



Quarterly Report
30 September, 2008



Contents

Company Information	02
Chairman's Statement To The Shareholders	03
Interim Condensed Balance Sheet	08
Interim Condensed Profit and Loss Account	09
Interim Condensed Cash Flow Statement	10
Interim Condensed Statement of Changes in Equity	11
Notes to the Interim Condensed Financial Statements	12
Interim Condensed Consolidated Balance Sheet	20
Interim Condensed Consolidated Profit & Loss Account	21
Interim Condensed Consolidated Cash Flow Statement	22
Interim Condensed Consolidated Statement of Changes in Equity	23
Notes to the Interim Condensed Consolidated Financial Statements	24



Company Information

Board Of Directors

Mazharul Haq Siddiqui	Chairman
Munaf Ibrahim	Chief Executive Officer
Ali J. Siddiqui	Director
Ali Raza Siddiqui	Director
Syed Nizam Ahmed Shah	Independent Director
Chief Justice (R) Mahboob Ahmed	Independent Director
Siraj Ahmed Dadabhoy	Independent Director
Stephen Christopher Smith	Director
Ali Hussain	Director

Audit Committee

Syed Nizam Ahmed Shah	Chairman
Chief Justice (R) Mahboob Ahmed	Member
Ali J. Siddiqui	Member
Farah Qureshi	Secretary

Executive Committee

Munaf Ibrahim
Ali J. Siddiqui
Ali Raza Siddiqui

Executive Compensation Committee

Syed Nizam Ahmed Shah
Chief Justice (R) Mahboob Ahmed

Company Secretary

Farah Qureshi

Chief Financial Officer

Kamran Qadir

Auditors

Ford Rhodes Sidat Hyder & Co.
Chartered Accountants

Legal Advisors

Bawaney & Partners
Sayeed & Sayeed

Share Registrar

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

Registered Office

6th Floor, Faysal House Shakra-e-Faisal
Karachi-75530, Pakistan

Website

www.js.com



CHAIRMAN'S STATEMENT TO THE SHAREHOLDERS

Dear Shareholder,

We are pleased to present the un-audited financial statements and results of operations for Jahangir Siddiqui & Co. Ltd. ("JSCL" or the "Company") along with consolidated financial statements of Jahangir Siddiqui & Co. Ltd. (the "Holding Company") and its subsidiaries for the fiscal first quarter ended September 30, 2008.

During the period under review, JSCL continued to consolidate its position as Pakistan's fastest growing financial services business.

The Economy

Pakistan's economy continues to remain under stress, led by pressures on the external and monetary front. The ever widening trade deficit that rose by 53% year over year to US\$ 5.5 billion during the 1st quarter in FY09 and lack of any tangible foreign inflows has put immense pressure on the country's foreign exchange reserves. This, coupled with a widening fiscal deficit has resulted, in reserves having fallen to a 6-year low of US\$ 8.3 billion, while import cover is at a 7 year low of 10 weeks. Monetary tightening has remained intact as record inflation forced the central bank to increase interest rates by 100 bps during July 2008. This tight monetary policy has started to affect growth with the Large Scale Manufacturing sector posting a 3.8% decline in July 2008. Despite the negative external and monetary situation, there has been marked improvement on the fiscal front with tax revenues growing by an impressive 23% to PKR 235 billion (US\$ 3 billion)¹ in the first quarter of FY09 from PKR 205 billion (US\$ 3 billion)² in 1QFY08. Moreover, the Government has continued with its policy to cut subsidies with a significant hike in domestic oil and electricity prices that is likely to help curb the fiscal deficit going forward. In addition, home remittances have continued their growth during the last three months rising by 25% to US\$ 1.9 billion from US\$ 1.5 billion recorded in the corresponding period a year earlier. Despite these positives, the scale of the external account imbalance requires immediate inflows and the Government of Pakistan is negotiating with a number of international lenders in order to put the economy on the path towards recovery.

Equity Markets

During Jul-Sep 2008, the local equity market saw a decline of 25%. This was mainly due to the worsening global and domestic economic outlook and the global and local liquidity crunch. In an effort to stem the fall by giving a "cooling off" period the Karachi Stock Exchange imposed a floor on the exchange below which prices could not fall. However this artificial bottom price led to a significant reduction in daily traded volumes. The average volumes for securities and futures transactions during Jul-Sep 2008 reduced drastically to 66 million shares and 9 million shares, down 74% and 83% from volumes during Jul-Sep 2007. Another effect of this artificial floor was that the share financing Continuous Funding System (CFS) rates reached a 5-year high of 31% on Sep 30, 2008 and in some stocks financing rates touched 100%. With a prohibitive cost for financing a



share purchase, liquidity issues and a sharp decline in prices, CFS financing fell by 55% to PKR 22.6 billion (US\$ 290 million) during Jul-Sep 2008 versus average CFS amount of PKR 50.5 billion (US\$ 806 million) in corresponding period in 2007. The withdrawal of funds from the CFS system was mainly in anticipation of expected fall in the market after the lifting of price floor.

Business Overview

JSCL is primarily an investment company in financial services and also makes long term investments in rapidly growing companies in Pakistan. In financial services, its investments cover all sectors including commercial banking, islamic banking, asset management, securities brokerage, general, life and health insurance, consumer credit rating agencies and microfinance.

JSCL also benefits from strategic long term investments throughout Pakistan's economy including fast growing industrial sector companies, rapidly expanding technology and media sector companies and companies benefiting from Pakistan's economic growth in transport and communications.

Performance of Key Investments

Banking

JS Bank Ltd.

JS Bank has had a successful quarter with deposits increasing 26 percent to PKR 14.7 billion and assets increasing 5 percent to PKR 21.9 billion on September 30, 2008 versus the same period twelve months earlier. For the first nine months of 2008 the bank has posted a net profit of PKR 122.6 million as opposed to a net loss of PKR 81.6 million in the same period a year earlier.

The Bank has continued to add further products to its offerings and improve its systems and with further expansions to its branch network, the Bank is on its way to achieving its planned 39 branches by year end.

BankIslami Pakistan Ltd.

BankIslami Pakistan Ltd. is Pakistan's leading Islamic Bank offering full range of Shariah compliant commercial banking products and services. BankIslami started operations in April 2006 and has been rapidly expanding since then. The Jul-Sep 2008 quarter was the second consecutive profitable quarter for the Bank. During the quarter the Bank further diversified its deposit base and now retail deposits comprise 89% of total deposits. This has allowed the bank's gross interest margin to increase to 7.1 percent from 6.1 percent earlier.

By September 30, 2008 the bank had 40 branches in 24 cities and was well on its way to hit its target of 102 branches in 48 cities by December 31, 2008. The Bank also maintained its leadership position in shariat compliant investment banking transactions.



Insurance

EFU General, EFU Life and Allianz-EFU Health Insurance all continue to grow. EFU Life has continued its Bancassurance strategy signing up with Saudi-Pak Bank and UBL in the last quarter. Growth of new business premiums over the last nine months is in excess of 75% and earlier this year its Insurer Financial Strength rating was upgraded to AA- from A+ by JCR VIS. Allianz-EFU Health Insurance is also showing steady growth and has started on the Bancassurance strategy signing up with Standard Chartered Bank earlier this year for individual health policies.

Other Financial Services

JS Global Capital Ltd.

JS Global Capital Ltd. maintained its leadership in securities brokerage and reported profits despite low volumes and weak capital markets. The company had a net profit of PKR 69.7 million during the quarter ended September 30, 2008, which is a decrease of 37.5 percent from the year earlier period. Volumes declined 74% and 84% in the ready and future markets respectively (to 66 million and 9 million) as compared to the same period a year earlier.

JS Investments Ltd.

JS Investments Ltd. is the oldest and largest private sector asset management company in Pakistan. Given the market correction of 25 percent and poor near term economic outlook affecting sales the total assets under management of the company fell 15 percent over the quarter to PKR 33.1 billion. This coupled with increased financial charges led the Company to a first quarter loss of PKR 10 million as compared to a profit of PKR 30.8 million in the year earlier period.

Financial Results

The Board is pleased to report a profit after tax of PKR 2,418 million (US\$ 31 million) for the quarter ended September 30, 2008 as compared to net profit after tax of PKR 19 million (US\$ 0.3 million) for the same period last year. Operating revenue was significantly higher increasing to PKR 2,664 million (US\$ 34.2 million) as compared to PKR 284 million (US\$ 4.5 million) in the corresponding period last year.

The basic and diluted earnings per share is PKR 3.17 (US\$ 0.04) based on the increased number of shares from 222,020,000 shares as on September 30, 2008 to 763,285,323 shares as on October 30, 2008 as a result of right and bonus shares issued to the shareholders on October 14, 2008 and October 18, 2008 respectively.

Net Asset Value of Underlying Holdings

A key measure of our business performance is the underlying net asset value of our investment holdings.



The net asset value of the Company as at September 30, 2008 was PKR 26.24 billion (US\$ 336.38 million) or PKR 34.38 (US\$ 0.44) per share on a fully diluted basis based on the increased number of shares from 222,020,000 shares as on September 30, 2008 to 763,285,323 shares as on October 30, 2008 as a result of right and bonus shares issued to the shareholders on October 14, 2008 and October 18, 2008 respectively.

Credit Rating

The Directors are pleased to inform you that The Pakistan Credit Rating Agency Ltd. (PACRA) has maintained the long term rating of the Company at "AA+" (Double A plus) and a short term rating of "A1+" (A one plus) respectively during the financial year. 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 indicates that obligations are supported by the highest capacity for timely repayment.

Acknowledgement

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

We would also like to acknowledge the Securities and Exchange Commission of Pakistan, the State Bank of Pakistan and the Federal Board of Revenue for their efforts to strengthen the financial markets and implement measures to safeguard investor rights.

For and on behalf of the
Board of Directors

Karachi: October 30, 2008

Mazharul Haq Siddiqui
Chairman

¹ An exchange rate of PKR 78.00 per US \$ is assumed for the figures relating to the quarter ended September 30, 2008.

² An exchange rate of PKR 62.65 per US \$ is assumed for the figures relating to the quarter ended September 30, 2007.



INTERIM CONDENSED FINANCIAL STATEMENTS



Interim Condensed Balance Sheet

As at September 30, 2008

	Note	September 30, 2008 (Un-audited) .....(Rupees in '000).....	June 30, 2008 (Audited)
ASSETS ■			
Non-Current Assets			
Property and equipment	4	42,993	46,654
Investment properties		3,532	3,692
Stock exchange membership cards and room		12,201	12,201
Long term investments	5	25,185,040	28,312,608
Long term loans and advance		4,431	4,379
Long term security deposits		2,527	2,529
		25,250,724	28,382,063
Current Assets			
Loans and advances		364	153,026
Prepayments, interest accrued and other receivables		168,578	17,858
Short term investments	6	1,815,011	4,269,788
Fund placements		2,900,345	325,411
Taxation - net		85,208	76,513
Cash and bank balances		228,826	4,269,764
		5,198,332	9,112,360
		30,449,056	37,494,423
EQUITY AND LIABILITIES ■			
Share Capital and Reserves			
Share Capital		2,220,200	2,220,200
Reserves		24,018,063	28,807,693
		26,238,263	31,027,893
Advance against future issue of share capital	7	4,002	-
Non-Current Liability			
Long term financing		3,489,903	3,520,275
Current Liabilities			
Trade and other payables		266,376	1,573,858
Accrued interest / mark-up on borrowings		137,234	113,542
Short term borrowings		-	945,577
Current portion of long term financing		313,278	313,278
		716,888	2,946,255
Commitments	8	30,449,056	37,494,423

The annexed notes 1 to 14 form an integral part of these interim condensed financial statements.

Mazharul Haq Siddiqui
Chairman

Munaf Ibrahim
Chief Executive

Interim Condensed Profit and Loss Account

For the Quarter ended September 30, 2008

(Un-audited)

Note	July 1, to September 30, 2008	July 1, to September 30, 2007
	(Rupees in '000)	
INCOME		
Return on investments	134,401	148,871
Gain on sale of investments - net	2,820,234	76,812
Income from long-term loans and fund placements	56,349	-
Fees and commission	-	13,951
Other income	42,650	6,545
(Loss) / gain on revaluation of investments carried at fair value through profit and loss account - net	<u>(389,993)</u>	<u>37,440</u>
	2,663,641	283,619
EXPENDITURE		
Operating and administrative expenses	115,529	46,459
Finance cost	129,642	214,901
Provision for impairment against investments in subsidiaries, associate and joint venture - net	-	900
	<u>245,171</u>	<u>262,260</u>
PROFIT BEFORE TAXATION	2,418,470	21,359
Taxation		
Current	48	2,600
PROFIT FOR THE PERIOD AFTER TAXATION	2,418,422	18,759
	.....(Rupees).....	
EARNINGS PER SHARE ■		
	9	
Basic	<u>3.17</u>	<u>0.01</u>
Diluted	<u>3.17</u>	<u>0.02</u>

The annexed notes 1 to 14 form an integral part of these interim condensed financial statements.

Mazharul Haq Siddiqui
Chairman

Munaf Ibrahim
Chief Executive

Interim Condensed Cash Flow Statement

For the Quarter ended September 30, 2008
(Un-audited)

Note	July 1, to September 30, 2008	July 1, to September 30, 2007
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	2,418,470	21,359
Adjustment for non cash charges and other items:		
Depreciation	4,576	4,480
Gain on sale of property and equipment	-	(325)
Amortisation of transaction costs	1,097	1,097
Interest income from defence saving certificates	(185)	(177)
Loss / (gain) on revaluation of investments carried at fair value through profit and loss account - net	389,993	(37,440)
Provision for impairment against investments in subsidiaries, associate and joint venture - net	-	900
Finance cost	128,545	213,804
	524,026	182,339
Operating profit before working capital changes	2,942,496	203,698
(Increase) / decrease in operating assets:		
Loans and advances	(88)	233
Short term investments	1,951,557	(1,195,253)
Trade debts	-	(293,119)
Long term loans, advance and security deposits	(50)	105
Fund placements - net	(2,574,934)	-
Prepayments, accrued mark-up and other receivables	(150,720)	2,769
	(774,235)	(1,485,265)
Decrease in trade and other payables	(1,307,472)	(1,292,452)
Net cash generated from / (used in) operations	860,789	(2,574,019)
Mark-up paid	(104,853)	(131,025)
Taxes paid	(8,743)	(7,097)
Dividend paid	(10)	-
Net cash inflow / (outflow) from operating activities	747,183	(2,712,141)
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure incurred	(755)	(350)
Proceeds from sale of property and equipment	-	325
Investments acquired - net of sale	(3,814,322)	(217,079)
Net cash outflow from investing activities	(3,815,077)	(217,104)
CASH FLOWS FROM FINANCING ACTIVITIES		
Advance against future issue of share capital (Redemption) / issuance of Term Finance Certificates - net	4,002	-
Securities sold under repurchase agreements - net	(31,469)	99,900
	-	198,440
Net cash (outflow) / inflow from financing activities	(27,467)	298,340
NET DECREASE IN CASH AND CASH EQUIVALENTS	(3,095,361)	(2,630,905)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	3,324,187	(524,721)
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	228,826	(3,155,626)

10

The annexed notes 1 to 14 form an integral part of these interim condensed financial statements.

Mazharul Haq Siddiqui
Chairman

Munaf Ibrahim
Chief Executive



Interim Condensed Statement of Changes in Equity

For the Quarter ended September 30, 2008
(Un-audited)

Note	Issued, subscribed and paid-up capital		Reserves					Total
	Ordinary share capital	Preference shares - Class 'A'	Capital		Revenue		Other	
			Ordinary share premium	Bonus issue	General	Unappropriated profit	Unrealised gain/(loss) on revaluation of available for sale investments - net	
----- (Rupees in '000) -----								
Balance as at July 1, 2007	350,000	700,000	475,505	-	2,500,000	2,488,592	1,763,231	8,277,328
Net effect of revaluation of available for sale investments to fair value held as at the year end	-	-	-	-	-	-	155,468	155,468
Profit after taxation for the period	-	-	-	-	-	18,759	-	18,759
Appropriations for the year ended June 30, 2007:								
Issue of bonus shares @ 100%	350,000	-	(350,000)	-	-	-	-	-
Dividend @ Rs. 2.5 per ordinary share	-	-	-	-	-	(87,500)	-	(87,500)
Preference dividend @ 7% per annum	-	-	-	-	-	(26,984)	-	(26,984)
Balance as at September 30, 2007	<u>700,000</u>	<u>700,000</u>	<u>125,505</u>	<u>-</u>	<u>2,500,000</u>	<u>2,392,867</u>	<u>1,918,699</u>	<u>8,337,071</u>
Balance as at July 1, 2008	2,220,200	-	9,906,545	-	10,000,000	11,586,011	(2,684,863)	31,027,893
Net effect of revaluation of available for sale investments to fair value held as at the year end	-	-	-	-	-	-	(7,208,052)	(7,208,052)
Proposed bonus issue @ 243.7782003%	12	-	(5,412,569)	5,412,569	-	-	-	-
Profit after taxation for the period	-	-	-	-	-	2,418,422	-	2,418,422
Balance as at September 30, 2008 ■	<u>2,220,200</u>	<u>-</u>	<u>4,493,976</u>	<u>5,412,569</u>	<u>10,000,000</u>	<u>14,004,433</u>	<u>(9,892,915)</u>	<u>26,238,263</u>

The annexed notes 1 to 14 form an integral part of these interim condensed financial statements.

Mazharul Haq Siddiqui
Chairman

Munaf Ibrahim
Chief Executive



Notes To The Interim Condensed Financial Statements

For the Quarter ended September 30, 2008
(Un-audited)

1. THE COMPANY AND ITS OPERATIONS ■

Jahangir Siddiqui & Co. Ltd. (the Company) was incorporated under the Companies Ordinance, 1984 (the Ordinance) on May 4, 1991 as a public unquoted company. The Company is presently listed on Karachi Stock Exchange (Guarantee) Limited. The Company is also a corporate member of Karachi Stock Exchange (Guarantee) Limited and Islamabad Stock Exchange (Guarantee) Limited. The registered office of the Company is situated at 6th Floor, Faysal House, Main Shahra-e-Faisal, Karachi. The principal activities of the Company are trading of securities, maintaining strategic investments, consultancy services, underwriting, etc.

2. BASIS OF PREPARATION ■

These interim condensed financial statements are un-audited and are being submitted to the shareholders as required under Section 245 of the Companies Ordinance, 1984 and the Listing Regulations of the Karachi Stock Exchange. These interim condensed financial statements have been prepared in accordance with the requirements of the International Accounting Standard - 34 "Interim Financial Reporting" as applicable in Pakistan. These interim condensed financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2008.

The comparative balance sheet presented in these financial statements has been extracted from the audited financial statements of the Company for the year ended June 30, 2008, whereas the comparative profit and loss account, statement of changes in equity and cash flow statement are stated from the unaudited interim condensed financial statements for three months period ended September 30, 2007.

These financial statements are separate financial statements of the Company in which investments in subsidiaries and associates are accounted for on the basis of direct equity interest and are not consolidated.

3. ACCOUNTING POLICIES ■

The accounting policies followed for the preparation of these interim condensed financial statements are the same as those applied in preparing the annual financial statements of the Company for the year ended June 30, 2008.

The preparation of interim condensed financial statements requires management to make judgements, estimates and assumptions that effect 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 judgements made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were same as those applied to the financial statements for the year ended June 30, 2008.

4. PROPERTY AND EQUIPMENT ■

The details of additions and disposals during the quarter ended September 30, 2008 are as follows:

	September 30, 2008 (Un-audited)	June 30, 2008 (Audited)
Additions – cost	.....(Rupees in '000).....	
Office equipment	405	1,346
Office furniture and fixtures	350	150
Motor vehicles	-	5,349
	<u>755</u>	<u>6,845</u>



	Note	September 30, 2008 (Un-audited) .....(Rupees in '000).....	June 30, 2008 (Audited)
Disposals – cost		-	99
Office equipment		-	3,442
Motor vehicles		-	3,541

5. LONG TERM INVESTMENTS ■

Investment in related parties			
Investment in subsidiaries	5.1	6,060,525	5,507,775
Investment in associates	5.2	6,560,599	2,958,285
Other related parties	5.3	12,563,916	19,846,548
		25,185,040	28,312,608

5.1 Investments in subsidiaries - at cost ■

These shares are Ordinary shares of Rs.10 each unless stated otherwise.

Number of shares		Note	Activity	Holding		(Un-audited) September 30, 2008 .....(Rupees in '000).....	(Audited) June 30, 2008	
September 30, 2008	June 30, 2008			September 30, 2008 %	June 30, 2008 %			
Quoted								
293,238,704 *	293,238,704		JS Bank Limited	Commercial Banking				
			Market value Rs. 2,932.39 (June 30, 2008: Rs. 4,029.10) million		57.43	57.43	1,576,817	1,576,817
52,023,617 **	52,023,617		JS Investments Limited	Asset Management & Investment Advisor	52.02	52.02	3,046,057	3,046,057
			Market value Rs. 2,965.35 (June 30, 2008: Rs. 4,945.88) million					
Un-quoted								
73,736,250	73,736,250		JS Infocom Limited	Telecom Media & Technology	100.00	100.00	708,490	708,490
			Net assets value Rs. 541.35 (June 30, 2008: Rs. 530.43) million based on un-audited financial statements for the period ended September 30, 2008 Less: Provision for impairment				(178,061)	(178,061)
							530,429	530,429
10,000	10,000		JS International Limited	Investment services	100.00	100.00	294,882	294,882
			Ordinary Shares of US\$ 1/- each having net assets value Rs. 265.37 (March 31, 2008: Rs. 265.58) million based on un-audited financial statements for the period ended June 30, 2008 Less: Provision for impairment				(30,410)	(30,410)
							264,472	264,472
1,177,500	900,000		Credit Chex (Private) Limited	Credit information and Credit Rating	75.00	75.00	117,750	90,000
			Net assets value Rs. 18.65 (June 30, 2008: 33.20) million based on un-audited financial statements for the period ended September 30, 2008					
52,500,000	-	5.1.1	Energy Infrastructure Holding (Private) Limited	Power generation	100.00	-	525,000	-
			Net assets value Rs. 516.56 (June 30, 2008: Nil) million based on un-audited financial statements for the period ended September 30, 2008					
							6,060,525	5,507,775

* These represent sponsor shares which are blocked for trading as per the requirements of the State Bank of Pakistan.

** These represent sponsor shares which are blocked for trading as per the requirements of the Securities and Exchange Commission of Pakistan.

5.1.1 During the period, Energy Infrastructure Holding (Private) Limited (EIHPL) issued 52,500,000 shares of Rs. 10 each to the Company. EIHPL was incorporated on April 15, 2008 under the laws of Pakistan. The principal activities of EIHPL after commencement of operations will be to design, construct, acquire, own, operate and maintain power generation complexes and to carry on the business of electricity generation, power transmission and distribution services, over hauling and re-powering of power plants etc.

5.2 Investment in associates - at cost ■

These shares are Ordinary shares of Rs.10 each unless stated otherwise.

Number of shares		Activity	Holding		(Un-audited) September 30, 2008 .....(Rupees in '000).....	(Audited) June 30, 2008	
September 30, 2008	June 30, 2008		September 30, 2008 %	June 30, 2008 %			
Quoted							
21,734,826	15,524,994	JS Global Capital Limited Market value Rs. 3,617.34 (June 30, 2008: Rs. 4,846.44) million	Dealing in & brokerage of marketable securities	43.47	43.47	3,701,314	99,000
6,245,198*	6,245,198	Network Microfinance Bank Limited Market value Rs. 20.92 (June 30, 2008: Rs. 34.97) million Provision for impairment	Microfinance Banking	41.63	41.63	62,452 (4,500) 57,952	62,452 (4,500) 57,952
74,185,000	74,185,000	Azgard Nine Limited Market value Rs. 2,264.87 (June 30, 2008: Rs. 4,566.83) million	Textile Composite	23.27	23.27	2,665,767	2,665,767
11,238,812	11,238,812	JS Value Fund Limited Market value Rs. 120.82 (June 30, 2008: Rs. 217.25) million	Mutual Fund	9.48	9.48	135,566	135,566
					6,560,599	2,958,285	

5.3 Other related parties - at fair value ■

Available for sale

These shares are Ordinary shares of Rs.10 each unless stated otherwise.

Number of shares		Activity	Holding		(Un-audited) September 30, 2008 .....(Rupees in '000).....	(Audited) June 30, 2008	
September 30, 2008	June 30, 2008		September 30, 2008 %	June 30, 2008 %			
Quoted							
9,000,000	9,000,000	Eye Television Network Limited	Television Network	18.00	18.00	357,390	530,100
78,750,000*	78,750,000	BankIslami Pakistan Limited	Islamic Banking	18.75	18.75	843,412	1,166,288
18,675,500	18,675,500	EFU General Insurance Limited	General Insurance	16.24	16.24	3,049,336	6,739,241
15,838,400	16,441,300	EFU Life Assurance Limited	Life Assurance	21.12	21.92	5,650,349	6,268,410
18,298,860	18,298,860	Pakistan Reinsurance Company Limited	Reinsurance	6.10	6.10	722,805	1,588,524
3,090,000	3,090,000	Attcock Petroleum Limited	Oil Marketing	6.44	6.44	828,089	1,335,745
17,909,800	17,759,800	Pakistan International Container Terminal Limited	Container Terminal	19.69	19.52	1,105,035	2,210,740
Un-quoted							
750,000	750,000	EFU Services (Private) Limited	Investment company	37.50	37.50	7,500	7,500
					12,563,916	19,846,548	

* These represents sponsor shares which are blocked for trading as per the requirements of the State Bank of Pakistan.



September 30,
2008
(Un-audited)
.....(Rupees in '000).....

June 30,
2008
(Audited)

6. SHORT TERM INVESTMENTS ■

Assets at fair value through profit or loss

- Listed equity securities	490,914	1,479,109
- Term finance certificates	695	711
- Open-end fund units	897,539	2,251,438
	1,389,148	3,731,258

Available for sale

- Listed equity securities		
Related parties	292,024	348,453
Others	129,021	185,445
	421,045	533,898

Held to maturity

Defence saving certificates (at amortised cost)	4,818	4,632
	1,815,011	4,269,788

7. ADVANCE AGAINST FUTURE ISSUE OF SHARE CAPITAL ■

This represents subscription received against Rights shares of Rs. 10/- each at a premium of Rs. 465/- per share out of the 10,688,182 Right shares offered by the Company to the shareholders of the Company, other than the major shareholders who waived in writing their right entitlements for facilitating the Company to issue shares to offshore investors, in the proportion to their respective holding i.e. in the ratio of 16.354091 shares for every 100 shares held by these shareholders.

Subsequent to the period end, the Board of Directors of the Company in their meeting held on October 11, 2008 have decided that 8,425 Right shares of Rs. 10/- each be allotted to the shareholders, who subscribed the right shares at Rs. 10/- per share at a premium of Rs. 465/- per share i.e. at a subscription price of Rs. 475/- per share on or before September 30, 2008 for a total consideration of Rs. 4.00 million.

Further, in the attendant circumstances the remaining unsubscribed 10,679,757 Right shares of Rs. 10/- per share at a premium of Rs. 465/- per share i.e. at a subscription price of Rs. 475/- per share be not allotted or issued.

September 30,
2008
(Un-audited)
.....(Rupees in '000).....

June 30,
2008
(Audited)

8. COMMITMENTS ■

Commitment in respect of:

- Bank guarantee	3,335	3,335
------------------	-------	-------



September 30, 2008	September 30, 2007
.....(Un-audited).....	
.....(Rupees in '000).....	

9. BASIC AND DILUTED EARNINGS PER SHARE ■

Profit after taxation for the period		2,418,422	18,759
Less: Cumulative preference dividend on convertible preference shares		-	(12,351)
Profit after taxation attributable to Ordinary shareholders		<u>2,418,422</u>	<u>6,408</u>
		September 30, 2008	September 30, 2007
		.....(Number in '000).....	
Weighted average number of Ordinary shares			
Number of ordinary shares outstanding during the period	9.1	763,285	734,257
Convertible preference shares		-	7,000
		<u>763,285</u>	<u>741,257</u>
Weighted average number of Ordinary shares adjusted for the effect of dilution		September 30, 2008	September 30, 2007
		.....(Rupees).....	
Earnings per share:			
- Basic		<u>3.17</u>	<u>0.01</u>
- Diluted		<u>3.17</u>	<u>0.02</u>

9.1 The number of ordinary shares has increased from 222,020,000 shares on September 30, 2008 to 763,285,323 shares on October 30, 2008 as a result of right and bonus shares issued to the shareholders on October 14, 2008 and October 18, 2008 respectively. Therefore, in accordance with para 64 of International Accounting Standard 33 - "Earnings per share," the calculation of basic and diluted earnings per share for the quarters ended September 30, 2008 and September 30, 2007 have been retrospectively adjusted.

September 30, 2008	September 30, 2007
.....(Un-audited).....	
.....(Rupees in '000).....	

10. CASH AND CASH EQUIVALENTS ■

Cash and bank balances		228,826	17,018
Short term running finance utilised under mark-up arrangement		-	(3,172,644)
		<u>228,826</u>	<u>(3,155,626)</u>

11. RELATED PARTY TRANSACTIONS ■

Related parties comprise subsidiaries, associates, joint venture, directors, key management personnel and provident fund scheme. Significant transactions with related parties during the quarter ended September 30, 2008 are as follows:

	September 30, 2008	September 30, 2007
	.....(Un-audited).....	.....(Un-audited).....
	.....(Rupees in '000).....	.....(Rupees in '000).....
Brokerage expense	2,006	2,869
Proceed from sale of vehicle	-	325
Rental income	5,456	5,076
Rent expense	-	1,560
Profit received on fund placements and deposit accounts	15,889	-
Advisory and consultancy fees	-	87,795
Underwriting commission received	-	13,906
Investment in related parties	413,232	12,045
Contribution to Staff Provident Fund	600	349
Donations paid to Mahvash and Jahangir Siddiqui Foundation (formerly Siddiqui Foundation) - Common directorship and key management personnel	237,379	-
Key management personnel:		
Remuneration to Chief Executive Officer	3,304	1,474
Remuneration to Executives	7,915	5,027
Advisory fee to Director	1,500	1,500

The Company continues to have policy whereby all transactions with related parties are entered into arm's length prices using admissible valuation method.

12. POST BALANCE SHEET EVENT ■

Further to the recommendation of the Board of Directors of the Company in their meeting held on August 16, 2008, the Company, on October 18, 2008 issued 541,256,898 bonus shares @ 243.7782003% i.e. in the proportion of 2.437782003 new Ordinary shares for every 1 Ordinary share held by the members according to their respective shareholdings at the book closure date.

13. DATE OF AUTHORISATION ■

These interim condensed financial statements were authorised for issue by the Board of Directors in their meeting held on October 30, 2008.

14. GENERAL ■

Figures have been rounded off to the nearest thousand rupees.

Mazharul Haq Siddiqui
Chairman

Munaf Ibrahim
Chief Executive





INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS



Interim Condensed Consolidated Balance Sheet

As at September 30, 2008

	Note	September 30, 2008 (Un-audited) .....(Rupees in '000).....	June 30, 2008 (Audited)
ASSETS ■			
Non-Current Assets			
Property and equipment	4	997,638	930,184
Intangible assets		3,961,129	3,976,185
Investment properties		3,532	3,692
Stock exchange membership cards and room		34,201	34,201
Long term investments	5	19,984,176	24,960,955
Long term loans, advances and other receivables		1,488,142	25,613
Long term deposits		4,938	4,940
Deferred tax asset		102,268	101,407
		26,576,024	30,037,177
Current Assets			
Short term investments	6	9,905,642	13,563,740
Trade debts - unsecured		2,686	199,689
Loans and advances		9,517,333	9,801,499
Accrued markup		383,719	335,192
Deposits, prepayments and other receivables		493,269	281,730
Fund placements		3,515,707	2,372,802
Taxation - net		255,531	237,446
Cash and bank balances		2,522,867	8,405,140
		26,596,754	35,197,238
		53,172,778	65,234,415
EQUITY AND LIABILITIES ■			
Share Capital and Reserves			
Share Capital		2,220,200	2,220,200
Reserves		24,816,440	32,123,173
Equity attributable to equity holders' of the parent		27,036,640	34,343,373
Minority Interest		2,700,288	3,223,523
Total equity		29,736,928	37,566,896
Advance against future issue of share capital	7	4,002	-
Non-Current Liability			
Long term financing		4,047,557	4,124,445
Liabilities against assets subject to finance lease		6,724	7,615
Deposits and other accounts		3,211,115	348,103
Employee benefit liability		17,690	2,343
		7,283,086	4,482,506
Current Liabilities			
Trade and other payables		886,044	2,539,208
Accrued interest / mark-up on borrowings		347,082	312,533
Short term borrowings		3,019,931	6,194,919
Current portion of non-current liabilities	8	11,895,705	14,138,353
		16,148,762	23,185,013
Contingencies and Commitments	9	53,172,778	65,234,415

The annexed notes 1 to 16 form an integral part of these interim condensed consolidated financial statements.

Mazharul Haq Siddiqui
Chairman

Munaf Ibrahim
Chief Executive

Interim Condensed Consolidated Profit and Loss Account

For the Quarter ended September 30, 2008

(Un-audited)

	Note	July 1, to September 30, 2008	July 1, to September 30, 2007
.....(Rupees in '000).....			
INCOME			
Return on investments		207,311	149,308
Gain on sale of investments - net		2,140,934	98,017
Income from long term loans and fund placements		442,969	273,117
Fee, commission and brokerage		188,921	166,792
Other income		90,902	41,925
Loss on revaluation of investments carried at fair value through profit and loss - net		<u>(389,687)</u>	<u>(1,733)</u>
		2,681,350	727,426
EXPENDITURE			
Operating and administrative expenses		<u>572,065</u>	<u>350,414</u>
Finance cost		<u>560,052</u>	<u>556,984</u>
Reversal of provision for impairment against investments		<u>(754)</u>	<u>-</u>
		1,131,363	907,398
		1,549,987	(179,972)
Share of (loss) / profit from:			
- associates		<u>(96,398)</u>	<u>165,206</u>
- joint ventures		<u>(1,678)</u>	<u>(34)</u>
		(98,076)	165,172
PROFIT / (LOSS) FOR THE PERIOD BEFORE TAXATION		1,451,911	(14,800)
TAXATION			
- Current		<u>2,538</u>	<u>8,380</u>
- Deferred		<u>(1,221)</u>	<u>2,198</u>
		1,317	10,578
PROFIT / (LOSS) AFTER TAXATION FOR THE PERIOD		1,450,594	(25,378)
Loss attributable to minority interest		<u>21,619</u>	<u>42,892</u>
		1,472,213	17,514
.....(Rupees).....			
EARNINGS PER SHARE ■	10		
- Basic		<u>1.93</u>	<u>0.01</u>
- Diluted		<u>1.93</u>	<u>0.02</u>

The annexed notes 1 to 16 form an integral part of these interim condensed consolidated financial statements.

Mazharul Haq Siddiqui
Chairman

Munaf Ibrahim
Chief Executive

Interim Condensed Consolidated Cash Flow Statement

For the Quarter ended September 30, 2008
(Un-audited)

Note	July 1, to September 30, 2008	July 1, to September 30, 2007
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES ■		
Profit / (loss) for the period before taxation	1,451,911	(14,800)
Adjustments for non cash charges and other items:		
Depreciation	36,432	22,791
Amortisation on intangible assets	15,843	49,544
Amortisation of deferred cost	-	(677)
Loss / (profit) on sale of property and equipment	957	(1,225)
Interest income from defence saving certificates	(185)	(177)
Share of loss / (profit) from associates and joint ventures	98,076	(165,172)
Charge for defined benefit plan	15,347	-
Liabilities no longer payable written back	(1,859)	(4,439)
Reversal of provision for impairment against investments	(754)	-
Loss on revaluation of investments carried at fair value through profit and loss - net	389,687	1,733
Finance cost	560,052	556,984
	1,113,596	459,362
Operating profit before working capital changes	2,565,507	444,562
(Increase)/decrease in operating assets :		
Short term investments	2,065,234	(3,932,881)
Trade debts	197,003	(256,090)
Loans and advances	159,166	(34,894)
Long term loans, advances, deposits and other receivables	(1,462,527)	49,770
Fund placements	(1,142,905)	963,217
Deposits, prepayments, accrued mark-up and other receivables	(260,066)	122,703
	(444,095)	(3,088,175)
(Decrease)/increase in operating liabilities:		
Trade and other payables	(1,646,549)	(1,341,411)
Deposits and other accounts	621,566	(1,464,674)
Net cash generated from / (used in) operations	1,096,429	(5,449,698)
Interest / mark-up paid	(524,406)	(439,328)
Taxes paid	(19,919)	(31,587)
Dividend paid	(8,474)	(4,371)
Net cash inflow / (outflow) from operating activities	543,630	(5,924,984)
CASH FLOWS FROM INVESTING ACTIVITIES ■		
Capital expenditure incurred	(245,071)	(91,731)
Intangible assets acquired	(787)	(2,621)
Proceeds from sale of property and equipment	1,976	21,039
Investment acquired - net of sale	(2,930,957)	(479,405)
Net cash outflow from investing activities	(3,174,839)	(552,718)
CASH FLOWS FROM FINANCING ACTIVITIES ■		
(Redemption)/proceeds from issue of term finance certificates - net	(77,789)	98,886
Proceeds from issue of preference shares	-	350,000
Advance against future issue of share capital	4,002	-
Long term loans – net of repayment	(1,495)	(62,500)
Repayment of lease liability	(794)	-
Securities sold under repurchase agreements	(849,267)	728,440
Net cash (outflow) / inflow from financing activities	(925,343)	1,114,826
NET DECREASE IN CASH AND CASH EQUIVALENTS	(3,556,552)	(5,362,876)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	11 3,064,305	871,561
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	(492,247)	(4,491,315)

The annexed notes 1 to 16 form an integral part of these interim condensed consolidated financial statements.

Mazharul Haq Siddiqui
Chairman

Munaf Ibrahim
Chief Executive



Interim Condensed Consolidated Statement of the Changes in Equity

For the Quarter ended September 30, 2008
(Un-audited)

	ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT										MINORITY INTEREST	TOTAL	
	Issued, subscribed and paid-up capital			Capital			Reserves						Preference share redemption
	Note	Ordinary shares	Preference shares Class 'A'	Ordinary share premium	Bonus issue	General	Foreign exchange translation	Unappropriated profit	Unrealised gain on revaluation of available for sale investments - net	Statutory				Hedging	Others
Balance as at July 1, 2007	350,000	700,000	2,016,379	-	2,500,000	968	4,240,430	1,732,408	-	241,048	25,302	2,488,944	14,295,479
Net effect of revaluation of available for sale investments to fair value held as at the period end	-	-	-	-	-	-	-	131,989	-	-	-	(13,205)	118,784
Net effect of translation of net assets of foreign subsidiary to reporting currency	-	-	-	-	-	(613)	-	-	-	-	-	-	(613)
Share of associates	-	-	(51,751)	-	-	-	-	(3,476)	-	(18,279)	6,411	-	(67,095)
Profit for the period	-	-	-	-	-	-	17,514	-	-	-	-	(42,892)	(25,378)
Appropriations for the year ended: June 30, 2007:													
- Issue of bonus shares @ 100%	350,000	-	(350,000)	-	-	-	-	-	-	-	-	-	-
- Final dividend @ Rs. 2.50 per Ordinary share	-	-	-	-	-	-	(87,500)	-	-	-	-	-	(87,500)
- Preferred dividend @ 7 % per annum	-	-	-	-	-	-	(26,984)	-	-	-	-	-	(26,984)
Balance as at September 30, 2007	700,000	700,000	1,614,628	-	2,500,000	355	4,143,460	1,860,921	-	222,769	31,713	2,432,847	14,206,693
Balance as at July 1, 2008	2,220,200	-	11,395,668	-	10,000,000	7,461	13,385,998	(2,802,182)	61,514	49,125	25,589	3,223,523	37,566,896
Net effect of revaluation of available for sale investments to fair value held as at the year end	-	-	-	-	-	-	-	(7,793,940)	-	-	-	(501,616)	(8,295,556)
Net effect of translation of net assets of foreign subsidiaries to reporting currency	-	-	-	-	-	11,458	-	-	-	-	-	-	11,458
Share of associates	-	-	(885,768)	-	-	(71)	-	7,898	-	(123,841)	6,232	-	(995,550)
Profit for the period	-	-	-	-	-	-	1,472,213	-	-	-	-	(21,619)	1,450,594
Statutory reserve	-	-	-	-	-	-	-	-	(914)	-	-	-	(914)
Proposed bonus Issue @ 243.7782003%	14	-	(5,412,569)	5,412,569	-	-	-	-	-	-	-	-	-
Balance as at September 30, 2008	2,220,200	-	5,097,331	5,412,569	10,000,000	18,848	14,858,211	(10,588,224)	60,600	(74,716)	31,821	2,700,288	29,736,928

The annexed notes 1 to 16 form an integral part of these interim condensed consolidated financial statements.

Mazharul Haq Siddiqui
Chairman

Munaf Ibrahim
Chief Executive



Notes To The Interim Condensed Consolidated Financial Statements

For the Quarter ended September 30, 2008

(Un-audited)

1. THE GROUP AND ITS OPERATIONS ■

1.1 Jahangir Siddiqui & Co. Ltd. (the Holding Company) and its subsidiary companies (together the Group) are involved in trading of securities, maintaining strategic investments, investment advisory, asset management, agency telecommunication, commercial banking, power generation and other businesses. The Group is mainly operating in Pakistan and also provides services in United Kingdom and Cayman Islands.

The Holding Company was incorporated under the Companies Ordinance, 1984 (the Ordinance) on May 4, 1991 as a public unquoted company. The Holding Company is presently listed on Karachi Stock Exchange (Guarantee) Limited. The Holding Company is also a corporate member of Karachi Stock Exchange (Guarantee) Limited and Islamabad Stock Exchange (Guarantee) Limited. The registered office of the Holding Company is situated at 6th Floor, Faysal House, Main Shakra-e-Faisal, Karachi. The principal activities of the Holding Company are trading of securities, maintaining strategic investments, consultancy services, underwriting, etc.

1.2 The Group comprises of the Holding Company and the following subsidiary companies that have been consolidated in these financial statements on the line by line basis. All material inter company balances, transactions and resulting unrealised profits / losses have been eliminated:

Subsidiary Companies	Nature of Business	Note	Date of Acquisition	Holding (including indirect holding)	
				September 2008	June 2008
JS Investments Limited (JSIL) (formerly JS ABAMCO Limited)	Investment Advisor, Asset Manager and Investment Banking		July 31, 2000	52.02%	52.02%
JS Infocom Limited	Telecom, Media and Technology		August 25, 2003	100.00%	100.00%
JS International Limited	Investment Advisory Services		July 14, 2005	100.00%	100.00%
JS International LLP (Sub-subsidiary)	Investment Advisory Services		April 11, 2006	100.00%	100.00%
JS Bank Limited (JSBL)	Commercial Banking		December 30, 2006	57.43%	57.43%
Credit Chex (Private) Limited	Credit Information and Credit Rating Services		October 8, 2007	75.00%	75.00%
JS ABAMCO Commodities Limited (Sub-subsidiary)	Commodity brokerage		December 12, 2007	52.02%	52.02%
Webdnaworks (Private) Limited (Sub-subsidiary)	Telecom and Technology		December 12, 2007	51.00%	51.00%
MOBEX Limited (Sub-subsidiary)	Telecom and Technology		March 20, 2008	70.00%	70.00%
Energy Infrastructure Holding (Private) Limited	Power generation	1.2.1	July 07, 2008	100.00%	-

1.2.1 During the period, Energy Infrastructure Holding (Private) Limited (EIHPL) issued 52,500,000 shares of Rs. 10 each to the Holding Company. EIHPL was incorporated on April 15, 2008 under the laws of Pakistan. The principal activities of EIHPL after commencement of operations will be to design, construct, acquire, own, operate and maintain power generation complexes and to carry on the business of electricity generation, power transmission and distribution services, over hauling and re-powering of power plants etc.

2. BASIS OF PREPARATION ■

These interim condensed consolidated financial statements are un-audited and are being submitted to the shareholders as required under Section 245 of the Companies Ordinance, 1984 and the Listing Regulations of the Karachi Stock Exchange. These interim condensed consolidated financial statements have been prepared in accordance with the requirements of the International Accounting Standard - 34 "Interim Financial Reporting" as applicable in Pakistan. These interim condensed consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Company's annual consolidated financial statements for the year ended June 30, 2008.

3. ACCOUNTING POLICIES ■

The accounting policies followed for the preparation of these interim condensed consolidated financial statements are the same as those applied in preparing the annual consolidated financial statements of the Company for the year ended June 30, 2008.

4. PROPERTY AND EQUIPMENT ■

The details of additions in and disposals of operating assets during the period ended September 30, 2008 are as follows:

	Note	September 30, 2008 (Un-audited) .....(Rupees in '000).....	June 30, 2008 (Audited)
Additions - cost			
Owned:			
- Office premises - leasehold		68,240	219,841
- Leasehold improvements		56,554	68,956
- Office equipment		59,410	132,092
- Office furniture and fixtures		19,364	21,877
- Motor vehicles		3,613	57,036
Leased:			
- ATM machines		-	19,225
		207,181	519,027
Disposals - cost			
- Office premises - leasehold		3,559	3,452
- Leasehold improvements		4,070	-
- Office equipment		2,400	10,229
- Office furniture and fixtures		244	1,690
- Motor vehicles		794	42,867
		11,067	58,238

5. LONG TERM INVESTMENTS ■

Related parties:

- Investment in associates		6,953,388	5,114,407
- Investment in joint venture	5.1	73,322	-
- Other related parties - Available for sale		12,743,416	19,846,548
		19,770,126	24,960,955

Other investments:

- Available for sale		214,050	-
		19,984,176	24,960,955

5.1 This represents Group interest in Gujranwala Energy Limited (GEL), a joint venture of Energy Infrastructure Holding (Private) Limited (a wholly owned subsidiary). GEL is a public limited company incorporated on September 14, 2006 under the provisions of the Companies Ordinance, 1984. The registered office of GEL is situated at Lahore. Its principal business activity would be to generate and supply the electricity to Water and Power Development Authority (WAPDA). The production facility would be constructed at Sung-o-Wali, Tehsil Wazirabad, District Gujranwala. The Company is in its development phase, therefore, it has not started its commercial operation.

September 30 2008 (Un-audited)	June 30 2008 (Audited)
.....(Rupees in '000).....	

6. SHORT TERM INVESTMENTS ■

Assets at fair value through profit or loss	1,389,148	3,776,203
Available for sale	8,511,676	9,782,905
Held to maturity	4,818	4,632
	9,905,642	13,563,740

7. ADVANCE AGAINST FUTURE ISSUE OF SHARE CAPITAL ■

This represents subscription received against Rights shares of Rs. 10/- each at a premium of Rs. 465/- per share out of the 10,688,182 Right shares offered by the Holding Company to its shareholders, other than the major shareholders who waived in writing their right entitlements for facilitating the Holding Company to issue shares to offshore investors, in the proportion to their respective holding i.e. in the ratio of 16.354091 shares for every 100 shares held by these shareholders.

Subsequent to the period end, the Board of Directors of the Holding Company in their meeting held on October 11, 2008 have decided that 8,425 Right shares of Rs. 10/- each be allotted to the shareholders, who subscribed the right shares at Rs. 10/- per share at a premium of Rs. 465/- per share i.e. at a subscription price of Rs. 475/- per share on or before September 30, 2008 for a total consideration of Rs. 4.00 million.

Further, in the attendant circumstances the remaining unsubscribed 10,679,757 Right shares of Rs. 10/- per share at a premium of Rs. 465/- per share i.e. at a subscription price of Rs. 475/- per share be not allotted or issued.

September 30, 2008 (Un-audited)	June 30, 2008 (Audited)
.....(Rupees in '000).....	

8. CURRENT PORTION OF NON-CURRENT LIABILITIES ■

Long term financing:

- Term finance certificates	313,278	313,278
- Liability against Class A, B & C TFCs	90,661	91,960
Deposits and other accounts	11,488,452	13,729,898
Liabilities against assets subject to finance lease	3,314	3,217
	11,895,705	14,138,353

9. CONTINGENCIES AND COMMITMENTS ■

9.1 Contingencies

9.1.1 Transaction-related Contingent Liabilities

Includes performance bonds, bid bonds, warranties, advance payment guarantees, shipping guarantees and standby letters of credit related to particular transactions.

	September 30, 2008 (Un-audited) .....(Rupees in '000).....	June 30, 2008 (Audited)
- Government	294,310	63,757
- Banking companies and other financial institutions	7,265	2,064
- Others	443,274	15,368
	<u>744,849</u>	<u>81,189</u>
9.1.2 Trade related contingent liabilities		
Documentary credits	<u>910,726</u>	<u>632,460</u>
9.1.3 Other Contingencies		
Claims not acknowledged as debts	<u>97,629</u>	<u>97,358</u>
9.2 Commitments		
Forward purchase of government securities	<u>150,000</u>	<u>65,000</u>
Forward sale commitments	<u>-</u>	<u>65,000</u>
Commitments in respect of capital expenditure	<u>172,617</u>	<u>143,613</u>
Bank guarantee	<u>3,335</u>	<u>3,335</u>
Underwriting commitments	<u>195,390</u>	<u>170,993</u>
Assets acquired under operating lease	<u>700</u>	<u>700</u>
Commitments in respect of forward exchange contracts:		
- Purchase	<u>1,863,231</u>	<u>661,840</u>
- Sale	<u>1,410,751</u>	<u>2,416,124</u>

9.2.1 JS Investments Limited has given guarantee to the seed capital investors of JS Aggressive Income Fund for the lock-in-period of 2 years from the respective date of issuance of seed capital, ranging from November 6, 2007 to November 28, 2009. The Initial investment amount and a minimum return thereon of eight percent (8%) per annum is covered under the above guarantee.



		September 30, 2008	September 30, 2007
		.....(Un-audited).....	
		.....(Rupees in '000).....	
10. BASIC AND DILUTED EARNINGS PER SHARE ■			
Profit after taxation attributable to equityholders of the parent		1,472,213	17,514
Less: Cumulative preference dividend on convertible preference shares		-	(12,351)
Profit after taxation attributable to Ordinary shareholders of the parent		<u>1,472,213</u>	<u>5,163</u>
	Note	September 30, 2008	September 30, 2007
		.....(Number in '000).....	
Weighted average number of Ordinary shares			
Number of ordinary shares outstanding during the period	10.1	763,285	734,257
Convertible preference shares		-	7,000
Weighted average number of Ordinary shares adjusted for the effect of dilution		<u>763,285</u>	<u>741,257</u>
		September 30, 2008	September 30, 2007
		.....(Rupees).....	
Earnings per share:			
- Basic		<u>1.93</u>	<u>0.01</u>
- Diluted		<u>1.93</u>	<u>0.02</u>

10.1 The number of ordinary shares has increased from 222,020,000 shares on September 30, 2008 to 763,285,323 shares on October 30, 2008 as a result of right and bonus shares issued to the shareholders on October 14, 2008 and October 18, 2008 respectively. Therefore, in accordance with para 64 of International Accounting Standard 33 - "Earnings per share", the calculation of basic and diluted earnings per share for the quarters ended September 30, 2008 and September 30, 2007 have been retrospectively adjusted.

		September 30, 2008	September 30, 2007
		.....(Un-audited).....	
		.....(Rupees in '000).....	
11. CASH AND CASH EQUIVALENTS ■			
Cash and bank balances		2,522,867	3,302,114
Short term running finances under mark-up arrangements		(31,002)	(3,172,644)
Borrowings from banks / NBFCs		<u>(2,984,112)</u>	<u>(4,620,785)</u>
		<u>(492,247)</u>	<u>(4,491,315)</u>

12. RELATED PARTY TRANSACTIONS ■

Related parties comprise of subsidiaries, associates, companies under common directorship, joint ventures, directors, key management personnel and provident fund schemes.

Significant transactions with related parties during the three months period are as follows:



	September 30, 2008	September 30, 2007
	.....(Un-audited).....	
	.....(Rupees in '000).....	
Associated undertakings		
Brokerage expense	2,006	4,479
Purchase of money market instruments	-	16,352
Sale of money market instruments	1,029,511	153,913
Advisory and consultancy fee	-	88,320
Underwriting commission received	-	13,906
Rental income	5,456	5,505
Rent expense	250	2,937
Proceeds from sale of property and equipment	-	325
Donations paid to Mahvash and Jahangir Siddiqui Foundation (formerly Siddiqui Foundation) – common directorship and key management personnel	237,379	-
Investment in related parties	13,232	-
Advance against term finance certificates and share subscription	-	12,045
Remuneration and commission income from funds	141,221	136,121
Contribution to provident fund	2,494	1,869
Expenses incurred on behalf of funds	314	3,380

The Holding Company continues to have policy whereby all transactions with related parties are entered into arm's length prices using admissible valuation method.

13. SEGMENT INFORMATION ■

For management purposes the Group is organised into following major business segments:

Capital market operations	Principally engaged in trading of equity securities and maintaining strategic and trading portfolios.
Banking	Principally engaged in providing investment and commercial banking services.
Investment advisor / assets manager	Principally providing investment advisory and asset management services to different mutual funds and unit trusts.
Others	Other operations of the Group comprise of telecommunication and information technology, underwriting and consultancy services, research and corporate finance, power generation, credit information and credit rating services.

The operating results of the group operations were as follows:



	OPERATIONS				TOTAL
	Capital Market	Banking	Investment advisor/ assets manager	Others	
Segment results for the period ended September 30, 2008	..... (Rupees in '000)				
Return on investments	56,776	136,718	13,167	650	207,311
Gain on sale of investments - net	2,127,474	11,834	1,626	-	2,140,934
Income from long term loans and fund placements	45,729	386,661	2,693	7,886	442,969
Fee, commission and brokerage	-	29,187	141,266	18,468	188,921
Loss on revaluation of investments carried at fair value through profit and loss - net	(389,993)	(45)	-	351	(389,687)
Unallocated Revenue	-	-	-	-	90,902
	1,839,986	564,355	158,752	27,355	2,681,350
Share of loss from:					
Associates	(96,398)	-	-	-	(96,398)
Joint venture	(1,678)	-	-	-	(1,678)
	1,741,910	564,355	158,752	27,355	2,583,274
Operating and administrative expenses	43,489	276,455	97,538	84,220	501,702
Finance cost	129,642	353,929	75,822	659	560,052
Reversal of provision for impairment in investments	-	(754)	-	-	(754)
	173,131	629,630	173,360	84,879	1,061,000
Segment results	1,568,779	(65,275)	(14,608)	(57,524)	1,522,274
Unallocated expenses	-	-	-	-	(70,363)
Profit / (loss) for the period before taxation	1,568,779	(65,275)	(14,608)	(57,524)	1,451,911
Taxation:					
Segment	-	-	1,997	-	1,997
Unallocated revenue	-	-	-	-	541
Deferred	-	-	(1,221)	-	(1,221)
	-	-	776	-	1,317
Profit / (loss) after taxation for the period	1,568,779	(65,275)	(15,384)	(57,524)	1,450,594
Minority interest	-	9,272	6,162	6,185	21,619
	1,568,779	(56,003)	(9,222)	(51,339)	1,472,213

	OPERATIONS				TOTAL
	Capital Market	Banking	Investment advisor/ assets manager	Others	
Segment results for the period ended September 30, 2007	..... (Rupees in '000)				
Return on investments	45,371	95,608	292	8,037	149,308
Gain on sale of investments - net	76,812	(13,263)	10,199	24,269	98,017
Income from long term loans and fund placements	-	269,234	-	3,883	273,117
Fee, commission and brokerage	13,951	16,645	136,196	-	166,792
(Loss)/gain on revaluation of investments carried at fair value through profit and loss – net	37,440	60	-	(39,233)	(1,733)
Unallocated Revenue	-	-	-	-	41,925
	173,574	368,284	146,687	(3,044)	727,426
Share of profit / (loss) from:					
Associates	165,206	-	-	-	165,206
Joint ventures	(34)	-	-	-	(34)
	338,746	368,284	146,687	(3,044)	892,598
Operating and administrative expenses	26,224	187,667	98,815	19,033	331,739
Finance cost	214,901	318,068	23,962	53	556,984
	241,125	505,735	122,777	19,086	888,723
Segment results	97,621	(137,451)	23,910	(22,130)	3,875
Unallocated expenses	-	-	-	-	(18,675)
Profit / (loss) for the period before taxation	97,621	(137,451)	23,910	(22,130)	(14,800)
Taxation:					
Segment	1,391	1,980	3,800	-	7,171
Unallocated revenue	-	3,224	(1,026)	-	1,209
Deferred	-	-	-	-	2,198
	1,391	5,204	2,774	-	10,578
Profit / (loss) after taxation for the period	96,230	(142,655)	21,136	(22,130)	(25,378)
Minority interest	-	57,120	(14,228)	-	42,892
	96,230	(85,535)	6,908	(22,130)	17,514

14. POST BALANCE SHEET EVENT ■

Further to the recommendation of the Board of Directors of the Holding Company in their meeting held on August 16, 2008, the Holding Company, on October 18, 2008 issued 541,256,898 bonus shares @ 243.7782003% i.e. in the proportion of 2.437782003 new Ordinary shares for every 1 Ordinary share held by its members according to their respective shareholdings at the book closure date.



15. DATE OF AUTHORISATION FOR ISSUE ■

These interim condensed consolidated financial statements were authorised for issue by the Board of Directors of the Holding Company in its meeting held on October 30, 2008.

16. GENERAL ■

Figures have been rounded off to the nearest thousand rupees.

Mazharul Haq Siddiqui
Chairman

Munaf Ibrahim
Chief Executive



Jahangir Siddiqui & Co. Ltd.
6th Floor, Faysal House,
Shahra-e-Faisal,
Karachi-75530, Pakistan
www.js.com

UAN: +92 21 111 574 111
Fax: +92 21 280 0163
+92 21 280 0167