



JS Global Capital Limited

Condensed Interim Financial Information
for the nine months ended September 30, 2017
(Un-audited)

CONDENSED INTERIM FINANCIAL INFORMATION

Contents

Company Information	03
Directors' Report to the Members	04
Condensed Interim Balance Sheet	10
Condensed Interim Profit & Loss Account	12
Condensed Interim Statement of Comprehensive Income	13
Condensed Interim Cash Flow Statement	14
Condensed Interim Statement of Changes in Equity	15
Notes to the Condensed Interim Financial Information	16



Company Information

Board of Directors	Mr. Raja Abdullah Khan Mr. Munir Hassan Taher Mr. Khurshid Hadi Mr. Junaid Imran Mr. Ammar Talib Hajeyah Mr. Abdul Hamid Mihrez Mr. Muhammad Khalil Ur Rehman Mr. Muhammad Kamran Nasir	Chairman Non-Executive Independent Non-Executive Non-Executive Non-Executive Non-Executive Non-Executive Chief Executive Officer
Audit Committee	Mr. Khurshid Hadi Mr. Muhammad Khalil Ur Rehman Mr. Ammar Talib Hajeyah	Chairman
Executive Committee	Mr. Muhammad Kamran Nasir Mr. Munir Hassan Taher Mr. Abdul Hamid Mihrez Mr. Raja Abdullah Khan Mr. Muhammad Khalil Ur Rehman	Chairman
Human Resource & Remuneration Committee	Mr. Raja Abdullah Khan Mr. Muhammad Kamran Nasir Mr. Abdul Hamid Mihrez	Chairman
Chief Financial Officer	Mr. Muhammad Umair Arif	
Company Secretary	Syed Muhammad Tariq Nabeel Jafri	
External Auditor	EY Ford Rhodes Chartered Accountants 5th Floor, Progressive Plaza, Beaumont Road, Karachi.	
Internal Auditor	Deloitte Yousuf Adil Chartered Accountants Cavish Court, A-35, Block 7 & 8, KCHSU, Shahrah-e-Faisal, Karachi.	
Bankers	JS Bank Limited MCB Bank Limited Habib Bank Limited Habib Metropolitan Bank Limited Bank Alfalah Limited United Bank Limited National Bank of Pakistan Askari Bank Limited Faysal Bank Limited Sindh Bank Limited Meezan Bank Limited Summit Bank Limited	
Legal Advisors	Bawaney & Partners, 3rd & 4th Floors, 68-C, Lane-13, Bokhari Commercial Area, Phase - VI, D.H.A, Karachi. Ms. Lubna Saleem Pervez Office no. 409, 4th Floor, Land Mark Plaza, Muhammad Bin Qasim Road, Off. I.I. Chundrigar Road, Karachi.	
Share Registrar	Technology Trade (Pvt) Limited, 241-C, Block-2, P.E.C.H.S., Karachi.	
Registered Office	6th Floor, Faysal House Main Shahr-e-Faisal, Karachi. Telephone: 92-21-111-574-111, Fax: 92-21-32800167 www.jsjcl.com www.jsglobalonline.com	

Directors' Report to the Members

We are pleased to present the unaudited, condensed interim financial information of JS Global Capital Limited ("the Company") for the nine months period and third quarter ended September 30, 2017.

The summarized results are set out below:

	Nine months ended	
	September 30, 2017	September 30, 2016
	----- (Rupees) -----	
Profit before tax	202,720,810	162,164,219
Profit after tax	121,460,491	115,391,656
Earnings per share	3.20	2.71

The Economy

Pakistan's economy has shown mixed trends over the recent past. Some economic indicators have continued to improve such as GDP growth which came in at 5.3% for Fiscal Year 2017 (FY17) as compared to 4.7% in the previous year. Inflation rose marginally with consumer price index (CPI) inflation clocking in at 3.9% in September 2017, an increase from 3.41% from the month before. This was one of the main reasons for the State Bank of Pakistan (SBP) to keep the policy rate unchanged at 5.75% in its September 2017 Monetary Policy Statement (MPS). As per the Federal Board of Revenue, tax collection performance was satisfactory with a provisional collection of Pakistan Rupee (PKR) 765 billion for the first quarter (1QFY17), a revenue growth of 20% year-on-year (YoY).

On the other hand, macroeconomic risks and challenges have increased due to a growing fiscal deficit and an imbalanced current account which looks to overwhelm foreign exchange reserves. The current account deficit continued to grow to USD 2.6 billion during the first two months of Fiscal Year 2018 (2MFY18) with import costs at USD 8.98 billion, an increase of over a 100% during the same period last year (FY17). Foreign exchange reserves continue to decline from an amount of USD 21.3 billion at the beginning of July 2017 to USD 20 billion by the end of September 2017. Despite this imbalance, the PKR has remained stable against the USD though talks of PKR devaluation continue to dominate national headlines.

Equity Capital Markets

Contrary to expectations, the PSX has been on a decline since entering the MSCI Emerging Markets index in May 2017. Most put the blame on the uncertainty in the economic and geopolitical environment. In the third quarter of FY 17 (3QFY17), the KSE-100 index was at a low of 41,207 points (August 31, 2017) and recovered marginally to finish the quarter at 42,240 points (September 29, 2017) (+2.5% MoM or 1,033 points). The recovery in September 2017 can primarily be attributed to value buying by foreign investors who bought USD 28 million worth of equities. Local institutional and other investors however mostly remained on the selling side as they continued to face redemption pressures.

Foreign Exchange, Money and Commodities Markets

During the nine months ended September 30, 2017 (9MFY17), USD/PKR parity opened at 1/104.72 as compared to the same period in FY16 when it opened at 1/104.85, reflecting an approximate appreciation of 0.13%. The USD/PKR closed at 1/105.40 as on September 29, 2017 as compared to the same period in FY16, reflecting the minor depreciation of the PKR by an approximate percentage of 0.75. The key event that took place during the 9MFY17 period was the depreciation in the value of PKR to the tune of 3.1% in a single day - down from 1/104.93 to 1/108.28. Intervention from the finance ministry caused it to appreciate back to 1/106, finally settling at an approximate value of 1/105 - the level it has been trading at until recently.

As per SBP's forecast, CPI inflation remained within the 4.0-5.0% range. SBP also conducted the first GOP Ijarah Sukuk auction since March, 2016 with massive participation from the market of PKR 167 billion. The SBP accepted bids of PKR 71 billion at a rate of 5.24%.

Moreover, the average swaps opened in January for 1 Month (1M), 3 Months (3M) and 6 Months (6M) were at 0.31, 0.76 and 1.52 paisas respectively and hit the bottom at 0.14, 0.46 and 0.95 paisas respectively. From April to June 2017, 1M, 3M and 6M swap's high were 0.29, 0.68 and 1.26 paisas respectively while the low for swaps was at 0.10, 0.48 and 1.02 paisas respectively. In the third quarter from July to September 2017 for 1M, 3M and 6M swap's high remained at 0.44, 0.89 and 1.69 paisas respectively while low for swaps was at 0.24, 0.60 and 1.24 paisas respectively. On an average, swaps showed a declining trend from the 1QFY17 to 2QFY17 while gaining back a few paisas in 3QFY17.

For the fixed income market, FY17 remained relatively manageable as SBP maintained the discount rate at historic low of 5.75% during the year. Due to uncertainty on the political front, the yield curves showed an upward trend during the 3QFY17 with sharp increases in yields, particularly in the longer tenure bonds. Participation in recent PIBs auctions was insufficient, and that too at the higher yields, with the result that the bids in the auction were rejected. However, the T-Bills auction's cut-off yield for 3M, 6M and 12 months (12M) papers remained almost at the same level. Short-term liquidity remained at comfortable level as well as the SBP kept conducting Open Market Operations (OMOs).

During 9MFY17, the Pakistan Mercantile Exchange (PMEX) increased its product lines by adding natural gas and platinum future contracts, which supported the market's trading volume. Unfortunately, the overall trading volumes maintained a downward trajectory due to uncertainty in the geopolitical situation, implementation of OPEC's agreement to cut oil supply and the US Federal Reserve increasing its federal funds rate from 1% to 1.25%. Overall volumes during 9MFY17 posted a decline of 4.5% whereas overall value traded declined by 13.5% during the same period. A brief look into specific contracts is indicative of an increase in crude oil trading (CRUDE10 volumes were up 12% YoY during 9MFY17), and a decrease in precious metals contracts especially yellow metal (GO10OZ down 25% YoY). Going forward, the situation should improve as other than the tense geopolitical environment, fundamentals remain strong and hint towards improvements in global activity.

Company Performance Review

The Company earned net income of PKR 121.5 million for the nine months ended September 30, 2017 vis-à-vis net income of PKR 115.4 million in the corresponding period last year, showing an increase of 5.3% over the same period. Operating revenue of the Company increased by 41% over the same period last year on the back of an increase in brokerage income by hefty 45% YoY.

Despite ongoing market-related challenges and the country's political and economic conditions, the Company is focused on maintaining its growth momentum in the long run. Management is acutely monitoring its resources to reap the maximum benefits for its shareholders. This involves optimizing revenue generation from treasury management, core brokerage and fee-based operations whilst at the same time rationalizing our cost base.

ACKNOWLEDGEMENT

We express our sincerest appreciation to our employees for their dedication and hard work and to our clients, business partners and shareholders for their support and confidence.

We would like to acknowledge the Securities and Exchange Commission of Pakistan (SECP), Pakistan Stock Exchange Limited (PSX), Central Depository Company of Pakistan Limited (CDC) and National Clearing Company of Pakistan Limited (NCCPL) for their efforts to strengthen capital markets and measures to protect investor rights.

For and on behalf of the
Board of Directors

Karachi: October 22, 2017

Junaid Imran
Director

Muhammad Kamran Nasir
Chief Executive Officer

 JS Global

کمپنی کی کارکردگی کا جائزہ

کمپنی نے 30 ستمبر 2017 کو ختم ہونے والے نو ماہ کیلئے 121.5 ملین پاکستانی روپے کی خالص آمدنی حاصل کی جب کہ گزشتہ سال اسی مدت میں 115.4 ملین پاکستانی روپے کی آمدنی حاصل کی جو مذکورہ مدت کے لئے 5.3 فیصد کا اضافہ ظاہر کرتی ہے۔ گزشتہ سال اسی مدت کی نسبت کمپنی کے آپریٹنگ ریونیو میں 41 فیصد کا اضافہ ہوا، خالص آمدنی میں اضافہ کی اہم وجہ بروکریج انکم میں 45 فیصد اضافہ ہے۔

لہذا مذکورہ بالا مارکیٹ سے متعلق جاری چیلنجز اور ملک کے سیاسی اور معاشی حالات کے باوجود کمپنی کی توجہ اپنی طویل المدتی ترقی کو برقرار رکھنے پر مرکوز ہے۔ انتظامیہ سختی سے اپنے وسائل کی بخوبی نگرانی کر رہی ہے تاکہ اپنے حصص یافتگان کو زیادہ سے زیادہ فوائد حاصل ہو سکیں، اس میں ٹریڈری، بروکریج اور فیس کی بنیاد پر آپریشنز اور ٹریڈری مینجمنٹ سے متعلق انتظام شامل ہیں۔

تلیات

ہم اپنے کلائنٹس، بزنس پارٹنرز اور حصص یافتگان کی حمایت اور اعتماد پر ان کے تہہ دل سے مشکور ہیں بورڈ اس موقع پر JS گلوبل کیپٹل لمیٹڈ کے ملازمین کی انتھک جدوجہد کو خلوص دل سے سراہتے ہیں۔

ہم سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP)، پاکستان اسٹاک ایکسچینج لمیٹڈ (PSX)، سینٹرل ڈیپازٹری کمپنی آف پاکستان لمیٹڈ (CDC) اور نیشنل کلیئرنگ کمپنی آف پاکستان لمیٹڈ (NCCPL) کی انتظامیہ کی بھی کیپٹل مارکیٹ مستحکم کرنے اور سرمایہ کاران کے حقوق کے تحفظ کے لئے اٹھائے گئے اقدامات کو سراہتے ہیں۔

کراچی: 22 اکتوبر، 2017

منجانب بورڈ آف ڈائریکٹرز

محمد کامران ناصر
چیف ایگزیکٹو آفیسر

جنید عمران
ڈائریکٹر

فاریکس، مینی اور کموڈیٹی مارکیٹ کا جائزہ

سال 2017 کے نو ماہ کے دوران پاکستانی روپے کی قدر میں 0.13 فیصد سے بہتری رہی، امریکی ڈالر / پاکستانی روپے کے درمیان ایکسچینج ریٹ کا آغاز 1/104.72 کے ساتھ ہوا، جو کہ گذشتہ سال اسی مدت میں 1/104.85 تھا۔ ستمبر کے مہینے کے اختتام پر امریکی ڈالر کا شرح تبادلہ 1/105.40 رہا جبکہ 2016 کے اسی ماہ کے اختتام میں مقابلہ 0.75 کی معمولی کمی کی عکاسی کرتا ہے۔ ستمبر 2017 کو ختم ہونے والے نو ماہ کے عرصہ کے دوران جواہم واقعہ پیش آیا وہ ایک ہی دن میں پاکستانی روپیہ کی قدر میں 3.1 فیصد کمی ہوئی یعنی پاکستانی روپیہ بولیس ڈالر کے مقابلے میں 1/104.93 سے 1/108.28 تک یکدم نیچے آیا۔ وزارت مالیات کی مداخلت کی وجہ سے اسے واپس 1/106 کی سطح پر لایا گیا، جسکی تجارت اب تک تقریباً 1/105 کی سطح پر ہو رہی ہے۔

اسٹیٹ بینک آف پاکستان کی پیشن گوئی کے مطابق، افراط زر 4.0 سے 5.0 فیصد کی حد میں رہے گا۔ سال 2017 کو فکسڈ انکم مارکیٹ کے لئے بہتر طور پر بندوبست کیا گیا ہے۔ اسٹیٹ بینک آف پاکستان نے مارچ 2016 کے بعد پہلی دفعہ GOP اجارہ سکوک کی نیلامی کی جس کے نتیجے میں مارکیٹ سے 167 بلین روپے کی کثیر شمولیت جمع ہوئی۔ اسٹیٹ بینک آف پاکستان نے 5.24 فیصد کی شرح پر 71 بلین پاکستانی روپے کی بولی منظور کی۔

مزید برآں یہ کہ جنوری میں ایک ماہ، تین ماہ اور چھ ماہ کے لئے اوسطاً سودے 0.31، 0.76 اور 1.52 پیسے پر کھلے تھے اور 0.14، 0.46 اور 0.95 تک بالترتیب نیچے آئے۔ اپریل سے جون 2017 تک کے دوران ایک ماہ، تین ماہ اور چھ ماہ کے اوسطاً سودوں کی بلند ترین سطح 0.29، 0.68 اور 1.26 رہی جبکہ کم ترین سطح 0.10، 0.48 اور 1.02 بالترتیب رہے۔ جولائی سے ستمبر 2017 کے دوران، ایک ماہ، تین ماہ اور چھ ماہ کے اوسطاً سودوں کی بلند ترین سطح 0.44، 0.89 اور 1.69 رہی جبکہ کم ترین سطح 0.24، 0.60 اور 1.24 بالترتیب رہے۔ اوسطاً، پہلی سہ ماہی سے دوسری سہ ماہی 2017 کے درمیان سودوں کے پوائنٹس نے گرنے کا رجحان ظاہر کیا جبکہ تیسری سہ ماہی 2017 میں کچھ پیسوں کی واپسی ہوئی۔

فکسڈ انکم مارکیٹ، مالی سال 2017 میں اسٹیٹ بینک آف پاکستان کی جانب سے سال کے دوران کم ترین شرح سود یعنی 5.75 فیصد کی تاریخی رعایت برقرار رکھنے کی وجہ سے نسبتاً قابو میں رہی۔ مالی سال 2017 کی تیسری سہ ماہی میں سیاسی صورتحال میں کشمکش کی وجہ سے پیداوار میں تیزی سے اضافے کے ساتھ کی کے رجحان میں اضافہ دیکھنے میں آیا، خاص طور پر طویل المدتی معاہدوں میں۔ اعلیٰ پیداوار کے باوجود PIBs کی حالیہ نیلامیوں میں شمولیت ناکافی تھی، جس کا نتیجہ یہ ہوا کہ نیلامی میں دی گئی بولیاں مسٹر دکردی گئیں۔ تاہم، ٹی۔ بلز نیلامی کے حاصل کردہ 3 ماہ، 6 ماہ اور 12 ماہ کے کاغذات تقریباً ایک ہی سطح پر رکے۔ مختصر المدتی لیکویڈیٹی پرسکون سطح پر رہی اسکے ساتھ ساتھ اسٹیٹ بینک آف پاکستان نے اوپن مارکیٹ آپریشنز کا انعقاد کئے رکھا۔

مالی سال 2017 کے نو ماہ کے دوران، پاکستان مرکٹنائل ایکسچینج نے اپنی مصنوعات میں قدرتی گیس اور پلاٹینم کے مستقبل کے معاہدوں کا اضافہ کیا، جس کی وجہ سے مارکیٹ کے تجارتی حجم میں معاونت ہوئی۔ بدقسمتی سے، جغرافیائی صورتحال میں غیر یقینی، OPEC کی جانب سے بندش برائے فراہمی تیل کے معاہدے پر عملدرآمد اور بولیس فیڈرل ریزرو کی جانب سے اسکے فیڈرل فنڈز ریٹ میں 1 فیصد سے 1.25 فیصد تک بڑھانے کی بناء پر مجموعی تجارتی حجم گراوٹ کی جانب مبذول رہا۔ مالی سال 2017 کے نو ماہ کے دوران مجموعی حجم میں 4.5 فیصد کمی پوسٹ ہوئی جبکہ اسی مدت میں مجموعی ویلیو میں 13.5 فیصد تک تجارتی کمی ہوئی۔ مخصوص معاہدوں پر باریک بینی سے جائزہ کروڈ آئل کی تجارت میں (مالی سال 2017 کے نو ماہ کے دوران CRUDE 1Q کے حجم میں 12 فیصد سال بہ سال) اضافہ اور قیمتی دھاتوں کے معاہدوں خاص طور پر پہلی دھات GO 100Z میں 25 فیصد سال بہ سال (میں کمی کی جانب اشارہ کرتا ہے۔ آگے چل کر صورت حال خراب جغرافیائی ماحول کے علاوہ فنڈ مینٹلر مستحکم ہیں اور عالمی سرگرمیوں میں فروغ کی علامت ہیں۔

ڈائریکٹرز رپورٹ برائے ممبران

JS گلوبل کمپنیل لمیٹڈ کے بورڈ آف ڈائریکٹرز کی جانب سے کمپنی کے مورخہ 30 ستمبر 2017 کو ختم ہونے والے نو ماہی مدت کے غیر آڈٹ شدہ جامع عبوری مالیاتی حسابات پیش کرتے ہوئے مسرت محسوس کر رہے ہیں۔

نتائج کا خلاصہ مندرجہ ذیل ہیں:

اختتام نو ماہی	اختتام نو ماہی
30 ستمبر 2016	30 ستمبر 2017
روپے	روپے
162,164,219	202,720,810
115,391,656	121,460,491
2.71	3.20

منافع قبل از ٹیکس

منافع بعد از ٹیکس

فی حصص منافع

معاشی جائزہ

ماضی قریب میں پاکستان کی معیشت میں ملا جلا رجحان دیکھنے میں آیا ہے۔ کچھ معاشی اشارے بہتری کی جانب گامزن ہیں جیسا کہ گذشتہ سال 4.7 فیصد کی نسبت مالی سال 2017 میں جی ڈی پی میں 5.3 فیصد اضافہ ہوا۔ ستمبر 2017 میں افراط زر میں اضافہ دیکھا گیا جو CPI پر 3.9 فیصد رہا جبکہ پچھلے ماہ پر 3.41 فیصد تھا۔ اسٹیٹ بینک آف پاکستان (ایس بی پی) کی ستمبر 2017 کی مانیٹری پالیسی اسٹیٹمنٹ میں پالیسی ریٹ کو 5.75 فیصد سے تبدیل نہ کرنے کی ایک بڑی وجہ افراط زر میں اضافتی۔ فیڈرل بورڈ آف ریونیو کے مطابق، مجموعی طور پر عبوری ٹیکس وصولی کی کارکردگی برائے پہلی سہ ماہی مالی سال 2017 کیلئے 765 بلین پاکستانی روپے کیساتھ اطمینان بخش تھی، جو کہ آمدنی میں 20 فیصد سال بہ سال اضافہ ہے۔

دوسری جانب، مالیاتی خسارہ اور کرنٹ اکاؤنٹ میں عدم توازن کی وجہ سے میکرو اکنامک میں خطرات اور چیلنجز بڑھ گئے ہیں جسکی وجہ سے غیر ملکی زرمبادلہ کے ذخائر مغلوب ہوتے نظر آتے ہیں۔ مالی سال 2018 کے پہلے دو ماہ میں کرنٹ اکاؤنٹ خسارہ بڑھ کر 2.6 بلین امریکی ڈالر ہو گیا جسکی اہم وجہ درآمدات کی لاگت 8.98 بلین امریکی ڈالر ہے جو پچھلے سال کے مقابلے میں 100 فیصد کا اضافہ دکھاتی ہے۔ غیر ملکی زرمبادلہ کے ذخائر میں جولائی 2017 کے شروع میں 21.3 بلین ڈالر سے ستمبر 2017 کے آخر تک 20.0 بلین ڈالر کی رہ گئی۔ اس عدم توازن اور قومی سطح پر روپے کی قدر میں کمی کی افواہوں کے باوجود پاکستانی روپیہ امریکی ڈالر کے برخلاف مستحکم رہا۔

ایکٹیوٹی کمپنیل مارکیٹ کا جائزہ

توقعات کے برعکس، پاکستان اسٹاک ایکسچینج مئی 2017 میں ایم ایس سی آئی ایمرجنگ مارکیٹ انڈیکس میں داخل ہونے کے بعد سے ابھی تک زوال پذیر ہے۔ جسکی ذمہ داری زیادہ تر معاشی اور جغرافیائی ماحول میں غیر یقینی صورتحال پر ڈالی جا رہی ہے۔ مالی سال 2017 کی تیسری سہ ماہی میں KSE-100 انڈیکس 29 ستمبر 2017 کو 42,240 پوائنٹس کی بحالی کے ساتھ بند ہوئی جو کہ (31 اگست 2017) کو 41,207 پوائنٹس کی کم تر سطح پر تھی۔ ستمبر 2017 میں ہونے والی ریکوری کو غیر ملکی سرمایہ کاروں کی جانب سے کی گئی قیمت خرید سے منسوب کیا جاسکتا ہے جنہوں نے 28 بلین امریکی ڈالر کی خریداری کی۔ تاہم مقامی اداروں اور دیگر سرمایہ کاروں نے زیادہ تر توجہ فروخت پر مرکوز رکھی۔ چونکہ وہ مسلسل ریڈمشن کے دباؤ کا سامنا کر رہے تھے۔

FINANCIAL INFORMATION

Condensed Interim Balance Sheet

As at September 30, 2017

		September 30, 2017 (Un-audited)	December 31, 2016 (Audited)
Note		(Rupees)	
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised: 150,000,000 (December 31, 2016: 150,000,000) ordinary shares of Rs.10 each			
		<u>1,500,000,000</u>	<u>1,500,000,000</u>
Issued, subscribed and paid-up share capital	5	380,070,000	380,070,000
Share premium		1,810,104,900	1,810,104,900
Unrealised gain on revaluation of available-for-sale investments - net		27,635,814	66,427,871
Unappropriated profit		420,360,679	298,900,188
		<u>2,638,171,393</u>	<u>2,555,502,959</u>
LIABILITIES			
Current liabilities			
Creditors, accrued expenses and other liabilities	6	1,132,806,211	1,902,713,070
Borrowings	7	992,282,678	-
		<u>2,125,088,889</u>	<u>1,902,713,070</u>
		<u>4,763,260,282</u>	<u>4,458,216,029</u>

Contingencies and commitments 8

The annexed notes 1 to 28 form an integral part of this condensed interim financial information.

Raja Abdullah Khan
Chairman

Muhammad Kamran Nasir
Chief Executive Officer

Muhammad Umair Arif
Chief Financial Officer

JS Global

Condensed Interim Balance Sheet

As at September 30, 2017

		September 30, 2017 (Un-audited)	December 31, 2016 (Audited)
ASSETS	Note	----- (Rupees) -----	
Non-current assets			
Property and equipment	9	61,943,092	65,654,048
Intangible assets	10	8,893,646	10,741,528
Long term investments	11	50,205,298	60,591,631
Long term loans, advances and deposits		27,793,641	20,263,856
Deferred taxation-net	12	125,197,794	103,493,340
		274,033,471	260,744,403
Current assets			
Short-term investments	13	858,804,197	819,719,863
Trade debts	14	285,878,424	922,947,253
Receivable against margin finance		486,343,310	855,461,209
Loans and advances		24,987,675	15,120,487
Deposits and short-term prepayments		141,065,096	461,936,638
Interest and mark-up accrued	15	20,308,543	17,284,195
Other receivables		28,233,523	9,999,646
Advance tax		75,846,913	47,250,952
Cash and bank balances	16	2,567,759,130	1,047,751,383
		4,489,226,811	4,197,471,626
		4,763,260,282	4,458,216,029

The annexed notes 1 to 28 form an integral part of this condensed interim financial information.

Raja Abdullah Khan
Chairman

Muhammad Kamran Nasir
Chief Executive Officer

Muhammad Umair Arif
Chief Financial Officer

JS Global

Condensed Interim Profit & Loss Account (Un-audited)

For the nine months ended September 30, 2017

	Note	Nine months ended		Three months ended	
		September 30, 2017	September 30, 2016	September 30, 2017	September 30, 2016
		------(Rupees)-----		------(Rupees)-----	
Operating revenue	17	445,597,022	315,819,173	101,364,728	123,264,975
Capital gain on sale of investments	18	76,550,153	20,792,624	11,453,832	13,586,999
Dividend income		39,324,493	46,047,322	16,284,300	10,123,444
Margin finance income		72,160,168	65,138,709	18,341,211	27,667,648
Unrealised loss on remeasurement of investments at fair value through profit or loss - net		(8,995,718)	(544,918)	954,925	18,661,551
		<u>624,636,118</u>	<u>447,252,910</u>	<u>148,398,996</u>	<u>193,304,617</u>
Administrative and operating expenses		<u>(475,842,675)</u>	<u>(348,282,362)</u>	<u>(145,902,914)</u>	<u>(131,247,959)</u>
		<u>148,793,443</u>	<u>98,970,548</u>	<u>2,496,082</u>	<u>62,056,658</u>
Other operating income / (loss) - net	19	<u>102,205,602</u>	<u>66,973,669</u>	<u>47,784,664</u>	<u>(2,575,871)</u>
		<u>250,999,045</u>	<u>165,944,217</u>	<u>50,280,746</u>	<u>59,480,787</u>
Provision for Workers' Welfare Fund		(3,589,901)	(3,309,474)	(11,346)	(1,185,157)
Finance cost		(44,688,334)	(470,524)	(19,662,213)	(289,239)
Profit before taxation		<u>202,720,810</u>	<u>162,164,219</u>	<u>30,607,187</u>	<u>58,006,391</u>
Taxation - current	20	(65,262,334)	(47,502,092)	(26,308,413)	(17,730,408)
- Prior		(17,925,528)	-	-	-
- deferred		1,927,543	729,529	508,840	13,562
		<u>(81,260,319)</u>	<u>(46,772,563)</u>	<u>(25,799,573)</u>	<u>(17,716,846)</u>
Profit after taxation		<u>121,460,491</u>	<u>115,391,656</u>	<u>4,807,614</u>	<u>40,289,545</u>
Earnings per share - basic and diluted	21	<u>3.20</u>	<u>2.71</u>	<u>0.13</u>	<u>1.06</u>

The annexed notes 1 to 28 form an integral part of this condensed interim financial information.

Raja Abdullah Khan
Chairman

Muhammad Kamran Nasir
Chief Executive Officer

Muhammad Umair Arif
Chief Financial Officer

 **JS Global**

Condensed Interim Statement of Comprehensive Income (Un-audited) For the nine months ended September 30, 2017

	Nine months ended		Three months ended	
	September 30, 2017	September 30, 2016	September 30, 2017	September 30, 2016
	------(Rupees)-----		------(Rupees)-----	
Profit for the period	121,460,491	115,391,656	4,807,614	40,289,545
Other comprehensive income				
Items that will not be reclassified to profit and loss account subsequently	-	-	-	-
Items that may be reclassified to profit and loss account subsequently				
Unrealised gain / (loss) on revaluation of available-for-sale investments during the period	(7,138,922)	8,379,162	(7,908,541)	9,199,187
Less: related tax	491,400	(1,256,873)	491,400	(1,379,878)
	(6,647,522)	7,122,289	(7,417,141)	7,819,309
Reclassification adjustments relating to available-for-sale investments disposed of during the period	(51,430,046)	-	-	-
Less: related tax	19,285,511	-	-	-
	(32,144,535)	-	-	-
Total comprehensive income for the period	82,668,434	122,513,945	(2,609,527)	48,108,854

The annexed notes 1 to 28 form an integral part of this condensed interim financial information.

Raja Abdullah Khan
Chairman

Muhammad Kamran Nasir
Chief Executive Officer

Muhammad Umair Arif
Chief Financial Officer

 **JS Global**

Condensed Interim Cash Flow Statement

For the nine months ended September 30, 2017

	Nine months ended	
	September 30, 2017	September 30, 2016
	----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	202,720,810	162,164,219
Adjustments for:		
Depreciation	18,546,870	16,360,098
Amortization of intangible assets	1,930,355	3,087,392
Gain on sale of property and equipment	(124,378)	(2,793,050)
Unrealised loss / (gain) on remeasurement of investments at fair value through profit or loss - net	1,111,100	(866,017)
Provision for Workers' Welfare Fund	3,589,901	3,309,474
Finance cost	44,688,334	470,524
	69,742,182	19,568,421
Cash generated from operating activities before working capital changes	272,462,992	181,732,640
Increase/decrease in current assets		
Trade debts	637,068,829	(472,160,505)
Receivable against margin finance	369,117,899	(422,684,549)
Loans and advances	(9,867,188)	3,465,828
Deposits and short-term prepayments	320,871,542	(223,843,039)
Interest and mark-up accrued	(3,024,348)	12,161,020
Other receivables	(18,233,877)	1,333,381
	1,295,932,857	(1,101,727,864)
Increase/decrease in current liabilities		
Creditors, accrued expenses and other liabilities	(773,502,402)	752,224,655
Cash generated from operations	794,893,447	(167,770,569)
Finance cost paid	(14,861,947)	(470,524)
Taxes paid	(111,783,823)	(77,732,621)
Net cash generated / (used in) from operating activities	668,247,677	(245,973,714)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(14,950,736)	(26,071,033)
Proceeds from disposal of property and equipment	239,200	5,038,973
Long-term loans, advances and deposits	(7,529,785)	(3,172,460)
Addition to intangible assets	(82,473)	(200,000)
Short-term investments - net	(88,378,069)	331,151,238
Net cash used in investing activities	(110,701,863)	306,746,718
CASH FLOWS FROM FINANCING ACTIVITIES		
Buy back of shares	-	(551,678,000)
Proceeds from issuance of commercial paper	962,456,291	-
Dividend adjustment / paid	5,642	(6,113)
Net cash generated from / (used in) financing activities	962,461,933	(551,684,113)
Increase / (decrease) in cash and cash equivalents during the period	1,520,007,747	(490,911,109)
Cash and cash equivalents at the beginning of the period	1,047,751,383	1,480,125,758
Cash and cash equivalents at the end of the period	2,567,759,130	989,214,649

The annexed notes 1 to 28 form an integral part of this condensed interim financial information.

Raja Abdullah Khan
Chairman

Muhammad Kamran Nasir
Chief Executive Officer

Muhammad Umair Arif
Chief Financial Officer

JS Global

Condensed Interim Statement of Changes in Equity (Un-audited)

	Issued, subscribed and paid-up share capital	Share premium	Unrealised gain on revaluation of available-for- sale investments - net	Reserves Revenue Reserve Unappropriated profit	Sub-total	Total
				(Rupees)		
Balance as at January 01, 2016	500,000,000	1,810,104,900	15,619,607	559,612,692	2,385,337,199	2,885,337,199
Total comprehensive income for the period						
Profit for the nine months ended September 30, 2016	-	-	-	115,391,656	115,391,656	115,391,656
Other comprehensive income - net of tax	-	-	7,122,289	-	7,122,289	7,122,289
Total comprehensive income for the period	-	-	7,122,289	115,391,656	122,513,945	122,513,945
Transactions with owners recognised directly in equity						
Buy back of 11,993,000 shares having face value of Rs.10 each @ price of Rs.46 each	(119,930,000)	-	-	-	-	(119,930,000)
Amount paid in excess of face value of 11,993,000 shares	-	-	-	(431,748,000)	(431,748,000)	(431,748,000)
Balance as at September 30, 2016	380,070,000	1,810,104,900	22,741,896	243,256,348	2,076,103,144	2,456,173,144
Total comprehensive income for the period						
Profit for the three months ended December 31, 2016	-	-	-	55,643,840	55,643,840	55,643,840
Other comprehensive income - net of tax	-	-	43,685,975	-	43,685,975	43,685,975
Total comprehensive income for the period	-	-	43,685,975	55,643,840	99,329,815	99,329,815
Balance as at December 31, 2016	380,070,000	1,810,104,900	66,427,871	298,900,188	2,175,432,959	2,555,502,959
Total comprehensive income for the period						
Profit for the nine months ended September 30, 2017	-	-	-	121,460,491	121,460,491	121,460,491
Other comprehensive income - net of tax	-	-	(38,792,057)	-	(38,792,057)	(38,792,057)
Total comprehensive income for the period	-	-	(38,792,057)	121,460,491	82,668,434	82,668,434
Balance as at September 30, 2017	380,070,000	1,810,104,900	27,635,814	420,360,679	2,258,101,393	2,638,171,393

The annexed notes 1 to 28 form an integral part of this condensed interim financial information.

Raja Abdullah Khan
Chairman

Muhammad Kamran Nasir
Chief Executive Officer

Muhammad Umair Arif
Chief Financial Officer



Notes to the Condensed Interim Financial Information (Un-audited) For the nine months ended September 30, 2017

1. STATUS AND NATURE OF BUSINESS

JS Global Capital Limited (the Company) was incorporated as a private limited company on June 28, 2000. However, the Company commenced its operations in May 2003 and name of the Company was changed from JSCL Direct (Private) Limited to Jahangir Siddiqui Capital Markets (Private) Limited. Subsequently, the Company was converted into a public unquoted company and the holding company Jahangir Siddiqui and Company Limited (JSCL) offered its 25% shareholding to the general public for subscription in December 2004 and the Company obtained listing on Karachi Stock Exchange Limited and Islamabad Stock Exchange Limited on February 07, 2005. During 2006-07, the Company issued 10,009,700 shares to Global Investment House K.S.C.C Kuwait, (Global). The shares were issued to Global without offering right shares on the basis of a special resolution passed on July 11, 2006. The Securities and Exchange Commission of Pakistan vide its letter no. EMD/CI/49/2006-458 dated July 19, 2006 gave its in-principle approval to the scheme. The Company has twelve branches in nine cities of Pakistan.

During the year 2012, JS Bank Limited (the Bank), a subsidiary of JSCL, acquired 25,525,169 shares of the Company from JSCL and other shareholders against issuance of 185,321,537 shares in lieu thereof. As a result, the principal ownership of the Company was transferred to the Bank. Presently, the Company is subsidiary of JS Bank Limited, which is a subsidiary of JSCL, the ultimate parent of the Company.

The Company is a Trading Right Entitlement Certificate (TREC) holder of Pakistan Stock Exchange Limited (PSX) and member of Pakistan Mercantile Exchange Limited (PMEX). The principal activities of the Company are share brokerage, money market brokerage, forex brokerage, commodity brokerage, advisory, underwriting and book running and consultancy Services. Other activities include investment in a mix of listed and unlisted equity and debt securities and reverse repurchase transactions. The registered office of the Company is situated at 6th floor, Faysal House, Shahra-e-Faisal, Karachi, Pakistan.

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 This condensed interim financial information has been prepared in accordance with the requirements of the International Accounting Standard 34 - 'Interim Financial Reporting' and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 have been followed.

2.1.2 The disclosures in this condensed interim financial information do not include the information reported for full annual financial statements and should therefore be read in conjunction with financial statements for the year ended December 31, 2016.

2.1.3 This condensed interim financial information is being submitted to the shareholders as required by the Listing Regulations of Pakistan Stock Exchange and Section 245 of the Companies Ordinance, 1984.

2.1.4 This condensed interim financial information is presented in Pak Rupees, which is the functional and presentation currency of the Company and rounded off to the nearest rupee.

2.2 Use of estimates and judgments

The preparation of condensed interim financial information requires the Company to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. The significant judgments made by the Company in applying accounting policies and the key sources of estimating uncertainty are the same as those that applied to financial statements as at and for the year ended December 31, 2016.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information are same as those applied in the preparation of the financial statements of the Company for the year ended December 31, 2016 other than those disclosed below:

New / Revised Standards, Interpretations and Amendments

The Company has adopted the following standards and amendment to IFRSs which became effective for the current period:

Standard or Interpretation

IAS 7 Statement of Cash Flows - Disclosure Initiative - (Amendment)

IAS 12 Income Taxes – Recognition of Deferred Tax Assets for Unrealized losses (Amendments)

The adoption of the above amendment to accounting standards did not have any effect on the condensed interim financial information.

4. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended December 31, 2016.

5. ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL

September 30, 2017 (Un-audited)	December 31, 2016 (Audited)		September 30, 2017 (Un-audited)	December 31, 2016 (Audited)
Number of shares			----- (Rupees) -----	
20,009,700	20,009,700	Ordinary shares of Rs. 10 each fully paid in cash	200,097,000	200,097,000
29,990,300	29,990,300	Ordinary shares of Rs. 10 each issued as fully paid bonus shares	299,903,000	299,903,000
(11,993,000)	(11,993,000)	Buy back of 11,993,000 shares having face value of Rs. 10 each	(119,930,000)	(119,930,000)
38,007,000	38,007,000		380,070,000	380,070,000

5.1 Pattern of shareholding

September 30, 2017	December 31, 2016		September 30, 2017	December 31, 2016
Number of shares		Particulars / name of the shareholders	Percentage of holding	
25,525,169	25,525,169	JS Bank Limited	67.16%	67.16%
10,166,832	10,166,832	Global Investment House, Kuwait	26.75%	26.75%
1,739,823	1,721,223	Individuals	4.58%	4.53%
340,323	340,323	Insurance Company	0.90%	0.90%
234,853	253,453	Joint Stock Companies	0.61%	0.66%
38,007,000	38,007,000		100.00%	100.00%

6. CREDITORS, ACCRUED EXPENSES AND OTHER LIABILITIES

		September 30, 2017 (Un-audited)	December 31, 2016 (Audited)
	Note	(Rupees)	
Trade creditors		958,849,316	1,739,633,582
Accrued expenses		61,117,105	48,474,628
Provision for staff bonus		39,880,733	31,614,750
Unclaimed dividend		3,431,627	3,425,985
Provision for Workers' Welfare Fund	6.1	36,241,459	32,651,558
Unrealised loss on revaluation of future equity transactions		-	14,172,626
Others		33,285,971	32,739,941
		<u>1,132,806,211</u>	<u>1,902,713,070</u>

6.1 Provision for Workers' Welfare Fund (WWF)

There is no change in the status of Federal WWF and Sindh WWF as reported in note 5.3 to the annual audited financial statements of the Company for the year ended December 31, 2016.

7. BORROWINGS

		September 30, 2017 (Un-audited)	December 31, 2016 (Audited)
	Note	(Rupees)	
Commercial paper	7.1	992,282,678	-
Short-term running finance	7.2	-	-
		<u>992,282,678</u>	<u>-</u>

7.1 Commercial paper

During the period, the Company has issued short-term, unsecured, unlisted and rated Commercial Paper in the form of promissory notes with a face value of Rs.1,000 million (inclusive of greenshoe option of Rs.300 million) with a tenor of six months and carrying profit rate of six months KIBOR plus 175 bps. Commercial paper will be redeemed at face value and will be matured on November 07, 2017.

7.2 Short-term running finance

During the period, the Company has obtained short-term running finance facilities from two commercial banks, to meet exposure and working capital requirements, amounting to Rs.2,300 million out of which Rs.800 million from JS Bank (a related party) and Rs.1,500 million from another commercial bank. These carry markup at the rate of three months KIBOR plus 300 bps and one month KIBOR plus 300 bps respectively. Facility from a related party bank is secured against first exclusive charge over current assets of the Company and is due to expire on April 30, 2018 with markup payable in quarterly instalments, however, there is no outstanding running finance liability balance against the facility at the period end. The facility from another commercial bank is secured against ranking hypothecation charge over present and future current assets of the Company and has expired on June 30, 2017.

8. CONTINGENCIES AND COMMITMENTS

8.1 Contingencies

There were no outstanding contingencies as at September 30, 2017 (December 31, 2016: Nil) other than tax contingencies as disclosed in note 20 of this condensed interim financial information.

8.2 Commitments

Net - future sale transactions of equity securities entered into by the Company in respect of which the settlement is outstanding
Bank Guarantee from a commercial bank in favor of National Clearing Company of Pakistan Limited expiring on May 31, 2018

	September 30, 2017 (Un-audited)	December 31, 2016 (Audited)
	(Rupees)	
	<u>823,083,010</u>	<u>750,928,880</u>
	<u>400,000,000</u>	<u>-</u>

		September 30, 2017 (Un-audited) (Rupees)	December 31, 2016 (Audited)
9. PROPERTY AND EQUIPMENT	Note		
Book value at the beginning of the year		65,654,048	59,901,526
Cost of additions during the period / year	9.1	14,950,736	29,903,458
Book value of deletions during the period / year	9.2	(114,822)	(2,245,924)
Depreciation charge for the period / year		(18,546,870)	(21,905,012)
Book value at the end of the period / year		61,943,092	65,654,048

9.1 Cost of additions during the period / year

Office equipment	8,999,495	12,229,897
Office furniture	5,951,241	4,393,500
Motor vehicles	-	13,280,061
	14,950,736	29,903,458

9.2 Book value of deletions during the period / year

Office equipment	(114,822)	(36,220)
Motor vehicles	-	(2,209,704)
	(114,822)	(2,245,924)

10. INTANGIBLE ASSETS

Trading Right Entitlement Certificate (TREC) - Pakistan Stock Exchange Limited	10.1	5,727,330	5,727,330
Membership card - Pakistan Mercantile Exchange Limited		2,500,000	2,500,000
		8,227,330	8,227,330
Softwares		666,316	2,514,198
		8,893,646	10,741,528

10.1 This represents Trading Right Entitlement Certificate (TREC) received from Pakistan Stock Exchange Limited (PSX) in accordance with the requirements of the Stock Exchanges (Corporatisation, Demutualisation and Integration) Act, 2012 (The Act). The Company has also received shares of PSX after completion of the demutualisation process. Refer note 11.1 for more detail.

11. LONG-TERM INVESTMENT

		September 30, 2017 (Un-audited) (Rupees)	December 31, 2016 (Audited)
Available-for-sale	Note		
Shares in PSX - Cost		23,060,884	15,272,670
Surplus on revaluation on shares in PSX		27,144,414	85,713,382
		50,205,298	100,986,052
Current maturity shown under current assets		-	(40,394,421)
	11.1	50,205,298	60,591,631

11.1 In March 2017, the Company disposed-off 1,602,953 shares (i.e. 40% stake), under the Share Purchase Agreement (SPA), at a price of Rs.25.20 per share. The original price was Rs.28 per share from which there was a retention of 10% (i.e. Rs.2.8 per share).

Furthermore, in June, PSX offered Initial Public Offering (IPO) in which the Company disposed off additional 801,477 shares (i.e. 20% stake) at a price of Rs.28 per share.

On June 23, 2017 SECP approved PSX's application for listing and thereafter, the shares were successfully listed on June 29, 2017. Accordingly, the remaining 1,602,953 shares (i.e. 40% stake) and the additional 600,000 shares bought on July 17, 2017 are valued at market price prevailing as at September 29, 2017.

		September 30, 2017 (Un-audited)	December 31, 2016 (Audited)
		(Rupees)	
12. DEFERRED TAXATION - NET	Note		
Taxable temporary difference			
Revaluation of investments		658,065	(19,185,011)
Deductible temporary differences			
Accelerated depreciation for tax purposes		3,525,082	1,645,034
Difference in accounting and tax base of intangible assets		19,251	37,921
Provision for doubtful debts		120,995,396	120,995,396
		124,539,729	122,678,351
		125,197,794	103,493,340

13. SHORT-TERM INVESTMENTS

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

Quoted equity securities	13.1	837,312,635	746,234,904
Term finance certificates and sukuk certificates	13.2	21,491,562	33,090,538
		858,804,197	779,325,442

Available-for-sale

Equity securities - shares in PSX	11.1	-	40,394,421
Privately placed term finance certificates - unsecured	13.3	-	-
		-	40,394,421

858,804,197 **819,719,863**

13.1 Quoted Equity Securities

Quoted Equity Securities			September 30, 2017	December 31, 2016	
Number of shares		Name of Company	(Un-audited)	(Audited)	
September 30, 2017	December 31, 2016		Average Cost	Fair Value	
			(Rupees)		
45,000	2,224,000	The Bank of Punjab	417,780	445,500	39,253,600
125,000	-	Adamjee Insurance Company Limited	7,882,250	7,875,000	-
462,000	-	International Steels Limited	56,730,380	55,962,060	-
37,500	304,500	Fauji Fertilizer Company Limited	3,115,273	3,117,750	31,780,665
-	176,500	National Bank of Pakistan	-	-	13,218,085
-	300,000	Nishat Chunian Limited	-	-	18,729,000
		Oil & Gas Development Company Limited	111,327,090	109,399,040	48,199,525
736,000	291,500	Pakistan State Oil Company Limited	161,260,167	159,033,600	57,532,828
360,000	132,500	TPL Trakker Limited	-	-	16,572,200
-	940,000	Attock Refinery Limited	184,554,330	183,052,030	33,173,400
443,000	78,000	D.G. Khan Cement Company Limited	192,477,241	190,330,560	84,257,400
1,296,000	380,000	Engro Fertilizers Limited	3,342,329	3,334,230	35,553,540
53,000	523,000	Engro Foods Limited	-	-	2,783,130
-	14,500	Engro Corporation Limited	33,708,302	33,188,355	108,102,780
109,500	342,000	Fauji Cement Company Limited	-	-	11,630,640
-	258,000	Hascol Petroleum Limited	-	-	42,696,280
-	126,500	MCB Bank Limited	-	-	19,501,240
-	82,000	Maple Leaf Cement Factory Limited	2,707,355	2,519,100	-
30,000	-	Nishat Mills Limited	-	-	11,115,710
-	73,000		-	-	

Number of shares		Name of Company	September 30, 2017		December 31, 2016
September 30, 2017	December 31, 2016		(Un-audited)		(Audited)
			Average Cost	-----Fair Value-----	
			------(Rupees)-----		
971,500	1,938,000	Pak Electron Limited	73,407,563	73,785,425	138,140,640
2,500	7,000	Pakistan Petroleum Limited	438,125	436,725	1,317,260
-	57,000	Pakistan Oilfields Limited	-	-	30,473,340
78,000	-	United Bank Limited	14,906,800	14,833,260	-
-	94,012	Ghani Global Glass Limited	-	-	2,203,641
			846,274,985	837,312,635	746,234,904
		Unrealised loss on remeasurement at fair value through profit or loss	(8,962,350)	-	-
			837,312,635	837,312,635	746,234,904

13.1.1 These securities were purchased in the ready "T+2" market and sold in the future market.

13.2 Term Finance Certificates and Sukuk Certificates

Number of Certificates		Name of Term Finance Certificates	September 30, 2017	September 30, 2017		December 31, 2016
September 30, 2017	December 31, 2016		(Un-audited)	(Un-audited)	(Audited)	
			Average Cost	Fair Value		
			(Rupees)			
		Listed				
6,000	6,000	Jahangir Siddiqui & Company Limited VIII - related party	18,012,579	18,066,276	21,012,579	
-	1,635	Engro Corporation Limited Islamic - Rupiyya Sukuk - I	-	-	8,565,610	
597	597	Engro Corporation Limited Islamic - Rupiyya Sukuk - II	3,512,351	3,425,286	3,512,349	
			21,524,930	21,491,562	33,090,538	
		Unrealized loss on remeasurement at fair value through profit or loss	(33,368)	-	-	
			21,491,562	21,491,562	33,090,538	

13.3 Privately placed term finance certificates - unsecured

September 30, 2017 (Un-audited)					
Number of certificates	Markup rate (%)	Name of Company	Note	Maturity date	Cost (Rupees)
12	11.00%	Azgard Nine Limited (Privately placed term finance certificates)	13.3.1	October 19, 2020	326,456,184
		Provision for impairment			(326,456,184)
					-
		December 31, 2016 (Audited)			-

13.3.1 Considering the financial position of issuer, the Company has fully provided outstanding amount of the PPTFCs and records mark-up / interest on receipt basis.

	September 30, 2017 (Un-audited)	December 31, 2016 (Audited)
	----- (Rupees) -----	
14. TRADE DEBTS		
Purchase of shares on behalf of clients	157,766,660	834,677,831
Advisory services	6,167,205	5,362,467
Forex and fixed income commission	6,819,406	8,129,861
Commodity	115,125,153	74,777,094
	<u>285,878,424</u>	<u>922,947,253</u>
Considered doubtful	<u>403,317,987</u>	<u>403,317,987</u>
	<u>689,196,411</u>	<u>1,326,265,240</u>
Provision for doubtful debts	<u>(403,317,987)</u>	<u>(403,317,987)</u>
	<u>285,878,424</u>	<u>922,947,253</u>

14.1 Trade debts are recognised initially at invoice amount less provision for doubtful debts, if any. The aging analysis for amount receivable from clients for more than five days is as follows;

	September 30, 2017	December 31, 2016
	----- (Rupees) -----	
Amount due from clients for more than 5 days	<u>660,178,561</u>	<u>699,283,889</u>
Value of listed shares (collateral) after applying haircut on the basis of VAR	<u>3,626,317,151</u>	<u>5,598,062,749</u>
Amount receivable from clients exceeding the collateral held from such customers.	<u>-</u>	<u>-</u>

	September 30, 2017 (Un-audited)	December 31, 2016 (Audited)
	----- (Rupees) -----	
15. INTEREST AND MARK-UP ACCRUED		
Accrued mark-up on margin financing	19,160,341	15,444,234
Accrued mark-up on term finance certificates	776,005	1,077,221
Profit receivable on bank deposits	<u>372,197</u>	<u>762,740</u>
	<u>20,308,543</u>	<u>17,284,195</u>

16. CASH AND BANK BALANCES

Cash with banks:		
Current accounts	3,971,922	2,205,408
Profit and loss / deposit accounts	<u>2,563,528,208</u>	<u>1,045,321,975</u>
	<u>2,567,500,130</u>	<u>1,047,527,383</u>
Cash in hand	259,000	224,000
	<u>2,567,759,130</u>	<u>1,047,751,383</u>

16.1 Profit and loss / deposit accounts carry profit ranging from 3.75% to 6.25% (December 31, 2016: 3.75% to 7%) per annum.

16.2 These include balances with the Parent Company amounting to Rs.2,541.71 million (December 31, 2016: Rs.1,034.23 million).

16.3 Detail of customer assets held in designated bank accounts and Central Depository Company (CDC) are as follows:

Customer assets held in the designated bank accounts	<u>604,278,184</u>	<u>858,303,360</u>
Customer assets held in the Central Depository Company	<u>31,886,639,263</u>	<u>29,017,611,656</u>

16.4 Securities pledged with financial institution

	<u>-</u>	<u>-</u>
--	----------	----------

	September 30, 2017 (Un-audited)	September 30, 2016 (Un-audited)
	Note	----- (Rupees) -----

Brokerage and operating income	17.1	<u>440,096,447</u>	303,442,868
Advisory and consultancy fee		<u>5,500,575</u>	<u>12,376,305</u>
		<u>445,597,022</u>	<u>315,819,173</u>

17.1 This includes Rs.177.52 million (September 30, 2016: Rs.102.51 million) brokerage income earned from institutional customers, Rs.206.92 million (September 30, 2016: Rs.137.56 million) brokerage income earned from retail customers and Rs.Nil (September 30, 2016: Rs.Nil) from proprietary trades.

	September 30, 2017 (Un-audited)	September 30, 2016 (Un-audited)
	Note	----- (Rupees) -----

18. CAPITAL GAIN ON SALE OF INVESTMENT

Gain on sale of equity securities	<u>69,604,813</u>	17,341,560
Gain on sale of term finance certificates	<u>5,089,272</u>	3,001,278
Gain on sale of mutual funds	<u>4,006</u>	9,728
Gain on sale of government securities	<u>1,852,062</u>	<u>440,058</u>
	<u>76,550,153</u>	<u>20,792,624</u>

19. OTHER OPERATING INCOME - NET

Income from financial assets:

Mark-up on term finance certificates, treasury bills, Pakistan investment bonds and national saving bonds	<u>2,106,423</u>	3,856,239
Return on cash margin on future contracts	<u>10,334,877</u>	6,307,800
Exchange loss on foreign currency	<u>(9,830)</u>	(33,942)
Mark-up earned on PLS accounts	<u>80,076,270</u>	51,353,932
Unrealised gain on revaluation of future equity transactions	<u>7,884,618</u>	1,410,935
	<u>100,392,358</u>	<u>62,894,964</u>

Income from non-financial assets:

Gain on sale of property and equipment	<u>124,378</u>	2,793,050
Other income	<u>1,688,866</u>	<u>1,285,655</u>
	<u>1,813,244</u>	<u>4,078,705</u>
	<u>102,205,602</u>	<u>66,973,669</u>

20. TAXATION

20.1 Except for the following matters, there has been no change in tax contingencies as disclosed in annual financial statements for the year ended 31 December 2016.

20.2 For tax year 2015, an order dated November 23, 2016 was passed under section 4B of the Ordinance by the Deputy Commissioner Inland Revenue - IV [DCIR]. Through said order, an income of Rs. 810,583,651 was computed under section 4B of the Ordinance and resultant demand of super tax of Rs. 24,317,509 was raised. An appeal has been filed against the above order before CIR-A on December 1, 2016 identifying various errors / details not considered by CIR-A and the said appeal has been decided by CIR-A against the Company vide an order dated May 30, 2017. In pursuance of the order of CIR-A, the Company filed an appeal before Appellant Tribunal Inland Revenue (ATIR) and also filed application for stay against recovery of demand. The said stay application was decided in favor of the Company and ATIR granted stay of 60 days on July 18, 2017 and subsequently the said stay was further extended vide various orders by the ATIR. As of now, further extended stay is valid until November 21, 2017.

20.3 Tax department has issued show cause notice dated June 08, 2015 confronting (alleged) non-payment of Federal Excise Duty (FED) on Company's services under Federal Excise Act, 2005 for tax year 2010 to tax year 2013. In response thereto, an extension request was filed. The department however issued order without rejecting the application and raised FED demand of Rs.78.003 million. The said demand comprises of certain errors aggregating to Rs.55.3 million and demand of Rs.22.526 million representing duplicate levy on services for the period from July 2011 to December 2012 on which sales tax has already been paid by the Company under the Sindh Sales Tax on Services Act, 2011. The Company filed a rectification application before Deputy Commissioner Inland Revenue and Appeal before Commissioner Inland Revenue Appeal (CIR-A) amounting to Rs.55.3 million against the said order on account of certain computational errors and the remaining demand of Rs.22.526 million respectively on grounds of duplicate levy as the Company has already paid Sindh sales tax under Sindh Sales Tax on Services Act on such services. The Appeal before CIR-A has been decided against the Company vide order dated January 31, 2017. The Company has filed an Appeal and stay application against the said order in Appellate Tribunal and has been granted stay order for the recovery of demand. The Company has also filed an appeal in the SHC, through Stockbroker Association (of which the Company is also the member) against aforementioned order on the grounds that after 18th amendment to the Constitution, the services that were previously subjected to FED under the federal laws are now subject to the provincial sales tax and the Company has accordingly discharged its tax obligation. The SHC initially, stayed Federal Board of Revenue from demanding sales tax on services from stockbrokers and subsequently, disposed of the order in Company's favor. However, the relevant tax authorities have filed the petition in Honorable Supreme Court of Pakistan which is pending adjudication.

21. EARNINGS PER SHARE -BASIC AND DILUTED

	Nine months ended	
	September 30, 2017 (Un-audited)	September 30, 2016 (Un-audited)
	(Rupees)	
Profit after taxation	<u>121,460,491</u>	<u>115,391,656</u>
	(Number)	
Weighted average number of shares	<u>38,007,000</u>	<u>42,619,692</u>
	(Rupees)	
Earnings per share - basic and diluted	<u>3.20</u>	<u>2.71</u>

22. RELATED PARTY TRANSACTIONS

Related parties comprise of parent company, major shareholders, associated companies with or without common directors, other companies with common directors, retirement benefit fund, directors, key management personnel and their close family members. Contribution to defined contribution plan (provident fund) are made as per the terms of employment. Remuneration of key management personnel are in accordance with their terms of engagements. Transactions with other related parties are entered into at rates negotiated with them (agreed terms).

Details of transactions and balances at period end with related parties, other than those which have been disclosed elsewhere in this financial information, are as follows:

	September 30, 2017 (Un-audited)	December 31, 2016 (Audited)
	----- (Rupees) -----	
Key management personnel of entity and associated entities		
Trade debts	<u>869,279</u>	<u>-</u>
Trade payable	<u>142,605</u>	<u>267,986</u>
Loans and advances	<u>-</u>	<u>501,705</u>
Associated entities other than parent company		
Trade debts	<u>855,048</u>	<u>1,156,355</u>
Trade payable	<u>1,134,348</u>	<u>141,150,723</u>
Balances with parent company		
Trade debts	<u>246,782</u>	<u>132,369</u>
Balances with parent company	<u>2,541,711,965</u>	<u>1,034,233,151</u>
Other receivables	<u>1,186,700</u>	<u>1,436,700</u>
Other payables	<u>6,960</u>	<u>11,960</u>
Balances with ultimate parent company		
Trade debts	<u>-</u>	<u>24,503,500</u>
Trade payable	<u>6,696,036</u>	<u>-</u>
Other receivables	<u>497,785</u>	<u>397,093</u>
Balances with associated entities of group companies		
Other receivables	<u>1,692,038</u>	<u>1,692,038</u>
Prepaid Rent	<u>33,387,200</u>	<u>-</u>

		September 30, 2017 (Un-audited)	September 30, 2016 (Un-audited)
		(Rupees)	
Transactions with associated companies			
Nature of transactions			
Payment on account of expenses to associated companies		<u>154,155</u>	<u>451,538</u>
Transactions with associated entities of group companies			
Nature of transactions			
Brokerage income		<u>15,325,532</u>	<u>12,157,914</u>
Transactions with the parent company			
Nature of transactions			
Purchase of Treasury bills - net		<u>-</u>	<u>14,786,700</u>
Sale of Pakistan Investment Bonds - net		<u>30,417,480</u>	<u>13,609,565</u>
Brokerage income		<u>2,184,951</u>	<u>1,866,471</u>
Payment for rent and utilities and consultancy charges		<u>303,662</u>	<u>2,512,000</u>
Bank charges and mark-up on running finance		<u>5,266,018</u>	<u>189,735</u>
Profit on PLS account		<u>28,853,482</u>	<u>46,960,512</u>
Transactions with ultimate parent company			
Nature of transactions			
Brokerage income		<u>2,516,977</u>	<u>3,893,538</u>
Reimbursement of expenses for rent and utilities		<u>37,517,023</u>	<u>41,055,373</u>
Purchase of Pakistan Investment Bonds - net		<u>-</u>	<u>41,130,626</u>
Transactions with other related parties			
Nature of transactions	Relationship		
Royalty expense	Key management personnel of the parent	<u>7,500,000</u>	<u>7,500,000</u>
Brokerage income	Key management personnel	<u>170,352</u>	<u>50,828</u>
Director's remuneration	Key management personnel	<u>1,500,001</u>	<u>1,725,000</u>
Contributions to staff provident fund	Post-employment benefit plan	<u>9,657,840</u>	<u>7,259,285</u>
Purchase of Term Finance Certificate - net	Related party	<u>-</u>	<u>83,200,000</u>
Security deposit	Related party	<u>3,035,200</u>	<u>-</u>

23. OPERATING SEGMENTS

	September 30, 2017 (Un-audited)			
	Brokerage	Investment and treasury	Other operations	Total
	(Rupees)			
Segment revenues	440,096,447	270,006,407	16,738,866	726,841,720
Administrative and operating expenses	(260,444,891)	(59,015,498)	(135,905,061)	(455,365,450)
Depreciation	(10,069,609)	(161,037)	(8,316,224)	(18,546,870)
Amortisation of intangible assets	-	-	(1,930,355)	(1,930,355)
Finance cost	(14,861,947)	(29,826,387)	-	(44,688,334)
	154,720,000	181,003,485	(129,412,774)	206,310,711
Provision for Workers' Welfare Fund				(3,589,901)
Taxation				(81,260,319)
Profit after tax				121,460,491

Segment assets	1,184,667,608	3,439,570,204	139,022,470	4,763,260,282
Segment liabilities	1,768,245,138	254,829,336	102,014,415	2,125,088,889

There were no major customer of the Company which formed part of 10 percent or more of the Company's revenue.

September 30, 2016 (Un-audited)

	Brokerage	Investment and treasury	Other operations	Total
	----- (Rupees) -----			
Segment revenues	303,442,868	189,609,010	21,174,701	514,226,579
Administrative and operating expenses	(210,549,178)	(11,528,755)	(106,756,939)	(328,834,872)
Depreciation	(8,541,131)	(138,377)	(7,680,590)	(16,360,098)
Amortisation of intangible assets	-	-	(3,087,392)	(3,087,392)
Finance cost	(470,524)	-	-	(470,524)
	83,882,035	177,941,878	(96,350,220)	165,473,693
Provision for Workers' Welfare Fund				(3,309,474)
Taxation				(46,772,563)
Profit after tax				<u>115,391,656</u>

Segment assets	<u>2,050,404,991</u>	<u>1,699,210,070</u>	<u>88,467,442</u>	<u>3,838,082,503</u>
Segment liabilities	<u>1,084,275,912</u>	<u>216,496,839</u>	<u>81,136,608</u>	<u>1,381,909,359</u>

There were no major customer of the Company which formed part of 10 percent or more of the Company's revenue.

24. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the balance sheet date. The estimated fair value of all other financial assets and liabilities is considered not significantly different from book value.

The following table shows financial instruments recognised at fair value, analysed between those whose fair value is based on:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The table below analyse financial instruments measured at the end of the reporting half year by the level in the fair value hierarchy into which the fair value measurement is categorised:

September 30, 2017 (Un-audited)				
	Level 1	Level 2	Level 3	Total
	(Rupees)			
Financial assets at fair value through profit or loss				
Quoted equity securities	837,312,635	-	-	837,312,635
Term finance certificates and sukuk certificates	-	21,491,562	-	21,491,562
	<u>837,312,635</u>	<u>21,491,562</u>	<u>-</u>	<u>858,804,197</u>
Available-for-sale				
Listed securities	50,205,298	-	-	50,205,298
	<u>50,205,298</u>	<u>-</u>	<u>-</u>	<u>50,205,298</u>
December 31, 2016 (Audited)				
	Level 1	Level 2	Level 3	Total
	(Rupees)			
Financial assets at fair value through profit or loss				
Listed securities	746,234,904	-	-	746,234,904
Term finance certificates and sukuk certificates	-	33,090,538	-	33,090,538
	<u>746,234,904</u>	<u>33,090,538</u>	<u>-</u>	<u>779,325,442</u>
Available-for-sale				
Unlisted securities	-	-	100,986,052	100,986,052
	<u>-</u>	<u>-</u>	<u>100,986,052</u>	<u>100,986,052</u>

25. DISCLOSURE UNDER REGULATION 5(4) OF RESEARCH ANALYST REGULATIONS, 2015

At present, JSGCL employs nine members in its research department (including head of research, three senior analysts, two junior analysts, one technical analyst, a librarian and a data administrator). All members report to Head of Research who in turn reports to CEO.

Compensation structure of research analysts is flat and is subject to qualification, experience and skillset of the person. However, the compensation of anyone employed in the research department does not in any way depend on the contents/outcome of research report.

During the period ended September 30, 2017, the personnel employed in the Research Department have drawn an aggregate salary and benefits amounting to Rs.15,053,441, which comprises basic salary, medical allowance, provident fund and other benefits as per Company's policy.

26. NON-ADJUSTING EVENT AFTER THE BALANCE SHEET DATE

The Board of Directors of the Company have approved cash dividend of Rs.Nil (December 31, 2016: Rs.Nil) amounting to Rs.Nil (December 31, 2016: Rs.Nil) and bonus of Nil (December 31, 2016: Nil) for the nine months ended September 30, 2017 in their meeting held on October 22, 2017.

27. CORRESPONDING FIGURES

Comparative figures have been re-arranged and reclassified wherever necessary for the purpose of comparison and better presentation. However, there are no material reclassifications to report.

28. DATE OF AUTHORIZATION

This condensed interim financial information was authorized for issue in the Board of Directors' meeting held on October 22, 2017.

Raja Abdullah Khan
Chairman

Muhammad Kamran Nasir
Chief Executive Officer

Muhammad Umair Arif
Chief Financial Officer

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Stock Exchange Branch: Room # 634, 6th floor, Stock Exchange Building, Stock Exchange Road Karachi, Pakistan. Tel : +92-21 32427461 Fax : +92 21 32462640, 32415136	Gulshan-e-Iqbal Branch: Suite no. 607-A, 6th Floor Al Ameen Towers, Plot # E-2, Block-10, Gulshan-e-Iqbal Main NIPA, Karachi. Tel : +92-21 34835701-10	Hyderabad Branch: Ground Floor, State Life Building # 3, Thandi Sarak, Hyderabad, Pakistan. Tel : +92 22 273 0307-08 Fax : +92 22 273 0327	Rawalpindi Branch: Shop Nos. 1 & 2, First Floor, Falcon Empire, Plaza # 101, Civic Center, Phase - IV, Bahria Town, Islamabad Tel : 051-5733425, 67-68	Islamabad Branch: Room No. 413, 4th Floor, ISE Towers, 55-B, Jinnah Avenue, Islamabad, Pakistan. UAN : +92 51 111 574 111 FAX : +92 51 289 4417
Faisalabad Branches: 1) Ground Floor, Mezan Executive Tower, Plot # 4, Liaquat Road, Faisalabad, Pakistan. Tel : +92 41 2541 900 - 8 Fax : +92 41 2541 909 2) Office # 509-510, 5th Floor, State Life Building # 2, Liaquat Road, Faisalabad. Tel : + 92 41 2626 601-5	Lahore Branches: 1) Office No. 135-Y, 1st Floor, Street # 11, Phase-III D.H.A, Lahore Cantt, Lahore, Pakistan Tel : +92 42 3569 4687 - 89 Fax : +92 42 3569 4617 2) Plot # 434-G/1, MA Johar Town, Lahore, Pakistan. Tel : +92 42 35201023 - 25	Multan Branch: Office # 608 - A, 6th Floor, The United Mall, Plot # 74, Abdali Road, Multan, Pakistan. Tel : +92 61 4570260 - 66,68,69 Fax : +92 61 4570267	Peshawar Branch: 1st Floor, SLIC Building # 34, The Mall Road, Peshawar Cantt, Peshawar, Pakistan. Tel : +92 91-5285221-5	Abbottabad Branch: 1st Floor, Al-Fateh Shopping Centre, Opposite Radio Station, Abbottabad, Pakistan. Tel : +92 92 408 193 - 97