

JAHANGIR SIDDIQUI & CO. *Ltd.*

Quarter Report
March 31, 2004
(Un-audited)

CONTENTS

Company Information	1
Chairman's Statement to the members	2
Balance Sheet	4
Profit and Loss Account	6
Statement of Changes in Financial Position	7
Statement of Changes in Equity	8
Notes to the Accounts	9
Consolidated Balance Sheet	11
Consolidated Profit and Loss Account	13
Consolidated Statement of Changes in Financial Position	14
Consolidated Statement of Changes in Equity	15
Consolidated Notes to the Accounts	16

COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Mazhar-ul-Haq Siddiqui
(Chairman)
Mr. Munaf Ibrahim
(Chief Executive)
Chief Justice (R) Mahboob Ahmed
Mr. Syed Nizam Ahmad Shah
Mr. Khalid M. Bhaimia
Mr. Nauzer A. Dinshaw
Mr. Ali Jehangir Siddiqui
Mr. Ali Raza Siddiqui
Mr. Shezi Nackvi

AUDIT COMMITTEE

Mr. Syed Nizam Ahmed Shah
(Chairman)
Mr. Khalid M. Bhaimia
(Member)
Mr. Ali Jehangir Siddiqui
(Member)
Mr. Sarfaraz Ahmed Khanani
(Secretary)

COMPANY SECRETARY

Mr. Sarfaraz Ahmed Khanani

AUDITORS

Taseer Hadi Khalid & Co.
Chartered Accountants

LEGAL ADVISORS

Bawaney & Partners

REGISTERED OFFICE

14th Floor, Chapal Plaza,
Hasrat Mohani Road, Karachi-74000

SHARE REGISTRARS

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

WEB SITE

www.js.com

CHAIRMAN'S STATEMENT

TO THE MEMBERS

On behalf of the Board of Directors, I am pleased to present to you the unaudited accounts of Jahangir Siddiqui & Co. Ltd. (the "Company") and consolidated accounts of Jahangir Siddiqui & Co. Ltd. (the "Holding Company") and its subsidiaries for the nine months period ended March 31, 2004.

The Economy and Stock Market Review

Pakistan's economy continues to depict the upbeat performance as in the previous quarters resulting from higher industrial growth. The economy is likely to register acceleration in real GDP which may touch the 5.8% level. The economy has been fuelled by sustained level of growth by the commodity-producing sector, an improvement in the current account and pick-up in private sector credit.

The market remained bullish during the quarter January-March 2004 with the KSE-100 index soaring by 14.2% to the 5106.67 points level as against 4471.6 points as on December 31, 2003. Cumulatively during the nine months of the current fiscal July 2003 - March 2004, the index portrayed an overall growth of 50.1%. After having incurred heavy resistance just below the 5000 points level, the market finally crossed the barrier on March 24, 2004, progressing more-or-less unscathed to the end of the quarter.

Brief review of results

The Company has reported profit after tax of Rs. 503.1 million for the nine months period as compared to profit after tax of Rs. 322.3 million for the same period last year. Operating revenue for the nine months period was Rs. 321.4 million as compared to Rs. 307.3 million for the same period last year. Operating expenses for the nine months period were Rs. 78.4 million as compared to Rs. 114.1 million for the same period last year.

Credit Rating

The Directors are pleased to inform you that The Pakistan Credit Rating Agency (Pvt.) Limited (PACRA) has upgraded the long term credit rating of the Company to AA+ ("Double AA plus") and the short term rating of A1+ ("A one plus"). The long term rating denotes a very low expectation of credit risk and indicates a very strong capacity for timely payment of financial commitments. The short term rating denotes that obligations are supported by the highest capacity for timely repayment.

CHAIRMAN'S STATEMENT
TO THE MEMBERS

Outlook

For the next quarter of the financial year, the fundamentals of our business remain strong and we expect continued growth in our operating businesses.

Acknowledgement

We express our sincere gratitude to our clients and business partners for their continued patronage to the Company and to our management and employees for their dedication and hard work.

We would also like to acknowledge the excellent work of the Securities and Exchange Commission of Pakistan for their efforts to strengthen the financial markets and measures to safeguard investor rights.

On behalf of the Board

Karachi: April 21, 2004

Mazhar-ul-Haq Siddiqui
Chairman

BALANCE SHEET

AS AT MARCH 31, 2004 (UN-AUDITED)

	Note	March 31, 2004	June 30, 2003
(Rupees in '000)			
Capital and reserves			
Share capital			
Authorised 50,000,000 (June 2003: 50,000,000) ordinary shares of Rs. 10 each			
		<u>500,000</u>	<u>500,000</u>
Issued, subscribed and paid up		350,000	250,000
Share premium		475,505	175,505
General reserve		500,000	500,000
Unrealised gain on remeasurement of available for sale investments to fair value		463,210	362,203
Unappropriated profit		<u>858,059</u>	<u>354,981</u>
		<u>2,646,774</u>	<u>1,642,689</u>
Redeemable capital		499,800	499,800
Current Liabilities			
Short term running finance under mark-up arrangement - secured		-	968,559
Securities sold under repurchase agreements		1,287,087	170,886
Creditors, accrued expenses and other liabilities		100,852	446,674
Provision for taxation		7,380	5,827
Dividend payable		2,254	2,625
Proposed dividend		-	37,500
		<u>1,397,573</u>	<u>1,632,071</u>
Commitments			
	5		
		<u>4,544,147</u>	<u>3,774,560</u>

BALANCE SHEET

AS AT MARCH 31, 2004 (UN-AUDITED)

	Note	March 31, 2004	June 30, 2003
		(Rupees in '000)	
Fixed assets			
- at cost less accumulated depreciation		32,828	43,716
Intangible asset		100	100
Long term loans and deposits		14,277	3,606
Investment in subsidiaries	4	837,608	480,259
Long term investments		635,311	410,424
Current assets			
Short term investments		2,482,114	1,068,566
Trade debtors-unsecured		-	884,221
Advances, prepayments and other receivables		33,412	10,703
Fund placements		456,443	859,373
Cash and bank balances		52,054	13,592
		3,024,023	2,836,455
		<u>4,544,147</u>	<u>3,774,560</u>

The annexed notes from 1 to 7 form an integral part of these financial statements.

Mazhar-ul-Haq Siddiqui
Chairman

Munaf Ibrahim
Chief Executive

PROFIT & LOSS ACCOUNT

FOR THE THIRD QUARTER AND NINE MONTHS PERIOD ENDED
MARCH 31, 2004
(UN-AUDITED)

	Jan-March 2004	July 2003- March 2004	Jan-March 2003	July 2002- March 2003
	(Rupees in '000)			
Operating revenue	16,231	84,687	73,696	153,684
Net gain / income from transactions in marketable securities	67,436	236,742	88,007	153,576
	83,667	321,429	161,703	307,260
Operating expenses	(20,542)	(78,431)	(59,735)	(114,115)
Operating profit	63,125	242,998	101,968	193,145
Other income	8,245	28,010	7,228	18,426
	71,370	271,008	109,196	211,571
Financial charges	(9,410)	(31,630)	(2,012)	(5,736)
Share of profit of subsidiary companies	121,010	298,535	80,471	121,900
Goodwill	-	-	-	(446)
	182,970	537,913	187,655	327,289
Loss on remeasurement of held for trading investments - net	(5,356)	(32,865)	(3,211)	(2,552)
Profit before taxation	177,614	505,048	184,444	324,737
Provision for taxation - Current	(349)	(1,970)	(797)	(2,399)
Profit after taxation	177,265	503,078	183,647	322,338
Unappropriated profit brought forward	680,794	354,981	398,513	259,822
Profit available for appropriation	858,059	858,059	582,160	582,160
Appropriations: Transfer to General Reserve	-	-	300,000	300,000
Unappropriated profit carried forward	858,059	858,059	282,160	282,160
Basic earnings per share	5.06	15.48	7.35	12.89

The annexed notes from 1 to 7 form an integral part of these financial statements.

Mazhar-ul-Haq Siddiqui
Chairman

Munaf Ibrahim
Chief Executive

STATEMENT OF CHANGES IN FINANCIAL POSITION

FOR THE PERIOD ENDED MARCH 31, 2004
(UN-AUDITED)

	Nine months ended March 31, 2004	Nine months ended March 31, 2003
(Rupees in '000)		
Cash flows from operating activities		
Profit before taxation	505,048	324,737
Adjustments for:		
Depreciation	8,410	8,661
(Profit) on sale of fixed assets	(7,350)	(2,558)
Share of (profit) of subsidiary / associated companies	(298,535)	(121,900)
Gain on remeasurement of held for trading investments	32,865	2,552
Goodwill	-	446
Financial Charges	31,630	5,736
	(232,980)	(107,063)
Operating profit before working capital changes	272,068	217,674
(Increase) / Decrease in operating assets		
Short term investments / Marketable securities	(1,344,854)	10,786
Trade debtors	884,221	14,493
Advances, deposits, pre-payments and other receivables	(21,417)	3,682
	(482,050)	28,961
(Decrease) in current liabilities (Creditors, accrued expenses and other liabilities)	(350,556)	(96,264)
Cash generated from operations	(560,538)	150,371
Mark-up paid	(26,796)	(4,453)
Taxes paid	(1,710)	(3,633)
Dividend paid	(37,871)	(52,979)
Changes in long term loans and deposits	(10,671)	(35)
Net cash flow from operating activities	(637,586)	89,271
Cash flows from investing activities		
Capital expenditure incurred	(6,805)	(9,996)
Proceeds from sale of fixed assets	16,633	3,693
Fund placements	402,930	42,331
Investments acquired	(284,252)	(51,471)
Net cash flow from investing activities	128,506	(15,443)
Cash flows from financing activities		
Payment of lease obligation	-	(3,732)
Securities sold under repurchase agreements	1,116,201	(32,423)
Redemption of redeemable capital	(100)	-
Share issue at premium	400,000	-
Net cash flow from financing activities	1,516,101	(36,155)
Net increase in cash and cash equivalents	1,007,021	37,673
Cash and cash equivalents at the beginning of the period	(954,967)	(93,097)
Cash and cash equivalents at the end of the period	52,054	(55,424)

The annexed notes from 1 to 7 form an integral part of these financial statements.

Mazhar-ul-Haq Siddiqui
Chairman

Munaf Ibrahim
Chief Executive

STATEMENT OF CHANGES IN EQUITY
**FOR THE THIRD QUARTER AND NINE MONTHS PERIOD ENDED
MARCH 31, 2004
(UN-AUDITED)**

(Rupees in '000)

	Issued, subscribed and paid up capital	Share premium	General reserve	Unrealised gain / (loss) on remeasurement of available-for-sale investments to fair value	Unappropriated profit	Total
Balances as at July 01, 2002, as previously reported	250,000	175,505	200,000	32,913	259,822	918,240
Effect of remeasurement of available for sale investments to fair value held as at the year end	-	-	-	56,504	-	56,504
Profit after taxation for the period	-	-	-	-	322,338	322,338
Transfer to General reserve	-	-	300,000	-	(300,000)	-
Balance as at March 31, 2003	<u>250,000</u>	<u>175,505</u>	<u>500,000</u>	<u>89,417</u>	<u>282,160</u>	<u>1,297,082</u>
Balance as at July 01, 2003	250,000	175,505	500,000	362,203	354,981	1,642,689
Issue of Right Shares	100,000	300,000	-	-	-	400,000
Effect of remeasurement of available for sale investments to fair value held as at the period end	-	-	-	101,007	-	101,007
Profit after taxation for the period	-	-	-	-	503,078	503,078
Balance as at March 31, 2004	<u>350,000</u>	<u>475,505</u>	<u>500,000</u>	<u>463,210</u>	<u>858,059</u>	<u>2,646,774</u>

The annexed notes from 1 to 7 form an integral part of these financial statements.

Mazhar-ul-Haq Siddiqui
Chairman

Munaf Ibrahim
Chief Executive

NOTES TO THE ACCOUNTS

FOR THE THIRD QUARTER AND PERIOD ENDED MARCH 31, 2004
(UN-AUDITED)

1. BASIS OF PREPARATION

These financial statements are unaudited and are being submitted to the shareholders as required under section 245 of the Companies Ordinance, 1984 and have been prepared in accordance with the requirements of the International Accounting Standards - 34 (IAS-34) "Interim Financial Reporting" as applicable in Pakistan.

2. CHANGES IN STATUS AND NATURE OF BUSINESS

After the end of financial year 2003, the Company transferred certain businesses into its wholly owned subsidiary, Jahangir Siddiqui Capital Markets (Private) Limited ("JSCM"). The business divisions transferred are equity, fixed income and currency brokerage, research and corporate finance. These divisions represent the Company's agency businesses. The Company will focus principal investing both in equity and fixed income securities while agency businesses will be carried out on an arms length basis by JSCM.

3. ACCOUNTING POLICIES

The accounting policies adopted for the preparation of these financial statements are the same as those applied in the preparation of the annual audited financial statements for the year ended June 30, 2003.

4. This represents investment in 62.41% shares 53.74% shares and 100% shares of Jahangir Siddiqui Investment Bank Ltd, ABAMCO Limited and Jahangir Siddiqui Capital Markets (Pvt.) Ltd. respectively.

5. COMMITMENTS	March 31 2004	June 30 2003
	(Rupees in '000)	
Commitments in respect of repurchase transactions		
- Other securities	<u>1,291,003</u>	<u>171,433</u>
Commitments in respect of resale transactions		
- Listed equity securities	<u>317,751</u>	<u>845,468</u>
- Other securities	<u>139,647</u>	<u>18,707</u>
- Commitments in respect of Underwriting	<u>232,000</u>	<u>-</u>

**CONSOLIDATED
ACCOUNTS**

	March 31 2004	June 30 2003
	(Rupees in '000)	
6. RELATED PARTY TRANSACTIONS		
Purchase of marketable securities for and on behalf of directors	<u>703,514</u>	<u>552,100</u>
Sale of marketable securities for and on behalf of directors	<u>405,965</u>	<u>512,840</u>
Purchase of marketable securities on behalf of associates	<u>2,397,862</u>	<u>3,445,210</u>
Sale of marketable securities on behalf of associates	<u>2,654,505</u>	<u>3,080,280</u>
Brokerage income earned from directors and associated companies	<u>1,846</u>	<u>4,860</u>
Purchase of government securities from associates	<u>1,362,464</u>	<u>166,110</u>
Sale of government securities to associates	<u>1,553,383</u>	<u>460,590</u>
Certificate of investments matured	<u>-</u>	<u>157,000</u>
Return on certificate of investments	<u>-</u>	<u>842</u>
Rent income	<u>4,968</u>	<u>2,064</u>
Advisory and consultancy fees	<u>778</u>	<u>445</u>

7. GENERAL

These financial statements were authorised for issue in the Board of Directors meeting held on April 21, 2004.

Mazhar-ul-Haq Siddiqui
Chairman

Munaf Ibrahim
Chief Executive

CONSOLIDATED BALANCE SHEET

AS AT MARCH 31, 2004 (UN-AUDITED)

	Note	March 31, 2004	June 30, 2003
		(Rupees in '000)	
Capital & reserves			
Share capital			
Authorised 50,000,000 (June 2003: 50,000,000) ordinary shares of Rs. 10 each		<u>500,000</u>	<u>500,000</u>
Issued, subscribed and paid up		350,000	250,000
Share premium		475,505	175,505
Capital reserve		956	2,857
General reserve		500,000	500,000
Unrealised gain on remeasurement of available for sale investment to fair value		572,596	522,924
Unappropriated profit		<u>1,057,015</u>	<u>518,533</u>
		2,956,072	1,969,819
Redeemable capital		499,800	499,800
Minority interest		683,609	392,325
Long term loans		100,000	125,000
Deferred tax liability		26,467	26,765
Current Liabilities			
Current maturity of long term loan		25,000	25,000
Current portion of liabilities against assets subject to finance lease		10	45
Current maturity of certificates of investments		811,061	343,856
Short term running finance under mark-up arrangement		-	1,171,713
Borrowings from banks / NBFC's		700,000	751,000
Securities sold under repurchase agreements		1,413,558	1,001,933
Creditors, accrued expenses and other liabilities		577,821	500,847
Provision for taxation		55,293	23,484
Dividend payable		2,254	3,343
Proposed dividend		-	37,500
		3,584,997	3,858,721
Contingency & commitments	4	<u>7,850,945</u>	<u>6,872,430</u>

CONSOLIDATED BALANCE SHEET

AS AT MARCH 31, 2004 (UN-AUDITED)

Note	March 31, 2004	June 30, 2003
	(Rupees in '000)	
Fixed assets		
- at cost less accumulated depreciation	52,439	56,272
Intangible assets	177,114	157,745
Long term loans, term finance and deposits	15,884	14,848
Long term investments	1,649,954	1,035,126
Negative goodwill	(49,293)	(49,293)
Current assets		
Trade debtors - considered good	80,660	885,994
Advances, prepayments and other receivables	339,256	266,094
Fund placements	566,632	1,563,989
Short term loans	45,353	207,416
Short term investments	4,519,529	2,695,964
Cash and bank balances	453,417	38,275
	6,004,847	5,657,732

7,850,945

6,872,430

The annexed notes from 1 to 5 form an integral part of these accounts.

Mazhar-ul-Haq Siddiqui
Chairman

Munaf Ibrahim
Chief Executive

CONSOLIDATED PROFIT & LOSS ACCOUNT
FOR THE THIRD QUARTER AND NINE MONTHS PERIOD ENDED
MARCH 31, 2004
(UN-AUDITED)

	Jan-Mar 2004	July 2003- March-2004	Jan-Mar 2004	July 2002- March-2003
	(Rupees in '000)			
Operating revenue	111,250	354,993	205,153	352,629
Net gain / income from transactions in marketable securities	232,485	581,835	141,019	293,784
	343,735	936,828	346,172	646,413
Operating expenses	(74,479)	(217,876)	(91,209)	(186,250)
Operating profit	269,256	718,952	254,963	460,163
Financial and other income / (charges)	53,819	126,861	7,991	22,491
	323,075	845,813	262,954	482,654
Financial charges	(23,528)	(73,881)	(22,827)	(74,893)
Share of profit of subsidiary companies	13,140	86,282	22,002	38,659
Goodwill	-	-	-	(446)
	312,687	858,214	262,129	445,974
(Loss) / Gain on remeasurement of held for trading investments - net	(5,356)	(32,865)	(1,587)	3,419
Amortisation of intangible assets	-	-	(5,834)	(11,667)
Profit before taxation	307,331	825,349	254,708	437,726
Provision for taxation - Current Year	(29,678)	(71,065)	(5,937)	(12,612)
Profit after taxation	277,653	754,284	248,771	425,114
Profit attributable to minority interest	(85,336)	(215,802)	(54,334)	(84,264)
	192,317	538,482	194,437	340,850
Unappropriated profit brought forward	864,698	518,533	451,471	305,058
Profit available for appropriation	1,057,015	1,057,015	645,908	645,908
Appropriations: Transfer to General reserve	-	-	300,000	300,000
Unappropriated profit carried forward	1,057,015	1,057,015	345,908	345,908
Basic earnings per share	5.49	16.57	7.78	13.63

The annexed notes from 1 to 5 form an integral part of these accounts.

Mazhar-ul-Haq Siddiqui
Chairman

Munaf Ibrahim
Chief Executive

*CONSOLIDATED STATEMENT OF CHANGES
IN FINANCIAL POSITION*

FOR THE PERIOD ENDED MARCH 31, 2004
(UN-AUDITED)

	Nine months ended March 31, 2004	Nine months ended March 31, 2003
	(Rupees in '000)	
Cash flows from operating activities		
Profit before taxation	825,349	437,726
Adjustments for:		
Depreciation	13,492	11,915
(Profit) on sale of fixed assets	(7,617)	(2,569)
Goodwill	-	446
Share of profit of subsidiary / associated Companies	(86,282)	(38,659)
Amortisation of Management Rights of ICP Mutual Funds	13,125	11,667
Loss on remeasurement of held for trading investments	32,865	-
Financial Charges	73,881	74,893
	39,464	57,693
Operating profit before working capital changes	864,813	495,419
(Increase) / decrease in operating assets		
Short term investments	(1,720,228)	(828,853)
Trade debtors	805,334	13,229
Short term loans	162,063	15,730
Advances, pre-payments and other receivables	(110,288)	11,306
	(863,119)	(788,588)
Increase / (decrease) in current liabilities (Creditors, accrued expenses and other liabilities)	70,902	(32,279)
Cash generated from operations	72,596	(325,448)
Mark-up paid	(67,809)	(67,148)
Taxes refund/ paid	6,039	(15,539)
Dividend paid	(38,589)	(53,698)
Changes in long term loans, term finance and deposits	(1,036)	(202,460)
Net cash flow (used in) from operating activities	(28,799)	(664,293)
Cash flows from investing activities		
Capital expenditure	(20,834)	(15,794)
Deferred cost incurred	(19,514)	-
Proceeds from sale of fixed assets	18,795	3,704
Fund Placements	997,357	226,913
Investments acquired	(562,945)	(396,574)
Net cash flow from investing activities	412,859	(181,751)
Cash flows from financing activities		
Payment of lease obligation	(35)	(3,910)
Further issue of Share Capital and Premium	400,000	-
Certificates of investment and borrowing from banks	467,205	268,744
Long term loans	(25,000)	150,000
Securities sold under repurchase Commitment.	411,625	(162,423)
Net cash flow from financing activities	1,253,795	252,411
Net increase / (decrease) in cash and cash equivalents	1,637,855	(593,633)
Cash and cash equivalents at the beginning of the period	(1,884,438)	(165,116)
Cash and cash equivalents at the end of the period	(246,583)	(758,749)

The annexed notes from 1 to 5 form an integral part of these accounts.

Mazhar-ul-Haq Siddiqui
Chairman

Munaf Ibrahim
Chief Executive

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED MARCH 31, 2004
(UN-AUDITED)

(Rupees in '000)

	Issued, subscribed and paid up capital	Share premium	Capital reserve	General reserve	Unrealised gain / (loss) on remeasurement of available-for-sale investments to fair value	Un- appropriated profit	Total
Balances as at July 01, 2002, as previously reported	250,000	175,505	2,392	200,000	18,758	305,058	951,713
Reversal of capital reserve of BBF created through the merger SSFL and BBF	-	-	(2,392)	-	-	-	(2,392)
Effect of remeasurement of available for sale investments to fair value held as at the period end	-	-	-	-	224,064	-	224,064
Profit after taxation for the period	-	-	-	-	-	340,850	340,850
Transfer to General reserve	-	-	-	300,000	-	(300,000)	-
Balance as at March 31, 2003	<u>250,000</u>	<u>175,505</u>	<u>-</u>	<u>500,000</u>	<u>242,822</u>	<u>345,908</u>	<u>1,514,235</u>
Balance as at July 1, 2003	250,000	175,505	2,857	500,000	522,924	518,533	1,969,819
Effect of remeasurement of available for sale investments to fair value held as at the year end	-	-	-	-	49,672	-	49,672
Reversal of Capital reserve of BBF	-	-	(1,901)	-	-	-	(1,901)
Issue of shares	100,000	300,000	-	-	-	-	400,000
Profit for the year	-	-	-	-	-	538,482	538,482
Balance as at March 31, 2004	<u>350,000</u>	<u>475,505</u>	<u>956</u>	<u>500,000</u>	<u>572,596</u>	<u>1,057,015</u>	<u>2,956,072</u>

The annexed notes from 1 to 5 form an integral part of these accounts.

Mazhar-ul-Haq Siddiqui
Chairman

Munaf Ibrahim
Chief Executive

CONSOLIDATED NOTES TO THE ACCOUNTS

FOR THE THIRD QUARTER AND PERIOD ENDED MARCH 31, 2004
(UN-AUDITED)

1. BASIS OF PREPARATION

These financial statements are unaudited and are being submitted to the shareholders as required under section 245 of the Companies Ordinance, 1984 and have been prepared in accordance with the requirements of the International Accounting Standards 34 "Interim Financial Reporting" as applicable in Pakistan.

2. ACCOUNTING POLICIES

The accounting policies adopted for the preparation of these financial statements are the same as those applied in the preparation of the annual audited financial statements for the year ended June 30, 2003.

3. SUBSIDIARY COMPANIES

Following subsidiary companies have been consolidated in the accounts of the Holding Company:

Subsidiary Companies	Nature of Business	Date of Acquisition	Group Holding
Jahangir Siddiqui Investment Bank Limited ('JSIBL')	Investment Banking	September 18, 1999	62.41%
Jahangir Siddiqui Capital Markets (Private) Limited	Share brokerage, money market transactions, advisory consultancy services and underwriting etc.	May 22, 2003	100.00%
ABAMCO Limited	Investment Advisor and Asset Management Company	July 31, 2000	53.74%
Confidence Financial Services Limited (Sub-subsidiary)	Former Investment Advisor of former Security Stock Fund Limited	September 14, 2000	42.77%

The consolidated financial statements include the accounts of the Holding Company and its subsidiaries (the Group). The financial statements of such Subsidiary Companies have been consolidated on a line-by-line basis.

All material inter company balances, transactions and resulting unrealised profits/ losses have been eliminated.

4. CONTINGENCY & COMMITMENTS	March 31, 2004	June 30, 2003
	(Rupees in '000)	
4.1 Contingency		
Income tax	<u>128,000</u>	<u>128,000</u>
4.2 Commitments		
Commitments in respect of repurchase transactions	<u>1,291,003</u>	<u>1,007,601</u>
Commitments in respect of guarantee	<u>1,000</u>	<u>50,000</u>
Commitments in respect of resale transactions		
- Listed equity securities	<u>317,751</u>	<u>997,165</u>
- Other securities	<u>206,229</u>	<u>536,346</u>
- Commitments in respect of clean placements	<u>-</u>	<u>50,563</u>
- Commitments in respect of underwriting	<u>284,300</u>	<u>135,000</u>
- Commitments in respect of pre-initial public offer (Pre-IPO)	<u>135,000</u>	<u>160,000</u>

5. GENERAL

These financial statements were authorised for issue in the Board of Directors meeting held on April 21, 2004.

Mazhar-ul-Haq Siddiqui
Chairman

Munaf Ibrahim
Chief Executive

BOOK POST
UNDER POSTAL CERTIFICATE

If undelivered please return to:-

JAHANGIR SIDDIQUI & CO. Ltd.

Registered Office: 14th Floor,
Chapal Plaza, Hasrat Mohani Road,
Karachi-74000, Pakistan.

Tel: (92-21) 2431181-8 Fax: (92-21) 2431178, 2431151