TRUST SECURITIES & BROKERAGE LIMITED
NOTES TO THE ACCOUNTS
FOR THE IST QUARTER ENDED SEPTEMBER 30, 2005

1. LEGAL STATUS AND NATURE OF BUSINESS

Trust Securities & 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. SUBSEQUENT EVENT

During the last financial year 2004-05 the Board of Directors of the Company announced to issue Right Shares @150% to raise the paid-up capital of the Company up to Rs.100 million. In this regard all the necessary formalities have been completed in the month of October 2005. Subsequently, an amount of Rs.10.00 million was paid back to Emirates Global Investment Limited on account of long term advance.

3. BASIS OF PREPARATION

These financial statements have been prepared in compliance with the International Accounting Standard-34, Interim Financial Reporting and the section 245 of the Companies Ordinance, 1984. These financial statements are un-audited.

4. ACCOUNTING POLICIES

Accounting policies adopted for the preparation of these quarterly accounts are same as adopted in the preceding annual published accounts.

5. ADDITION/(DELETION) IN TANGIBLE ASSETS

	September 30, 2005 Rupees	June 30, 2005 Rupees
Computers	**26,600**	235,900
Office Equipment	**9,500**	108,276
	-	(150,000)
Furniture & Fixtures	-	44,844
	-	(11,333)
Total	**36,100**	389,020
	-	(161,333)

6. TRANSACTIONS WITH RELATED PARTIES

	September 30, 2005 Rupees	September 30, 2004 Rupees
Commission on purchase / sale of shares	-	313,469
Net Sale / purchase of shares	-	202,309
Repayment on account	**500,000**	-

7. CONTINGENCIES AND COMMITMENTS

- The nature and life of contingencies remain the same as disclosed in last annual published accounts.

- Commitment against unrecorded transactions executed before the quarter period end having settlement date subsequent to quarter period end:

  - For purchase of shares Rs.120.02 million (2004 Rs. 138.566 million)

  - For sale of shares Rs.146.59 million (2004: Rs. 141.121 million).

8. GENERAL

8.1 These accounts were authorised for issue by the Board of Directors on October 29, 2005.

8.2 Figures have been rounded off to the nearest of rupee.

Chief Executive **Director**