



Golden Arrow Selected Stocks Fund Limited

STATEMENT OF ASSETS AND LIABILITIES AS AT JUNE 30, 2005

	Note	2005 (Rupees in '000')	2004 (Restated)
ASSETS			
Bank balances	4	73,556	41,047
Receivable against sale of securities		14,484	4,005
Investment in marketable securities	5	548,147	162,268
Advance for purchase of securities	6	-	7,000
Dividend receivable		1,141	228
Other assets	7	1,640	530
Total assets		638,968	215,078
LIABILITIES			
Payable against purchase of securities		-	2,014
Remuneration payable to investment adviser	8	8,935	3,567
Accrued expenses and other liabilities	9	678	485
Unclaimed dividend	10	3,016	1,205
Total liabilities		12,629	7,271
NET ASSETS		626,339	207,807
SHARE CAPITAL & RESERVES			
Authorized capital			
140,000,000 (2004:100,000,000) ordinary shares of Rs. 5 each		700,000	500,000
Issued, subscribed and paid up capital			
	11	351,165	100,502
General reserve		500	500
Unrealised appreciation in market value of securities classified as 'available for sale'		24,698	-
Unappropriated profit		249,976	106,805
		626,339	207,807

The annexed notes from 1 to 25 form an integral part of these financial statements.

Faisal Bengali
Chief Executive

Ayesha Aqeel Dhedhi
Director



Golden Arrow Selected Stocks Fund Limited

INCOME STATEMENT FOR THE YEAR ENDED JUNE 30, 2005

	Note	2005 (Rupees in '000')	2004 (Rupees in '000')
INCOME			
Capital gain on sale of marketable securities	12	164,080	56,688
Dividend income		19,048	7,255
Gain recognized on remeasurement of marketable securities		8,335	20,363
Profit on term finance certificate		890	-
Profit on deposit account		1,773	347
Other income		37	492
		<u>194,163</u>	<u>85,145</u>
OPERATING EXPENSES			
Administrative	13	2,818	1,228
Remuneration to investment adviser	8	8,935	3,567
Annual fee to Securities & Exchange Commission of Pakistan	9.1	456	182
Bank commission and charges	14	1,095	37
		<u>13,304</u>	<u>5,014</u>
Profit before taxation		<u>180,859</u>	<u>80,131</u>
Taxation	15	-	-
Profit for the year after taxation		<u>180,859</u>	<u>80,131</u>
Earnings per share (Rupees)	16	<u>3.25</u>	<u>3.32</u>

The annexed notes from 1 to 25 form an integral part of these financial statements.

Faisal Bengali
Chief Executive

Ayesha Aqeel Dhedhi
Director



Golden Arrow Selected Stocks Fund Limited

DISTRIBUTION STATEMENT FOR THE YEAR ENDED JUNE 30, 2005

	2005 (Rupees in '000')	2004 (Restated)
Accumulated profit brought forward	69,117	26,674
Effect of change in accounting policy as stated in note 2	37,688	22,110
Restated balance of unappropriated profit brought forward	106,805	48,784
Final dividend for the year ended June 30, 2003 @ 22% (Rs.1.1 per share)	-	(22,110)
Final dividend for the year ended June 30, 2004 @ 17.5% (Re. 0.88 per share)	(17,588)	-
Bonus issue for the year ended June 30, 2004 @ 20%	(20,100)	-
Net profit for the current year	180,859	80,131
Unappropriated profit at the end of the year	<u>249,976</u>	<u>106,805</u>

Proposed final dividend for the year ended June 30, 2005 has not been disclosed in above statement
(Refer notes to the accounts 10.1)

The annexed notes from 1 to 25 form an integral part of these financial statements.

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Chief Executive

Ayesha Aqeel Dhedhi
Director



Golden Arrow Selected Stocks Fund Limited

CASH FLOW STATEMENT FOR THE YEAR ENDED JUNE 30, 2005

	2005	2004
	<i>(Rupees in '000')</i>	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	180,859	80,131
Adjustments for non cash item:		
Gain recognized on remeasurement of marketable securities	(8,335)	(20,363)
	<u>172,524</u>	<u>59,768</u>
<i>(Increase) / decrease in assets</i>		
Receivable against sale of securities	(10,479)	(3,778)
Investment in marketable securities	(352,846)	6,673
Advance for purchase of securities	7,000	(7,000)
Dividend receivable	(913)	12
Other assets	(896)	(266)
	<u>(358,134)</u>	<u>(4,359)</u>
<i>Increase / (decrease) in liabilities</i>		
Payable against purchase of securities	(2,014)	2,014
Remuneration payable to investment adviser	5,368	1,334
Accrued expenses and other liabilities	193	(206)
	<u>3,547</u>	<u>3,142</u>
Cash (used in) / generated from operations	(182,063)	58,551
Tax paid	(214)	(65)
	<u>(182,277)</u>	<u>58,486</u>
Net cash (used in) / generated from operating activities		
	<u>(182,277)</u>	<u>58,486</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(15,777)	(21,420)
Issue of right shares	230,563	-
	<u>214,786</u>	<u>(21,420)</u>
Net cash generated from / (used in) financing activities		
	<u>214,786</u>	<u>(21,420)</u>
Net increase in bank balances during the year	32,509	37,066
Bank balances at the beginning of the year	41,047	3,981
	<u>73,556</u>	<u>41,047</u>
Bank balances at the end of the year		

The annexed notes from 1 to 25 form an integral part of these financial statements.

Faisal Bengali
Chief Executive

Ayesha Aqeel Dhedhi
Director