

**Un-Audited  
Standalone & Consolidated  
Condensed Interim Financial Information  
For The Half Year Ended  
December 31, 2023**

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**B.R.R. TOWER**



**BRR Guardian Limited**

**2023**

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**BRR Guardian Limited**

## **CORPORATE INFORMATION**

Chairman	Ms. Hamida Dawood
Chief Executive	Mr. Ayaz Dawood
Directors	Ms. Hamida Dawood Mr. Ayaz Dawood Mr. Waqas Anwar Qureshi Mr. Amer Maqbool Mr. Ghazanfar-ul-Islam Mr. Junaid Sakhi Mr. Muhammad Ali Ayaz Dawood
Audit Committee	Mr. Waqas Anwar Qureshi - Chairman Mr. Ghazanfar-ul-Islam - Member Mr. Amer Maqbool - Member
HR and Remuneration Committee	Mr. Junaid Sakhi - Chairman Mr. Tahir Mehmood - Member Mr. Waqas Anwar Qureshi - Member
Shariah Advisor	Mufti Muhammad Aqeel
Chief Financial Officer	Syed Tariq Masood
Company Secretary	Mr. Tahir Mehmood
Head of Internal Audit	Abdul Rahman Subhan
Auditors	Crowe Hussain Chaudhury & Co. Chartered Accountants
Legal Advisor	A.Q. Abbasi & Associates Malik & Malik Law Associates Minto & Mirza Nuruddin Saki & Co. Rabbani & Ansari Advocates S & B Durrani Law Associate
Bankers	Al-Baraka Bank (Pakistan) Limited Habib Metropolitan Bank Limited
Web-site	<a href="http://www.firstdawood.com/brrgl">www.firstdawood.com/brrgl</a>
Registered Office & Head Office	20 <sup>th</sup> Floor BRR Tower, Hassan Ali Street, off: I. I. Chundrigar Road, Karachi-74000. Tel No. : 92 (21) 32602401-6 and 32270181-6 Email : <a href="mailto:brr@firstdawood.com">brr@firstdawood.com</a>
Registrars	F.D. Registrar Services (Pvt.) Limited Suit 1705 - A. 17th Floor, Saima Trade Tower, I.I. Chundrigar Road, Karachi. Tel No. (92-21) 32271905-6 (92-21) 32213243 E-mail: <a href="mailto:info@fdregistrar.com">info@fdregistrar.com</a> <a href="mailto:complain@fdregistrar.com">complain@fdregistrar.com</a> <a href="mailto:fdregistrar@yahoo.com">fdregistrar@yahoo.com</a>
Branch Offices	Office No. 405 4th Floor, 55-B, ISE Tower Jinnah Avenue, Islamabad
Security Vault	G-187, Block-2, Shahrah-e-Quaideen, PECHS Karachi-754000



## DIRECTORS' REPORT

Dear Shareholders,

On behalf of the Board of Directors of BRR. Guardian Limited ('BRRG'), it gives us great pleasure to present to you the 2nd Quarter Condensed Interim Financial Statements for the six months ended December 31, 2023.

### FINANCIAL PERFORMANCE:

Financial highlights	December 31, 2023	December 31, 2022
	..... Rupees.....	
<b>Rental Income</b>	<b>152,757,044</b>	130,529,804
<b>Operating Profit / (Loss)</b>	<b>24,206,732</b>	(11,410,476)
<b>Profit before taxation</b>	<b>295,563,523</b>	402,043,911
<b>Taxation</b>	<b>55,001,742</b>	69,806,486
<b>Profit after taxation</b>	<b>240,561,781</b>	332,237,425
<b>Earnings per share</b>	<b>2.53</b>	3.50

We are pleased to inform you that BRRG has successfully listed on PSX on August 4, 2023. In its first half yearly report after listing, BRRG demonstrated commendable growth in operating profit to 24,206,732 rupees from a loss in the previous period, indicating efficient management of the company's operations and Rental income rose from 130,529,804 to 152,757,044 rupees.

Despite the prevailing economic and political conditions, BRRG has managed to maintain a net profit of 240,561,781 rupees and earnings per share (EPS) of 2.53 rupees per share for the period. Our steadfast commitment to delivering value to our shareholders remains unwavering, even in the face of challenging geopolitical and economic situations.

### CONCLUSION / FUTURE PROSPECT:

We are closely watching the political scenario and our target is to continue to be profitable for our shareholders.

On Behalf of the Board of Directors  
**BRR Guardian Limited**

**Amer Maqbool**  
Director

**Ayaz Dawood**  
Chief Executive Officer

**February 26, 2024**  
Karachi



ڈائریکٹرز کی رپورٹ  
بی آر آر گارڈین لمیٹڈ

بی آر آر گارڈین لمیٹڈ ("BRRG") کے بورڈ آف ڈائریکٹرز کی جانب سے، ہم 31 دسمبر 2023 کو ختم ہونے والی مدت کے لئے BRRG کی دوسری سہ ماہی کے عبوری مالی گوشوارے پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔

مالیاتی کارکردگی:

مالیاتی جھلکیاں	31 دسمبر 2023 (روپے)	31 دسمبر 2022 (روپے)
کرایہ کی آمدنی	152,757,044	130,529,804
آپریٹنگ منافع / نقصان	24,206,732	(11,410,476)
گیس سے پہلے منافع	295,563,523	402,043,911
ٹیکسیشن	55,001,742	69,806,486
گیس کے بعد منافع	240,561,781	332,237,425
فی شیئر آمدنی	2.53	3.50

ہم آپ کو خوشی مطلع کرتے ہیں کہ BRRG کی 4 اگست 2023 کو PSX میں کامیابی کے ساتھ لسٹنگ ہو گئی ہے۔ لسٹنگ کے بعد اپنی پہلی سہ ماہی میں، BRRG نے پچھلے سال اس ہی سہ ماہی کے نقصان کے مقابلے میں آپریٹنگ منافع میں قابل ستائش نمو کا مظاہرہ کیا، جو کہ 24,206,732 روپے ہے، جو کہ گیس کے آپریٹنگ منافع کے مؤثر انتظامات کی نشاندہی کرتا ہے اور کرایہ کی آمدنی 130,529,804 روپے سے بڑھ کر 152,757,044 روپے ہو گئی۔

موجودہ معاشی اور سیاسی حالات کے باوجود، BRRG اس مدت کے لیے 240,561,781 روپے کا خالص منافع اور 2.53 روپے فی حصص آمدنی (EPS) برقرار رکھنے میں کامیاب رہی۔ اپنے شیئر ہولڈرز کو قدر کی فراہمی کے لیے یہاں تک کہ مشکل جغرافیائی سیاسی اور اقتصادی حالات کے سامنے کے باوجود ہماری ثابت قدمی غیر متزلزل ہے۔

نتیجہ مستقبل کے امکانات:

ہم سیاسی منظر نامہ پر گہری نظر رکھے ہوئے ہیں، اور ہمارا مقصد شیئر ہولڈرز کے لیے قدر پیدا کرنے کے مقصد کے ساتھ ساتھ منافع بخش نمو کو برقرار رکھنا ہے۔

مخائبہ بورڈ آف ڈائریکٹرز  
بی آر آر گارڈین لمیٹڈ

ایاز دادو  
چیف ایگزیکٹو آفیسر

عام متبادل  
ڈائریکٹر

26 فروری 2024  
کراچی۔

## INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of BRR GUARDIAN LIMITED

### Report on Review of Condensed Unconsolidated Interim Financial Statements

#### Introduction

We have reviewed the accompanying condensed interim statement of financial position of BRR Guardian Limited ("the Company"), as at December 31, 2023 and the related condensed interim statement of profit or loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows and notes to the condensed interim financial statements for the six-months period then ended (hereinafter referred to as the "interim financial statements"). The Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

#### Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statement consists of making inquiries, primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

#### Conclusion

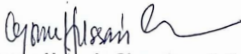
Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting.



**Other Matters**

The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the six month period ended December 31, 2022 and for the three months period ended December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended December 31, 2023.

The engagement partner on the review resulting in this independent auditor's review report is Imran Shaikh.



**Crowe Hussain Chaudhury & Co.**  
**Chartered Accountants**

**Place: Karachi**

**Date: 27 FEB 2024**

**UDIN: RR202310207OG9Nm1aFp**



**Condensed Interim Statement of Financial Position  
As at December 31, 2023**

		(Un-audited) December 31, 2023	(Audited) June 30, 2023
	Note	-----	-----
		(Rupees)	
<b>ASSETS</b>			
<b>Non Current Assets</b>			
Property, plant and equipment	5	<b>190,646,370</b>	156,781,788
Investment properties	6	<b>837,988,753</b>	858,820,601
Long-term investment	7	<b>43,054,009</b>	43,054,009
Long-term musharaka finances	8	<b>28,149,896</b>	43,476,707
Long-term loans, advances and deposits		<b>4,688,277</b>	4,419,424
		<b>1,104,527,305</b>	1,106,552,529
<b>Current Assets</b>			
Loans, advances and prepayments		<b>14,295,596</b>	16,097,417
Current portion of musharaka finances	8	<b>35,628,332</b>	38,656,663
Accrued profit	10	<b>970,005</b>	1,539,891
Other receivables	11	<b>35,974,785</b>	20,502,575
Tax refund due from government - net		<b>72,848,711</b>	69,959,701
Short-term investments	9	<b>2,721,979,757</b>	2,481,687,679
Cash and bank balances	12	<b>499,468</b>	19,589,310
		<b>2,882,196,654</b>	2,648,033,236
		<b>2,882,196,654</b>	2,648,033,236
<b>TOTAL ASSETS</b>		<b>3,986,723,959</b>	3,754,585,765
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and reserves</b>			
Authorised share capital 140,010,000 (June 30,2023: 140,010,000) shares of Rs. 10/- each		<b>1,400,100,000</b>	1,400,100,000
Issued, subscribed and paid-up share capital		<b>950,084,890</b>	950,084,890
Reserves		<b>1,482,667,339</b>	1,286,704,137
Surplus on revaluation of investments		<b>861,543,192</b>	814,780,886
<b>TOTAL EQUITIES</b>		<b>3,294,295,421</b>	3,051,569,913
<b>Liabilities</b>			
<b>Non Current Liabilities</b>			
Long-term musharaka finance	13	-	-
Long-term security deposits		<b>72,215,039</b>	70,609,539
Deferred tax liability		<b>279,109,410</b>	238,599,621
		<b>351,324,449</b>	309,209,160
<b>Current Liabilities</b>			
Current portion of long-term musharaka finance	13	<b>98,500,000</b>	110,000,000
Current portion of security deposits		<b>9,800,383</b>	9,800,383
Creditors, accrued and other liabilities	14	<b>194,315,936</b>	236,361,137
Accrued profit on borrowings		<b>1,549,229</b>	2,064,673
Unclaimed dividend / Dividend payable		<b>36,938,541</b>	35,580,499
<b>TOTAL LIABILITIES</b>		<b>341,104,089</b>	393,806,692
<b>Contingencies and commitments</b>	15		
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>3,986,723,959</b>	3,754,585,765

The annexed notes form an integral part of these condensed interim financial information.

Director

Chief Executive Officer

Chief Financial Officer

**Condensed Interim Statement of Profit or Loss  
For The Half Year And Quarter Ended December 31, 2023  
(Un-Audited)**

Note	Half year ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	----- (Rupees) -----			
Rental Income	<b>152,757,044</b>	130,529,804	<b>78,097,503</b>	66,370,253
Administrative and operating expenses	<b>(99,745,730)</b>	(114,422,180)	<b>(50,016,463)</b>	(66,800,757)
Depreciation	<b>(28,921,155)</b>	(27,539,295)	<b>(14,633,831)</b>	(13,707,629)
Expected credit loss allowance-net	<b>116,573</b>	21,195	<b>116,573</b>	(78,805)
<b>Operating profit / (loss)</b>	<b>24,206,732</b>	(11,410,476)	<b>13,563,782</b>	(14,216,938)
Other income	<b>41,746,340</b>	16,395,116	<b>12,384,779</b>	8,053,566
Investment income	<b>241,703,587</b>	411,910,187	<b>234,541,013</b>	281,753,902
Finance costs	<b>(12,093,136)</b>	(14,850,916)	<b>(6,542,107)</b>	(8,495,845)
<b>Profit before taxation</b>	<b>295,563,523</b>	402,043,911	<b>253,947,467</b>	267,094,685
Taxation	<b>(55,001,742)</b>	(69,806,486)	<b>(45,141,047)</b>	(40,027,973)
<b>Profit after taxation</b>	<b>240,561,781</b>	332,237,425	<b>208,806,420</b>	227,066,712
<b>Earnings per shares - basic and diluted</b>	<b>2.53</b>	3.50	<b>2.20</b>	2.39

The annexed notes form an integral part of these condensed interim financial information.

\_\_\_\_\_  
Director

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Chief Financial Officer

**Condensed Interim Statement of Comprehensive Income  
For The Half Year And Quarter Ended December 31, 2023  
(Un-Audited)**

	Half year ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	----- (Rupees) -----			
<b>Profit for the period</b>	<b>240,561,781</b>	332,237,425	<b>208,806,420</b>	227,066,712
Other comprehensive income for the period				
Items that will be subsequently reclassified:				
Unrealised gain on revaluation of fair value through OCI investments	<b>49,667,972</b>	211,075,190	<b>67,999,880</b>	124,377,474
<b>Total comprehensive income for the period</b>	<b>290,229,753</b>	543,312,615	<b>276,806,300</b>	351,444,186

The annexed notes form an integral part of these condensed interim financial information.

\_\_\_\_\_  
**Director**

\_\_\_\_\_  
**Chief Executive Officer**

\_\_\_\_\_  
**Chief Financial Officer**

**Condensed Interim Statement of Cash Flows  
For The Half Year Ended December 31, 2023  
(Un-Audited)**

	Half year ended	
	December 31, 2023	December 31, 2022
	----- (Rupees) -----	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	295,563,523	402,043,911
<b>Adjustment for non-cash and other items</b>		
Depreciation	28,921,155	27,539,295
Expected credit loss	(116,573)	(21,195)
Gain on disposal of property and equipment - owned	(380,662)	(10,847)
Ijarah rental income	-	(2,523,238)
Profit on murabaha, musharaka	(7,842,793)	(9,489,169)
Financial charges	12,084,616	14,818,910
Fee and subscriptions	-	51,229,195
Profit on debt securities	(3,133,611)	(3,894,103)
Rental income	(151,458,539)	(130,529,804)
Gain on sale of investments	(53,472,607)	(4,117,778)
Unrealised loss / (gain) on revaluation of FVTPL investment	(177,284,369)	(395,679,615)
	(352,683,383)	(452,678,349)
<b>(Increase) / decrease in current assets</b>		
Loans, advances and prepayments	1,801,821	7,844,136
Accrued profit	11,546,290	(2,119,236)
Other receivables	(8,433,917)	(17,321,117)
	4,914,194	(11,596,217)
<b>Increase / (decrease) in current liabilities</b>		
Creditors, accrued and other liabilities	(58,748,967)	(115,443,415)
Security deposits	1,605,500	811,204
Rentals received in advance	161,124,012	152,241,302
Accrued profit on borrowings	(12,600,060)	(14,818,910)
Income tax paid	(24,239,287)	(1,499,629)
	67,141,198	21,290,552
<b>Net cash generated from / (used in) operating activities</b>	14,935,532	(40,940,103)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Addition to property and equipment - owned	(22,495,405)	(850,000)
Addition to capital work in progress	(19,458,487)	-
Proceeds from the disposal of property and equipment - owned	380,665	9,700
Investments disposed / purchased - net	46,991,194	(51,928,448)
Musharaka finances	18,471,715	(19,698,428)
Long-term loans, advances and deposits	(268,853)	-
<b>Net cash generated from / (used in) investing activities</b>	23,620,829	(72,467,176)

**Condensed Interim Statement of Cash Flows  
For The Half Year Ended December 31, 2023  
(Un-Audited)**

	Half year ended	
	December 31, 2023	December 31, 2022
	----- (Rupees) -----	
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Profit paid to shareholders	<b>(46,146,203)</b>	(8,145)
Finance under musharaka arrangement	<b>(11,500,000)</b>	80,000,000
<b>Net cash (used in) / generated from financing activities</b>	<b>(57,646,203)</b>	79,991,855
Net decrease in cash and cash equivalents	<b>(19,089,842)</b>	(33,415,424)
Cash and cash equivalents at the beginning of the period	<b>19,589,310</b>	70,075
Cash and cash equivalents transferred from amalgamated entity	-	38,465,646
<b>Cash and cash equivalents at the end of the period</b>	<b>499,468</b>	5,120,297

The annexed notes form an integral part of these condensed interim financial information.

\_\_\_\_\_  
Director

\_\_\_\_\_  
Chief Executive Officer

\_\_\_\_\_  
Chief Financial Officer

**Condensed Interim Statement of Changes In Equity  
For The Half Year Ended December 31, 2023  
(Un-Audited)**

Description	Issued, subscribed and paid-up share capital	Capital reserve	Revenue reserve	Surplus on revaluation of investment	Total
		Merger reserve	Accumulated (loss)/ Profit		
----- (Rupees) -----					
<b>Balance as at July 01, 2022</b>	100,000	-	(57,405)	-	42,595
Issue of shares on amalgamation	949,984,890	-	-	-	949,984,890
Reserve on amalgamation of BRRGM	-	1,130,801,550	-	-	1,130,801,550
FVOCI Reserve transfer from amalgamated entity- net of deferred tax	-	-	-	761,517,923	761,517,923
Profit for the half year ended December 31, 2022	-	-	332,237,425	-	332,237,425
Other comprehensive income	-	-	-	211,075,190	211,075,190
	949,984,890	1,130,801,550	332,237,425	972,593,113	3,385,616,978
<b>Balance as at December 31, 2022</b>	950,084,890	1,130,801,550	332,180,020	972,593,113	3,385,659,573
Profit for the half year ended June 30, 2022	-	-	(176,277,433)	-	(176,277,433)
Other comprehensive income	-	-	-	(157,812,227)	(157,812,227)
Total comprehensive income for the period	-	-	(176,277,433)	(157,812,227)	(334,089,660)
<b>Balance as at July 01, 2023</b>	950,084,890	1,130,801,550	155,902,587	814,780,886	3,051,569,913
Profit for the half year ended December 31, 2023	-	-	240,561,781	-	240,561,781
Other comprehensive income	-	-	-	49,667,972	49,667,972
Total comprehensive income for the period	-	-	240,561,781	49,667,972	290,229,753
Transfer of revaluation surplus on disposal of fair value through OCI investments	-	-	2,905,666	(2,905,666)	-
Final dividend for the year ended June 30, 2023 @ Rs.0.50 per share	-	-	(47,504,245)	-	(47,504,245)
<b>Balance as at December 31, 2023</b>	<b>950,084,890</b>	<b>1,130,801,550</b>	<b>351,865,789</b>	<b>861,543,192</b>	<b>3,294,295,421</b>

The annexed notes form an integral part of these condensed interim financial information.

Director

Chief Executive Officer

Chief Financial Officer

## **Notes To The Condensed Interim Financial Information For The Half Year Ended December 31, 2023 (Un-Audited)**

### **1. LEGAL STATUS AND NATURE OF THE BUSINESS**

- 1.1** BRR Guardian Limited ('the Company' or 'BRRGL') was incorporated in Pakistan on December 16, 2021 as a public limited company (un-listed) under Company Act, 2017. Subsequently, the Company has listed on Pakistan Stock Exchange on August 04, 2023 and is now a public listed company. The principle line of business of the company is marketing and development of all type of real estate including developed or undeveloped land, housing or commercial projects including commercial markets or multistoried building ( for commercial or residential purposes), shopping centers, restaurants, hotels, recreational facilities etc. with the permission of concerned authorities and compliance with applicable laws and regulations. The registered office of the Company is situated at 20th floor, B.R.R Tower, Hassan Ali Street. I.I Chundrigar Road, Karachi. It is to be noted that during prior year, the Company has acquired modaraba business however the business of ijarah leasing and diminishing musharika have been discontinued after the amalgamation and the existing contracts are live for recovery purposes only.
- 1.2** In prior year, pursuant to the scheme of amalgamation, the Company has acquired a wholly owned subsidiary namely BRR Financial Services (Private) Limited (the Subsidiary) which was incorporated on November 30, 2015 under the Companies Ordinance 1984, now Companies Act 2017. The Subsidiary has not yet commenced its operations as at year end (refer note 7).

These represents the stand alone financial statements of the company.

### **2. BASIS OF PREPARATION**

#### **2.1 Statement of compliance**

These condensed interim financial information of the Company for the six months period ended December 31, 2023 has been prepared in accordance with the requirements of the International Accounting Standard 34 - "Interim Financial Reporting" and provisions of and directives issued under the Companies Act, 2017.

In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed.

The disclosures made in this condensed interim financial information have been limited, based on the requirements of International Accounting Standard 34 - "Interim Financial Reporting". These condensed interim financial information do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the company for the year ended June 30, 2023.

This condensed interim financial information is un-audited. However, limited scope review has been performed by the statutory auditors, except for the figures of the condensed interim profit or loss account and condensed interim statement of comprehensive income for the quarters ended December 31, 2023 and December 31, 2022, in accordance with the requirement of clause 27 of the Listed Companies (Code of Corporate Governance) Regulations, 2017.

#### **2.2 Basis of measurement**

This condensed interim financial information has been prepared under the "historical cost convention" except for the revaluation of certain financial assets which are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

### **3. SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are same as those applied in the preparation of audited annual financial statements of the company for the year ended June 30, 2023.

#### 4 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the company's accounting policies and key sources of estimation of uncertainty are the same as those that were applied to the financial statements for the year ended June 30, 2023.

	Note	(Un-audited) December 31, 2023	(Audited) June 30, 2023
		----- Rupees -----	

#### 5 PROPERTY, PLANT AND EQUIPMENT

Property and equipment - owned	5.1	<b>87,189,752</b>	72,783,657
Property, plant and equipment - leased / ijarah	5.2	<b>9,800,570</b>	9,800,570
Advance / Capital work in progress		<b>93,656,048</b>	74,197,561
		<b><u>190,646,370</u></b>	<b><u>156,781,788</u></b>

##### 5.1 Property and equipment - owned

Following additions and disposals were made during the period :

	Additions / Transfer		Disposals / Transfer	
	(Un-audited) December 31, 2023	(Audited) June 30, 2023	(Un-audited) December 31, 2023	(Audited) June 30, 2023
----- (Rupees) -----				
Lockers	<b>9,424,000</b>	114,000	-	-
Furniture and fixtures	-	172,800	-	-
Vehicles	<b>12,071,955</b>	14,589,342	<b>3,806,650</b>	7,156,600
Office equipment and copmuters	<b>319,450</b>	1,998,900	-	-
Building on leashold land	<b>680,000</b>	-	-	-
	<b><u>22,495,405</u></b>	<u>16,875,042</u>	<b><u>3,806,650</u></b>	<u>7,156,600</u>

##### 5.2 Property, plant and equipment - ijarah / leased

Following additions and disposals were made during the period :

	Additions		Write Off	
	(Un-audited) December 31, 2023	(Audited) June 30, 2023	(Un-audited) December 31, 2023	(Audited) June 30, 2023
----- (Rupees) -----				
Vehicles	-	-	-	12,785,000
Plant and machinery	-	-	-	114,019,356
Motorboat	-	-	-	2,694,300
	<u>-</u>	<u>-</u>	<u>-</u>	<u>129,498,656</u>



	Note	(Un-audited) December 31, 2023	(Audited) June 30, 2023
		------(Rupees) -----	
<b>6 INVESTMENT PROPERTIES</b>			
Investment properties	6.1	828,899,753	849,731,601
Capital work-in-progress		9,089,000	9,089,000
		<u>837,988,753</u>	<u>858,820,601</u>
<b>6.1</b>	No addition / disposals were made during the period		
<b>7 LONG-TERM INVESTMENT</b>			
In un-quoted wholly owned subsidiary company - at cost BRR Financial Services (Private) Limited 5,500,000 shares of Rs. 10 each (June 30, 2020: 5,500,000 shares)		<b>55,000,000</b>	55,000,000
Less: Impairment reserve		<b>(11,945,991)</b>	(11,945,991)
		<u><b>43,054,009</b></u>	<u>43,054,009</u>
<b>8 LONG-TERM MUSHARAKA FINANCES</b>			
Diminishing musharaka finance		<b>114,970,435</b>	133,442,150
Expected credit loss allowance		<b>(51,192,207)</b>	(51,308,780)
		<b>63,778,228</b>	82,133,370
Current portion of musharaka finances		<b>(35,628,332)</b>	(38,656,663)
		<u><b>28,149,896</b></u>	<u>43,476,707</u>
<b>8.1</b>	The expected profit receivable on these arrangements ranges from 15.00% to 27.47% (June 30, 2023: 10.21% to 26.02%) per annum. The arrangements are secured by way of hypothecation of stock, mortgage of property and equipment and pledge of shares. These finances are receivable on various dates up to June 24, 2039.		
<b>8.2 Movement in Expected credit loss allowance</b>			
Opening balance		<b>51,308,780</b>	-
Transfer from amalgamated company		-	52,026,735
Reversal during the period		<b>(116,573)</b>	(717,955)
Closing balance		<u><b>51,192,207</b></u>	<u>51,308,780</u>
<b>9 SHORT-TERM INVESTMENTS</b>			
<b>Fair value through profit or loss - FVTPL</b>			
Listed ordinary shares	9.1	<b>1,610,171,371</b>	1,394,425,541
Mutual fund units	9.2	<b>39,948,950</b>	35,944,797
Preference Shares	9.3	<b>7,570,231</b>	5,604,668
Listed debt securities	9.4	<b>9,166,667</b>	40,448,560
Deliverable future contracts		<b>443,266</b>	4,032,046
		<u><b>1,667,300,485</b></u>	<u>1,480,455,612</u>

	Note	(Un-audited) December 31, 2023	(Audited) June 30, 2023
		----- (Rupees) -----	
<b>Fair value through other comprehensive income - FVTOCI</b>			
Listed ordinary shares / modaraba certificates	9.5	<b>1,013,153,665</b>	959,706,460
Unlisted ordinary shares	9.6	<b>51,779,168</b>	51,779,168
		<b>1,064,932,833</b>	1,011,485,628
		<b>(10,253,561)</b>	(10,253,561)
		<b>2,721,979,757</b>	2,481,687,679

### 9.1 FVTPL: Listed ordinary shares

Unless stated otherwise, the holdings are in fully paid ordinary shares / units of Rs. 10 each.

December 31, 2023	June 30, 2023	Names of investees	(Un-audited)	(Audited)
			December 31, 2023	June 30, 2023
Number of shares			----- (Rupees) -----	
2,900	2,900	Abbot Laboratories (Pakistan) Limited	<b>1,334,609</b>	1,073,000
<b>556,436</b>	562,875	Agha Steel Industries Limited	<b>7,918,084</b>	5,471,145
<b>30,000</b>	26,100	AGP Limited	<b>2,109,300</b>	1,474,128
<b>150,103</b>	-	Aisha Steel Mills Limited	<b>1,302,894</b>	-
-	60,352	Al-Shaheer Corporation Limited	-	436,345
-	3,000	Atlas Battery Limited	-	613,170
<b>88,500</b>	20,000	At-Tahir Limited	<b>1,225,725</b>	329,200
<b>8,000</b>	13,371	Attock Petroleum Limited	<b>3,028,080</b>	4,014,643
<b>4,000</b>	21,842	Attock Refinery Limited	<b>1,309,880</b>	3,748,742
-	11,647	Avanceon Limited	-	512,934
<b>50,000</b>	-	Bank Of Punjab Limited	<b>324,000</b>	-
<b>10,000</b>	8,000	Bannu Woollen Mills Limited	<b>240,000</b>	179,040
<b>40,625</b>	39,625	Berger Paints Pakistan Limited	<b>2,925,813</b>	1,941,229
<b>3,856</b>	15,856	Biafo Industries Limited	<b>454,777</b>	1,046,496
-	2,000	Bolan Casting Limited	-	66,000
<b>38,350</b>	38,350	Bunny's Limited	<b>564,129</b>	636,610
<b>16,000</b>	15,000	Citi Pharma Ltd.	<b>379,840</b>	320,100
<b>562,890</b>	562,890	Cnergyco PK Limited	<b>2,769,419</b>	1,598,608
<b>103,905</b>	128,653	D.G. Khan Cement Company Limited	<b>8,042,247</b>	6,599,899
<b>99,500</b>	-	Dawood Equities Limited	<b>636,800</b>	-
<b>172,000</b>	172,000	Dolmen City Reit	<b>2,363,280</b>	2,352,960
<b>56,990</b>	23,490	Engro Corporation Limited	<b>16,806,921</b>	6,104,816
<b>33,045</b>	4,410	Engro Polymer and Chemicals Limited	<b>1,539,567</b>	186,323
<b>35,000</b>	-	Engro Powergen Qadirpur Limited	<b>1,117,200</b>	-
<b>558,024</b>	656,562	Fauji Cement Company Limited	<b>10,557,814</b>	7,721,169
<b>95,000</b>	-	Fauji Foods Limited	<b>1,058,300</b>	-
<b>20,752</b>	22,352	Ferozsons Laboratories Limited	<b>4,578,721</b>	3,058,871
<b>36,000</b>	213,500	First Prudential Modarba	<b>68,760</b>	266,875
<b>34,970</b>	28,274	Frieslandcampins Engro Foods Limited	<b>2,862,994</b>	1,669,014
<b>109,515</b>	98,515	Ghani Glass Limited	<b>3,209,885</b>	2,512,133
<b>121,956</b>	125,956	Ghani Global Holdings Limited	<b>1,367,127</b>	1,243,186
<b>165,565</b>	160,565	GlaxoSmithKline (Pakistan) Limited	<b>13,740,239</b>	12,101,784
<b>35,300</b>	35,300	Haleon Pakistan Limited	<b>5,966,053</b>	4,946,942
<b>375,000</b>	-	Hascol Petroleum Limited	<b>2,782,500</b>	-
<b>2,651</b>	2,651	Highnoon Laboratories Limited	<b>1,337,589</b>	891,187
<b>50</b>	50	Hoechst Pakistan Limited	<b>60,000</b>	34,575

December 31, 2023	June 30, 2023	Names of investees	(Un-audited)	(Audited)
			December 31, 2023	June 30, 2023
Number of shares			----- (Rupees) -----	
<b>45,558</b>	-	Honda Atlas Cars (Pakistan) Limited	<b>9,736,656</b>	-
<b>39,620</b>	-	Hub Power Company Limited	<b>4,639,106</b>	-
<b>7,650</b>	50,650	Image Pakistan Limited	<b>129,744</b>	489,279
-	10,000	Interloop Limited	-	352,600
-	16,500	Ittefaq Iron Industries Limited	-	75,405
<b>112,543</b>	111,543	Ittehad Chemical Limited	<b>5,660,913</b>	4,349,062
<b>5,000</b>	-	Javedan Corporation Limited	<b>186,800</b>	-
<b>2,963,247</b>	3,992,246	K-Electric Limited	<b>15,586,679</b>	6,866,663
<b>2,500</b>	9,659	Lucky Cement Limited	<b>1,967,450</b>	5,042,867
<b>8,208</b>	8,208	Lucky Core Industries Limited	<b>6,390,749</b>	4,958,781
<b>72,770</b>	64,641	Maple Leaf Cement Factory Limited	<b>2,832,208</b>	1,831,280
<b>6,316</b>	7,941	Mari Petroleum Company Limited	<b>13,238,968</b>	12,027,756
<b>5,700</b>	13,555	Meezan Bank Limited	<b>919,752</b>	1,170,745
<b>539</b>	164	Millat Tractors Limited	<b>313,305</b>	64,011
<b>85,000</b>	85,000	Modaraba Al - Mali	<b>384,200</b>	298,350
<b>2,000</b>	-	Mughal Iron and Steel Industries Limited	<b>132,360</b>	-
<b>20,675</b>	24,675	National Foods Limited	<b>2,997,875</b>	2,428,020
<b>60,793</b>	63,073	National Refinery Limited	<b>19,522,456</b>	9,460,950
<b>29,886</b>	15,394	NetSol Technologies Limited	<b>2,972,760</b>	1,151,933
<b>93,996</b>	-	Nishat Chunian Power Limited	<b>2,629,068</b>	-
<b>79,494</b>	78,884	Nishat Mills Limited	<b>6,098,780</b>	4,478,245
<b>40,000</b>	-	Octopus Digital Limited	<b>1,908,800</b>	-
<b>119,888</b>	186,798	Oil and Gas Development Company Limited	<b>13,481,406</b>	14,570,244
<b>3,000</b>	-	Otsuka Pakistan Limited	<b>419,400</b>	-
<b>101,000</b>	101,000	Pak Agro Packaging Limited(GEM)	<b>707,000</b>	700,940
<b>82,632</b>	236,803	Pak Elektron Limited	<b>1,865,831</b>	2,143,067
<b>64,316</b>	81,669	Pakistan Aluminium Beverage Cans Limited	<b>4,860,360</b>	3,693,072
<b>1,950</b>	1,950	Pakistan Cables Limited	<b>235,931</b>	161,694
<b>916,000</b>	699,500	Pakistan International Bulk Terminal Limited	<b>6,109,720</b>	2,874,945
<b>4,300</b>	13,000	Pakistan National Shipping Corporation Limited	<b>1,137,307</b>	1,722,890
<b>106,028</b>	58,228	Pakistan Oxygen Limited	<b>9,337,886</b>	5,490,900
<b>118,617</b>	131,036	Pakistan Petroleum Limited	<b>13,644,514</b>	7,749,469
-	40,056	Pakistan Refinery Limited	-	543,159
<b>109,229</b>	109,279	Pakistan State Oil Company Limited	<b>19,301,857</b>	12,131,062
<b>31,500</b>	151,500	Pakistan Telecommunication Company Limited	<b>385,245</b>	910,515
<b>69,931</b>	71,931	Panther Tyres Ltd.	<b>3,165,776</b>	1,450,129
<b>1,533,168</b>	1,533,168	Power Cement Limited	<b>9,137,681</b>	6,285,989
<b>91,381</b>	93,881	Roshan Packages Limited	<b>1,270,196</b>	834,602
<b>201,023</b>	218,023	Sazgar Engineering Works Limited	<b>35,753,951</b>	11,086,470
<b>19,300</b>	20,300	Security Paper Limited	<b>2,591,411</b>	1,887,900
<b>104,767</b>	104,767	Service GlobalFootwear Limited	<b>6,319,545</b>	2,920,904
<b>63,580</b>	63,580	Service Industries Limited	<b>39,951,129</b>	16,688,478
-	85,500	Shabbir Tiles and Ceramics Limited	-	711,360
<b>42,757</b>	40,017	Shell Pakistan Limited	<b>6,433,646</b>	4,627,966
<b>700</b>	700	Sitara Chemical Industries Limited	<b>175,007</b>	157,906
<b>119,500</b>	118,500	Sitara Peroxide Limited	<b>1,792,500</b>	1,465,845
<b>589</b>	26,596	Sui Northern Gas Pipelines Limited	<b>43,303</b>	1,047,085
<b>223,500</b>	223,500	Sui Southern Gas Company Limited	<b>2,532,255</b>	1,919,865
<b>43,450</b>	43,450	Supernet Limited	<b>571,368</b>	651,316
<b>452,511</b>	-	Symmetry Group Limited	<b>1,683,341</b>	-

December 31, 2023	June 30, 2023	Names of investees	(Un-audited)	(Audited)
			December 31, 2023	June 30, 2023
Number of shares			----- (Rupees) -----	
2,848,138	2,848,138	Systems Limited	1,206,357,331	1,148,739,500
7,000	22,220	Tariq Glass Industries Limited	698,040	1,513,182
20,000	-	Telecard Limited	159,400	-
181,114	95,786	The Organic Meat Company Limited	3,933,796	1,990,433
205,000	197,552	The Searle Company Limited	10,553,400	7,570,193
952	952	Tri-Pack Films Limited	132,937	113,621
1,598	1,598	United Distributors Pakistan Limited	60,612	47,237
1,254	1,254	Universal Network Systems Limited(GEM)	25,205	77,121
1,000	-	Wah Noble Chemicals Limited	195,970	-
40,200	40,200	Waves Home Appliances Limited	337,278	178,086
326,000	255,500	Waves Singer Pakistan Limited	2,578,660	1,571,325
			<b>1,610,171,371</b>	<b>1,394,425,541</b>

## 9.2 FVTPL: Investment in mutual fund units

December 31, 2023	June 30, 2023	Names of investees	December 31, 2023	June 30, 2023
			----- (Rupees) -----	
Number of units				
<b>Open-end mutual funds</b>				
436,920	436,920	786 Smart Fund	39,948,950	35,944,797
			<b>39,948,950</b>	<b>35,944,797</b>

## 9.3 FVTPL: Investment in preference shares

December 31, 2023	June 30, 2023	Names of investees	December 31, 2023	June 30, 2023
			----- (Rupees) -----	
Number of shares				
756,990	756,990	Power Cement Limited -	7,259,534	5,291,360
26,109	26,109	Engro Polymer & Chemicals Limited -	310,697	313,308
			<b>7,570,231</b>	<b>5,604,668</b>

## 9.4 FVTPL: Investment in debt securities

December 31, 2023	June 30, 2023	Sukuk	December 31, 2023	June 30, 2023
			----- (Rupees) -----	
Number of sukus				
10	10	Berger Paint Pakistan Limited	9,166,667	10,000,000
-	10	Abhi (Private) Limited	-	10,000,000
-	200	K-Electric Limited	-	20,448,560
			<b>9,166,667</b>	<b>40,448,560</b>

### 9.4.1 Particulars of Sukuks

Names of the investee	Repayment frequency	Profit rate per annum	Maturity date	Secured / unsecured
Berger Paint Pakistan Limited	Quarterly	3 months KIBOR +1.5%	26-sep-26	Secured

## 9.5 FVTOCI: Listed ordinary shares / modaraba certificates

Unless stated otherwise, the holdings are in fully paid ordinary shares / units of Rs.10 each.

December 31, 2023	June 30, 2023	Names of investees	(Un-audited)	(Audited)
			December 31, 2023	June 30, 2023
Number of shares			----- (Rupees) -----	
<b>33,326</b>	33,326	Abbot Laboratories (Pakistan) Limited	<b>15,336,958</b>	12,330,620
-	1,747	Avanceon Limited	-	76,938
<b>7,925</b>	7,925	Berger Paints Pakistan Limited	<b>570,759</b>	388,246
-	80	Colgate Palmolive (Pakistan) Limited	-	89,826
<b>185,000</b>	185,000	Dolmen City Reit	<b>2,541,900</b>	2,530,800
<b>18,816</b>	18,816	Ghani Glass Limited	<b>551,497</b>	479,808
<b>32,165</b>	32,165	GlaxoSmithKline (Pakistan) Limited	<b>2,669,373</b>	2,424,276
<b>30,906</b>	30,906	Haleon Pakistan Limited	<b>5,223,423</b>	4,331,167
<b>758</b>	758	Highnoon Laboratories Limited	<b>382,456</b>	254,817
<b>7,597</b>	7,597	Image Pakistan Limited	<b>128,845</b>	73,387
-	5,000	Interloop Limited	-	176,300
<b>53,700</b>	53,700	K.S.B. Pumps Co. Limited	<b>6,360,228</b>	4,837,833
<b>7,690</b>	8,190	Mari Petroleum Company Limited	<b>16,119,009</b>	12,404,902
-	2,332	Millat Tractors Limited	-	910,203
<b>409</b>	409	Pakistan Cables Limited	<b>49,485</b>	33,914
-	1,000	Pakistan International Container Terminal Limited	-	57,050
<b>5,000</b>	5,000	Pakistan National Shipping Corporation Limited	<b>1,322,450</b>	662,650
<b>3,857</b>	14,557	Pakistan Oxygen Limited	<b>339,686</b>	1,372,725
<b>11,699</b>	11,699	Sitara Chemical Industries Limited	<b>2,924,867</b>	2,639,060
<b>2,213,934</b>	2,213,934	Systems Limited	<b>937,733,885</b>	892,946,000
<b>Financial services</b>				
<b>1,935,506</b>	1,935,506	786 Investments Limited	<b>10,645,283</b>	10,432,377
<b>3,339,922</b>	3,339,922	First Dawood Investment	<b>10,253,561</b>	10,253,561
			<b>1,013,153,665</b>	<b>959,706,460</b>

**9.5.1** This represents sponsor shares of the related party. In prior year, full amount of provision has also been recognised against this investment.

## 9.6 FVTOCI: Investment in unlisted ordinary shares

The holdings are in fully paid ordinary shares of Rs.10 each.

December 31, 2023	June 30, 2023	Names of investees	December 31, 2023	June 30, 2023
Number of shares			----- (Rupees) -----	
<b>100,000</b>	100,000	Al Baraka Bank (Pakistan) Limited	<b>1,063,000</b>	1,063,000
<b>7,200,000</b>	7,200,000	Dawood Family Takaful Limited	<b>50,112,000</b>	50,112,000
<b>34,603</b>	34,603	ISE Tower REIT Management Co. Limited	<b>604,168</b>	604,168
			<b>51,779,168</b>	<b>51,779,168</b>

	(Un-audited) December 31, 2023	(Audited) June 30, 2023
Note	----- (Rupees) -----	
<b>10 ACCRUED PROFIT</b>		
Accrued profit on:		
Debt securities	<b>28,680</b>	858,399
Musharaka finances	<b>941,325</b>	681,492
	<b>970,005</b>	1,539,891

**11 OTHER RECEIVABLES**

Rent receivable - unsecured, considered good	<b>11,002,716</b>	3,964,423
Takaful premium receivable	<b>1,171,234</b>	942,644
Other receivable	<b>23,800,835</b>	15,595,508
	<b>35,974,785</b>	20,502,575
Others	<b>33,810,401</b>	33,810,401
Provision for doubtful debts	<b>(33,810,401)</b>	(33,810,401)
	-	-
	<b>35,974,785</b>	20,502,575

**11.1** This represents finance facility which was partly secured against pledge of stock of jute while some of the stock was misappropriated from the factory premises of the borrower. During prior year, the Modaraba has filed a criminal case against the borrower and its owner against misappropriation of pledged stock.

A suit was also been filed on September 29, 2012 by the Modaraba before the Modaraba Tribunal / Banking Court-II for the recovery of outstanding dues from borrower. The Tribunal passed a judgment order in favour of the Modaraba and directed the defendant (borrower) to pay all outstanding dues along with cost of the suit, however the recovery of the decretal amount is uncertain due to the misappropriation of pledged stock by the borrower. Therefore, in prior year the Modaraba has filed the execution petition for the recovery of decretal amount by attaching the other auctionable assets of the borrower including piece and parcel of land / building of factory situated at 40-More, Lahore Road, Jaranwala and one vehicle. The borrower filed an application in Honorable Lahore High Court against the judgment and pleaded to suspend the judgment and decree in favour of Modaraba. The Modaraba has also filed a reply to the application filed by the borrower which is currently pending consideration.

In prior year, complete provision has been recorded against outstanding balance. The management is confident that the said lawsuit and criminal case will be decided in favour of the company.

	(Un-audited) December 31, 2023	(Audited) June 30, 2023
Note	----- (Rupees) -----	
<b>12 CASH AND BANK BALANCES</b>		
Cash in hand	<b>166,257</b>	242,677
Cash with State Bank of Pakistan - current account	<b>24,438</b>	24,438
Cash with banks in:		
Savings accounts	<b>35,734</b>	19,183,827
Current accounts	<b>273,039</b>	138,368
	<b>499,468</b>	19,589,310

**12.1** These carry profit at rates ranging from 6.00% to 18.50% (June 30, 2023: 6% to 18.50%) per

		(Un-audited) December 31,	(Audited) June 30,
	Note	2023	2023
		----- (Rupees) -----	
<b>13 FINANCE UNDER MUSHARAKA ARRANGEMENTS</b>			
Musharaka arrangement -First Dawood Investment Bank Ltd	13.1	<b>94,000,000</b>	110,000,000
Musharaka arrangement - BRR Investment (Pvt) Limited	13.2	<b>4,500,000</b>	-
Current portion of musharaka arrangements		<b>(98,500,000)</b>	(110,000,000)
		-	-

**13.1** The company has entered into various musharaka agreement (Musharaka) with First Dawood Investment Limited on monthly profit sharing basis carrying profit at 6M Kibor plus 100 basis points.

During the period, the Company has recorded profit on these musharaka arrangements amounting to Rs.9.84 million and made profit payment amounting to Rs.10.365 million.

**13.2** The company has entered into various musharaka agreement (Musharaka) with BRR Investments (Private) Limited on monthly profit sharing basis carrying profit at 1M Kibor plus 100 basis points.

During the period, the Company has recorded profit on these musharaka arrangements amounting to Rs.0.193 million and made profit payment amounting to Rs.0.184 million.

#### **14 CREDITORS, ACCRUED AND OTHER LIABILITIES**

Rentals received in advance:

Lockers		<b>61,517,724</b>	54,941,370
Investment Properties		<b>55,475,956</b>	45,348,544
Modaraba Management fee payable		-	37,480,510
Sales tax on Modaraba management fee payable		-	4,872,466
Accrued liabilities		<b>11,759,755</b>	18,312,600
Advance against sale of land	14.1	<b>12,156,301</b>	12,156,301
Others		<b>53,406,200</b>	63,249,346
		<b>194,315,936</b>	236,361,137

**14.1** This represents amount received from SKM Limited as token money for agreement to sale of investment property measuring 24- Kanals situated at Tehsil city, Lahore.

#### **15 CONTINGENCIES AND COMMITMENTS**

##### **15.1 Contingencies**

There has been no change in status of contingencies as reported in the financial statements for the year ended June 30, 2023.

		(Un-audited) December 31,	(Un-audited) December 31,
	Note	2023	2022
		----- (Rupees) -----	

#### **16 EXPECTED CREDIT LOSS ALLOWANCE**

##### **Reversal during the year**

Musharaka	-	175,000
Debt securities	<b>116,573</b>	-
	<b>116,573</b>	175,000

##### **Less: Charged during the year**

Musharaka	-	(153,805)
	<b>116,573</b>	21,195

	Note	(Un-audited) December 31, 2023	(Un-audited) December 31, 2022
		----- (Rupees) -----	
<b>17 OTHER INCOME</b>			
Other charges from tenants		<b>32,578,484</b>	3,490,656
Income on musharaka, murabaha		<b>7,842,793</b>	9,489,169
Ijarah/Lease rental income - net		-	2,523,238
Miscellaneous and other		-	-
termination charges		<b>944,401</b>	881,206
Gain on disposal of property		-	-
and equipment - owned		<b>380,662</b>	10,847
Gain on disposal of Ijara assets		-	-
		<b>41,746,340</b>	<b>16,395,116</b>
<b>18 INVESTMENT INCOME - NET</b>			
Dividend income		<b>7,121,060</b>	7,917,259
Gain on sale of investments		<b>53,229,827</b>	4,117,778
Profit on debt securities		<b>3,133,611</b>	3,894,103
Profit on MTS		<b>763,272</b>	-
Gain/Loss on settlement of DFC's		<b>242,780</b>	(73,800)
Profit on bank balances		<b>1,061,005</b>	841,460
Unrealised (loss)/gain on revaluation of - FVTPL investment		<b>177,284,369</b>	395,679,615
		<b>242,835,924</b>	412,376,415
Less: Commission and brokerage expense		<b>(1,132,337)</b>	(466,228)
		<b>241,703,587</b>	<b>411,910,187</b>
<b>19 FAIR VALUE HIERARCHY</b>			

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

- Level 1: quoted prices in active markets for identical assets.
- Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.
- Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

As at December 31, 2023, the capital held the following financial instruments measured at fair value:

	December 31, 2023			
	Level 1	Level 2	Level 3	Total
		----- (Rupees) -----		
<b>Investments at FVTPL</b>				
Listed ordinary shares	<b>1,610,171,371</b>	-	-	<b>1,610,171,371</b>
Mutual fund units	<b>39,948,950</b>	-	-	<b>39,948,950</b>
Preference Shares	<b>7,570,231</b>	-	-	<b>7,570,231</b>
Listed debt securities	<b>9,166,667</b>	-	-	<b>9,166,667</b>
Deliverable future contracts	<b>443,266</b>	-	-	<b>443,266</b>
<b>Investments at FVTOCI</b>				
Listed ordinary shares	<b>1,013,153,665</b>	-	-	<b>1,013,153,665</b>
Unlisted ordinary shares	-	-	<b>51,779,168</b>	<b>51,779,168</b>
	<b>2,680,454,150</b>	-	<b>51,779,168</b>	<b>2,732,233,318</b>



As at June 30, 2023, the capital held the following financial instruments measured at fair value:

	<b>June 30, 2023</b>			
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	----- (Rupees) -----			
<b>Investments at FVTPL</b>				
Listed ordinary shares	1,394,425,541	-	-	1,394,425,541
Mutual fund units	35,944,797	-	-	35,944,797
Preference Shares	5,604,668	-	-	5,604,668
listed debt securities	40,448,560	-	-	40,448,560
Deliverable Future contracts	4,032,046			4,032,046
<b>Investments at FVTOCI</b>				
Listed ordinary shares	959,706,460	-	-	959,706,460
Unlisted ordinary shares	-	-	51,779,168	51,779,168
	2,440,162,072	-	51,779,168	2,491,941,240

**Valuation techniques**

For Level 2 debt securities available for sale investments the Company values the investments using rates prescribed by MUFAP. For Level 3 available-for-sale investments the Company values the investment at carrying value which approximates the fair value of the investment.

**Transfers during the period**

During the half year ended December 31, 2023, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

	<b>(Un-audited) December 31, 2023</b>	<b>(Un-audited) December 31, 2022</b>
	----- (Rupees) -----	

**20 TAXATION**

Prior year tax	-	2,739,771
Current tax	<b>21,350,276</b>	4,615,179
Deferred tax	<b>33,651,466</b>	62,451,536
	<b>55,001,742</b>	69,806,486

**20.1** The Additional Commissioner Inland Revenue has amended the assessment under section 122(5)(A) of the Income Tax Ordinance, 2001 for the Tax Year 2005 by creating demand of Rs. 954,036. The Modaraba has filed appeal before the Commissioner Inland Revenue (Appeals-I) and decision of the Commissioner Inland revenue (Appeals-I) was made in favor of the Modaraba. Further, the Department has filed appeal before the Appellate Tribunal, Inland revenue and the hearing of appeal is still pending.

Moreover, the Assistant Commissioner of Inland revenue has amended the assessment under section 122(5) of the Income Tax Ordinance, 2011 for the Tax Year 2014 by creating demand of Rs. 472,103. The Modaraba had filed appeal before the Commissioner Inland Revenue (Appeals-I) and the decision has been made in favour of Modaraba. Further, the Department has filed appeal before the Appellate Tribunal, Inland revenue and the hearing of appeal is still pending. There has been no further correspondence regarding the order.

Assessment for the Tax Year 2012 was selected for audit by Deputy Commissioner (IR), Audit Unit-IV, under section 122(5)(A). The Deputy Commissioner (IR) vide order dated June 30, 2018 has amended the assessment for the Tax Year 2012 thereby creating a demand of Rs. 5,908,802. The Modaraba has filed an appeal before the Commissioner Appeals against the said demand which is pending adjudication. The Commissioner Appeals has remanded back the order setting aside the demand by Deputy Commissioner (IR). Appeal effect order under section 122 / section 125 is still pending. No provision have been made in these regards against the above demand by the authority as the management is confident that the decision will be made in the favour of company.

## 21 RELATED PARTY TRANSACTIONS

The company has related party relationship with its associated undertakings, employee benefit plans, and its key management personnel.

A number of transactions are entered into with related parties in the normal course of business. These include financings, investments, borrowings, sharing of common expenses and rental income.

The details of related party transactions and balances as at 31 December, 2023 are as follows:

Transactions during the period	Nature of transactions	(Un-audited)	(Un-audited)
		December 31, 2023	December 31, 2022
		----- (Rupees) -----	
<b>Relationship with the Company</b>			
<b>Associated companies / other related parties</b>			
BRR Investment (Private) Limited	Management fee accrued	-	45,335,571
BRR Investment (Private) Limited	Management fee paid	<b>37,480,510</b>	82,522,411
BRR Investment (Private) Limited	Rent received	-	60,000
BRR Investment (Private) Limited	Reimbursement of expense	-	2,450
BRR Investment (Private) Limited	Musharaka finance received-net	<b>31,500,000</b>	-
BRR Investment (Private) Limited	Musharaka finance repaid	<b>27,000,000</b>	-
BRR Investment (Private) Limited	Profit paid on musharaka finance	<b>184,628</b>	-
Dawood Family Takaful Limited	Rental Received against property	<b>3,821,064</b>	6,710,439
Dawood Family Takaful Limited	Group Life Takaful	<b>1,000,359</b>	207,089
Dawood Family Takaful Limited	Musharaka finance received-net	<b>45,000,000</b>	93,000,000
Dawood Family Takaful Limited	Musharaka finance repaid	<b>45,000,000</b>	93,000,000
Dawood Family Takaful Limited	Profit paid on musharaka finance	<b>2,050,095</b>	2,210,371
First Dawood Employees Provident Fund	Transfer to provident fund	<b>2,506,982</b>	1,831,863
Hydrochina Dawood Power (Pvt) Limited	Rent received against property	<b>3,600,000</b>	3,600,000
Dawood Global Foundation	Charity paid	-	106,347
		(Un-audited)	(Audited)
		December 31, 2023	June 30, 2023
		----- (Rupees) -----	
<b>Period end balances</b>			
<b>Relationship with the Company</b>			
<b>Associated companies / other related parties</b>			
BRR Investment (Private) Limited	Management fee payable	-	37,480,510
BRR Investment (Private) Limited	Musharaka finance payable	<b>4,500,000</b>	-
BRR Investment (Private) Limited	Profit payable	<b>8,544</b>	-
Hydrochina Dawood Power (Private) Limited	Rental received in advance	<b>1,843,222</b>	108,064

## 22 AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on **February 26, 2024** by the Board of Directors of BRR Guardian Limited.

## 23 GENERAL

**23.1** This condensed interim financial information is presented in Pak Rupees, which is the company's functional and presentation currency.

**23.2** Amounts have been presented and rounded off to the nearest Rupee.

**Un-Audited**  
**Consolidated Condensed Interim**  
**Financial Information**  
**For The Half Year Ended**  
**December 31, 2023**

## **DIRECTORS' REPORT TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION**

**Dear Shareholders,**

On behalf of the Board of Directors of BRR. Guardian Limited ('BRRG'), it gives us great pleasure to present to you the 2nd Quarter Consolidated Condensed Interim Financial Statements for the six months ended December 31, 2023.

### **FINANCIAL PERFORMANCE:**

Financial highlights	December 31, 2023	December 31, 2022
	..... Rupees.....	
<b>Rental Income</b>	<b>152,757,044</b>	130,529,804
<b>Operating Profit / (Loss)</b>	<b>23,910,770</b>	(11,439,016)
<b>Profit before taxation</b>	<b>305,844,901</b>	400,612,500
<b>Taxation</b>	<b>(55,001,742)</b>	(69,806,486)
<b>Profit after taxation</b>	<b>250,843,159</b>	330,806,014
<b>Earnings per share</b>	<b>2.64</b>	3.48

We are pleased to inform you that BRRG has successfully listed on PSX on August 4, 2023. In its first half yearly report after listing, BRRG demonstrated commendable growth in operating profit to 23,910,770 rupees from a loss in the previous period, indicating efficient management of the company's operations and Rental income rose from 130,529,804 to 152,757,044 rupees.

Despite the prevailing economic and political conditions, BRRG has managed to maintain a net profit of 250,843,159 rupees and earnings per share (EPS) of 2.64 rupees per share for the period. Our steadfast commitment to delivering value to our shareholders remains unwavering, even in the face of challenging geopolitical and economic situations.

### **CONCLUSION / FUTURE PROSPECT:**

We are closely watching the political scenario and our target is to continue to be profitable for our shareholders.

On Behalf of the Board of Directors  
**BRR Guardian Limited**

**Junaid Sakhi**  
Director

**Ayaz Dawood**  
Chief Executive Officer

**February 26, 2024**  
Karachi

ڈائریکٹرز کی رپورٹ  
 بی آر آر گارڈین لمیٹڈ

بی آر آر گارڈین لمیٹڈ ("BRRG") کے بورڈ آف ڈائریکٹرز کی جانب سے، ہم 31 دسمبر 2023 کو ختم ہونے والی مدت کے لئے BRRG کی دوسری سہ ماہی کے کنسولیدیشنڈ عبوری مالی گوشوارے پیش کرتے ہوئے خوش محسوس کر رہے ہیں۔

مالیاتی کارکردگی:

مالیاتی جھلکیاں	31 دسمبر 2023 (روپے)	31 دسمبر 2022 (روپے)
کرایہ کی آمدنی	152,757,044	130,529,804
آپریٹنگ منافع / نقصان	23,910,770	(11,439,016)
ٹیکس سے پہلے منافع	305,844,901	400,612,500
ٹیکسیشن	(55,001,742)	(69,806,486)
ٹیکس کے بعد منافع	250,843,159	330,806,014
فی شیئر آمدنی	2.64	3.48

ہم آپ کو بخوشی مطلع کرتے ہیں کہ BRRG کی 4 اگست 2023 کو PSX میں کامیابی کے ساتھ لسٹنگ ہو گئی ہے۔ لسٹنگ کے بعد اپنی پہلی سہ ماہی میں، BRRG نے پچھلے سال اس ہی سہ ماہی کے نقصان کے مقابلے میں آپریٹنگ منافع میں قابل ستائش ٹوکا مظاہرہ کیا، جو کہ 23,910,770 روپے ہے، جو کہ ٹیکس کے مؤثر انتظامات کی نشاندہی کرتا ہے اور کرایہ کی آمدنی 130,529,184 روپے سے بڑھ کر 152,757,044 روپے ہو گئی۔

موجودہ معاشی اور سیاسی حالات کے باوجود، BRRG اس مدت کے لیے 250,843,159 روپے کا خالص منافع اور 2.64 روپے فی حصص آمدنی (EPS) برقرار رکھے گا۔ اس کا مقصد ہے۔

شیر ہولڈرز کو قدر کی فراہمی کے لیے یہاں تک کہ مشکل جغرافیائی سیاسی اور اقتصادی حالات کے سامنے کے باوجود ہماری ثابت قدمی غیر متزلزل ہے۔

نتیجہ / مستقبل کے امکانات:

ہم سیاسی منظر نامہ پر گہری نظر رکھے ہوئے ہیں، اور ہمارا مقصد شیر ہولڈرز کے لیے قدر پیدا کرنے کے مقصد کے ساتھ ساتھ منافع بخش نمونہ برقرار رکھنا ہے۔

منعاب بورڈ آف ڈائریکٹرز  
 بی آر آر گارڈین لمیٹڈ

ایاز داد  
 چیف ایگزیکٹو آفیسر

چینوٹی  
 ڈائریکٹر

26 فروری 2024ء  
 کراچی۔

**Consolidated Condensed Interim Statement of Financial Position  
As at December 31, 2023**

	Note	(Un-audited) December 31, 2023	(Audited) June 30, 2023
		------(Rupees)-----	
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	5	<b>190,646,370</b>	156,781,788
Investment properties	6	<b>837,988,753</b>	858,820,601
Long-term musharaka finances	7	<b>28,149,896</b>	43,476,707
Long-term loans, advances and deposits		<b>4,988,277</b>	4,719,424
		<b>1,061,773,296</b>	1,063,798,520
<b>Current Assets</b>			
Loans, advances and prepayments		<b>14,295,596</b>	16,097,417
Current portion of musharaka finances	7	<b>35,628,332</b>	38,656,663
Accrued profit	9	<b>970,005</b>	1,539,891
Other receivables	10	<b>35,974,785</b>	20,502,575
Tax refund due from government - net		<b>73,278,123</b>	70,149,323
Short-term investments	8	<b>2,802,779,361</b>	2,518,046,670
Cash and bank balances	11	<b>528,790</b>	19,797,365
		<b>2,963,454,992</b>	2,684,789,904
		<b>2,963,454,992</b>	2,684,789,904
<b>TOTAL ASSETS</b>		<b>4,025,228,288</b>	3,748,588,424
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and reserves</b>			
Authorised share capital 140,010,000 (June 30,2023: 140,010,000) shares of Rs. 10/- each		<b>1,400,100,000</b>	1,400,100,000
Issued, subscribed and paid-up share capital		<b>950,084,890</b>	950,084,890
Reserves		<b>1,489,786,057</b>	1,283,536,770
Surplus on revaluation of investments		<b>892,564,576</b>	811,755,623
		<b>3,332,435,523</b>	3,045,377,283
<b>Liabilities</b>			
<b>Non Current Liabilities</b>			
Long-term musharaka finance	12	-	-
Long-term security deposits		<b>72,215,039</b>	70,609,539
Deferred tax liability		<b>279,109,410</b>	238,599,621
		<b>351,324,449</b>	309,209,160
<b>Current Liabilities</b>			
Current portion of long-term musharaka finance	12	<b>98,500,000</b>	110,000,000
Current portion of security deposits		<b>9,800,383</b>	9,800,383
Creditors, accrued and other liabilities	13	<b>194,680,164</b>	236,556,426
Accrued profit on borrowings		<b>1,549,229</b>	2,064,673
Unclaimed dividend / Dividend payable		<b>36,938,540</b>	35,580,499
		<b>341,468,316</b>	394,001,981
<b>Contingencies and commitments</b>	14		
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>4,025,228,288</b>	3,748,588,424

The annexed notes form an integral part of these consolidated condensed interim financial information.

**Consolidated Condensed Interim Statement of Profit Or Loss  
For The Half Year And Quarter Ended December 31, 2023  
(Un-Audited)**

Note	Half year ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
----- (Rupees) -----				
Rental Income	<b>152,757,044</b>	130,529,804	<b>78,097,503</b>	66,370,253
Administrative and operating expenses	<b>(100,041,692)</b>	(114,450,720)	<b>(50,020,597)</b>	(66,818,797)
Depreciation	<b>(28,921,155)</b>	(27,539,295)	<b>(14,633,831)</b>	(13,707,629)
Expected credit loss allowance-net	<b>116,573</b>	21,195	<b>116,573</b>	(78,805)
<b>Operating profit / (loss)</b>	<b>23,910,770</b>	(11,439,016)	<b>13,559,648</b>	(14,234,978)
Other income	<b>41,746,340</b>	16,395,116	<b>12,384,779</b>	8,053,566
Investment income	<b>252,281,497</b>	410,507,616	<b>243,685,401</b>	280,893,263
Finance costs	<b>(12,093,706)</b>	(14,851,216)	<b>(6,542,377)</b>	(8,496,145)
<b>Profit before taxation</b>	<b>305,844,901</b>	400,612,500	<b>263,087,451</b>	266,215,706
Taxation	<b>(55,001,742)</b>	(69,806,486)	<b>(45,141,047)</b>	(40,027,973)
<b>Profit after taxation</b>	<b>250,843,159</b>	330,806,014	<b>217,946,404</b>	226,187,733
<b>Earnings per shares - basic and diluted</b>	<b>2.64</b>	3.48	<b>2.29</b>	2.38

The annexed notes form an integral part of these consolidated condensed interim financial information.

**Consolidated Condensed Interim Statement of Comprehensive Income  
For The Half Year And Quarter Ended December 31, 2023  
(Un-Audited)**

	Half year ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	----- (Rupees) -----			
<b>Profit for the period</b>	250,843,159	330,806,014	217,946,404	226,187,733
Other comprehensive income for the period				
Items that will be subsequently reclassified:				
Unrealised gain on revaluation of fair value through OCI investments	83,719,326	207,505,004	90,814,545	121,497,166
<b>Total comprehensive income for the period</b>	<b>334,562,485</b>	<b>538,311,018</b>	<b>308,760,949</b>	<b>347,684,899</b>

The annexed notes form an integral part of these consolidated condensed interim financial information.

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Director

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Chief Executive Officer

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Chief Financial Officer



**Consolidated Condensed Interim Statement of Cash Flows  
For The Half Year Ended December 31, 2023  
(Un-Audited)**

	Half year ended	
	December 31, 2023	December 31, 2022
	----- Rupees -----	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	<b>305,844,901</b>	400,612,500
<b>Adjustment for non-cash and other items</b>		
Depreciation	<b>28,921,155</b>	27,539,295
Expected credit loss	<b>(116,573)</b>	(21,195)
Gain on disposal of property and equipment - owned	<b>(380,662)</b>	(10,847)
Ijarah rental income	-	(2,523,238)
Profit on murabaha, musharaka	<b>(7,842,793)</b>	(9,489,169)
Financial charges	<b>12,084,616</b>	14,818,910
Fee and subscriptions	-	51,229,195
Profit on debt securities	<b>(3,133,611)</b>	(3,894,103)
Rental income	<b>(151,458,539)</b>	(130,529,804)
Gain on sale of investments	<b>(53,717,918)</b>	(4,122,241)
Unrealised gain on revaluation of FVTPL investment	<b>(186,027,688)</b>	(393,831,241)
	<b>(361,672,013)</b>	(450,834,438)
<b>(Increase) / decrease in current assets</b>		
Loans, advances and prepayments	<b>1,801,821</b>	7,844,136
Accrued profit	<b>11,546,290</b>	(2,119,236)
Other receivables	<b>(8,433,917)</b>	(17,321,117)
	<b>4,914,194</b>	(11,596,217)
<b>Increase / (decrease) in current liabilities</b>		
Creditors, accrued and other liabilities	<b>(58,580,029)</b>	(115,474,579)
Security deposits	<b>1,605,500</b>	811,204
Rentals received in advance	<b>161,124,012</b>	152,241,302
Accrued profit on borrowings	<b>(12,600,060)</b>	(14,818,910)
Income tax paid	<b>(24,479,077)</b>	(1,499,629)
	<b>67,070,346</b>	21,259,388
<b>Net cash generated from / (used in) operating activities</b>	<b>16,157,428</b>	(40,558,767)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Addition to property and equipment - owned	<b>(22,495,405)</b>	(850,000)
Addition to capital work in progress	<b>(19,458,487)</b>	-
Proceeds from the disposal of property and equipment - owned	<b>380,665</b>	9,700
Investments disposed / purchased - net	<b>45,590,567</b>	(51,928,448)
Musharaka finances	<b>18,471,715</b>	(19,698,428)
Long-term loans, advances and deposits	<b>(268,853)</b>	-
<b>Net cash generated / (used in) investing activities</b>	<b>22,220,202</b>	(72,467,176)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Profit paid to shareholders	<b>(46,146,204)</b>	(8,145)
Finance under musharaka arrangement	<b>(11,500,000)</b>	80,000,000
<b>Net cash (used in) / generated from financing activities</b>	<b>(57,646,204)</b>	79,991,855
<b>Net decrease in cash and cash equivalents</b>	<b>(19,268,575)</b>	(33,034,088)
Cash and cash equivalents at the beginning of the period	<b>19,797,365</b>	70,075
Cash and cash equivalents transferred from amalgamated entity	-	38,465,646
<b>Cash and cash equivalents at the end of the period</b>	<b>528,790</b>	5,501,633

The annexed notes form an integral part of these consolidated condensed interim financial information.

Director

Chief Executive Officer

Chief Financial Officer

**Consolidated Condensed Interim Statement of Changes In Equity  
For The Half Year Ended December 31, 2023  
(Un-Audited)**

Description	Issued, subscribed and paid-up share capital	Capital reserve	Revenue reserve	Surplus on revaluation of investment	Total
		Merger reserve	Accumulated (loss)/ Profit		
<b>Balance as at July 01, 2022</b>	100,000	-	(57,405)	-	42,595
Issue of shares on amalgamation	949,984,890	-	-	-	949,984,890
Reserve on amalgamation of BRRGM	-	1,130,801,550	-	-	1,130,801,550
FVOCI Reserve transfer from amalgamated entity- net of deferred tax	-	-	-	761,517,923	761,517,923
Profit for the half year ended December 31, 2022	-	-	330,806,014	-	330,806,014
Other comprehensive income	-	-	-	207,505,004	207,505,004
	949,984,890	1,130,801,550	330,806,014	969,022,927	3,380,615,381
<b>Balance as at December 31, 2022</b>	950,084,890	1,130,801,550	330,748,609	969,022,927	3,380,657,976
Profit for the half year ended June 30, 2022	-	-	(178,013,389)	-	(178,013,389)
Other comprehensive income	-	-	-	(157,267,304)	(157,267,304)
Total comprehensive income for the period	-	-	(178,013,389)	(157,267,304)	(335,280,693)
<b>Balance as at July 01, 2023</b>	950,084,890	1,130,801,550	152,735,220	811,755,623	3,045,377,283
Profit for the half year ended December 31, 2023	-	-	<b>250,843,159</b>	-	<b>250,843,159</b>
Other comprehensive income	-	-	-	<b>83,719,326</b>	<b>83,719,326</b>
Total comprehensive income for the period	-	-	<b>250,843,159</b>	<b>83,719,326</b>	<b>334,562,485</b>
Transfer of revaluation surplus on disposal of fair value through OCI investments	-	-	<b>2,910,373</b>	<b>(2,910,373)</b>	-
Final dividend for the year ended June 30, 2023 @ Rs.0.5 per share	-	-	<b>(47,504,245)</b>	-	<b>(47,504,245)</b>
<b>Balance as at December 31, 2023</b>	<b>950,084,890</b>	<b>1,130,801,550</b>	<b>358,984,507</b>	<b>892,564,576</b>	<b>3,332,435,523</b>

The annexed notes form an integral part of these consolidated condensed interim financial information.



## **Notes To The Consolidated Condensed Interim Financial Information For The Half Year Ended December 31, 2023 (UN-AUDITED)**

### **1. LEGAL STATUS AND NATURE OF THE BUSINESS**

These consolidated financial statements consist of the following group companies:

#### **1.1 Holding Company**

BRR Guardian Limited ('the Company' or 'BRRGL') was incorporated in Pakistan on December 16, 2021 as a public limited company (un-listed) under Company Act, 2017. Subsequently, the Company has listed on Pakistan Stock Exchange on August 04, 2023 and is now a public listed company. The principle line of business of the company is marketing and development of all type of real estate including developed or undeveloped land, housing or commercial projects including commercial markets or multistoried building (for commercial or residential purposes), shopping centers, restaurants, hotels, recreational facilities etc. with the permission of concerned authorities and compliance with applicable laws and regulations. The registered office of the Company is situated at 20th floor, B.R.R Tower, Hassan Ali Street. I.I Chundrigar Road, Karachi. It is to be noted that during prior year, the Company has acquired modaraba business however the business of ijarah leasing and diminishing musharika have been discontinued after the amalgamation and the existing contracts are live for recovery purposes only.

#### **1.2 Subsidiary Company**

The group comprises of the following subsidiary company:

In prior year, pursuant to the scheme of amalgamation, the Company has acquired a wholly owned subsidiary namely BRR Financial Services (Private) Limited (the Subsidiary or 'BRRFS') which was incorporated on November 30, 2015 under the Companies Ordinance 1984, now Companies Act 2017. The principal business activity of BRRFS is to render brokerage service in capital and money market and to render other consultancy services etc. The registered office at 18th Floor, B.R.R Towers, Hassan Ali Street off I.I. Chundrigar Road, Karachi.

BRRFS is a wholly owned subsidiary of BRR Guardian Limited.

### **2. BASIS OF PREPARATION**

#### **2.1 Statement of compliance**

These consolidated condensed interim financial information of the Company for the six months period ended December 31, 2023 has been prepared in accordance with the requirements of the International Accounting Standard 34 - "Interim Financial Reporting" and provisions of and directives issued under the Companies Act, 2017.

In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed.

The disclosures made in this consolidated condensed interim financial information have been limited, based on the requirements of International Accounting Standard 34 - "Interim Financial Reporting". These condensed interim financial information do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the company for the year ended June 30, 2023.

This consolidated condensed interim financial information is un-audited. However, limited scope review has been performed by the statutory auditors, except for the figures of the condensed interim profit or loss account and condensed interim statement of comprehensive income for the quarters ended December 31, 2023 and December 31, 2022, in accordance with the requirement of clause 27 of the Listed Companies (Code of Corporate Governance) Regulations, 2017.

#### **2.2 Basis of measurement**

This consolidated condensed interim financial information has been prepared under the "historical cost convention" except for the revaluation of certain financial assets which are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

### 3. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are same as those applied in the preparation of audited annual financial statements of the company for the year ended June 30, 2023.

### 4. SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of consolidated condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the company's accounting policies and key sources of estimation of uncertainty are the same as those that were applied to the financial statements for the year ended June 30, 2023.

	Note	(Un-audited) December 31, 2023	(Audited) June 30, 2023
		----- Rupees -----	
<b>5 PROPERTY, PLANT AND EQUIPMENT</b>			
Property and equipment - owned	5.1	<b>87,189,752</b>	72,783,657
Property, plant and equipment - leased / ijarah	5.2	<b>9,800,570</b>	9,800,570
Advance / Capital work in progress		<b>93,656,048</b>	74,197,561
		<b><u>190,646,370</u></b>	<u>156,781,788</u>

#### 5.1 Property and equipment - owned

Following additions and disposals were made during the period :

	Additions / Transfer		Disposals / Transfer	
	(Un-audited) December 31, 2023	(Audited) June 30, 2023	(Un-audited) December 31, 2023	(Audited) June 30, 2023
----- (Rupees) -----				
Lockers	<b>9,424,000</b>	114,000	-	-
Furniture and fixtures	-	172,800	-	-
Vehicles	<b>12,071,955</b>	14,589,342	<b>3,806,650</b>	7,156,600
Office equipment and copmuters	<b>319,450</b>	1,998,900	-	-
Building on leashold land	<b>680,000</b>	-	-	-
	<b><u>22,495,405</u></b>	<u>16,875,042</u>	<b><u>3,806,650</u></b>	<u>7,156,600</u>

#### 5.2 Property, plant and equipment - ijarah / leased

Following additions and disposals were made during the period :

	Additions		Write Off	
	(Un-audited) December 31, 2023	(Audited) June 30, 2023	(Un-audited) December 31, 2023	(Audited) June 30, 2023
----- (Rupees) -----				
Vehicles	-	-	-	12,785,000
Plant and machinery	-	-	-	114,019,356
Motorboat	-	-	-	2,694,300
	<u>-</u>	<u>-</u>	<u>-</u>	<u>129,498,656</u>

			(Un-audited) December 31, 2023	(Audited) June 30, 2023
		Note	----- Rupees -----	
<b>6</b>	<b>INVESTMENT PROPERTIES</b>			
	Investment properties	6.1	<b>828,899,753</b>	849,731,601
	Capital work-in-progress		<b>9,089,000</b>	9,089,000
			<b><u>837,988,753</u></b>	<u>858,820,601</u>
<b>6.1</b>	No addition / disposals were made during the period			
<b>7</b>	<b>LONG-TERM MUSHARAKA FINANCES</b>			
	Diminishing musharaka finance		<b>114,970,435</b>	133,442,150
	Expected credit loss allowance		<b>(51,192,207)</b>	(51,308,780)
			<b><u>63,778,228</u></b>	<u>82,133,370</u>
	Current portion of musharaka finances		<b>(35,628,332)</b>	(38,656,663)
			<b><u>28,149,896</u></b>	<u>43,476,707</u>
<b>7.1</b>	The expected profit receivable on these arrangements ranges from 15.00% to 27.47% (June 30, 2023: 10.21% to 26.02%) per annum. The arrangements are secured by way of hypothecation of stock, mortgage of property and equipment and pledge of shares. These finances are receivable on various dates up to June 24, 2039.			
<b>7.2</b>	<b>Movement in Expected credit loss allowance</b>			
	Opening balance		<b>51,308,780</b>	-
	Transfer from amalgamated company		-	52,026,735
	Reversal during the period		<b>(116,573)</b>	(717,955)
	Closing balance		<b><u>51,192,207</u></b>	<u>51,308,780</u>
<b>8</b>	<b>SHORT-TERM INVESTMENTS</b>			
	<b>Fair value through profit or loss - FVTPL</b>			
	Listed ordinary shares	8.1	<b>1,636,718,043</b>	1,411,450,570
	Mutual fund units	8.2	<b>46,546,963</b>	41,628,838
	Preference Shares	8.3	<b>7,570,231</b>	5,604,668
	Listed debt securities	8.4	<b>9,166,667</b>	40,448,560
	Deliverable future contracts		<b>443,266</b>	4,032,046
			<b><u>1,700,445,170</u></b>	<u>1,503,164,682</u>
	<b>Fair value through other comprehensive income - FVTOCI</b>			
	Listed ordinary shares / modaraba certificates	8.5	<b>1,060,808,584</b>	973,356,380
	Unlisted ordinary shares	8.6	<b>51,779,168</b>	51,779,168
			<b><u>1,112,587,752</u></b>	<u>1,025,135,548</u>
	Provision for diminution in value of investments		<b>(10,253,561)</b>	(10,253,561)
			<b><u>2,802,779,361</u></b>	<u>2,518,046,670</u>

### 8.1 FVTPL: Listed ordinary shares

Unless stated otherwise, the holdings are in fully paid ordinary shares / units of Rs. 10 each.

December 31, 2023	June 30, 2023	Names of investees	(Un-audited)	(Audited)
			December 31, 2023	June 30, 2023
Number of shares			----- (Rupees) -----	
4,450	4,450	Abbot Laboratories (Pakistan) Limited	2,047,935	1,646,500
556,436	562,875	Agha Steel Industries Limited	7,918,084	5,471,145
30,000	26,100	AGP Limited	2,109,300	1,474,128
15,250	15,250	Agriautos Industries Ltd	1,521,340	946,263
150,103	-	Aisha Steel Mills Limited	1,302,894	-
-	60,352	Al-Shaheer Corporation Limited	-	436,345
2,000	2,000	Archroma Pakistan Ltd	960,000	940,000
-	3,000	Atlas Battery Limited	-	613,170
88,500	20,000	At-Tahir Limited	1,225,725	329,200
8,000	13,371	Attock Petroleum Limited	3,028,080	4,014,643
4,000	21,842	Attock Refinery Limited	1,309,880	3,748,742
-	11,647	Avanceon Limited	-	512,934
1,000	2,500	Bank Islami Pakistan Limited	22,200	44,400
50,000	-	Bank Of Punjab Limited	324,000	-
10,000	8,000	Bannu Woollen Mills Limited	240,000	179,040
40,625	39,625	Berger Paints Pakistan Limited	2,925,813	1,941,229
5,300	5,400	Bestway Cement Ltd	996,718	783,000
3,856	15,856	Biafo Industries Limited	454,777	1,046,496
-	2,000	Bolan Casting Limited	-	66,000
38,350	38,350	Bunny's Limited	564,129	636,610
16,000	15,000	Citi Pharma Ltd.	379,840	320,100
562,890	562,890	Energyco PK Limited	2,769,419	1,598,608
103,905	128,653	D.G. Khan Cement Company Limited	8,042,247	6,599,899
99,500	-	Dawood Equities Limited	636,800	-
172,000	172,000	Dolmen City Reit	2,363,280	2,352,960
57,990	23,490	Engro Corporation Limited	17,101,831	6,104,816
33,045	4,410	Engro Polymer and Chemicals Limited	1,539,567	186,323
35,000	-	Engro Powergen Qadirpur Limited	1,117,200	-
558,024	656,562	Fauji Cement Company Limited	10,557,814	7,721,169
95,000	-	Fauji Foods Limited	1,058,300	-
22,192	23,792	Ferozsons Laboratories Limited	4,896,443	3,255,935
36,000	213,500	First Prudential Modarba	68,760	266,875
34,970	28,274	Frieslandcampins Engro Foods Limited	2,862,994	1,669,014
110,470	104,470	Ghani Glass Limited	3,237,876	2,663,986
121,956	125,956	Ghani Global Holdings Limited	1,367,127	1,243,186
165,565	160,565	GlaxoSmithKline (Pakistan) Limited	13,740,239	12,101,784
37,300	37,300	Haleon Pakistan Limited	6,304,073	5,227,222
375,000	-	Hascol Petroleum Limited	2,782,500	-
13,177	13,277	Highnoon Laboratories Limited	6,648,588	4,463,329
50	50	Hoechst Pakistan Limited	60,000	34,575
45,558	-	Honda Atlas Cars (Pakistan) Limited	9,736,656	-
48,620	10,500	Hub Power Company Limited	5,692,916	730,590
7,650	50,650	Image Pakistan Limited	129,744	489,279
-	10,000	Iteerloop Limited	-	352,600
5,500	22,000	Ittefaq Iron Industries Limited	42,845	100,540
112,543	111,543	Ittehad Chemical Limited	5,660,913	4,349,062
5,000	-	Javedan Corporation Limited	186,800	-
3,245,747	4,274,746	K-Electric Limited	17,072,629	7,352,563

December 31, 2023	June 30, 2023	Names of investees	(Un-audited)	(Audited)
			December 31, 2023	June 30, 2023
Number of shares			----- (Rupees) -----	
<b>25,500</b>	25,500	Kohinoor Textile Mills Limited	<b>2,416,125</b>	1,298,205
<b>8,800</b>	8,800	KSB Pumps Co Ltd	<b>1,042,272</b>	792,792
<b>2,500</b>	9,659	Lucky Cement Limited	<b>1,967,450</b>	5,042,867
<b>13,208</b>	13,208	Lucky Core Industries Limited	<b>10,283,749</b>	7,979,481
<b>72,770</b>	64,641	Maple Leaf Cement Factory Limited	<b>2,832,208</b>	1,831,280
<b>6,316</b>	7,941	Mari Petroleum Company Limited	<b>13,238,968</b>	12,027,756
<b>5,700</b>	13,555	Meezan Bank Limited	<b>919,752</b>	1,170,745
<b>539</b>	164	Millat Tractors Limited	<b>313,305</b>	64,011
<b>85,000</b>	85,000	Modaraba Al - Mali	<b>384,200</b>	298,350
<b>2,000</b>	-	Mughal Iron and Steel Industries Limited	<b>132,360</b>	-
<b>20,675</b>	24,675	National Foods Limited	<b>2,997,875</b>	2,428,020
<b>60,793</b>	63,073	National Refinery Limited	<b>19,522,456</b>	9,460,950
<b>29,886</b>	15,394	NetSol Technologies Limited	<b>2,972,760</b>	1,151,933
<b>93,996</b>	-	Nishat Chunian Power Limited	<b>2,629,068</b>	-
<b>84,494</b>	83,884	Nishat Mills Limited	<b>6,482,380</b>	4,762,095
<b>45,000</b>	-	Octopus Digital Limited	<b>2,147,400</b>	-
<b>124,888</b>	186,798	Oil and Gas Development Company Limited	<b>14,043,656</b>	14,570,244
<b>3,000</b>	-	Otsuka Pakistan Limited	<b>419,400</b>	-
<b>101,000</b>	101,000	Pak Agro Packaging Limited(GEM)	<b>707,000</b>	700,940
<b>84,132</b>	238,303	Pak Elektron Limited	<b>1,899,701</b>	2,156,642
<b>64,316</b>	81,669	Pakistan Aluminium Beverage Cans Limited	<b>4,860,360</b>	3,693,072
<b>1,950</b>	1,950	Pakistan Cables Limited	<b>235,931</b>	161,694
<b>916,000</b>	699,500	Pakistan International Bulk Terminal Limited	<b>6,109,720</b>	2,874,945
<b>4,300</b>	13,000	Pakistan National Shipping Corporation Limited	<b>1,137,307</b>	1,722,890
<b>108,028</b>	58,228	Pakistan Oxygen Limited	<b>9,514,026</b>	5,490,900
<b>123,617</b>	131,036	Pakistan Petroleum Limited	<b>14,219,664</b>	7,749,469
<b>-</b>	40,056	Pakistan Refinery Limited	<b>-</b>	543,159
<b>109,229</b>	109,279	Pakistan State Oil Company Limited	<b>19,301,857</b>	12,131,062
<b>31,500</b>	151,500	Pakistan Telecommunication Company Limited	<b>385,245</b>	910,515
<b>69,931</b>	71,931	Panther Tyres Ltd.	<b>3,165,776</b>	1,450,129
<b>1,533,168</b>	1,533,168	Power Cement Limited	<b>9,137,681</b>	6,285,989
<b>91,381</b>	93,881	Roshan Packages Limited	<b>1,270,196</b>	834,602
<b>205,523</b>	222,523	Sazgar Engineering Works Limited	<b>36,554,321</b>	11,315,295
<b>25,800</b>	26,800	Security Paper Limited	<b>3,464,166</b>	2,492,400
<b>104,767</b>	104,767	Service GlobalFootwear Limited	<b>6,319,545</b>	2,920,904
<b>63,580</b>	63,580	Service Industries Limited	<b>39,951,129</b>	16,688,478
<b>-</b>	85,500	Shabbir Tiles and Ceramics Limited	<b>-</b>	711,360
<b>46,357</b>	43,617	Shell Pakistan Limited	<b>6,975,338</b>	5,044,306
<b>2,400</b>	2,400	Sitara Chemical Industries Limited	<b>600,024</b>	541,392
<b>219,500</b>	218,500	Sitara Peroxide Limited	<b>3,292,500</b>	2,702,845
<b>589</b>	26,596	Sui Northern Gas Pipelines Limited	<b>43,303</b>	1,047,085
<b>223,500</b>	223,500	Sui Southern Gas Company Limited	<b>2,532,255</b>	1,919,865
<b>43,450</b>	43,450	Supernet Limited	<b>571,368</b>	651,316
<b>452,511</b>	-	Symmetry Group Limited	<b>1,683,341</b>	-
<b>2,848,138</b>	2,848,138	Systems Limited	<b>1,206,357,331</b>	1,148,739,500
<b>7,000</b>	22,220	Tariq Glass Industries Limited	<b>698,040</b>	1,513,182
<b>20,000</b>	-	Telecard Limited	<b>159,400</b>	-
<b>181,114</b>	95,786	The Organic Meat Company Limited	<b>3,933,796</b>	1,990,433
<b>205,000</b>	197,552	The Searle Company Limited	<b>10,553,400</b>	7,570,193
<b>952</b>	952	Tri-Pack Films Limited	<b>132,937</b>	113,621

December 31, 2023	June 30, 2023	Names of investees	(Un-audited)	(Audited)
			December 31, 2023	June 30, 2023
Number of shares			----- (Rupees) -----	
1,598	1,598	United Distributors Pakistan Limited	60,612	47,237
-	1,000	Unity Foods Limited	-	15,630
1,254	1,254	Universal Network Systems Limited(GEM)	25,205	77,121
1,000	-	Wah Noble Chemicals Limited	195,970	-
40,200	40,200	Waves Home Appliances Limited	337,278	178,086
326,000	255,500	Waves Singer Pakistan Limited	2,578,660	1,571,325
			<b>1,636,718,043</b>	<b>1,411,450,570</b>

## 8.2 FVTPL: Investment in mutual fund units

December 31, 2023	June 30, 2023	Names of investees	December 31, 2023	June 30, 2023
			----- (Rupees) -----	
Number of units				
<b>Open-end mutual funds</b>				
509,007	505,895	786 Smart Fund	46,546,963	41,628,838
			<b>46,546,963</b>	<b>41,628,838</b>

## 8.3 FVTPL: Investment in preference shares

December 31, 2023	June 30, 2023	Names of investees	December 31, 2023	June 30, 2023
			----- (Rupees) -----	
Number of shares				
756,990	756,990	Power Cement Limited -	7,259,534	5,291,360
26,109	26,109	Engro Polymer & Chemicals Limited -Preference	310,697	313,308
			<b>7,570,231</b>	<b>5,604,668</b>

## 8.4 FVTPL: Investment in debt securities

December 31, 2023	June 30, 2023	Sukuk	December 31, 2023	June 30, 2023
			----- (Rupees) -----	
Number of sukuks				
10	10	Berger Paint Pakistan Limited	9,166,667	10,000,000
-	10	Abhi (Private) Limited	-	10,000,000
-	200	K-Electric Limited	-	20,448,560
			<b>9,166,667</b>	<b>40,448,560</b>

### 8.4.1 Particulars of Sukuks

Names of the investee	Repayment frequency	Profit rate per annum	Maturity date	Secured / unsecured
Berger Paint Pakistan Limited	Quarterly	3 months KIBOR +1.5%	26-sep-26	Secured

## 8.5 FVTOCI: Listed ordinary shares / modaraba certificates

Unless stated otherwise, the holdings are in fully paid ordinary shares / units of Rs.10 each.

December 31, 2023	June 30, 2023	Names of investees	December 31, 2023	June 30, 2023
			----- (Rupees) -----	
Number of shares				
33,326	33,326	Abbot Laboratories (Pakistan) Limited	15,336,958	12,330,620
-	1,747	Avanceon Limited	-	76,938
7,925	7,925	Berger Paints Pakistan Limited	570,759	388,246
-	80	Colgate Palmolive (Pakistan) Limited	-	89,826



December 31, 2023	June 30, 2023	Names of investees	(Un-audited)	(Audited)
			December 31, 2023	June 30, 2023
Number of shares			----- (Rupees) -----	
185,000	185,000	Dolmen City Reit	2,541,900	2,530,800
18,816	18,816	Ghani Glass Limited	551,497	479,808
32,165	32,165	GlaxoSmithKline (Pakistan) Limited	2,669,373	2,424,276
30,906	30,906	Haleon Pakistan Limited	5,223,423	4,331,167
758	758	Highnoon Laboratories Limited	382,456	254,817
7,597	7,597	Image Pakistan Limited	128,845	73,387
-	5,000	Interloop Limited	-	176,300
53,700	53,700	K.S.B. Pumps Co. Limited	6,360,228	4,837,833
7,690	8,190	Mari Petroleum Company Limited	16,119,009	12,404,902
-	2,332	Millat Tractors Limited	-	910,203
409	409	Pakistan Cables Limited	49,485	33,914
-	1,000	Pakistan International Container Terminal Limited	-	57,050
5,000	5,000	Pakistan National Shipping Corporation Limited	1,322,450	662,650
3,857	14,557	Pakistan Oxygen Limited	339,686	1,372,725
11,699	11,699	Sitara Chemical Industries Limited	2,924,867	2,639,060
2,213,934	2,213,934	Systems Limited	937,733,885	892,946,000
267,935	268,435	Sazgar Engineering Works Limited	47,654,919	13,649,920
<b>Financial services</b>				
1,935,506	1,935,506	786 Investments Limited	10,645,283	10,432,377
3,339,922	3,339,922	First Dawood Investment	10,253,561	10,253,561
			<b>1,060,808,584</b>	<b>973,356,380</b>

**8.5.1** This represents sponsor shares of the related party. In prior year, full amount of provision has also been recognised against this investment.

**8.6 FVTOCI: Investment in unlisted ordinary shares**

The holdings are in fully paid ordinary shares of Rs.10 each.

December 31, 2023	June 30, 2023	Names of investees	December 31, 2023	June 30, 2023
			----- (Rupees) -----	
Number of shares				
100,000	100,000	Al Baraka Bank (Pakistan) Limited	1,063,000	1,063,000
7,200,000	7,200,000	Dawood Family Takaful Limited	50,112,000	50,112,000
34,603	34,603	ISE Tower REIT Management Co. Limited	604,168	604,168
			<b>51,779,168</b>	<b>51,779,168</b>
			<b>(Un-audited)</b>	<b>(Audited)</b>
			<b>December 31,</b>	<b>June 30,</b>
			<b>2023</b>	<b>2023</b>
			----- (Rupees) -----	

**9 ACCRUED PROFIT**

Accrued profit on:

Debt securities

Musharaka finances

<b>28,680</b>	858,399
<b>941,325</b>	681,492
<b>970,005</b>	<b>1,539,891</b>

	Note	(Un-audited) December 31, 2023 ----- (Rupees) -----	(Audited) June 30, 2023 -----
<b>10 OTHER RECEIVABLES</b>			
Rent receivable - unsecured, considered good		<b>11,002,716</b>	3,964,423
Takaful premium receivable		<b>1,171,234</b>	942,644
Other receivable		<b>23,800,835</b>	15,595,508
		<b>35,974,785</b>	20,502,575
Others	10.1	<b>33,810,401</b>	33,810,401
Provision for doubtful debts		<b>(33,810,401)</b>	(33,810,401)
		-	-
		<b>35,974,785</b>	20,502,575

**10.1** This represents finance facility which was partly secured against pledge of stock of jute while some of the stock was misappropriated from the factory premises of the borrower. During prior year, the Modaraba has filed a criminal case against the borrower and its owner against misappropriation of pledged stock.

A suit was also been filed on September 29, 2012 by the Modaraba before the Modaraba Tribunal / Banking Court-II for the recovery of outstanding dues from borrower. The Tribunal passed a judgment order in favour of the Modaraba and directed the defendant (borrower) to pay all outstanding dues along with cost of the suit, however the recovery of the decretal amount is uncertain due to the misappropriation of pledged stock by the borrower. Therefore, in prior year the Modaraba has filed the execution petition for the recovery of decretal amount by attaching the other auctionable assets of the borrower including piece and parcel of land / building of factory situated at 40-More, Lahore Road, Jaranwala and one vehicle. The borrower filed an application in Honorable Lahore High Court against the judgment and pleaded to suspend the judgment and decree in favour of Modaraba. The Modaraba has also filed a reply to the application filed by the borrower which is currently pending consideration.

In prior year, complete provision has been recorded against outstanding balance. The management is confident that the said lawsuit and criminal case will be decided in favour of the company.

## 11 CASH AND BANK BALANCES

Cash in hand		<b>170,217</b>	248,637
Cash with State Bank of Pakistan - current account		<b>24,438</b>	24,438
Cash with banks in:			
Savings accounts	11.1	<b>59,097</b>	19,385,922
Current accounts		<b>275,038</b>	138,368
		<b>528,790</b>	19,797,365

**11.1** These carry profit at rates ranging from 6.00% to 18.50% (June 30, 2023: 6% to 18.50%) per annum.

## 12 FINANCE UNDER MUSHARAKA ARRANGEMENTS

Musharaka arrangement -First Dawood Investment Bank Ltd	12.1	<b>94,000,000</b>	110,000,000
Musharaka arrangement - BRR Investment (Pvt) Limited	12.2	<b>4,500,000</b>	-
Current portion of musharaka arrangements		<b>(98,500,000)</b>	(110,000,000)
		-	-

**12.1** The company has entered into various musharaka agreement (Musharaka) with First Dawood Investment Limited on monthly profit sharing basis carrying profit at 6M Kibor plus 100 basis points.

During the period, the Modaraba has recorded profit on these musharaka arrangements amounting to Rs.9.84 million and made profit payment amounting to Rs.10.365 million.

**12.2** The company has entered into various musharaka agreement (Musharaka) with BRR Investments (Private) Limited on monthly profit sharing basis carrying profit at 1M Kibor plus 100 basis points.

During the period, the Modaraba has recorded profit on these musharaka arrangements amounting to Rs.0.193 million and made profit payment amounting to Rs.0.184 million.

	(Un-audited) December 31, 2023	(Audited) June 30, 2023
Note	----- (Rupees) -----	
<b>13 CREDITORS, ACCRUED AND OTHER LIABILITIES</b>		
Rentals received in advance:		
Lockers	<b>61,517,724</b>	54,941,370
Investment Properties	<b>55,475,956</b>	45,348,544
Modaraba Management fee payable	-	37,480,510
Sales tax on Modaraba management fee payable	-	4,872,466
Accrued liabilities	<b>11,759,755</b>	18,387,600
Advance against sale of land	13.1 <b>12,156,301</b>	12,156,301
Others	<b>53,770,428</b>	63,369,635
	<u><b>194,680,164</b></u>	<u>236,556,426</u>

**13.1** This represents amount received from SKM Limited as token money for agreement to sale of investment property measuring 24- Kanals situated at Tehsil city, Lahore.

## **14 CONTINGENCIES AND COMMITMENTS**

### **14.1 Contingencies**

There has been no change in status of contingencies as reported in the financial statements for the year ended June 30, 2023.

	(Un-audited) December 31, 2023	(Un-audited) December 31, 2022
	----- (Rupees) -----	
<b>15 EXPECTED CREDIT LOSS ALLOWANCE</b>		
<b>Reversal during the year</b>		
Musharaka	-	175,000
Debt securities	<b>116,573</b>	-
	<b>116,573</b>	175,000
<b>Less: Charged during the year</b>		
Musharaka	-	(153,805)
	<b>116,573</b>	21,195

## **16 OTHER INCOME**

Other charges from tenants	<b>32,578,484</b>	3,490,656
Income on musharaka, murabaha	<b>7,842,793</b>	9,489,169
Ijarah/Lease rental income - net	-	2,523,238
Miscellaneous and other termination charges	<b>944,401</b>	881,206
Gain on disposal of property and equipment - owned	-	-
Gain on disposal of Ijara assets	<b>380,662</b>	10,847
	<u><b>41,746,340</b></u>	<u>16,395,116</u>

	<b>(Un-audited) December 31, 2023</b>	<b>(Un-audited) December 31, 2022</b>
	----- (Rupees) -----	
<b>17 INVESTMENT INCOME - NET</b>		
Dividend income	<b>8,703,555</b>	8,336,859
Gain on sale of investments	<b>53,475,138</b>	4,122,241
Profit on debt securities	<b>3,133,611</b>	3,894,103
Profit on MTS	<b>763,272</b>	-
Gain/Loss on settlement of DFC's	<b>242,780</b>	(73,800)
Profit on bank balances	<b>1,080,224</b>	863,200
Unrealised (loss)/gain on revaluation of FVTPL investment	-	-
	<b>186,027,688</b>	393,831,241
	<b>253,426,268</b>	410,973,844
Less: Commission and brokerage expense	<b>(1,144,771)</b>	(466,228)
	<b>252,281,497</b>	410,507,616

## 18 FAIR VALUE HIERARCHY

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

- Level 1: quoted prices in active markets for identical assets.
- Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.
- Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

As at December 31, 2023, the capital held the following financial instruments measured at fair value:

	<b>December 31, 2023</b>			
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	----- (Rupees) -----			
<b>Investments at FVTPL</b>				
Listed ordinary shares	<b>1,636,718,043</b>	-	-	<b>1,636,718,043</b>
Mutual fund units	<b>46,546,963</b>	-	-	<b>46,546,963</b>
Preference Shares	<b>7,570,231</b>	-	-	<b>7,570,231</b>
Listed debt securities	<b>9,166,667</b>	-	-	<b>9,166,667</b>
Deliverable future contracts	<b>443,266</b>	-	-	<b>443,266</b>
<b>Investments at FVTOCI</b>				
Listed ordinary shares	<b>1,060,808,584</b>	-	-	<b>1,060,808,584</b>
Unlisted ordinary shares	-	-	<b>51,779,168</b>	<b>51,779,168</b>
	<b>2,761,253,754</b>	-	<b>51,779,168</b>	<b>2,813,032,922</b>

As at June 30, 2023, the capital held the following financial instruments measured at fair value:

	<b>June 30, 2023</b>			
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	----- (Rupees) -----			
<b>Investments at FVTPL</b>				
Listed ordinary shares	1,411,450,570	-	-	1,411,450,570
Mutual fund units	41,628,838	-	-	41,628,838
Preference Shares	5,604,668	-	-	5,604,668
listed debt securities	40,448,560	-	-	40,448,560
Deliverable Future contracts	4,032,046	-	-	4,032,046
<b>Investments at FVTOCI</b>				
Listed ordinary shares	973,356,380	-	-	973,356,380
Unlisted ordinary shares	-	-	51,779,168	51,779,168
	<b>2,476,521,062</b>	-	<b>51,779,168</b>	<b>2,528,300,230</b>

## Valuation techniques

For Level 2 debt securities available for sale investments the Company values the investments using rates prescribed by MUFAP. For Level 3 available-for-sale investments the Company values the investment at carrying value which approximates the fair value of the investment.

## Transfers during the period

During the half year ended December 31, 2023, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

<b>(Un-audited)</b>	<b>(Un-audited)</b>
<b>December 31,</b>	<b>December 31,</b>
<b>2023</b>	<b>2022</b>
----- (Rupees) -----	

## 19 TAXATION

Prior year tax	-	2,739,771
Current tax	<b>21,350,276</b>	4,615,179
Deferred tax	<b>33,651,466</b>	62,451,536
	<b>55,001,742</b>	69,806,486

- 19.1** The Additional Commissioner Inland Revenue has amended the assessment under section 122(5)(A) of the Income Tax Ordinance, 2001 for the Tax Year 2005 by creating demand of Rs. 954,036. The Modaraba has filed appeal before the Commissioner Inland Revenue (Appeals-I) and decision of the Commissioner Inland revenue (Appeals-I) was made in favor of the Modaraba. Further, the Department has filed appeal before the Appellate Tribunal, Inland revenue and the hearing of appeal is still pending.

Moreover, the Assistant Commissioner of Inland revenue has amended the assessment under section 122(5) of the Income Tax Ordinance, 2011 for the Tax Year 2014 by creating demand of Rs. 472,103. The Modaraba has filed appeal before the Commissioner Inland Revenue (Appeals-I) and the decision has been made in favour of Modaraba. Further, the Department has filed appeal before the Appellate Tribunal, Inland revenue and the hearing of appeal is still pending. There has been no further correspondence regarding the order.

Assessment for the Tax Year 2012 was selected for audit by Deputy Commissioner (IR), Audit Unit-IV, under section 122(5)(A). The Deputy Commissioner (IR) vide order dated June 30, 2018 has amended the assessment for the Tax Year 2012 thereby creating a demand of Rs. 5,908,802. The Modaraba has filed an appeal before the Commissioner Appeals against the said demand which is pending adjudication. The Commissioner Appeals has remanded back the order setting aside the demand by Deputy Commissioner (IR). Appeal effect order under section 122 / section 125 is still pending. No provision have been made in these regards against the above demand by the authority as the management is confident that the decision will be made in the favour of company.

## 20 RELATED PARTY TRANSACTIONS

The company has related party relationship with its associated undertakings, employee benefit plans, and its key management personnel.

A number of transactions are entered into with related parties in the normal course of business. These include financings, investments, borrowings, sharing of common expenses and rental income.

The details of related party transactions and balances as at 31 December, 2023 are as follows:

<b>Transactions during the period</b>	<b>Nature of transactions</b>	<b>(Un-audited) December 31, 2023</b>	<b>(Un-audited) December 31, 2022</b>
		----- (Rupees) -----	
<b>Relationship with the Company</b>			
<b>Associated companies / other related parties</b>			
BRR Investment (Private) Limited	Management fee accrued	-	45,335,571
BRR Investment (Private) Limited	Management fee paid	<b>37,480,510</b>	82,522,411
BRR Investment (Private) Limited	Rent received	-	60,000
BRR Investment (Private) Limited	Reimbursement of expense	-	2,450
BRR Investment (Private) Limited	Musharaka finance received-net	<b>31,500,000</b>	-
BRR Investment (Private) Limited	Musharaka finance repaid	<b>27,000,000</b>	-
BRR Investment (Private) Limited	Profit paid on musharaka finance	<b>184,628</b>	-
Dawood Family Takaful Limited	Rental Received against property	<b>3,821,064</b>	6,710,439
Dawood Family Takaful Limited	Group Life Takaful	<b>1,000,359</b>	207,089
Dawood Family Takaful Limited	Musharaka finance received-net	<b>45,000,000</b>	93,000,000
Dawood Family Takaful Limited	Musharaka finance repaid	<b>45,000,000</b>	93,000,000
Dawood Family Takaful Limited	Profit paid on musharaka finance	<b>2,050,095</b>	2,210,371
First Dawood Employees Provident Fund	Transfer to provident fund	<b>2,506,982</b>	1,831,863
Hydrochina Dawood Power (Pvt) Limited	Rent received against property	<b>3,600,000</b>	3,600,000
Dawood Global Foundation	Charity paid	-	106,347

<b>Period end balances</b>	<b>Nature of balances</b>	<b>(Un-audited) December 31, 2023</b>	<b>(Audited) June 30, 2023</b>
		----- (Rupees) -----	
<b>Relationship with the Company</b>			
<b>Associated companies / other related parties</b>			
BRR Investment (Private) Limited	Management fee payable	-	37,480,510
BRR Investment (Private) Limited	Musharaka finance payable	<b>4,500,000</b>	-
BRR Investment (Private) Limited	Profit payable	<b>8,544</b>	-
Hydrochina Dawood Power (Private) Limited	Rental received in advance	<b>1,843,222</b>	108,064

## 21 AUTHORISATION FOR ISSUE

This consolidated condensed interim financial information was authorised for issue on **February 26, 2024** by the Board of Directors of BRR Guardian Limited.

## 22 GENERAL

**22.1** This consolidated condensed interim financial information is presented in Pak Rupees, which is the company's functional and presentation currency.

**22.2** Amounts have been presented and rounded off to the nearest Rupee.

Director

Chief Executive Officer

Chief Financial Officer

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