Lahore Stock Exchange Limited, Islamabad Stock Exchange Limited and Pakistan Mercantile Exchange Limited. The principal activities of the Company are equity brokerage, money market brokerage, interbank foreign exchange brokerage, commodity brokerage, corporate advisory and consultancy services and distribution of open end units. The registered office of the Company is situated at 701-702, 7th Floor, Business and Finance Centre, Opposite State Bank of Pakistan, I.I Chundrigar Road, Karachi. The Company is a wholly owned subsidiary of Summit Bank Limited.

**2. BASIS OF PREPARATION**

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984. In case requirements differ, the provisions or directives of the Companies Ordinance, 1984 shall prevail.

These condensed interim financial statements are unaudited and are being submitted to the shareholders in accordance with the requirements of section 245 of the Companies Ordinance, 1984. These condensed interim financial statements are presented in Pak Rupees, which is the Company's functional and presentation currency and rounded off to the nearest rupee.

**3. ACCOUNTING POLICIES**

The accounting policies adopted for the preparation of these condensed interim financial statements are same as those applied in the preparation of financial statements for the year ended December 31, 2013.

	March 31, 2014 (Unaudited)	December 31, 2013 (Audited)
Note	----- (Rs. in '000) -----	
<b>4. FIXED ASSETS</b>		
Operating fixed assets - tangible	43,520	45,775
Intangible assets	6,827	6,881
Capital work in progress	2,500	2,500
	<u>52,847</u>	<u>55,156</u>
<b>5. LONG TERM DEPOSITS</b>		
Long-term deposits - considered good	2,587	2,587
	<u>2,587</u>	<u>2,587</u>
<b>6. TRADE DEBTS</b>		
<b>Considered good</b>		
Due from clients in respect of securities transactions	49,495	39,734
Receivable from clearing house - unsecured	-	-
Commission receivable - unsecured	6,711	2,464
<b>Considered doubtful</b>		
Due from clients in respect of securities transactions - unsecured	65,277	65,277
	<u>121,483</u>	<u>107,475</u>
Less: provision for doubtful debts	65,277	65,277
	<u>56,206</u>	<u>42,198</u>
<b>6.1</b>	Includes Rs. 1.007 (2013: 1.024) million due from the holding company.	
<b>7. LOANS, ADVANCES, PREPAYMENTS AND OTHER RECEIVABLES</b>		
Prepayments		975
Short term loans	7.1	278
Exposure deposits	7.2	22,339
		<u>23,592</u>
		<u>20,536</u>

**7.1** These loans represent loans to employees for domestic purposes under the terms of employment. These loans carry mark-up at the rate of 8% per annum.

**7.2** This represents exposure deposit held with the Karachi Stock Exchange Limited under the exposure rules.

	March 31, 2014 (Unaudited)	December 31, 2013 (Audited)
Note	------(Rs. in '000)-----	

**8. INVESTMENTS IN SHARES**

At fair value through profit and loss (held-for-trading) 8.1 29,129 12,976

8.1 At fair value through profit and loss (held-for-trading)

2014	2013		2014	2013
(No. of Shares)			Cost	Market Value
			------(Rs. In '000)-----	
<b>Listed Ordinary Shares</b>				
10,000	-	Allied Bank Limited	886	969
6,000	6,000	Attock Refinery Limited	1,429	1,329
27,500	-	Bank Al Habib Limited	924	1,018
50,000	-	The Bank of Punjab	558	524
17,000	-	Cherat Cement Company Limited	1,215	1,258
-	25,500	D.G Khan Cement Company Limited	-	-
25,000	-	Engro Fertilizer Limited	1,516	1,500
18,500	18,500	Engro Foods Limited	2,106	2,180
-	40,000	Fauji Cement Company Limited	-	-
100,000	-	Faysal Bank Limited	1,379	1,401
7,500	-	Fauji Fertilizer Company Limited	882	831
15,000	-	Habib Metropolitan Bank Limited	416	400
20,000	-	Kohat Cement Company Limited	2,380	2,345
10,000	-	Kot Adu Power Company Limited	649	595
50,000	100,000	Lafarage Pakistan Cement Limited	578	557
-	2,000	Lucky Cement Limited	-	-
3,000	-	Mari Petroleum Limited	654	654
10,000	-	MCB Bank Limited	2,943	2,512
10,000	14,000	Maple Leaf Cement Factory Limited	306	294
15,000	18,500	Nishat Chunian Limited	735	707
10,000	-	Nishat Mills Limited	1,352	1,160
16,000	-	Nishat Power Limited	484	505
8,000	5,000	Oil & Gas Development Company Ltd.	2,179	1,930
4,000	-	Pakistan Oilfield Limited	2,172	2,180
8,000	8,000	Pakistan State Oil Limited	3,320	3,412
3,000	-	Sitara Chemical Industries Limited	888	870
			<u>29,951</u>	<u>29,129</u>
				<u>12,976</u>

**9. CASH AND BANK BALANCES**

Cash with banks:

- Current accounts

- PLS saving accounts

Cash in hand

		85	76
9.1		67,226	95,504
		7	5
		<u>67,318</u>	<u>95,585</u>

9.1 Includes aggregate balance of Rs. 67.127 (2013: Rs. 95.444) million maintained with the holding company.

**10. TRADE AND OTHER PAYABLES**

Due to clients in respect of securities transactions

Deposit from employees against vehicles

Accrued liabilities

Workers' Welfare Fund

Payable against purchase of securities to clearing house

67,920	61,349
368	300
6,738	4,930
439	439
3,730	11,673
<u>79,195</u>	<u>78,691</u>

**11. RELATED PARTY TRANSACTIONS**

The related parties comprise parent company, related group companies, staff retirement funds, directors and key management personnel. Transactions with related parties, other than remuneration and benefits to key management personnel under the terms of their employment are as follows:

**Holding Company**

Brokerage commission	<u>2,330</u>	<u>1,234</u>
Financial charges paid	<u>29</u>	<u>44</u>
Profit on bank accounts	<u>1,627</u>	<u>1,485</u>
Rent paid	<u>630</u>	<u>450</u>
Shares purchased from holding company	<u>30,100</u>	<u>-</u>
Shares sold to holding company	<u>86,480</u>	<u>10,551</u>
<b>Brokerage commission - Directors, key management personnel</b>	<u><b>108</b></u>	<u><b>11</b></u>

11.1 The outstanding balances of related parties are included in their respective notes to these condensed interim financial statements.

**12. DATE OF AUTHORISATION**

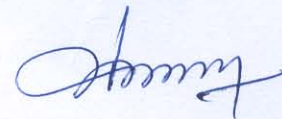
These condensed interim financial statements were authorised for issue in the Board of Directors meeting held on April 14, 2014.

**13. GENERAL**

13.1 Figures have been rounded off to the nearest thousand rupees.



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DIRECTOR