



NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED) FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2009

QUARTERLY REPORT SEPTEMBER 30, 2009

1. STATUS AND NATURE OF BUSINESS

Invest and Finance Securities Limited ('the Company') was incorporated under the Companies Ordinance, 1984 on September 27, 1999 as a Private Limited Company and converted into Public Unquoted Company w.e.f November 27, 2006. Effective March 20, 2008 the Company became a listed Company with its shares quoted on the Karachi Stock Exchange (Guarantee) Limited. The registered office of the Company is situated at 12th Floor, Corporate Tower, Techno City Building, Hasrat Mohani Road, Off. I. I. Chundrigar Road, Karachi, Pakistan.

The Company is a Corporate Member of the Karachi Stock Exchange (Guarantee) Limited, the Lahore Stock Exchange (Guarantee) Limited and the National Commodity Exchange Limited and is engaged in Financial Brokerage, Corporate Finance and Equity Research.

2. BASIS OF PREPARATION

ACCOUNTING CONVENTION, BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

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

These financial statements have been prepared using the same accounting convention, basis of preparation and significant policies as those applied in the preparation of the audited financial statements for the year ended June 30, 2009.

3. TAXATION

Provision for Taxation has been estimated at the Current rate of taxation.

4. FIXED ASSETS

Fixed Capital Expenditure during the period amounting to Rs. 0.419 Million (June 30, 2009: Rs. 0.828 Million). Deletion in Fixed Assets during the period amounting to Rs. 0.689 Million (June 30, 2009: Rs. 7.004 Million).

	September 2009	June 2009
	Rupees	Rupees
5. LONG TERM INVESTMENT		
Related parties:		
- Investment in associated company	6,720,000	6,720,000
Other investments 5.1	50,400,000	50,400,000
Less: Revaluation Loss	<u>(25,000,000)</u>	<u>-</u>
	<u>32,120,000</u>	<u>57,120,000</u>

5.1 The company has recognized a revaluation loss of Rs.25 million on the basis of break-up value as on June 30, 2009 (2008: Rs. 9.83/- per share).

6. CONTINGENCY

There is no change in contingency disclosed in the last annual audited financial statements.

7. DATE OF AUTHORIZATION FOR ISSUE

These financial statements have been authorized for issue on October 19, 2009 by the Board of Directors of the Company.

8. GENERAL

Figures have been rounded off to the nearest rupee.

The figures of the corresponding period have been re-arranged, wherever necessary, to facilitate comparison.

CHIEF EXECUTIVE

DIRECTOR