

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2008**

1. THE COMPANY AND ITS OPERATION

Trust Securities And Brokerage Limited (the Company) was incorporated in Pakistan on October 19, 1993 as a public limited company under the Companies Ordinance, 1984 (The Ordinance). The Company is listed on Karachi and Lahore Stock Exchanges in Pakistan. The Company is a Corporate Member of Lahore Stock Exchange (Guarantee) Limited. The registered office of the Company is situated at 3rd Floor, Associated House, Building # 1 & 2, 7 – Kashmir Road, Lahore. The Company is principally engaged in shares brokerage, portfolio management, investment advisory, consultancy services and underwriting services.

2. BASIS OF PREPARATION

These condensed interim financial statements are unaudited and have been prepared in accordance with the requirements of the International Financial Reporting Standards (IFRS) IAS - 34 Interim Financial Reporting as applicable in Pakistan. These condensed interim financial statements do not include all of the information and disclosures required in the financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended on June 30, 2007.

3. ACCOUNTING POLICIES

Accounting policies adopted and applied for the preparation of these condensed interim financial statements are same as those adopted and applied in the preparation of financial statements of the Company for the year ended June 30, 2007.

3.1 The Company has obtained a vehicle on lease for which accounting policy is adopted during the current period which is as follows:

Leased assets and liabilities

Leased assets are stated at lower of present value of minimum lease payments and the fair value of assets acquired on lease under the lease agreements. Aggregate of obligations relating to assets subject to finance lease is accounted for at net present value of liabilities. Assets so acquired are amortised by applying reducing balance method of the rates specified in the relevant Note. Full year's depreciation is charged on additions during the year, while no depreciation is charged on assets disposed off during the year.

Financial charge is allocated to accounting period in a manner so as to provide a constant periodic rate of charge on the outstanding liability.

Amortisation of leased assets is charged to current year's income as part of depreciation.

Trust Securities & Brokerage Limited

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4. PROPERTY AND EQUIPMENTS - TANGIBLE ASSETS

Additions / (deletions) made to the property and equipment are as follows:

Discription	Un-Audited for the period ended March 31, 2008	Audited for the year ended June 30, 2007
	← Rupees →	
Computers	184,532	895,735
Air conditions	-	-
	(66,505)	-
Furniture and Fixtures	14,000	628,700
Office equipments	157,814	178,305
Leased vehicle	1,005,000	-

5. LIABILITIES AGAINST ASSETS SUBJECT TO FINANCE LEASE

The amount of future payments for the lease and the period in which these payments will become due are:

	Un-Audited for the period ended March 31, 2008 Rupees	Audited for the year ended June 30, 2007 Rupees
Minimum lease payment		
Upto one year	307,620	-
More then one year	687,045	-
	994,665	-
Financial charges not yet due		
Upto one year	68,678	-
More then one year	58,264	-
	126,942	-
Present value of minimum lease payments		
Upto one year	238,942	-
More then one year	628,781	-
	867,723	-
Current maturity shown under current liabilities	238,942	-
	628,781	-

The company has entered into lease agreement with Bank Al-Habib Ltd. Minimum lease payments have been discounted by using finance rate of 9.03% (June 30, 2007: Nil) per annum.

6. TRANSACTIONS WITH RELATED PARTIES

The related parties and associated undertakings comprise group companies, associates, directors and key management personnel.

Transaction with associated undertakings and key management personnels under the term of their employment, are as follows:

	Un-Audited for the period ended March 31, 2008 Rupees	Un-Audited for the period ended March 31, 2007 Rupees
Commission paid to Chief Executive	57,485	17,057
Commission received from Director	388,505	120,210
Salary drawn by Chief Executive	-	300,000
Payable to Emirates Global Investment Limited	495,400	495,400
Receivable from Emirates Global Investment Bank Limited	997,390	997,390
Underwriting commission due to related parties	146,868	146,868
Payable of CEO's traveling and lodging to associated undertaking	28,250	28,250
Expenses incurred by the Chief Executive / Directors	519,510	306,312

7. CONTINGENCIES AND COMMITMENTS

Contingencies

There were no change in contingencies since the last audited financial statements for the year ended June 30, 2007.

	Un-Audited for the period ended March 31, 2008 Rupees	Audited for the year ended June 30, 2007 Rupees
Commitments		
For purchase of shares	119,780,170	99,635,736
For sale of shares	(121,185,561)	(109,304,685)

8. DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue by the Board of Directors of the Company on April 26, 2008.

9. GENERAL

Figures have been rounded off to the nearest rupee.

Chief Executive

Director