
JS Investments Limited

Quarterly Report for the period
ended March 31, 2009



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Vision

To be Industry Leaders in Financial Services

Mission

Pursuit of Professional Excellence

Core Values

- Shareholder Value
- Integrity
- Commitment

COMPANY INFORMATION

Board of Directors	Mr. Munawar Alam Siddiqui Mr. Muhammad Najam Ali Mr. Ali Raza Siddiqui Mr. Nazar Mohammad Shaikh Mr. Siraj Ahmed Dadabhoy Lt. General (R) Masood Parwaiz Mr. Sadeq Sayeed	Chairman Chief Executive Director Non-Executive Director Non-Executive Director Non-Executive Director Non-Executive Director
Audit Committee	Mr. Nazar Mohammad Shaikh Mr. Munawar Alam Siddiqui Lt. General (R) Masood Parwaiz	Chairman Member Member
Chief Financial Officer & Company Secretary	Mr. Suleman Lalani	
Auditors	M/s A.F. Ferguson & Co. Chartered Accountants	
Legal Advisors	Bawaney & Partners	
Share Registrar	Technology Trade (Private) Limited 241-C, Block-2, P.E.C.H.S., Karachi	
Registered Office	7th Floor, The Forum, G-20 Khayaban-e-Jami, Block-9, Clifton Karachi-75600 Tel: (92-21) 111-222-626 Fax: (92-21) 5361724 E-mail: info@jsil.com Website: www.jsil.com	

DIRECTORS' REPORT TO THE SHAREHOLDERS

The Board of Directors of JS Investments Limited have pleasure in presenting to you the un-audited financial statements of your Company for the third quarter ended March 31, 2009.

Market Review

During the period under review, the KSE-100 index fell from a level of 12,289.03 points at June 30, 2008 to close at 6,860.22 points at March 31, 2009, down by 44.2%. The first half of the current fiscal year ending June 30, 2009 has been marred with growing political uncertainties, worsening economic conditions and regulatory concerns, which led to an outflow of capital from all sectors of the economy. The regulators took certain measures to protect the market and restore investor confidence by initially changing the upper and lower circuit breaker limits to 10% and 1% respectively from their original 5% levels, and later imposing a floor mechanism on the index and scrip prices at their respective closing levels on August 27th (the floor of the KSE-100 was set at a level of 9144.93). Upon removal of the floor mechanism on December 15, 2008 the KSE-100 index fell significantly and investors remained cautious about buying despite the news of the government sponsored Rs.20bn fund, resulting in sustained selling pressure.

Despite these challenges in the first half of the current fiscal year, 3QFY09 has showed significant improvement, with KSE-100 index up by 17% (995.21 pts) from its December 31, 2008 level. Overall traded volume between June 30, 2008 and December 31, 2008 was 4.9bn shares whereas traded volume in 3QFY09 has been 9.7bn shares, further highlighting the increasing activity in Pakistan's equity market. Resolution of political disputes, declining interest rates & Current Account Deficit, inflow of foreign aid / loans, and attractive equity valuations were the main factors behind this recent upsurge. Furthermore, disbursement of IMF's second tranche amounting to \$847.1mn was taken in a positive light and further spurred market participation.

Results of Operations

During the third quarter, the funds under management of the Company decreased by 4% from Rs. 23.4 billion as of December 31, 2008 to Rs. 22.4 billion as of March 31, 2009. This translates into a reduction of 57.5% in assets over the nine months under review with an almost similar reduction in industry assets over the same period. Due to the extremely unstable political environment, macro- economic situation and the free fall of the capital markets, we received Rs. 4.9 billion in redemptions during the quarter that advanced total redemptions to 15.7 billion on a year to date basis. Despite the adverse conditions, we were able to raise fresh investments of Rs. 3.3 billion during this quarter. 68% of these investments were raised in the last month alone which reflects on the strong sales momentum of our products and services after a long period of suspension of most mutual funds.

The Company posted after tax loss of Rs. 759.463 million during the nine-months period ended March 31, 2009 translating into loss per share of Rs. 7.59. The Company earned management fee from funds under management of Rs. 346.610 million compared to Rs. 456.765 million during the corresponding period last year. The company has booked an impairment loss on investment Rs. 332.243 million as fully explained in note 5.1 to the condensed interim financial statements.

Future Outlook

Major political issues seem to have been overcome during the period under review and while significant challenges remain to political stability, we believe investor sentiment will continue to improve on the basis of a strong reduction in inflation and interest rates. Your Company intends to focus on cost management, investor education and further consolidation of its leading industry position through cultivation of retail investor base and strong investment performance.

Entity and Asset Manager Rating

The Pakistan Credit Rating Agency (PACRA) has assigned the long-term and short term ratings of "AA-" (Double AA minus) and "A1+" (A-one plus) respectively to JS Investments Limited. These ratings denote very low expectation of credit risk emanating from very strong capacity for timely payment of financial commitments.

PACRA has maintained the "AM2+" asset manager rating to JS Investments Limited. The rating denotes the Company's very strong capacity to manage the risks inherent in asset management and the asset manager meets very high investment management industry standards and benchmarks.

Acknowledgement

The Directors place on record their appreciation for the employees of the Company for their dedicated service. We also thank all our shareholders and investors in funds under management of JS Investments Limited for their confidence in the Company.

Karachi: April 22, 2009

Muhammad Najam Ali
Chief Executive

JS Investments Limited

CONDENSED INTERIM BALANCE SHEET

AS AT MARCH 31, 2009

	Note	March 31, 2009 (Unaudited)	June 30, 2008 (Audited)
		----- Rupees -----	
ASSETS			
Non-current assets			
Fixed assets			
	4	221,714,596	247,556,004
	4	115,884,864	121,357,109
		4,387,747	3,085,601
		18,472,563	18,147,019
		37,500,000	37,500,000
Current assets			
	5	918,820,558	2,773,359,815
		4,301,391	4,338,191
		23,227,093	20,093,299
		31,334,931	60,713,125
		88,392,479	66,224,391
	6	7,224,376	20,433,232
		1,073,300,828	2,945,162,053
	11.3	355,319,092	904,414,580
		1,428,619,920	3,849,576,633
Total assets		1,826,579,690	4,277,222,366
EQUITY AND LIABILITIES			
	7	1,000,000,000	1,000,000,000
	5	(947,776,834)	(204,057,068)
		109,873,728	109,873,728
		160,463,442	1,017,952,970
		322,560,336	1,923,769,630
		40,297,097	42,270,935
LIABILITIES			
Non current liabilities			
		511,084,606	600,567,465
		44,101,842	48,742,628
		555,186,448	649,310,093
Current liabilities			
	11.6	85,767,915	67,131,140
		280,336,227	716,741,553
		57,889,100	108,078,758
		2,188,596	17,216,061
	11.4	426,181,838	909,167,512
		482,353,971	752,704,196
		908,535,809	1,661,871,708
Total liabilities		1,463,722,257	2,311,181,801
Total equity and liabilities		1,826,579,690	4,277,222,366
Contingencies and Commitments			
	8		

As more fully explained in note 5.1, the investments in equity securities classified as available for sale have been valued at prices quoted on the Karachi Stock Exchange as of March 31, 2009 and the resulting deficit arising therefrom has been disclosed under the heads "Unrealised loss on remeasurement of investments classified as available for sale" in equity and "Liabilities and other balances relating to the disposal group". Had the company followed the requirements of IAS 39, an amount of Rs. 996.729 million would have been recognized as impairment loss in the profit and loss account. This would have resulted in a decrease in the above deficit by Rs. 996.729 million with a corresponding increase in the loss for the period and the loss per share would have been higher by Rs. 9.97.

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

Chief Executive

Director

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE PERIOD ENDED MARCH 31, 2009

	Note	Period ended		Quarter ended	
		March 31, 2009	March 31, 2008	March 31, 2009	March 31, 2008
		----- Rupees -----		----- Rupees -----	
CONTINUING OPERATIONS					
INCOME					
Remuneration from funds under management		346,610,057	456,764,564	86,869,794	168,158,831
Commission from open end funds under management		3,877,596	13,758,534	1,868,700	4,344,101
Dividend		21,498,992	111,547,476	-	111,547,476
Gain on sale of investments - net		(232,670,477)	143,979,776	(232,940,316)	126,686,560
Return on bank deposits		1,648,172	3,022,008	520,940	1,453,670
		140,964,340	729,072,358	(143,680,882)	412,190,638
Impairment on investments		(303,032,583)	-	(303,032,583)	-
		(162,068,243)	729,072,358	(446,713,465)	412,190,638
OPERATING EXPENSES					
Administrative and marketing expenses		271,965,757	286,205,822	86,690,104	92,062,918
		(434,034,000)	442,866,536	(533,403,569)	320,127,720
Other operating expenses		852,269	8,890,920	231,800	7,481,099
Financial charges		157,576,067	71,884,166	40,215,950	23,117,104
		(592,462,336)	362,091,450	(573,851,319)	289,529,517
Other operating income		13,028,562	18,431,924	5,903,157	5,058,785
		(579,433,774)	380,523,374	(567,948,162)	294,588,302
(Loss) / Profit before taxation from continuing operations					
Taxation - Current		3,103,917	40,951,859	436,681	24,752,310
- Deferred		(4,640,786)	(6,514,746)	(1,660,933)	(2,073,655)
		(1,536,869)	34,437,113	(1,224,252)	22,678,655
		(577,896,905)	346,086,261	(566,723,910)	271,909,647
(Loss) / Profit after taxation from continuing operations					
OPERATIONS RELATING TO THE DISPOSAL GROUP - INVESTMENT FINANCE SERVICES					
Net (loss) / profit after taxation from the disposal group	11.2	(181,566,461)	52,836,174	(167,256,713)	14,026,879
		(759,463,366)	398,922,435	(733,980,623)	285,936,526
(Loss) / Profit for the period					
(Loss) / earnings per share - basic and diluted	12	(7.59)	3.99	(7.34)	2.86

As more fully explained in note 5.1, the investments in equity securities classified as available for sale have been valued at prices quoted on the Karachi Stock Exchange as of March 31, 2009 and the resulting deficit arising therefrom has been disclosed under the heads "Unrealised loss on remeasurement of investments classified as available for sale" in equity and "Liabilities and other balances relating to the disposal group". Had the company followed the requirements of IAS 39, an amount of Rs. 996.729 million would have been recognized as impairment loss in the profit and loss account. This would have resulted in a decrease in the above deficit by Rs. 996.729 million with a corresponding increase in the loss for the period and the loss per share would have been higher by Rs. 9.97.

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

Chief Executive

Director

JS Investments Limited

CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)

FOR THE PERIOD ENDED MARCH 31, 2009

	Period ended	
	March 31, 2009	March 31, 2008
	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss) / Profit for the period before taxation	(759,765,590)	434,753,859
Adjustment for non-cash and other items:		
Remuneration from funds under management	(346,610,057)	(456,764,564)
Commission from open end funds under management	(3,877,596)	(13,758,534)
Dividend	(33,759,392)	(117,866,226)
Depreciation	25,806,819	34,159,183
Amortisation of intangible assets	5,999,246	4,975,214
Financial charges	234,325,129	139,630,552
Interest / mark-up income	(1,754,274)	(4,308,311)
Liabilities no longer required written back	(2,172,740)	(4,178,293)
Loss / (Gain) on disposal of fixed assets	2,682,897	(1,960,998)
	(879,125,558)	14,681,882
Increase / decrease in assets & liabilities		
Loans and advances	(288,744)	2,565,243
Long-term receivable from related parties	(2,002,400)	1,062,500
Deposits, prepayments and other receivables	24,075,235	(12,140,682)
Accrued and other liabilities	(4,476,698)	51,670,865
	17,307,393	43,157,926
	(861,818,165)	57,839,808
Taxes paid	(28,003,573)	(53,672,843)
Bonus paid	(35,527,260)	(39,821,707)
Financial charges paid	(235,260,444)	(127,859,904)
Remuneration and commission received from funds under management	379,865,847	656,399,362
Net cash (outflow) / inflow from operating activities	(780,743,595)	492,884,716
CASH FLOWS FROM INVESTING ACTIVITIES		
Investments - net	1,558,633,863	(1,977,176,109)
Financing against shares	-	(280,000,000)
Fund Placements	-	(350,000,000)
Investment in subsidiary	-	(37,500,000)
Fixed capital expenditure incurred	(3,746,577)	(9,460,012)
Dividend received	33,784,888	190,272,552
Return on bank deposits	1,911,957	4,571,606
Proceeds from disposal of fixed assets	998,768	25,694,732
Net cash inflow / (outflow) on investing activities	1,591,582,899	(2,433,597,231)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(108,012,962)	(6,877,550)
Money market borrowings	48,000,000	1,260,000,000
Repayments of long-term financing	-	(87,499,996)
Principal redemption of securitized TFCs	(91,690,000)	-
Net cash (outflow) / inflow on financing activities	(151,702,962)	1,165,622,454
Net increase / (decrease) in cash and cash equivalents	659,136,342	(775,090,061)
Cash and cash equivalents at beginning of the year	(931,277,404)	80,595,932
Cash and cash equivalents at end of the period	(272,141,062)	(694,494,129)

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

Chief Executive

Director

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
 FOR THE PERIOD ENDED MARCH 31, 2009

	Share capital	Accumulated Profit	Statutory reserve	Unrealised gain / (loss) on remeasurement of investments classified as available for sale - net	Total
-----Amount in Rupees-----					
Balance as at June 30, 2007	1,000,000,000	725,826,274	-	(131,055,123)	1,594,771,151
Gain realised on disposal of investments	-	-	-	130,410,495	130,410,495
Unrealised loss on re-measurement of investments - net	-	-	-	(37,006,333)	(37,006,333)
Transferred from surplus on revaluation of fixed assets to accumulated profit	-	1,315,893	-	-	1,315,893
Profit after taxation for the period ended March 31, 2008	-	398,922,435	-	-	398,922,435
Transfer to statutory reserve	-	(79,784,487)	79,784,487	-	-
Interim Dividend	-	(150,000,000)	-	-	(150,000,000)
Balance as at March 31, 2008	<u>1,000,000,000</u>	<u>896,280,115</u>	<u>79,784,487</u>	<u>(37,650,961)</u>	<u>1,938,413,641</u>
Balance as at June 30, 2008	1,000,000,000	1,017,952,970	109,873,728	(204,057,068)	1,923,769,630
Loss realised on disposal of investments	-	-	-	273,553,206	273,553,206
Unrealised loss on re-measurement of investments - net	-	-	-	(1,320,305,556)	(1,320,305,556)
Impairment on investments taken to profit & loss account	-	-	-	303,032,583	303,032,583
Transferred from surplus on revaluation of fixed assets to accumulated profit	-	1,973,838	-	-	1,973,838
Final dividend for the year ended June 30, 2008	-	(100,000,000)	-	-	(100,000,000)
Loss after taxation for the period ended March 31, 2009	-	(759,463,366)	-	-	(759,463,366)
Balance as at March 31, 2009	<u>1,000,000,000</u>	<u>160,463,442</u>	<u>109,873,728</u>	<u>(947,776,834)</u>	<u>322,560,336</u>

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

Chief Executive

Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD ENDED MARCH 31, 2009

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 JS Investments Limited is a public listed company incorporated in Pakistan on February 22, 1995 under the Companies Ordinance, 1984. The shares of the company are quoted on the Karachi Stock Exchange since April 24, 2007. The registered office of the company is situated at 7th floor, 'The Forum', Khayaban-e-Jami, Clifton, Karachi. The company is a subsidiary of Jahangir Siddiqui & Company Limited (which has 52.02 percent direct holding in the company).

The company has obtained the licence of an "Investment Adviser" and "Asset Management Company" under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). In addition, the company has also obtained licence to undertake Investment Finance Services and registration to act as Pension Fund Manager under the Voluntary Pension System Rules, 2005.

1.2 The company is an asset management company, investment adviser and pension fund manager for the following:

1.2.1 Asset management company of the following funds:

Closed-End

- UTP Large Cap Fund
- JS Growth Fund

OPEN-END

- Unit Trust of Pakistan
- JS Income Fund
- UTP - Islamic Fund
- JS Aggressive Asset Allocation Fund
- JS Fund of Funds
- UTP - A30+ Fund
- JS Capital Protected Fund
- JS Capital Protected Fund II
- JS Capital Protected Fund III
- JS Capital Protected Fund IV
- JS Aggressive Income Fund
- JS Principal Secure Fund I

1.2.2 Investment adviser of the following fund:

- JS Value Fund Limited

1.2.3 Pension fund manager of the following funds:

- JS Pension Savings Fund
- JS Islamic Pension Savings Fund

- 1.3** These financial statements are the separate financial statements of JS Investments Limited. In addition to these financial statements, consolidated financial statements of JS Investments Limited and its subsidiary company, JS ABAMCO Commodities Limited, have also been prepared.
- 1.4** The Board of Directors of the company in its meeting held on July 9, 2008 had decided to transfer the existing operations of Investment Finance Services to a subsidiary company proposed to be incorporated for undertaking the business of Investment Finance Services. The details of this arrangement are disclosed in note 11 to these financial statements. As per the NBFC Regulations 2008, all AMCs had to separate their IFS operations upto November 30, 2008. The company had initially applied for permission to separate its IFS operations, but later on board of directors in their meeting held on February 26, 2009 had decided to defer the formation of proposed subsidiary till such time the market conditions become conducive. The decision had been communicated to SECP and approval have been granted to form a separate subsidiary by June 30, 2009.

2. STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRS, the requirements of the NBFC Rules, the NBFC Regulations or the directives issued by the SECP prevail.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of International Accounting Standard (IAS) 34: "Interim Financial Reporting".

3. ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these financial statements are the same as those applied in the preparation of the annual financial statements of the company for the year ended June 30, 2008.

JS Investments Limited

	March 31, 2009 ----- Rupees ----- (Unaudited)	March 31, 2008 (Unaudited)
4. FIXED ASSETS		
4.1 Tangible fixed assets		
The following additions were made to tangible fixed assets during the period:		
Branch set-up	-	1,043,964
Furniture and fixtures	325,900	608,174
Office equipment	4,490,190	6,236,663
Vehicles	-	7,783,495
	<u>4,816,090</u>	<u>15,705,296</u>
The following disposals / adjustments (net book value) of tangible fixed assets were made during the period:		
Branch set-up	1,801,294	316,620
Furniture and fixtures	1,433,220	-
Office equipment	447,151	121,828
Vehicles	-	23,295,286
	<u>3,681,665</u>	<u>23,733,734</u>
4.2 Intangible assets		
The following additions were made to intangible assets during the period:		
Computer software	<u>77,000</u>	<u>6,102,183</u>
	March 31, 2009 ----- Rupees ----- (Unaudited)	June 30, 2008 (Audited)
4.3 Capital work-in-progress - at cost		
Advance to suppliers against		
Acquisition of office and computer equipment	-	1,108,013
Acquisition of software	-	38,500
	<u>-</u>	<u>1,146,513</u>

5. INVESTMENTS - available for sale
Investments in certificates / units / shares - at fair value
In related parties:

	March 31, 2009	June 30, 2008
	----- Rupees -----	
	(Unaudited)	(Audited)
JS Value Fund Limited	104,270,111	415,575,515
UTP - Large Cap Fund	184,926,100	556,964,100
JS Growth Fund	121,612,557	439,164,332
JS Capital Protected Fund	12,675,000	16,371,735
JS Capital Protected Fund II	27,225,100	30,740,938
JS Capital Protected Fund III	559,476	535,783
JS Capital Protected Fund IV	96,604,181	97,110,000
JS Pension Savings Fund - Equity	16,974,000	28,194,000
JS Pension Savings Fund - Debt	34,809,000	31,521,000
JS Pension Savings Fund - Money Market	34,158,000	31,518,000
JS Islamic Pension Savings Fund - Equity	26,412,000	30,147,000
JS Islamic Pension Savings Fund - Debt	33,009,000	30,147,000
JS Islamic Pension Savings Fund - Money Market	31,662,000	30,147,000
JS Fund of Funds	142,129,504	982,403,829
JS Aggressive Income Fund	51,794,529	52,819,583
	918,820,558	2,773,359,815
Less: Cost of investments	(2,169,629,975)	(2,977,416,883)
Add: Impairment on investments taken to profit & loss account	303,032,583	-
	(1,866,597,391)	(2,977,416,883)
Unrealised loss on investments	(947,776,834)	(204,057,068)

- 5.1** International Accounting Standard 39, Financial Instruments: Recognition and Measurement (IAS 39) requires an entity to assess at each balance sheet date whether there is any objective evidence that a financial asset or liability is impaired. A significant or prolonged decline in the fair value of an investment in an equity security below its cost is objective evidence of such impairment. When a decline in the fair value of an investment in equity securities classified as available for sale has been recognized directly in equity and there is objective evidence that the investment is impaired, the cumulative loss that had been recognized directly in equity is removed from equity and recognized in the profit and loss account even though the investment has not been derecognized. Impairment losses recognized in profit and loss account for an investment in an equity security classified as available for sale are not reversed through the profit and loss account but are recognized in the available for sale reserve in equity.

JS Investments Limited

The Securities and Exchange Commission of Pakistan (SECP), vide its SRO 150(I)/2009 dated February 13, 2009 has given an option to companies to either follow the requirements of IAS 39 and charge the impairment loss to the profit and loss account or to show this impairment loss under equity as per the following allowed alternative treatment:

- The impairment loss, if any, recognized as on December 31, 2008 due to valuation of listed equity investments held as "available for sale" to quoted market prices of December 31, 2008 may be shown under "Equity",
- The amount taken to equity as specified above, including any adjustment/effect for price movements during the quarter of calendar year 2009 shall be taken to Profit and loss account on quarterly basis during the calendar year ending on December 31, 2009,
- The amount taken to equity as specified above, shall be treated as a charge to Profit and loss account for the purposes of distribution as dividend.

The Company has opted the allowed alternative treatment and charge 25% of unrealised loss to profit and loss account. Had the company followed the requirements of IAS 39 for the treatment of impairment on available for sale investments, the resultant impairment loss would have had the following impact on the financial statements of the company:

	Rupees
Recognition of impairment loss in the profit and loss account	996,729,669
Decrease in the deficit on revaluation of available for sale investments	996,729,669
Increase in the loss for the period	996,729,669
Decrease in the earnings per share	9.97

	March 31, 2009	June 30, 2008
	----- Rupees -----	
	(Unaudited)	(Audited)
6. CASH AND BANK BALANCES		
Cash in hand	115,939	140,036
Balance with banks:		
In current accounts	1,885,537	831,163
In saving accounts	5,222,900	19,462,033
	7,108,437	20,293,196
	7,224,376	20,433,232

- 6.1** This includes Rs 0.721 million (2008: Rs 4.239 million) held with JS Bank Limited (a related party).

7. SHARE CAPITAL

March 31, 2009 (Unaudited)	June 30, 2008 (Audited)		March 31, 2009 (Unaudited)	June 30, 2008 (Audited)
Number of shares			----- Rupees -----	
		Authorised Capital		
200,000,000	200,000,000	Ordinary shares of Rs. 10 each	2,000,000,000	2,000,000,000
50,000,000	50,000,000	Convertible preference shares of Rs. 10 each	500,000,000	500,000,000
250,000,000	250,000,000		2,500,000,000	2,500,000,000
		Issued, subscribed and paid-up capital		
21,250,000	21,250,000	Ordinary shares of Rs. 10 each issued as fully paid in cash	212,500,000	212,500,000
700,000	700,000	Fully paid ordinary shares of Rs. 10 each issued on amalgamation with CFSL	7,000,000	7,000,000
78,050,000	78,050,000	Ordinary shares of Rs. 10 each issued as fully paid bonus shares	780,500,000	780,500,000
100,000,000	100,000,000		1,000,000,000	1,000,000,000

At March 31, 2009 Jahangir Siddiqui & Company Limited, the holding company, held 52.024 million (June 30 2008: 52.024 million) ordinary shares of Rs. 10 each of the company.

8. CONTINGENCIES & COMMITMENTS

- 8.1** During the year an amended assessment order was passed against company for Tax year 2006, raising tax demand of Rs. 134 million on account of taxability of portion of capital gain in dividend received from Mutual Funds, allocation of expenses and disallowance of certain expenses. No provision is made against such tax demand in the current financial statements as the company is contesting the order before appellate forums as well as 'Dispute resolution committee' and management is confident about the favourable outcome.
- 8.2** The Company 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 of Rs 100 million and a minimum return thereon of eight percent (8%) per annum is covered under the above guarantee.

March 31, 2009 (Unaudited)	June 30, 2008 (Audited)
----- Rupees -----	

8.3 Commitments in respect of:

Capital expenditure contracted but not incurred	-	699,823
Royalty and advisory payments	10,000,000	10,000,000
Asset acquired under operating lease	1,800,000	700,000

JS Investments Limited

9. SEGMENT INFORMATION

	-----Unaudited-----					
	Asset management & investment advisory services		Investment finance services		Total	
	March 31, 2009	March 31, 2008	March 31, 2009	March 31, 2008	March 31, 2009	March 31, 2008
	Rupees -					
INCOME						
Remuneration from the funds under management	346,610,057	456,764,564	-	-	346,610,057	456,764,564
Commission from open end funds under management	3,877,596	13,758,534	-	-	3,877,596	13,758,534
Dividend	21,498,992	111,547,476	12,260,400	6,318,750	33,759,392	117,866,226
Underwriting commission	-	-	-	687,500	-	687,500
(Loss) / Gain on sale of investments - net	(232,670,477)	143,979,776	(121,642,552)	79,879,107	(354,313,029)	223,858,883
Mark-up on term finance certificates	-	-	33,032,861	22,889,567	33,032,861	22,889,567
Mark up on letter of placement	-	-	742,482	1,520,467	742,482	1,520,467
Mark-up on lending on financing against shares	-	-	-	3,969,918	-	3,969,918
Markup on commercial papers	-	-	4,633,801	-	4,633,801	-
Markup on lendings against securities purchased under resale arrangements	-	-	-	50,976	-	50,976
Return on bank deposits	1,648,172	3,022,008	106,102	1,286,302	1,754,274	4,308,310
Commission income and share of profit from management of discretionary client portfolios	-	-	129,794	6,938,294	129,794	6,938,294
	140,964,340	729,072,358	(70,737,112)	123,540,882	70,227,228	852,613,239
Impairment on investments	(303,032,583)	-	(29,210,640)	-	(332,243,223)	-
	(162,068,243)	729,072,358	(99,947,752)	123,540,882	(262,015,995)	852,613,239
OPERATING EXPENSES						
Administrative expenses	271,965,757	286,205,822	3,635,002	1,564,012	275,600,759	287,769,834
Other operating expenses	852,269	8,890,920	-	-	852,269	8,890,920
Financial charges	157,576,067	71,884,166	76,749,062	67,746,385	234,325,129	139,630,551
Other operating income	13,028,562	18,431,924	-	-	13,028,562	18,431,924
Segment results	(579,433,774)	380,523,374	(180,331,816)	54,230,484	(759,765,590)	434,753,858
	Asset management & investment advisory services		Investment finance services		Total	
	(Unaudited) As at March 31, 2009	(Audited) As at June 30, 2008	(Unaudited) As at March 31, 2009	(Audited) As at June 30, 2008	(Unaudited) As at March 31, 2009	(Audited) As at June 30, 2008
	-----Rupees-----					

Segment assets	1,382,868,119	3,306,583,395	353,822,025	902,926,388	1,736,690,145	4,209,509,783
Segment liabilities	937,266,444	1,509,734,977	482,353,971	752,704,196	1,419,620,415	2,262,439,173
	(Unaudited) As at March 31, 2009	(Unaudited) As at March 31, 2008	(Unaudited) As at March 31, 2009	(Unaudited) As at March 31, 2008	(Unaudited) As at March 31, 2009	(Unaudited) As at March 31, 2008

Fixed capital expenditure	4,793,590	18,807,479	22,500	3,000,000	4,816,090	21,807,479
Depreciation / amortisation	31,356,065	39,134,396	450,000	-	31,806,065	39,134,396

10. COMMISSION INCOME AND SHARE OF PROFIT FROM MANAGEMENT OF DISCRETIONARY CLIENT PORTFOLIOS

This represents commission income and share of profit earned by the company from management of three (June 30, 2008: six) discretionary client portfolios. The total cost and total market value of the unsettled client portfolios as at March 31, 2009 was Rs. 177.795 million (June 30, 2008: Rs. 841.195 million) and Rs. 110.657 million (June 30, 2008: Rs. 853.469 million) respectively.

11. OPERATIONS RELATING TO THE DISPOSAL GROUP - INVESTMENT FINANCE SERVICES

The Board of Directors of the company in its meeting held on July 9, 2008 had decided to transfer the existing operations of Investment Finance Services to a subsidiary company for undertaking the business of Investment Finance Services under the Non-Banking Finance Companies (Establishment & Regulation) Rules, 2003 ("NBFC Rules") and Non-Banking Finance Companies and Notified Entities Regulations, 2008. Subsequent to the incorporation of the subsidiary company, the entire present operations of the company relating to Investment Finance Services will be transferred to it. The company intends to subscribe to more than 50% of the total share capital of this subsidiary.

The decision to transfer the existing Investment Finance Services operations of the company to a separate subsidiary had been taken by the company consequent to the amendment made in Sub-Rule 2 of Rule 5 of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 issued by the Securities and Exchange Commission of Pakistan which states that an NBFC seeking licence for undertaking investment advisory or asset management services or both shall not be eligible for seeking licence for any other form of business.

The board of directors in their meeting held on February 26, 2009 had decided to defer the formation of proposed subsidiary till such time the market conditions become conducive. The decision had been communicated to SECP and approval has been granted to form a separate subsidiary by June 30, 2009.

Consequent to the above, the existing operations, assets, liabilities and other balances of the Investment Finance Services have been separately classified as "Disposal Group as held for sale" in accordance with the requirements of International Financial Reporting Standard (IFRS) 5 "Non-current assets held for sale and Discontinued Operations".

The analysis of the results of the disposal group are as follows:

	March 31, 2009	March 31, 2008
	----- Rupees -----	
	(Unaudited)	(Unaudited)
11.1 Analysis of the (loss) / profit after tax		
Income	(99,947,752)	123,540,882
Expenses	80,384,064	69,310,398
(Loss) / profit before tax	(180,331,816)	54,230,484
11.2 Taxation		
Current	1,234,501	1,394,454
Deferred	144	(144)
	1,234,645	1,394,310
(Loss) / profit after taxation	(181,566,461)	52,836,174

JS Investments Limited

		March 31, 2009	June 30, 2008
		----- Rupees -----	
	Notes	(Unaudited)	(Audited)
11.3 Analysis of the assets			
Fixed assets		22,500	-
Intangible assets		2,250,000	2,700,000
Investments - available for sale	11.5	333,360,175	875,214,446
Deposits, prepayments and other receivables		17,218,131	23,785,689
Tax recoverable		1,497,067	1,487,618
Deferred tax asset		430	574
Cash and bank balances	11.3.1	970,789	1,226,253
		355,319,092	904,414,580

11.3.1 This includes Rs 0.108 million (2008: Rs 0.541 million) held with JS Bank Limited (a related party).

11.4 Analysis of liabilities

Short term borrowing - secured	11.6	-	236,195,336
Money market borrowing	11.7	571,000,000	523,000,000
Accrued markup		20,383,508	8,498,499
		591,383,508	767,693,835
Less: Unrealised loss on investments classified as available for sale - net		(109,029,536)	(14,989,639)
		482,353,971	752,704,196

11.5 Investments - available for sale

In related parties

JS Income Fund	-	150,000,000
JS Aggressive Income Fund	-	80,583,740
	-	230,583,740

Other investments

EFU General Insurance Limited	346,671	1,407,354
Pakistan International Container Terminal Limited	42,186,771	117,297,504
Escort Investment Bank Limited	17,188,500	41,514,320
Adamjee Insurance Company Limited	-	70,387,200
Attock Refinery Limited	1,269,600	12,743,880
Nishat Mills Limited	758,000	2,149,250
Pakistan State Oil Company Limited	-	41,724,000
	61,749,542	287,223,508

	March 31, 2009	June 30, 2008
	----- Rupees -----	
Notes	(Unaudited)	(Audited)
Term finance certificates		
Optimus Limited	116,157,643	125,387,500
Pak American Fertilizer Limited	46,925,722	50,080,000
United Bank Limited	108,527,268	117,848,250
	271,610,633	293,315,750
Commercial paper		
Azgard Nine Limited	-	64,091,448
Investments at market value	333,360,175	875,214,446
Less: Cost of investments	(471,600,351)	(890,204,085)
Add: Impairment on investments taken to profit and loss account	29,210,640	-
	(442,389,711)	(890,204,085)
Unrealised loss on re-measurement of investments	(109,029,536)	(14,989,639)
11.6 Short-term borrowings - secured		
Relating to continuing operations	280,336,227	716,741,553
Relating to disposal group	-	236,195,336
	280,336,227	952,936,889
11.7 Money market borrowings		
From commercial bank and financial institutions 11.7.1	571,000,000	523,000,000

11.7.1 These represent borrowings from commercial banks and financial institutions. These are repayable over various dates by April 2009. Mark-up rate on these borrowings ranges between 14% per annum to 16.23% per annum. This includes Rs. 428 million (June 30, 2008: Rs. 150 million) borrowed from JS Bank Limited (a related party).

JS Investments Limited

12. (LOSS) / EARNINGS PER SHARE - BASIC AND DILUTED

	Period Ended March 31, 2009			Period Ended March 31, 2008		
	Continuing Operations	Disposal Group	Total	Continuing Operations	Disposal Group	Total
	(Unaudited)					
	Rupees					
(Loss) / profit after taxation	(577,896,905)	(181,566,461)	(759,463,366)	346,086,261	52,836,174	398,922,435
Weighted average number of ordinary shares outstanding during the period	100,000,000	100,000,000	100,000,000	100,000,000	100,000,000	100,000,000
(Loss) / earnings per share - basic and diluted	(5.78)	(1.82)	(7.59)	3.46	0.53	3.99

13. CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison. There were no significant reclassifications during the period.

14. GENERAL

These condensed interim financial statements were authorised for issue on April 22, 2009 by the Board of Directors of the Company.

Chief Executive

Director



**CONDENSED INTERIM CONSOLIDATED
FINANCIAL STATEMENTS**

CONDENSED INTERIM CONSOLIDATED PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE PERIOD ENDED MARCH 31, 2009

Note	Period ended		Quarter ended	
	March 31, 2009	March 31, 2008	March 31, 2009	March 31, 2008
	----- Rupees -----		----- Rupees -----	
INCOME				
Remuneration from funds under management	346,610,057	456,764,564	86,869,794	168,158,831
Commission from open end funds under management	3,877,596	13,758,534	1,868,700	4,344,101
Dividend	33,759,392	117,866,226	-	113,466,226
Underwriting commission	-	687,500	-	-
Gain on sale of investments - net	(354,313,029)	224,207,020	(358,629,784)	155,026,888
Markup on term finance certificates	33,032,861	22,889,567	11,573,884	13,737,811
Markup on letter of placements	742,482	1,520,467	-	1,465,090
Markup on financing against shares	-	3,969,918	-	2,994,106
Markup on Commercial Papers	4,633,801	-	732,615	-
Markup on lendings against securities purchased under resale arrangements	-	50,976	-	50,976
Return on bank deposits	1,796,289	4,398,483	544,318	1,804,391
Commission income and share of profit from management of discretionary client portfolios	129,794	6,938,294	-	6,831,173
Unrealised gain on remeasurement of investments at fair value through profit or loss	2,660,908	-	1,394,994	-
	72,930,151	853,051,549	(255,645,479)	467,879,593
Impairment on investments	(332,243,223)	-	(332,243,223)	-
	(259,313,072)	853,051,549	(587,888,702)	467,879,593
OPERATING EXPENSES	275,649,364	289,549,059	87,816,554	95,406,155
OPERATING PROFIT	(534,962,436)	563,502,490	(343,462,033)	372,473,438
Other operating expenses	852,269	287,769,834	231,800	285,276,864
Financial charges	234,325,129	8,890,920	63,784,949	(67,833,934)
	(770,139,834)	266,841,736	(407,478,783)	155,030,508
Other operating income	13,028,562	139,630,551	5,903,157	126,257,412
(Loss) / Profit before taxation	(757,111,272)	406,472,287	(401,575,626)	281,287,920
Taxation - Current	4,338,418	-	436,681	(16,639,548)
- Deferred	(4,640,642)	40,951,859	(1,661,652)	45,392,949
	(302,224)	40,951,859	(1,224,971)	28,753,401
(Loss) / Profit after taxation	(756,809,048)	365,520,428	(400,350,655)	252,534,519
(Loss) / Earnings per share for the period 11	(7.57)	3.66	(4.00)	2.53

As more fully explained in note 5.3, the investments in equity securities classified as available for sale have been valued at prices quoted on the Karachi Stock Exchange as of March 31, 2009 and the resulting deficit arising therefrom has been disclosed under the heads "Unrealised loss on remeasurement of investments classified as available for sale" in equity. Had the company followed the requirements of IAS 39, an amount of Rs. 996.729 million would have been recognized as impairment loss in the profit and loss account. This would have resulted in a decrease in the above deficit by Rs. 996.729 million with a corresponding increase in the loss for the period and the loss per share would have been higher by Rs. 9.97.

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

Chief Executive

Director

CONDENSED INTERIM CONSOLIDATED CASH FLOW STATEMENT

FOR THE PERIOD ENDED MARCH 31, 2009

	Period ended	
	March 31, 2009	March 31, 2008
	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss) / Profit for the period before taxation	(757,111,272)	433,412,944
Adjustment for non-cash and other items:		
Remuneration from funds under management	(349,270,965)	(456,764,564)
Commission from open end funds under management	(3,877,596)	(13,758,534)
Dividend	(33,759,392)	(117,866,226)
Depreciation	25,806,819	34,159,183
Amortisation of intangible assets	5,999,246	4,975,214
Financial charges	234,325,129	139,630,552
Interest / mark-up income	(1,754,274)	(4,308,311)
Liabilities no longer required written back	(2,172,740)	(4,178,293)
Loss / (Gain) on disposal of fixed assets	2,682,897	(1,960,998)
	(879,132,148)	13,340,967
Increase / decrease in assets / liabilities		
Loans and advances	(288,744)	2,565,243
Long-term receivable from related parties	(2,002,400)	1,062,500
Deposits, prepayments and other receivables	24,068,985	(12,159,432)
Accrued and other liabilities	(4,514,690)	51,671,165
	17,263,151	43,139,476
	(861,868,997)	56,480,443
Taxes paid	(28,007,975)	(53,681,860)
Bonus paid	(35,527,260)	(39,821,707)
Financial charges paid	(235,260,444)	(127,859,904)
Remuneration and commission received from funds under management	379,865,847	656,399,362
Net cash (outflow) / inflow from operating activities	(780,798,829)	491,516,334
CASH FLOWS FROM INVESTING ACTIVITIES		
Investments - net	1,558,333,863	(1,977,176,109)
Financing against shares	-	(280,000,000)
Fund Placements	-	(350,000,000)
Fixed capital expenditure incurred	(3,746,577)	(12,960,012)
Dividend received	33,784,888	190,272,552
Return on bank deposits	1,911,957	4,571,606
Proceeds from disposal of fixed assets	998,768	25,694,732
Net cash inflow / (outflow) on investing activities	1,591,282,899	(2,399,597,231)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(108,012,962)	(6,877,550)
Money market borrowings	48,000,000	1,260,000,000
Repayments of long-term financing	-	(87,499,996)
Principal redemption of securitized TFCs	(91,690,000)	-
Net cash (outflow) / inflow on financing activities	(151,702,962)	1,165,622,454
Net increase / (decrease) in cash and cash equivalents	658,781,108	(742,458,443)
Cash and cash equivalents at beginning of the year	(930,789,736)	80,595,932
Cash and cash equivalents at end of the period	(272,008,628)	(661,862,511)

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

Chief Executive

Director

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE PERIOD ENDED MARCH 31, 2009

	Share capital	Accumulated Profit	Statutory reserve	Unrealised gain / (loss) on remeasurement of investments classified as available for sale - net	Total
	-----Rupees-----				
Balance as at June 30, 2007	1,000,000,000	725,826,274	-	(131,055,123)	1,594,771,151
Gain realised on disposal of investments	-	-	-	130,410,495	130,410,495
Unrealised loss on re-measurement of investments - net	-	-	-	(37,006,333)	(37,006,333)
Transferred from surplus on revaluation of fixed assets to accumulated profit	-	1,315,893	-	-	1,315,893
Profit after taxation for the period ended March 31, 2008	-	365,520,428	-	-	365,520,428
Statutory reserve @ 20%	-	(79,784,487)	79,784,487	-	-
Interim Dividend	-	(150,000,000)	-	-	(150,000,000)
Balance as at March 31, 2008	<u>1,000,000,000</u>	<u>862,878,108</u>	<u>79,784,487</u>	<u>(37,650,961)</u>	<u>1,905,011,634</u>
Balance as at June 30, 2008	1,000,000,000	1,017,296,464	109,873,728	(204,057,068)	1,923,113,124
Loss realised on disposal of investments	-	-	-	273,553,206	273,553,206
Unrealised loss on re-measurement of investments - net	-	-	-	(1,349,516,196)	(1,349,516,196)
Impairment on investments taken to profit & loss account	-	-	-	332,243,223	332,243,223
Transferred from surplus on revaluation of fixed assets to accumulated profit	-	1,973,838	-	-	1,973,838
Final dividend for the year ended June 30, 2008	-	(100,000,000)	-	-	(100,000,000)
Loss after taxation for the period ended March 31, 2009	-	(756,809,048)	-	-	(756,809,048)
Balance as at March 31, 2009	<u>1,000,000,000</u>	<u>162,461,254</u>	<u>109,873,728</u>	<u>(947,776,835)</u>	<u>324,558,147</u>

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

Chief Executive

Director

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD ENDED MARCH 31, 2009

1. THE GROUP AND ITS OPERATIONS

The group consists of:

Holding company

- JS Investments Limited

**Percentage holding of
JS Investments Limited**

Subsidiary company

- JS ABAMCO Commodities limited

*99.99%

* The remaining shares of the subsidiary company are held by the directors of the subsidiary company.

- 1.1 JS Investments Limited is a public listed company incorporated in Pakistan on February 22, 1995 under the Companies Ordinance, 1984. The shares of the company are quoted on the Karachi Stock Exchange since April 24, 2007. The registered office of the company is situated at 7th floor, 'The Forum', Khayaban-e-Jami, Clifton, Karachi. The company is a subsidiary of Jahangir Siddiqui and Company Limited (which has 52.02 percent direct holding in the company).

JS ABAMCO Commodities Limited (JSACL) was incorporated in Pakistan as a public limited company on September 25, 2007 under the Companies Ordinance, 1984. The registered office of the company is situated at 7th floor, 'The Forum', Khayaban-e-Jami, Clifton, Karachi. The company would be engaged in commodity market brokerage, advisory and consultancy services. The company has not commenced its commercial operations as at the balance sheet date. JS Investments Limited holds 99.99% share capital of JSACL.

- 1.2 The company is an asset management company, investment advisor and pension fund manager for the following:

- 1.2.1 Asset management company of the following funds:

Closed-End

- UTP Large Cap Fund
- JS Growth Fund

Open-End

- Unit Trust of Pakistan
- JS Income Fund
- UTP - Islamic Fund
- JS Aggressive Asset Allocation Fund
- JS Fund of Funds
- UTP - A30+ Fund
- JS Capital Protected Fund
- JS Capital Protected Fund II
- JS Capital Protected Fund III
- JS Capital Protected Fund IV
- JS Aggressive Income Fund
- JS Principal Secure Fund I

1.2.2 Investment advisor of the following fund:

- JS Value Fund

1.2.3 Pension fund manager of the following fund:

- JS Pension Savings Fund
- JS Islamic Pension Savings Fund

2. STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2007 (the NBFC Regulations) and directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the NBFC Rules, the NBFC Regulations or directives issued by the SECP differ with the requirements of IFRS, the requirements of the NBFC Rules, the NBFC Regulations or the directives issued by the SECP shall prevail.

The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of International Accounting Standard (IAS) 34: "Interim Financial Reporting".

3. ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these financial statements are the same as those applied in the preparation of the annual financial statements of the company for the year ended June 30, 2008.

4. FIXED ASSETS
4.1 Tangible fixed assets

The following additions were made to tangible fixed assets during the period:

	March 31, 2009	March 31, 2008
	----- Rupees -----	
	(Unaudited)	(Unaudited)
Branch set-up	-	1,076,964
Furniture and fixtures	325,900	608,174
Office equipment	4,490,190	6,236,663
Vehicles	-	7,783,495
	4,816,090	15,705,296
	4,816,090	15,705,296

JS Investments Limited

The following disposals (net book value) of tangible fixed assets were made during the period:

	March 31, 2009	March 31, 2008
	----- Rupees -----	
	(Unaudited)	(Unaudited)
Branch set-up	1,801,294	316,620
Furniture and fixtures	1,433,220	-
Office equipment	447,151	121,828
Vehicles	-	23,295,286
	<u>3,681,665</u>	<u>23,733,734</u>

4.2 Intangible assets

The following additions were made to intangible assets during the period:

Computer software	<u>77,000</u>	<u>6,102,183</u>
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	March 31, 2009	June 30, 2008
	----- Rupees -----	
	(Unaudited)	(Audited)

4.3 Capital work-in-progress - at cost

Advance to suppliers against

Acquisition of office and computer equipment	-	1,108,013
Acquisition of software	-	38,500
	<u>-</u>	<u>1,146,513</u>

5. INVESTMENTS

Available for sale	5.1	1,252,180,734	3,648,574,261
At fair value through profit or loss account	5.2	35,828,385	32,867,478
		<u>1,288,009,118</u>	<u>3,681,441,739</u>

	March 31, 2009	June 30, 2008
	----- Rupees -----	
	(Unaudited)	(Audited)
5.1 Available for sale		
In related parties:		
JS Value Fund Limited	104,270,111	415,575,515
UTP - Large Cap. Fund	184,926,100	556,964,100
JS Growth Fund	121,612,557	439,164,332
JS Income fund	-	150,000,000
JS Capital Protected Fund	12,675,000	16,371,735
JS Capital Protected Fund II	27,225,100	30,740,938
JS Capital Protected Fund III	559,476	535,783
JS Capital Protected Fund IV	96,604,181	97,110,000
JS Pension Savings Fund - Equity	16,974,000	28,194,000
JS Pension Savings Fund - Debt	34,809,000	31,521,000
JS Pension Savings Fund - Money Market	34,158,000	31,518,000
JS Islamic Pension Savings Fund - Equity	26,412,000	30,147,000
JS Islamic Pension Savings Fund - Debt	33,009,000	30,147,000
JS Islamic Pension Savings Fund - Money Market	31,662,000	30,147,000
JS Fund of Funds	142,129,504	982,403,829
JS Aggressive Income Fund	51,794,529	133,403,323
	918,820,558	3,003,943,555
Other investments		
EFU General Insurance Limited	346,671	1,407,354
Pakistan International Container Terminal Limited	42,186,771	117,297,504
Escort Investment Bank Limited	17,188,500	41,514,320
Adamjee Insurance Company Limited	-	70,387,200
Attock Refinery Limited	1,269,600	12,743,880
Nishat Mills Limited	758,000	2,149,250
Pakistan State Oil Company Limited	-	41,724,000
	61,749,542	287,223,508
Term finance certificates		
Optimus Limited	116,157,643	125,387,500
Pak American Fertilizer Limited	46,925,722	50,080,000
United Bank Limited	108,527,268	117,848,250
	271,610,633	293,315,750
Commercial paper		
Azgard Nine Limited	-	64,091,448
Investments at market value	1,252,180,734	3,648,574,261
Less: cost of investments	(2,641,230,327)	(3,867,620,968)
Add: Impairment on investments taken to profit & loss account	332,243,223	-
	(2,308,987,104)	(3,867,620,968)
Unrealised loss on re-measurement of investments	(1,056,806,371)	(219,046,707)
5.2 At fair value through profit or loss account		
JS Income Fund		
Investment at market value	35,828,385	32,867,478
Less: cost of investments	(33,167,478)	(32,131,615)
Unrealised gain on re-measurement of investments	2,660,908	735,863

- 5.3** International Accounting Standard 39, Financial Instruments: Recognition and Measurement (IAS 39) requires an entity to assess at each balance sheet date whether there is any objective evidence that a financial asset or liability is impaired. A significant or prolonged decline in the fair value of an investment in an equity security below its cost is objective evidence of such impairment. When a decline in the fair value of an investment in equity securities classified as available for sale has been recognized directly in equity and there is objective evidence that the investment is impaired, the cumulative loss that had been recognized directly in equity is removed from equity and recognized in the profit and loss account even though the investment has not been derecognized. Impairment losses recognized in profit and loss account for an investment in an equity security classified as available for sale are not reversed through the profit and loss account but are recognized in the available for sale reserve in equity.

The Securities and Exchange Commission of Pakistan (SECP), vide its SRO 150(I)/2009 dated February 13, 2009 has given an option to companies to either follow the requirements of IAS 39 and charge the impairment loss to the profit and loss account or to show this impairment loss under equity as per the following allowed alternative treatment:

- The impairment loss, if any, recognized as on December 31, 2008 due to valuation of listed equity investments held as "available for sale" to quoted market prices of December 31, 2008 may be shown under "Equity",
- The amount taken to equity as specified above, including any adjustment/effect for price movements during the quarter of calendar year 2009 shall be taken to Profit and loss account on quarterly basis during the calendar year ending on December 31, 2009,
- The amount taken to equity as specified above, shall be treated as a charge to Profit and loss account for the purposes of distribution as dividend.

The Company has opted the allowed alternative treatment and charge 25% of unrealised loss to profit and loss account. Had the company followed the requirements of IAS 39 for the treatment of impairment on available for sale investments, the resultant impairment loss would have had the following impact on the financial statements of the company:

	Rupees
Recognition of impairment loss in the profit and loss account	996,729,669
Decrease in the deficit on revaluation of available for sale investments	996,729,669
Increase in the loss for the period	996,729,669
Decrease in the earnings per share	9.97

		March 31, 2009	June 30, 2008
		----- Rupees -----	
6. CASH AND BANK BALANCES	Note	(Unaudited)	(Audited)
Cash in hand		115,939	140,036
Balance with banks:			
In current accounts		2,759,029	1,508,403
In saving accounts	6.1	5,452,631	20,498,714
		8,211,660	22,007,117
		8,327,599	22,147,153

6.1 This includes Rs 0.829 million (2008: Rs 4.239 million) held with JS Bank Limited (a related party).

7 SHARE CAPITAL

March 31, 2009	June 30, 2008		March 31, 2009	June 30, 2008
(Unaudited)	(Audited)		(Unaudited)	(Audited)
Number of shares			----- Rupees -----	
		Authorised Capital		
200,000,000	200,000,000	Ordinary shares of Rs. 10 each	2,000,000,000	2,000,000,000
50,000,000	50,000,000	Convertible preference shares of Rs. 10 each	500,000,000	500,000,000
250,000,000	250,000,000		2,500,000,000	2,500,000,000
		Issued, subscribed and paid-up capital		
21,250,000	21,250,000	Ordinary shares of Rs. 10 each issued as fully paid in cash	212,500,000	212,500,000
700,000	700,000	Fully paid ordinary shares of Rs. 10 each issued on amalgamation with CFSL	7,000,000	7,000,000
78,050,000	78,050,000	Ordinary shares of Rs. 10 each issued as fully paid bonus shares	780,500,000	780,500,000
100,000,000	100,000,000		1,000,000,000	1,000,000,000

At March 31, 2009 Jahangir Siddiqui & Company Limited, the holding company, held 52.024 million (June 30 2008: 52.024 million) ordinary shares of Rs. 10 each of the company.

8. CONTIGENCIES & COMMITMENTS

- 8.1** During the year an amended assessment order was passed against company for Tax year 2006, raising tax demand of Rs. 134 million on account of taxability of portion of capital gain in dividend received from Mutual Funds, allocation of expenses and disallowance of certain expenses. No provision is made against such tax demand in the current financial statements as the company is contesting the order before appellate forums as well as 'Dispute resolution committee' and management is confident about the favourable outcome.
- 8.2** The Company 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 of Rs 100 million and a minimum return thereon of eight percent (8%) per annum is covered under the above guarantee.

March 31, 2009	June 30, 2008
----- Rupees -----	
(Unaudited)	(Audited)

8.3 Commitments in respect of:

Capital expenditure contracted but not incurred	-	699,823
Royalty and advisory payments	10,000,000	10,000,000
Asset acquired under operating lease	1,800,000	700,000

9. SEGMENT INFORMATION

	-----Unaudited-----							
	Asset management & investment advisory services		Investment finance services		Commodity operations		Total	
	March 31, 2009	March 31, 2008	March 31, 2009	March 31, 2008	March 31, 2009	March 31, 2008	March 31, 2009	March 31, 2008
	-----Rupees-----							
INCOME								
Remuneration from the funds under management	346,610,057	456,764,564	-	-	-	-	346,610,057	456,764,564
Commission from open end funds under management	3,877,596	13,758,534	-	-	-	-	3,877,596	13,758,534
Dividend	21,498,992	111,547,476	12,260,400	6,318,750	-	-	33,759,392	117,866,226
Underwriting commission	-	-	-	687,500	-	-	-	687,500
(Loss) / Gain on sale of investments - net	(232,670,477)	143,979,776	(121,642,552)	79,879,107	-	348,137	(354,313,029)	224,207,020
Mark-up on term finance certificates	-	-	33,032,861	22,889,567	-	-	33,032,861	22,889,567
Mark up on letter of placement	-	-	742,482	1,520,467	-	-	742,482	1,520,467
Mark up on lending on financing against shares	-	-	-	3,969,918	-	-	-	3,969,918
Markup on commercial papers	-	-	4,633,801	-	-	-	4,633,801	-
Markup on lendings against securities purchased under resale arrangements	-	-	-	50,976	-	-	-	50,976
Return on bank deposits	1,648,172	3,022,008	106,102	1,286,302	42,015	90,173	1,796,289	4,398,483
Commission income and share of profit from management of discretionary client portfolios	-	-	129,794	6,938,294	-	-	129,794	6,938,294
Unrealised gain on remeasurement of investments	-	-	-	-	2,660,908	-	2,660,908	-
	140,964,340	729,072,358	(70,737,112)	123,540,882	2,702,923	438,310	72,930,151	853,051,550
Impairment on investments	(303,032,583)	-	(29,210,640)	-	-	-	(332,243,223)	-
	(162,068,243)	729,072,358	(99,947,752)	123,540,882	2,702,923	438,310	(259,313,072)	853,051,550
OPERATING EXPENSES								
Administrative expenses	271,965,757	286,205,822	3,635,002	1,564,012	48,605	1,779,225	275,649,364	289,549,059
Other operating expenses	852,269	8,890,920	-	-	-	-	852,269	8,890,920
Financial charges	157,576,067	71,884,166	76,749,062	67,746,385	-	-	234,325,129	139,630,551
Other operating income	13,028,562	18,431,924	-	-	-	-	13,028,562	18,431,924
Segment results	(579,433,774)	380,523,374	(180,331,816)	54,230,484	2,654,318	(1,340,915)	(757,111,272)	433,412,943
	Asset management & investment advisory services		Investment finance services		Commodity operations		Total	
	(Unaudited) As at March 31, 2009	(Audited) As at June 30, 2008	(Unaudited) As at March 31, 2009	(Audited) As at June 30, 2008	(Unaudited) As at March 31, 2009	(Audited) As at June 30, 2008	(Unaudited) As at March 31, 2009	(Audited) As at June 30, 2008
	-----Rupees-----							
Segment assets	1,382,868,119	3,306,583,395	353,822,025	902,926,388	39,498,110	36,883,794	1,776,188,254	4,246,393,577
Segment liabilities	937,266,444	1,509,734,977	482,353,971	752,704,196	-	40,000	1,419,620,415	2,262,479,173
	(Unaudited) As at March 31, 2009	(Unaudited) As at March 31, 2008	(Unaudited) As at March 31, 2009	(Unaudited) As at March 31, 2008	(Unaudited) As at March 31, 2009	(Unaudited) As at March 31, 2008	(Unaudited) As at March 31, 2009	(Unaudited) As at March 31, 2008
Fixed capital expenditure	4,793,590	18,807,479	22,500	3,000,000	-	3,500,000	4,816,090	25,307,479
Depreciation / amortisation	31,356,065	39,134,396	450,000	-	-	-	31,806,065	39,134,396

10. COMMISSION INCOME AND SHARE OF PROFIT FROM MANAGEMENT OF DISCRETIONARY CLIENT PORTFOLIOS

This represents commission income and share of profit earned by the company from management of three (June 30, 2008: six) discretionary client portfolios. The total cost and total market value of the unsettled client portfolios as at March 31, 2009 was Rs. 177.795 million (June 30, 2008: Rs. 841.195 million) and Rs. 110.657 million (June 30, 2008: Rs. 853.469 million) respectively.

	Period Ended	
	March 31, 2009	March 31, 2008
	----- Rupees -----	
11. (LOSS) / EARNINGS PER SHARE - BASIC AND DILTED		
Net (loss) / profit for the period after taxation	(756,809,048)	365,520,428
Weighted average number of ordinary shares outstanding during the period	100,000,000	100,000,000
(Loss) / Earning per share - basic and diluted	(7.57)	3.66

12. CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison. There were no significant reclassifications during the period.

13. GENERAL

These condensed interim consolidated financial statements were authorised for issue on April 22, 2009 by the Board of Directors of the Company.

Chief Executive

Director

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