

H.H MISBAH SECURITIES (PRIVATE) LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2023

	Note	Dec 2023 (Rupees)	June 2023 (Rupees)
<u>ASSETS</u>			
<u>NON CURRENT ASSETS</u>			
Property and equipment	1	24,894,211	24,206,863
Intangible assets	2	2,500,000	2,500,000
Investment at fair value through other comprehensive income	3	10,909,248	8,000,836
Long term deposits	4	1,500,000	1,500,000
		39,803,459	36,207,699
<u>CURRENT ASSETS</u>			
Trade debts - unsecured considered good	5	117,346,114	118,220,707
Investment at fair value through profit& loss	6	107,185,852	104,994,569
Advances, deposits, prepayments and other receivables	7	185,979,207	94,748,606
Cash and bank balances	8	198,333,528	87,920,261
		608,844,701	405,884,143
		648,648,160	442,091,842
<u>SHARE CAPITAL AND RESERVES</u>			
Authorized capital		300,000,000	300,000,000
Share capital			
Issued, subscribed and paid-up capital		100,000,000	100,000,000
Capital Reserves			
Surplus/(Deficit) - Investment at Fair value through OCI		8,278,489	5,370,077
Capital contribution from director		18,500,000	18,500,000
Revenue reserves			
Accumulated Profit/(Loss)		227,850,463	186,256,404
		354,628,952	310,126,481
<u>NON-CURRENT LIABILITIES</u>			
Staff Retirement Benefits - Gratuity		3,757,566	3,757,566
<u>CURRENT LIABILITIES</u>			
Trade and other payable	10	272,954,987	107,901,140
Short term loan	11	17,306,655	20,306,655
		290,261,642	128,207,795
Contingencies and commitments	12	648,648,160	442,091,842
		648,648,160	442,091,842

The annexed notes form an integral part of these financial statements.

Chief Executive

Director

H.H MISBAH SECURITIES (PRIVATE) LIMITED
STATEMENT OF PROFIT AND LOSS
FOR THE YEAR ENDED DECEMBER 31, 2023

	Note	Dec 2023 <i>(Rupees)</i>	June 2023 <i>(Rupees)</i>
Revenue from contract with customers	13	48,488,520	63,689,651
Operating and administrative expenses	14	(28,839,665)	(84,850,333)
Other income	15	22,763,255	14,042,372
NET PROFIT/(LOSS) BEFORE TAXATION		<u>42,412,110</u>	<u>(7,118,310)</u>
Taxation	16	(818,051)	(1,616,719)
NET PROFIT/(LOSS) AFTER TAXATION		<u><u>41,594,059</u></u>	<u><u>(8,735,029)</u></u>

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Chief Executive

Director

H.H MISBAH SECURITIES (PRIVATE) LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED DECEMBER 31, 2023

	Dec 2023	June 2023
	<i>(Rupees)</i>	<i>(Rupees)</i>
Profit/(loss) for the year	41,594,059	(8,735,029)
Other Comprehensive Income/ Loss		
Items that will not be subsequently reclassified in profit or loss		
Unrealised gain/ (loss) on revaluation of investments at fair value through other comprehensive income	2,908,412	(3,059,779)
	2,908,412	(3,059,779)
TOTAL COMPREHENSIVE INCOME/ (LOSS)	44,502,471	(11,794,808)

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Chief Executive

Director

H.H MISBAH SECURITIES (PRIVATE) LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2023

	Share capital	Capital Reserves		Revenue Reserves	Total
	Issued, Subscribed and Paid-up Capital	Surplus/ (Deficit) - Investment (FVTOCI)	Capital contribution from director	Accumulated Profit/(Loss)	
	----- <i>Rupees</i> -----				
Balance as at July 01, 2022	100,000,000	8,429,856	18,500,000	194,991,433	321,921,289
Net (loss) for the year	-	-	-	(8,735,029)	(8,735,029)
Other comprehensive loss	-	(3,059,779)	-	-	(3,059,779)
Balance as at June 30, 2023	100,000,000	5,370,077	18,500,000	186,256,404	310,126,481
Net Profit for the year	-	-	-	41,594,059	41,594,059
Other comprehensive loss	-	2,908,412	-	-	2,908,412
Balance as at December 31, 2023	100,000,000	8,278,489	18,500,000	227,850,463	354,628,952

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Chief Executive

Director

H.H MISBAH SECURITIES (PRIVATE) LIMITED
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED DECEMBER 31, 2023

	Dec 2023	June 2023
	(Rupees)	(Rupees)
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	42,412,110	(7,118,310)
<u>Adjustment for non-cash items:</u>		
Depreciation	-	5,182,565
Expected credit loss/(Reversal of expected credit loss)	-	(5,868,400)
Gratuity expense	-	3,757,566
Capital Gain on investment at fair value through P&L	(16,092,130)	6,162,060
Dividend income	(2,864,749)	(5,688,078)
Operating profit before working capital changes	(18,956,879)	3,545,713
<u>Changes in working capital</u>		
Decrease /(Increase) in trade debts	874,593	(29,343,032)
Decrease /(Increase) in long term deposits	-	5,858
Decrease /(Increase) in advances, deposits and prepayments	(90,790,049)	(12,361,694)
(Decrease) / increase in trade and other payable	165,053,847	(160,189,063)
Net changes in working capital	75,138,391	(201,887,931)
Taxes paid	(1,258,603)	(1,052,768)
Net cash (used in)/generated from operating activities	97,335,019	(206,513,296)
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of property and equipment	(687,348)	(794,349)
Proceeds from short term investment	13,900,847	24,324,376
Dividend received	2,864,749	5,688,078
Net cash (used in)/generated from investing activities	16,078,248	29,218,105
CASH FLOWS FROM FINANCING ACTIVITIES		
Short term loan	(3,000,000)	7,452,000
Capital contribution from director	-	-
	(3,000,000)	7,452,000
Net cash (used in)/generated from financing activities	110,413,267	(169,843,191)
Net increase in cash and cash equivalent	87,920,261	257,763,452
Cash and cash equivalent at beginning of the year	87,920,261	257,763,452
Cash and cash equivalent at end of the year	198,333,528	87,920,261

The annexed notes form an integral part of these financial statements.

Chief Executive

Director

H.H MISBAH SECURITIES (PRIVATE) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

1. PROPERTY & EQUIPMENT

	Dec-23				
	Office Building	Office Equipment	Computers	Motor vehicles	Total
	------(Rupees)-----				
As at July 01, 2023					
Cost	31,100,000	2,093,018	4,234,641	8,210,560	45,638,219
Accumulated depreciation	<u>(14,021,976)</u>	<u>(1,303,023)</u>	<u>(3,063,908)</u>	<u>(3,042,449)</u>	<u>(21,431,356)</u>
Net book value at the beginning of the year	<u>17,078,024</u>	<u>789,995</u>	<u>1,170,733</u>	<u>5,168,111</u>	<u>24,206,863</u>
Changes during the year					
Additions during the year	-	66,300	621,048	-	687,348
Disposals - cost	-	-	-	-	-
Depreciation charge for the year	-	-	-	-	-
Disposals - Accumulated depreciation	-	-	-	-	-
Net book value at the end of the year	<u>17,078,024</u>	<u>856,295</u>	<u>1,791,781</u>	<u>5,168,111</u>	<u>24,894,211</u>
Analysis of net book value					
As at December 31, 2023					
Cost	31,100,000	2,159,318	4,855,689	8,210,560	46,325,567
Accumulated depreciation	<u>(14,021,976)</u>	<u>(1,303,023)</u>	<u>(3,063,908)</u>	<u>(3,042,449)</u>	<u>(21,431,356)</u>
Net book value at the end of the year	<u>17,078,024</u>	<u>856,295</u>	<u>1,791,781</u>	<u>5,168,111</u>	<u>24,894,211</u>
Depreciation rate (% per annum)	<u>10%</u>	<u>15%</u>	<u>30%</u>	<u>15%</u>	

2. INTANGIBLE ASSETS

	Dec-23	
	TREC	Total
 (Rupees)	
As at July 01, 2023		
Cost	2,500,000	2,500,000
Accumulated ammortization	-	-
Net book value at the beginning of the year	<u>2,500,000</u>	<u>2,500,000</u>
Addition during the year		-
Write off	-	-
Disposals - cost	-	-
Ammortization for the year	-	-
Disposals - Accumulated ammortization	-	-
Net book value at the end of the year	<u>2,500,000</u>	<u>2,500,000</u>
Analysis of Net Book Value		
Cost	2,500,000	2,500,000
Accumulated ammortization	-	-
Net book value as at December 31, 2023	<u>2,500,000</u>	<u>2,500,000</u>
Rate of ammortization per annum (%)	N/A	

		Dec 2023 (Rupees)	June 2023 (Rupees)
3. INVESTMENT AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME			
Investment in shares of Pakistan Stock Exchange	6.1	<u>10,909,248</u>	<u>8,000,836</u>
4. LONG TERM DEPOSITS			
Deposits with:			
- National Clearing Company of Pakistan Limited		<u>1,400,000</u>	1,400,000
- Central Depository Company		<u>100,000</u>	100,000
- Other		<u>-</u>	-
		<u>1,500,000</u>	<u>1,500,000</u>
5. TRADE DEBTS			
Trade debts		<u>129,477,714</u>	130,352,307
less: Loss Allowance		<u>(12,131,600)</u>	(12,131,600)
		<u>117,346,114</u>	<u>118,220,707</u>
6. SHORT TERM INVESTMENT - FAIR VALUE THROUGH PROFIT AND LOSS ACCOUNT			
Investment in quoted securities		<u>107,185,852</u>	<u>104,994,569</u>
7. ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES			
Income tax refundable		<u>21,534,059</u>	21,093,507
Exposure Deposit		<u>118,168,905</u>	48,668,905
Necpl's Future market profit and loss deposit		<u>45,061,843</u>	22,007,781
Loan to associate		<u>1,040,000</u>	1,040,000
Other receivable and advances		<u>104,400</u>	1,868,413
Advances to employees		<u>70,000</u>	70,000
		<u>185,979,207</u>	<u>94,748,606</u>
8. CASH AND BANK BALANCES			
Cash at bank			
Current accounts		<u>-</u>	-
Saving accounts		<u>198,333,528</u>	87,920,261
		<u>198,333,528</u>	<u>87,920,261</u>
Cash in hand		<u>-</u>	-
		<u>198,333,528</u>	<u>87,920,261</u>
9. SHARE CAPITAL			
		Dec 2023	June 2023
		(Rupees)	(Rupees)
Issued, subscribed and paid up capital comprises of:			
Ordinary share capital		<u>100,000,000</u>	100,000,000
		<u>100,000,000</u>	<u>100,000,000</u>

		Dec 2023 (Rupees)	June 2023 (Rupees)
10. TRADE AND OTHER PAYABLE			
Credit balances of clients		187,208,632	65,467,389
Clients future profit held		73,990,176	39,760,931
Accrued expenses and other payables		11,481,179	2,397,820
Auditor remuneration		275,000	275,000
		<u>272,954,987</u>	<u>107,901,140</u>
11. SHORT TERM LOAN			
Short term loan from directors		<u>17,306,655</u>	<u>20,306,655</u>
12. CONTINGENCIES AND COMMITMENTS			
12.1.	The return for 2017 was amended by deputy commissioner inland revenue creating tax demand of Rs 30,583,134. The company filed appeal before CIT(A) that is still pending. The company expects favourable outcome and therefore no provision is made against the said addition.		
12.2.	There were no other contingencies and commitment as at 31th December 2023.		
13. REVENUE FROM CONTRACT WITH CUSTOMERS		Dec 2023 (Rupees)	June 2023 (Rupees)
Brokerage income	13.1	<u>48,488,520</u>	<u>63,689,651</u>
13.1			
Gross Income		<u>54,792,028</u>	73,206,495
less: Sales tax		<u>(6,303,508)</u>	(9,516,844)
Net Brokerage Income		<u>48,488,520</u>	<u>63,689,651</u>
14. OPERATING AND ADMINISTRATIVE EXPENSES			
Salaries, benefits and allowance		22,296,828	52,959,774
Printing and stationery		123,107	159,550
Utilities		1,344,609	2,282,162
Travelling and communication expenses		445,156	661,886
Rent, rates and taxes		202,419	2,197,194
Transaction Charges		1,574,651	4,814,842
Fees and subscription		25,000	16,330
Entertainment and sales promotion		468,815	872,940
Repair and maintenance		177,020	332,125
Legal and Professional Charges		213,275	359,866
Software expenses		584,549	1,140,454
Dealer's Commission		1,245,847	10,624,217
Depreciation	4	-	5,182,565
Expected credit loss		-	-
Bank Charges		345	16,740
Auditor's Remuneration	14.1	-	275,000
Donations		-	2,925,000
Miscellaneous expenses		138,044	29,688
		<u>28,839,665</u>	<u>84,850,333</u>

15. OTHER INCOME

Realized Gain/(loss) on securities Held for Trading	16,092,130	(6,162,060)
Profit on Cash Margin	3,498,711	7,205,630
Reversal of expected credit loss	-	5,868,400
Dividend income	2,864,749	5,688,078
Other income	307,665	1,442,324
	<u>22,763,255</u>	<u>14,042,372</u>

16. TAXATION

Provision for taxation

Current

- Current year	-	1,616,719
- Prior year	818,051	-
	818,051	1,616,719

Deferred

Net tax charge	-	-
	<u>818,051</u>	<u>1,616,719</u>

17. DATE OF AUTHORIZATION

These financial statements were approved by the Company's board of directors and authorised for

issue on _____.

Chief Executive

Director