

**EMERGING CAPITAL LIMITED**  
**AUDITED FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED NOV 29, 2014**



**IQBAL YASIR & COMPANY**  
CHARTERED ACCOUNTANTS



# IQBAL YASIR & COMPANY

CHARTERED ACCOUNTANTS

FOSTERING FINANCIAL EXCELLENCE

## AUDITORS' REPORT TO THE MEMBERS

We have audited the annexed statement of financial position of EMERGING CAPITAL LIMITED as at November 29, 2014 and the related profit and loss account, statement of other comprehensive income, statement of cash flows and statement of changes in equity together with the notes forming part thereof for the period from January 01, 2014 November 29, 2014 and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of audit.

It is the responsibility of the company's management to establish and maintain a system of internal control, and prepare and present the above said statements in conformity with the approved accounting standards and the requirements of the Companies Ordinance, 1984. Our responsibility is to express an opinion on these statements based on our audit.

We conducted our audit in accordance with the auditing standards as applicable in Pakistan. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the above said statements are free of any material misstatements.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, profit and loss account, statement of cash flows and statement of changes in equity together with the notes forming part thereof conform with accounting and financial reporting standards for medium and small size entities approved by Institute of Chartered Accountants of Pakistan, and give the information required by the Companies Ordinance, 1984, in the manner so required, and respectively give a true and fair view of the state of the company's affairs as at November 29, 2014 and of the profit, other comprehensive income, its cash flows and changes in equity for the period from January 01, 2014 November 29, 2014.

Lahore

Date: **16 DEC 2014**

*IQBAL YASIR & COMPANY*  
IQBAL YASIR AND COMPANY  
(Chartered Accountants)

Engagement partner: Yasir Riaz



### Head Office:

RB-II, Flat No 15, Awami Complex,  
Usman Block, New Garden Town, Lahore.  
Ph: 042-35940411-13 Fax: 042-35866042  
Email: info@iyk.com.pk

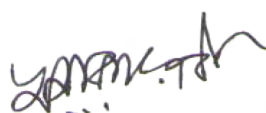
### Islamabad Office:

Room No. 2, 2nd Floor,  
Pacific Centre, F-8 Markaz, Islamabad.  
Ph: 051-2853536 Fax: 051-2263636  
Email: iyk.co.isb@gmail.com

**EMERGING CAPITAL LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT NOVEMBER 29, 2014**

		29-11-14	31-12-13
<b>ASSETS</b>	Note	USD	USD
<b>NON CURRENT ASSETS</b>			
Property, plant and equipment	4	3,652	4,051
<b>CURRENT ASSETS</b>			
Receivable from customers	5	832,729	434,857
Advances, deposits & prepayments	6	49,984	-
Cash and bank balances	7	47,507	169,480
		<b>930,220</b>	<b>604,337</b>
<b>TOTAL ASSETS</b>		<b>933,872</b>	<b>608,389</b>
<b>EQUITY AND LIABILITIES</b>			
<b>OWNER'S CAPITAL</b>			
Capital		0.13	0.13
Accumulated profit		919,752	602,663
		<b>919,752</b>	<b>602,663</b>
<b>CURRENT LIABILITIES</b>			
Accrued expenses		14,120	1,225
Amount due to shareholders		-	4,501
		<b>14,120</b>	<b>5,726</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	8	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>933,872</b>	<b>608,389</b>

The annexed notes from 1 to 9 form an integral part of these financial statements



**DIRECTOR**



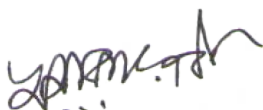
**DIRECTOR**



**EMERGING CAPITAL LIMITED**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE PERIOD FROM JAN. 01, 2014 TO NOV. 29, 2014**

	Note	29-11-14 USD	31-12-13 USD
<b><u>PROFIT OR LOSS ACCOUNTS:</u></b>			
<b>REVENUE</b>			
Income from consulting service		2,310,573	1,873,839
Interest Income		-	10
		<u>2,310,573</u>	<u>1,873,850</u>
<b>EXPENSES</b>			
Fee for Professional Services		1,384,619	1,081,079
Staff salaries, Commission and benefits		340,434	309,486
Rent, rates and taxes		120,983	98,262
Utilities		46,564	46,423
Entertainment		32,127	29,206
Depreciation	4	400	493
Other expenditures		68,087	61,897
Bank Charges		271	210
		<u>1,993,485</u>	<u>1,627,056</u>
<b>PROFIT FOR THE PERIOD</b>		<u><u>317,089</u></u>	<u><u>246,794</u></u>
<b><u>OTHER COMPREHENSIVE INCOME:</u></b>			
<i>Items that may be reclassified subsequently to profit or loss account:</i>			
Exchange Gain/(Loss) on translating Foreign Operations		-	-
Income tax relating to items that may be reclassified		-	-
		<u>-</u>	<u>-</u>
Other comprehensive income for the period, net of tax		<u>-</u>	<u>-</u>
<i>Items that may not be reclassified to profit or loss account:</i>			
Income tax relating to items that will not be reclassified		-	-
		<u>-</u>	<u>-</u>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>		<u><u>317,089</u></u>	<u><u>246,794</u></u>

The annexed notes from 1 to 9 form an integral part of these financial statements



**DIRECTOR**



**DIRECTOR**

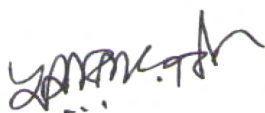


**EMERGING CAPITAL LIMITED**  
**STATEMENT OF OTHER COMPREHENSIVE INCOME**  
**FOR THE PERIOD FROM JAN. 01, 2014 TO NOV. 29, 2014**

---

	Note	29-11-14 USD	31-12-13 USD
Profit/(Loss) for the period		317,089	246,794
Other comprehensive income for the period		-	-
Total comprehensive income/(loss) for the period		<u>317,089</u>	<u>246,794</u>

The annexed notes from 1 to 9 form an integral part of these financial statements



---

**DIRECTOR**



---

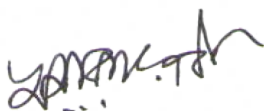
**DIRECTOR**



**EMERGING CAPITAL LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD FROM JAN. 01, 2014 TO NOV. 29, 2014**

	Share Capital	Accumulated Profit	Total
	USD		
Balance as at December 31, 2012	0.13	355,869	355,869
Total comprehensive income for the year	-	246,794	246,794
Balance as at December 31, 2013	0.13	602,663	602,663
Total comprehensive income for the period	-	317,089	317,089
<b>Balance as at November 29, 2014</b>	<b>0.13</b>	<b>919,752</b>	<b>919,752</b>

The annexed notes from 1 to 9 form an integral part of these financial statements



**DIRECTOR**



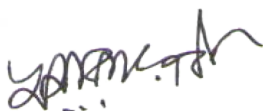
**DIRECTOR**



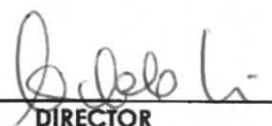
**EMERGING CAPITAL LIMITED**  
**STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD FROM JAN. 01, 2014 TO NOV. 29, 2014**

	Note	29-11-14 USD	31-12-13 USD
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Profit before tax		317,089	246,794
Adjustments for:			
- depreciation		400	493
- finance cost		271	210
<b>Operating profit before working capital changes</b>		<b>317,760</b>	<b>247,497</b>
<b>WORKING CAPITAL CHANGES</b>			
<b>(Increase)/decrease in current assets</b>			
Receivable from customers		(397,873)	(176,953)
Advances, deposits & prepayments		(49,984)	-
<b>Increase/(decrease) in current liabilities</b>			
Increase in accrued expenses		12,895	193
Decrease in amount due to shareholders		(4,501)	-
<b>Cash generated from operations</b>		<b>(121,703)</b>	<b>70,738</b>
Less: Finance cost paid		(271)	(210)
<b>Net Cash (outflows)/inflows from operating activities</b>		<b>(121,974)</b>	<b>70,528</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Fixed assets purchased		-	-
<b>Net cash used in investing activities</b>		<b>-</b>	<b>-</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Capital introduced		-	-
<b>Net cash inflows from financing activities</b>		<b>-</b>	<b>-</b>
Net (decrease)/increase in cash and cash equivalents		(121,974)	70,528
Cash and cash equivalents at the beginning of the year		169,480	98,952
<b>Cash and cash equivalents at the end of the period</b>		<b>47,507</b>	<b>169,480</b>

The annexed notes from 1 to 9 form an integral part of these financial statements



**DIRECTOR**



**DIRECTOR**





**EMERGING CAPITAL LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD FROM JAN. 01, 2014 TO NOV. 29, 2014**

---

**1. COMPANY AND ITS OPERATIONS**

The company was incorporated on 14 June 2010 as a limited liability company. The company previous name was "AFG Listing Limited". The main activity of the company is to act as business consultant. The principal office of the company is situated in Hong Kong.

**2. STATEMENT OF COMPLIANCE**

These financial statements have been prepared in accordance with International Financial Reporting Standards.

**3. SIGNIFICANT ACCOUNTING POLICIES**

**3.1 Accounting convention**

These accounts have been prepared under the historical cost convention.

**3.2 Property, plant and equipment and depreciation**

**Owned assets:**

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses, if any. Cost in relation to property plant and equipment consists of historical costs and subsequent changes due to revaluations, if any.

Depreciation on property, plant and equipment is charged on reducing balance method at the rates stated in note 4 to these financial statements.

Depreciation charge commences from the month in which asset is available for use and continues until the month of disposal.

Maintenance and normal repairs are charged to income as and when incurred. Major renewals and improvements are capitalized and assets so replaced, if any, are retired. Gains and losses on disposal of property, plant and equipment are recognized in the profit and loss account.

**3.3 Impairment**

The carrying amounts of the company's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment loss. If any such indication exists, the asset's recoverable amount is estimated in order to determine the extent of impairment loss if any. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less cost to sell and value in use. Impairment losses are charged to the profit and loss account, but if any revaluation surplus in respect of such assets exists, then such impairment is firstly charged against that surplus and then remaining portion, if any, is charged to profit and loss account.



A handwritten signature in black ink, consisting of a stylized 'S' shape with a loop at the end.



**EMERGING CAPITAL LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD FROM JAN. 01, 2014 TO NOV. 29, 2014**

---

**1. COMPANY AND ITS OPERATIONS**

The company was incorporated on 14 June 2010 as a limited liability company. The company previous name was "AFG Listing Limited". The main activity of the company is to act as business consultant. The principal office of the company is situated in Hong Kong.

**2. STATEMENT OF COMPLIANCE**

These financial statements have been prepared in accordance with International Financial Reporting Standards.

**3. SIGNIFICANT ACCOUNTING POLICIES**

**3.1 Accounting convention**

These accounts have been prepared under the historical cost convention.

**3.2 Property, plant and equipment and depreciation**

**Owned assets:**

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses, if any. Cost in relation to property plant and equipment consists of historical costs and subsequent changes due to revaluations, if any.

Depreciation on property, plant and equipment is charged on reducing balance method at the rates stated in note 4 to these financial statements.

Depreciation charge commences from the month in which asset is available for use and continues until the month of disposal.

Maintenance and normal repairs are charged to income as and when incurred. Major renewals and improvements are capitalized and assets so replaced, if any, are retired. Gains and losses on disposal of property, plant and equipment are recognized in the profit and loss account.

**3.3 Impairment**

The carrying amounts of the company's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment loss. If any such indication exists, the asset's recoverable amount is estimated in order to determine the extent of impairment loss if any. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less cost to sell and value in use. Impairment losses are charged to the profit and loss account, but if any revaluation surplus in respect of such assets exists, then such impairment is firstly charged against that surplus and then remaining portion, if any, is charged to profit and loss account.



A handwritten signature in black ink, consisting of a stylized 'S' shape with a loop at the end.

### **3.4 Trade and other debts**

Trade and other debts are recognized at fair value of consideration receivable. Debts considered irrecoverable are written off and those considered doubtful of recovery are provided for.

### **3.5 Cash and cash equivalents**

Cash and cash equivalents are carried in the balance sheet at cost. For the purposes of the statement of cash flows, cash and cash equivalents comprise cash in hand, with banks on current accounts, term deposits with maturities of three months or less and short term

### **3.6 Trade and other payables**

Liabilities for trade and other payables are carried at cost which is the fair value of the consideration to be paid in future for goods and services.

### **3.7 Taxation**

Provision for current taxation is based on taxable income at the current rates of taxation after taking into account applicable tax credits, rebates and exemptions, if any.

### **3.8 Revenue recognition**

Revenue comprises the fair value of the consideration received or receivable for the rendering of services in the ordinary course of the company's business, revenue is recognized when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the Company and specific criteria has been met for each of the company's activities as described below:

#### **Rendering of services**

Revenue from contracts is recognized to the stage of completion basis.

The recognition of revenue to the stage of completion of a transaction is often referred to as the percentage of completion method. Under this method, revenue is recognized in the accounting periods in which the services are rendered. The recognition of

revenue on this basis provides useful information on the extent of service activity and performance during a period.

#### **Interest / Mark up income**

Interest / Mark up is recognized on a time proportion basis by reference to the principal outstanding and the applicable rate of return.

### **3.9 Offsetting**

Financial assets and liabilities are offset and the net amount is reported in the balance sheet, if the company has a legally enforceable right to offset the recognized amounts and the company intends to settle either on a net basis or realize the asset and settle the liability.



A handwritten signature in black ink, appearing to be "Ji".

#### 4. PROPERTY PLANT AND EQUIPMENT

Particulars	COST				Rate (%)	DEPRECIATION			WDV as at November 29, 2014
	As at Jan 01, 2014	Additions	Deletions	As at November 29, 2014		As at Jan 01, 2014	For the period	As at November 29, 2014	
	USD					USD			
Furniture and fixtures	2,495	-	-	2,495	10	474	185	659	1,836
Electric equipments	2,128	-	-	2,128	10	404	158	562	1,565
Computers	452	-	-	452	20	144	56	201	251
<b>Total as at 29-11-14</b>	<b>5,075</b>	<b>-</b>	<b>-</b>	<b>5,075</b>		<b>1,023</b>	<b>400</b>	<b>1,422</b>	<b>3,652</b>
<b>Total as at 31-12-13</b>	<b>5,075</b>	<b>-</b>	<b>-</b>	<b>5,075</b>		<b>530</b>	<b>493</b>	<b>1,023</b>	<b>4,052</b>



*[Handwritten signature]*

	Note	29-11-14 USD	31-12-13 USD
<b>5. RECEIVABLES FROM CUSTOMERS</b>		<u>832,729</u>	<u>434,857</u>
These are unsecured but considered good by the management of the company.			
<b>6. ADVANCES, DEPOSITS &amp; PREPAYMENTS</b>			
- Fee for professional services		<u>49,984</u>	<u>-</u>
<b>7. CASH AND BANK BALANCE</b>			
Cash in hand		=	-
Current Accounts		129	-
Saving Accounts		<u>47,378</u>	<u>169,480</u>
		<u>47,507</u>	<u>169,480</u>

**8. CONTINGENCIES AND COMMITMENTS**

**CONTINGENCIES:**

There were no contingencies as at the statement of financial position date.

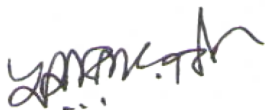
**COMMITMENTS:**

There were no capital commitments as at the statement of financial position date.

**9 GENERAL**

Figures have been rounded off to the nearest USD

Comparative figures have been rearranged and reclassified, wherever necessary for the purpose of comparison .



DIRECTOR



DIRECTOR

