

**Reviewed Consolidated Financial Statements of Secure Logistics  
Group Limited for the period ended 30 June, 2024**





**RSM Avais Hyder Liaquat Nauman**  
Chartered Accountants

Plot# 18 - B-1, 1st Floor,  
Chohan Plaza, G-8, Markaz  
Islamabad, Pakistan.

T: +92 (51) 2340490 & 93  
F: +92 (51) 2340476

islamabad@rsm-pakistan.pk  
www.rsm-global/pakistan

## INDEPENDENT AUDITOR'S REVIEW REPORT

To the Members of Secure Logistics Group Limited

Report on Review of the Financial Statements

### Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of **Secure Logistics Group Limited** ("the company") as at June 30 2024, and the related condensed consolidated interim statement of profit or loss, condensed consolidated interim statement of comprehensive income, condensed consolidated interim statement of changes in equity, condensed consolidated interim statement of cash flows, and notes to the condensed consolidated interim financial statements for the six-month period then ended ( here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with the Accounting and Reporting Standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these 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 statements 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 condensed consolidated interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

### Other Matter

The figures for the three-month period ended 30 June, 2024 and 2023 in the condensed consolidated interim statement of profit or loss and condensed consolidated interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

The engagement partner on the review resulting in this independent auditor's review report is Syed Naveed Abbas.

*Roy Avais Hyder Liaquat Nauman*

**RSM AVAIS HYDER LIAQUAT NAUMAN**  
CHARTERED ACCOUNTANTS

Place: Islamabad

Date: 02 AUG 2024


UDIN: RR202410239oj0Ochflz

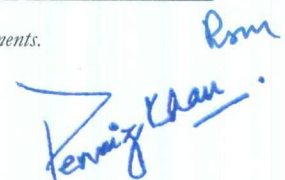
**THE POWER OF BEING UNDERSTOOD**  
ASSURANCE | TAX | CONSULTING

**SECURE LOGISTICS GROUP LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2024**

		(Un-audited)	(Audited)
		June 30, 2024	December 31, 2023
	Note	(Rupees)	(Rupees)
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property and equipment	5	4,094,941,549	3,566,772,505
Intangible assets	6	57,351,309	30,738,635
		<b>4,152,292,859</b>	<b>3,597,511,141</b>
<b>CURRENT ASSETS</b>			
Trade debts	7	313,916,871	425,049,047
Stores and spares		780,558,621	600,825,781
Advances, deposits and other receivables		109,755,969	101,211,310
Advance income tax		58,910,955	55,352,318
Cash and bank balances	8	5,383,029	1,033,112
		<b>1,268,525,445</b>	<b>1,183,471,568</b>
<b>TOTAL ASSETS</b>		<b>5,420,818,304</b>	<b>4,780,982,708</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL</b>			
Issued, subscribed and paid up capital	9	2,736,391,810	1,664,350,680
Revaluation surplus		4,463,718	4,959,688
Share premium		593,483,477	435,631,420
		<b>3,334,339,005</b>	<b>2,104,941,788</b>
<b>RESERVES</b>			
Accumulated profits		991,708,238	787,811,837
Equity attributable to equity holders of the holding company		<b>4,326,047,243</b>	<b>2,892,753,625</b>
Non-controlling interest		18,566,117	-
<b>TOTAL EQUITY</b>		<b>4,344,613,360</b>	<b>2,892,753,625</b>
<b>NON CURRENT LIABILITIES</b>			
Liability against assets subject to finance lease	10	2,570,281	3,418,624
Employee benefit obligation		17,731,949	16,717,918
Deferred tax	11	94,397,870	99,064,857
		<b>114,700,100</b>	<b>119,201,399</b>
<b>CURRENT LIABILITIES</b>			
Creditors, accrued and other payables		161,308,558	181,254,551
Provision for taxation		180,096,389	123,429,411
Current portion of leasing liability	10	1,605,423	143,797,015
Loan from associates	12	77,394,645	254,773,515
Advances against fixed assets		36,914,585	25,000,000
Unearned revenue		8,348,813	-
Short term loans	13	495,836,432	1,040,773,193
		<b>961,504,844</b>	<b>1,769,027,684</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>5,420,818,304</b>	<b>4,780,982,708</b>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	14		

The annexed notes from 1 to 26 form an integral part of these consolidated condensed interim financial statements.





CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

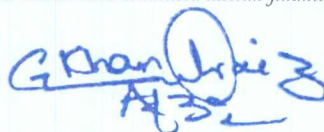
DIRECTOR

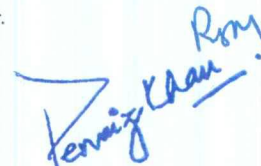


SECURE LOGISTICS GROUP LIMITED  
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

	Note	Three months period ended		Six months period ended	
		(Un-audited) June 30, 2024 (Rupees)	(Un-audited) June 30, 2023 (Rupees)	(Un-audited) June 30, 2024 (Rupees)	(Audited) June 30, 2023 (Rupees)
Revenue - net	15	646,065,117	578,549,042	1,216,845,875	1,107,571,330
Cost of services		(336,569,269)	(408,625,392)	(631,605,827)	(652,586,085)
<b>Gross profit</b>		<b>309,495,848</b>	<b>169,923,651</b>	<b>585,240,048</b>	<b>454,985,245</b>
Administrative expenses		(75,715,310)	(46,566,939)	(145,718,019)	(81,892,950)
Other expense		-	-	-	(29,330,535)
<b>Operating profit</b>		<b>233,780,538</b>	<b>123,356,711</b>	<b>439,522,029</b>	<b>343,761,760</b>
Finance costs	16	(96,428,674)	(65,185,099)	(183,637,875)	(127,332,665)
Expected credit losses		(1,311,315)	-	(2,132,940)	-
Other income		2,441,568	10,831,759	9,417,928	11,287,385
<b>Profit before tax for the period</b>		<b>138,482,116</b>	<b>69,003,371</b>	<b>263,169,142</b>	<b>227,716,480</b>
Taxation	17	(17,367,130)	(20,782,499)	(56,482,652)	(39,467,125)
<b>Profit after tax for the period</b>		<b>121,114,986</b>	<b>48,220,872</b>	<b>206,686,490</b>	<b>188,249,355</b>
<b>Share of profit attributable to:</b>					
Equity holders of holding company		118,782,389	48,220,872	203,120,373	188,249,355
Non- controlling interest		2,332,597	-	3,566,117	-
		<b>121,114,986</b>	<b>48,220,872</b>	<b>206,686,490</b>	<b>188,249,355</b>
<b>Earning per share- basic and diluted</b>		<b>0.44</b>	<b>0.29</b>	<b>0.76</b>	<b>1.13</b>

The annexed notes from 1 to 26 form an integral part of these consolidated condensed interim financial statements.





CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

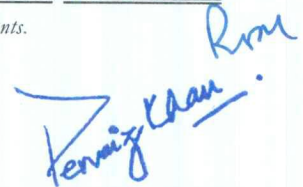
DIRECTOR

SECURE LOGISTICS GROUP LIMITED  
CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

	Three months period ended		Six months period ended	
	(Un-Audited) 30 June 2024 (Rupees)	(Un-Audited) 30 June 2023 (Rupees)	(Un-Audited) 30 June 2024 (Rupees)	(Audited) 30 June 2023 (Rupees)
Profit for the period	121,114,986	48,220,872	206,686,490	188,249,355
Other comprehensive income/(loss)				
Remeasurement gain on defined benefit obligation	-	-	312,400	(271,242)
Remeasurement loss on defined benefit obligation of subsidiary	-	-	(32,382)	-
	-	-	280,018	(271,242)
<b>Total comprehensive income for the period</b>	<b>121,114,986</b>	<b>48,220,872</b>	<b>206,966,508</b>	<b>187,978,113</b>
<b>Share of total comprehensive income attributable to:</b>				
Equity holders of the company	118,782,389	48,220,872	206,966,508	187,978,113
Non-controlling interest	2,332,597	-	-	-
	<b>121,114,986</b>	<b>48,220,872</b>	<b>206,966,508</b>	<b>187,978,113</b>

The annexed notes from 1 to 26 form an integral part of these consolidated condensed interim financial statements.





CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

DIRECTOR

**SECURE LOGISTICS GROUP LIMITED  
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

	Share capital	Revaluation surplus	Share premium	Accumulated profits	Equity attributable to the owners of holding company	Non-Controlling interest	Total Equity
<b>Balance as at January 01, 2023 - (Audited)</b>	1,664,350,680	-	435,631,420	420,214,189	2,520,196,289	-	2,520,196,289
Total comprehensive income for the period							
Profit for the period	-	-	-	188,249,355	188,249,355	-	188,249,355
Other comprehensive loss	-	-	-	(271,242)	(271,242)	-	(271,242)
				187,978,113	187,978,113	-	187,978,113
<b>Balance as at June 30, 2023 - (Audited)</b>	1,664,350,680	-	435,631,420	608,192,302	2,708,174,402	-	2,708,174,402
<b>Balance as at January 01, 2024 - (Audited)</b>	1,664,350,680	4,959,688	435,631,420	787,811,877	2,892,753,665	-	2,892,753,665
Shares issued for cash	831,036,660	-	116,551,833	-	947,588,493	-	947,588,493
Shares issued for non-cash	241,004,470	-	41,300,224	-	282,304,694	-	282,304,694
	1,072,041,130	-	157,852,057	-	1,229,893,187	-	1,229,893,187
Transfer of revaluation surplus to retained earnings		(495,970)		495,970			
Initial share of non- controlling interest	-	-	-	-	-	15,000,000	15,000,000
Total comprehensive income for the period							
Profit for the period	-	-	-	203,120,373	203,120,373	3,566,117	206,686,490
Other comprehensive income	-	-	-	280,018	280,018	-	280,018
<b>Balance as at June 30, 2024 - (Unaudited)</b>	2,736,391,810	4,463,718	593,483,477	991,708,238	4,326,047,243	18,566,117	4,329,613,360

The annexed notes from 1 to 26 form an integral part of these consolidated condensed interim financial statements.

*Ghousia Jabeen*  
A-32

*Ram*  
*Kennedy*

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

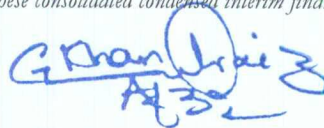
DIRECTOR



**SECURE LOGISTICS GROUP LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

	Note	Six months period ended	
		(Un-audited) June 30, 2024 (Rupees)	(Audited) June 30, 2023 (Rupees)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before taxation		263,169,142	227,716,480
<b>Adjustment for non-cash items :</b>			
Interest expense	16	183,637,875	127,332,665
Depreciation and amortization		138,968,211	106,696,839
Exchange loss on loan		-	2,374,699
Loss on disposal of fixed assets		-	26,955,836
Unrealized gain		-	(4,706,127)
Expected Credit loss		2,132,940	
Gratuity expense		1,408,423	1,660,802
		<b>589,316,591</b>	<b>488,031,194</b>
<b>Changes in working capital</b>			
<b>(Increase)/decrease in current assets:</b>			
Advances, deposits and other receivables		(8,544,659)	(301,204)
Trade debts		108,999,236	10,127,129
Stores and spares		(179,732,840)	4,886,966
<b>Increase/(decrease) in current liabilities</b>			
unearned income		8,348,813	-
Creditors, accrued and other liabilities		(19,945,993)	44,140,919
		<b>(90,875,444)</b>	<b>58,853,809</b>
<b>Cash generated from operations</b>		<b>498,441,148</b>	<b>546,885,003</b>
Income tax paid		(3,558,637)	(7,094,166)
Finance cost paid		(197,703,480)	(104,124,253)
Gratuity paid		-	-
<b>Net cash inflow from operating activities</b>		<b>297,179,031</b>	<b>435,666,584</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Acquisition of fixed assets		(412,235,577)	(290,246,774)
Advances against fixed assets		11,914,585	30,763,954
Disposal of equipment		-	72,010,000
Long term security deposits-Addition		-	36,868,975
<b>Net cash outflow from investing activities</b>		<b>(400,320,992)</b>	<b>(150,603,845)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Repayment of loan from associates		(177,378,871)	(4,625,301)
Lease rental paid		(117,780,982)	(99,076,118)
Issuance of shares		947,588,493	-
Payment for leasehold improvements		-	(346,729,845)
Repayment of HBL loan		(283,730,815)	(32,561,676)
<b>Net cash inflow/(outflow) from financing activities</b>		<b>368,697,826</b>	<b>(482,992,939)</b>
Net increase/(decrease) in cash and cash equivalents		265,555,864	(197,930,200)
Cash and cash equivalents at beginning of period		(756,009,267)	(592,262,549)
<b>Cash and cash equivalents at the end of period</b>	19.0	<b>(490,453,403)</b>	<b>(790,192,750)</b>

The annexed notes from 1 to 26 form an integral part of these consolidated condensed interim financial statements.

  
 Ghanshyam Prasad

  
 Kenuj Kumar Roy

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

DIRECTOR

**SECURE LOGISTICS GROUP LIMITED**  
**NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

**1 THE GROUP AND ITS OPERATIONS**

Secure Logistics Group Limited (the Group) previously known as Asia Capital Partners (Private) Limited was incorporated on 18th of April, 2013 as a private limited company under the Companies Ordinance 1984, (repealed Companies Act, 2017). The "SLG" has two principal line of business, i.e. Logistics & Tracking / Fleet Management services. The registered office is situated in Sector I-10/3, Islamabad.

**1.1** Secure Logistics Group and its subsidiaries are comprises of following:

<b>Name</b>	<b>Holding / Subsidiary</b>	<b>Percentage of shareholding</b>
Secure Logistics Group Limited	Holding Company	-
Fist Securities (Private) Limited	Subsidiary Company	100%
Logi Serve (Private) Limited	Subsidiary Company	100%
Sky Guards (Private) Limited	Subsidiary Company	75%

**Nature of subsidiaries**

**Fist Securities (Private) Limited**

FIST Security (Private) Limited was incorporated on 27th June 2001 in Pakistan under the Companies Ordinance 1984, (repealed with enactment of Companies Act, 2017) and is wholly owned subsidiary of Secure Logistics Group Limited. The company is engaged in the business of providing security and consultancy services for protection of life and property, particularly with respect to building and factories. The registered office of the company is situated in The registered office is situated in Sector I-10/3, Islamabad.

**Logi Serve (Private) Limited**

Logi Serve (Private) Limited was incorporated on December 28, 2021, under the Companies Act, 2017. The principal line of business of the Company is to engage in software and application development, data processing and to provide consultancy and training facilities. The Company obtained the Zone Enterprise license of Special Technology Zones Authority ("STZA") on May 12, 2022. The registered office of the Company is 10th Floor, State Life Tower, Jinnah Avenue, Blue Area, Islamabad.

**Sky Guards (Private) Limited**

The Company has acquired 75% shareholding in Sky Guards (Private) Limited during the period. Sky Guards (Private) Limited was incorporated on May 10, 2001 in Pakistan as a private limited company under the Companies Ordinance 1984, (repealed with enactment of Companies Act, 2017). The company is principally engaged to carry out the business of installation of security system, selling and imports of security equipment, providing security services in security contracts. The registered office of the company is Office No. 08, Ginza Center, Blue Area Islamabad Capital Territory.

**2 BASIS OF PREPARATION**

**2.1 Statement of compliance**

These condensed interim consolidated financial statements (here in after referred as "interim financial statements) have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

Rm



**SECURE LOGISTICS GROUP LIMITED**  
**NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

---

**2.1 Statement of compliance (Continued...)**

These interim financial statements do not include all the information required to be contained in the annual audited consolidated financial statements and, therefore, should be read in conjunction with the annual audited consolidated financial statements of the Company for the year ended December 31, 2023.

However, selected accounting policies and explanatory notes have been included to explain the events and transactions that are significant to an understanding of the changes in the financial position and performance of the company since the last annual consolidated financial statements. In addition, the results for the six-month period ended 30 June, 2024 are not necessarily indicative of the results that may be expected for the year ended 31 December 2024.

Comparative figures of condensed consolidated interim statement of financial position is extracted from audited consolidated financial statements as at December 31, 2023 whereas comparative figures of condensed consolidated interim statement of profit or loss, condensed consolidated interim statement comprehensive income, condensed consolidated interim statement of changes in equity and condensed consolidated interim statement of cash flows are extracted from audited condensed consolidated interim financial information for the six months ended June 30, 2023.

**2.2 Basis of measurement**

These interim financial statements have been prepared using accrual basis of accounting, going concern concept and under the historical cost basis, except employees' defined benefit obligations which are recognized at the present value of future obligation using the Projected Unit Credit Method.

**2.3 Basis for consolidation**

Subsidiary is an entity over which the Group has control. Control is achieved when the group is exposed, or has rights, to variable returns from its involvement with the investee and has ability to affect those returns through its power over the investee. Generally, there is presumption that a majority of voting rights result in control.

The Group re-assess whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more elements of control.

Subsidiary is consolidated from the date on which the Group obtains control, and continue to be consolidated until the date when such control ceases. Income and expenses of a subsidiary acquired or disposed off during the year are included in profit or loss from the date the Group gains control until the date the Group ceases to control the subsidiary.

The financial statements of the Subsidiary Company are prepared for the same reporting period as the Holding Company, using consistent accounting policies. The accounting policies of the Subsidiary Company have been changed to conform with accounting policies of the Holding Company, where required.

If the business combination is achieved in stages, the acquisition date carrying value of the acquirer's previously held equity interest in the acquire is remeasured to fair value at the acquisition date; any gains or losses arising from such remeasurement are recognized in profit or loss.

Rom

**SECURE LOGISTICS GROUP LIMITED**  
**NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

---

Identifiable assets acquired, liabilities assumed and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date, irrespective of the extent of any non-controlling interest. The excess of cost of acquisition is recorded as goodwill, however, if the cost of acquisition is less than fair value of the net assets of the subsidiary acquired, the difference is recognized directly in the profit or loss.

The assets, liabilities, income and expenses of the Subsidiary Company are consolidated on a line by line basis and carrying value of investments held by the Holding Company is eliminated against the Subsidiary Company's shareholders' equity in the consolidated financial statements.

All material intra-group balances, transactions and unrealized gains and losses resulting from intra-group transactions and dividends within the Group are eliminated in full.

Non-controlling interest (NCI) is that part of the net results of operations and of net assets of subsidiary attributable interest which are not owned by the Group. The Group measures NCI on proportionate basis of the net assets of subsidiary company.

When the ownership of a subsidiary is less than hundred percent, a NCI exists. The NCI is allocated its share of the total comprehensive income for the year, even if that results in a deficit balance.

The Group treats transactions with non-controlling interests that do not result in loss of control as transactions with equity owners of the Group. The difference between fair value of any consideration paid / received and the relevant share acquired / disposed off of the carrying value of net assets of the subsidiary is recorded in equity. Gains or losses to non-controlling interests are also recorded in equity.

If the Group loses control over a subsidiary, it derecognizes the assets (including goodwill) and liabilities of the subsidiary, carrying amount of any NCI, cumulative translation differences recognized in other comprehensive income, and recognizes fair value of consideration received, any investment retained, surplus or deficit in profit and loss, and reclassifies the Holding Company share of components previously recognized in other comprehensive income to profit and loss account or retained earnings, as appropriate.

**2.4 Functional and presentation currency**

These interim financial statements are presented in Pakistan Rupees, which is the Holding Company's functional currency. All amounts have been rounded to the nearest Rupee, unless otherwise stated.

**3 SIGNIFICANT ACCOUNTING AND RISK MANAGEMENT POLICIES AND CHANGES**

The accounting policies applied in the preparation of these condensed interim financial statements are the same as those that were applied in the preparation of the annual audited financial statements of the Company for the year ended December 31, 2023.

The financial risk management objectives and policies of the Company are also consistent with those disclosed in the annual audited consolidated financial statements of the Group for the year ended December 31, 2023.

The financial risk management objectives and policies of the Company are also consistent with those disclosed in the annual audited consolidated financial statements of the Group for the year ended December 31, 2023.

**3.1 Non-Controlling interest**

Non-controlling interest (NCI) represents the equity in a subsidiary not attributable, directly or indirectly, to the parent company. It is measured at the proportionate fair value of the net assets of the subsidiary.

Non-controlling interest is initially measured at the proportionate share of the fair value of the subsidiary's identifiable net assets at the acquisition date. Subsequent to acquisition, NCI is adjusted for the non-controlling interests' share of changes in the subsidiary's equity.

Rm



**SECURE LOGISTICS GROUP LIMITED**  
**NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

---

**3.2 Key judgments and estimates**

The preparation of these interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgments in the process of applying the Company's accounting policies. Estimates and judgement are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. The accounting estimates will, by definition, seldom equal the related actual results.

The significant estimates, judgments and assumptions made by the management in the preparation of the condensed interim financial statements are the same as those that were applied in the annual audited financial statements of the Company as at and for the year ended December 31, 2023.

The accounting policies, significant judgements made in the application of accounting policies, key sources of estimations, the methods of computation adopted in preparation of these interim financial statements and financial risk management policy are the same as those applied in preparation of annual financial statements of the Company for the year ended December 31, 2023.

Rm

SECURE LOGISTICS GROUP LIMITED  
 NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
 FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

5 PROPERTY AND EQUIPMENT

	Note	(Un-audited)		(Audited)	
		30 June 2024 (Rupees)	31 December 2023 (Rupees)	30 June 2024 (Rupees)	31 December 2023 (Rupees)
Owned	5.1	2,717,476,737	2,123,333,105		
Right of use	5.1	1,377,464,813	1,443,439,400		
<b>Total</b>		<b>4,094,941,549</b>	<b>3,566,772,505</b>		

30-Jun-24

Description	Cost				Rate of Depreciation	Accumulated Depreciations			WDV	
	Balance as at January 1, 2023	Addition / Transfer	Disposal / Transfer	Balance as at June 30, 2024		Balance as at January 1, 2023	Addition / Transfer	Disposal / Transfer		Balance as at June 30, 2024
-----Amount in Rupees-----										
<b>Owned Assets</b>										
Office Equipments	10,531,010	32,440,540	-	42,971,550	15%	7,609,317	1,545,141	-	9,154,458	
Security equipment	233,403,310	68,260,949	-	301,664,259	10%	27,940,185	14,372,074	-	42,312,259	
Computers	13,346,832	16,987,763	-	30,334,595	33%	11,290,457	1,632,007	-	12,922,465	
Weapons and licenses	70,173,460	154,238,894	-	224,412,354	10%	34,138,957	4,797,164	-	38,936,121	
Furniture & Fixture	12,311,597	22,940,877	-	35,252,474	10%	6,685,499	876,711	-	7,562,210	
Vehicles	81,512,683	43,593,541	-	124,906,224	20%	61,840,707	1,947,198	-	63,787,905	
Owned truck	621,689,244	63,880,956	-	685,570,200	3.5%	68,135,919	10,432,461	-	78,568,380	
Trailers	946,950,956	37,058,745	-	984,009,701	2.8%	97,854,625	12,060,289	-	109,914,914	
Fuel Tanks	94,431,893	-	-	94,431,893	10%	18,317,997	3,806,695	-	22,124,692	
Trackers	197,046,731	-	-	197,046,731	10%	105,036,181	4,600,528	-	109,636,708	
Bop trackers	23,568,389	-	-	23,568,389	20%	19,017,553	435,084	-	19,452,637	
Wireless immobilizers	1,312,500	-	-	1,312,500	33%	1,292,523	3,296	-	1,295,819	
Anti theft devices	432,335	17,321,371	-	17,753,706	33%	401,067	612,263	-	1,013,330	
Lbs device	29,678	-	-	29,678	33%	29,004	111	-	29,115	
Fire extinguishers	1,288,259	-	-	1,288,259	33%	1,181,988	17,535	-	1,199,523	
Motor cycles	512,500	-	-	512,500	10%	433,475	3,951	-	437,426	
Distribution vehicles	124,655,817	71,542,140	-	196,197,957	3.5%	15,447,965	2,745,796	-	18,193,760	
Tyres	356,882,286	164,692,065	-	521,574,351	40%	195,786,563	43,198,616	-	238,985,179	
Leasehold improvements	14,445,925	-	-	14,445,925	16.7%	2,902,378	1,197,231	-	4,099,609	
<b>Subtotal</b>	<b>2,804,145,405</b>	<b>692,957,841</b>	<b>-</b>	<b>3,497,103,246</b>		<b>675,342,359</b>	<b>104,284,151</b>	<b>-</b>	<b>779,626,509</b>	
<b>Right of use</b>										
Leased trucks	1,065,077,882	-	-	1,065,077,882	3.5%	152,789,647	15,965,044	-	168,754,691	
Leased trailers	571,899,558	-	-	571,899,558	2.8%	85,926,311	6,831,625	-	90,757,937	
Motor vehicles	43,427,501	-	(43,427,501)	-	20%	249,583	4,317,792	(4,567,375)	-	
CIT vehicles	-	-	-	-	10%	-	-	-	-	
<b>Subtotal</b>	<b>1,680,404,941</b>	<b>-</b>	<b>(43,427,501)</b>	<b>1,636,977,440</b>		<b>236,965,541</b>	<b>27,114,461</b>	<b>(4,567,375)</b>	<b>259,512,627</b>	
<b>Total</b>	<b>4,484,550,346</b>	<b>692,957,841</b>	<b>(43,427,501)</b>	<b>5,134,080,686</b>		<b>912,307,900</b>	<b>131,398,612</b>	<b>(4,567,375)</b>	<b>1,039,139,137</b>	
									<b>4,094,941,549</b>	

*my*



Description	Cost				Rate of Depreciation	Accumulated Depreciations				WDV
	Balance as at January 1, 2023	Addition / Transfer	Disposal / Transfer	Balance as at December 31, 2023		Balance as at January 1, 2023	Addition / Transfer	Disposal / Transfer	Balance as at December 31, 2023	
	Amount in Rupees					Amount in Rupees				

<b>Owned Assets</b>										
Office Equipments	10,531,010	-	-	10,531,010	15%	7,093,724	515,593	-	7,609,317	2,921,693
Security equipment	22,178,846	21,124,464	-	23,403,310	10%	14,239,942	13,700,243	-	27,940,185	205,463,125
Computers	13,346,832	-	-	13,346,832	33%	10,277,616	1,012,841	-	11,290,457	2,056,375
Weapons and licenses	35,663,095	24,510,365	-	60,173,460	10%	24,453,971	3,539,705	-	27,993,676	32,179,784
Furniture & Fixture	12,311,597	-	-	12,311,597	10%	6,060,377	625,122	-	6,685,499	5,626,098
Vehicles	176,834,146	44,573,237	(146,940,905)	74,466,478	20%	90,400,364	12,928,624	(46,719,463)	56,609,725	17,856,753
Owned truck	743,931,058	80,000,000	(202,241,814)	621,689,244	3.5%	72,845,273	23,793,972	(28,503,327)	68,135,919	535,533,325
Traders	994,183,862	45,827,920	(93,060,820)	946,950,956	2.8%	83,145,561	23,901,941	(9,192,877)	97,854,625	849,096,331
Fuel Tanks	94,451,893	-	-	94,451,893	10%	9,858,675	8,459,322	-	18,317,997	76,133,896
Trackers	181,536,231	15,510,500	-	197,046,731	10%	95,963,101	9,073,080	-	105,036,181	92,010,550
BoP trackers	23,368,389	-	-	23,368,389	20%	17,929,844	1,087,709	-	19,017,553	4,350,836
Wireless immobilizers	1,312,500	-	-	1,312,500	33%	1,282,684	9,839	-	1,292,523	19,977
Anti theft devices	432,335	-	-	432,335	33%	385,666	15,401	-	401,067	31,268
Lbs device	29,678	-	-	29,678	33%	28,672	332	-	29,004	674
Fire extinguishers	1,288,259	-	-	1,288,259	33%	1,129,646	52,342	-	1,181,988	106,271
Motor cycles	512,500	-	-	512,500	10%	424,694	8,781	-	433,475	79,025
Distribution vehicles	124,655,817	-	-	124,655,817	3.5%	11,487,058	3,960,907	-	15,447,965	109,207,852
Tyres	249,338,346	107,523,940	-	356,862,286	40%	145,357,838	51,067,725	(639,000)	195,786,563	161,095,723
Leasehold improvements	14,445,925	-	-	14,445,925	16.7%	507,916	2,394,462	-	2,902,378	11,543,547
<b>Subtotal</b>	<b>2,700,372,319</b>	<b>529,170,426</b>	<b>(442,243,545)</b>	<b>2,787,299,200</b>		<b>592,872,822</b>	<b>156,147,940</b>	<b>(85,054,667)</b>	<b>663,966,095</b>	<b>2,123,333,105</b>
<b>Right of use</b>										
Leased trucks	827,165,442	247,878,289	(9,965,849)	1,065,077,882	4%	127,388,816	27,038,589	(1,657,758)	152,789,647	912,288,235
Leased trailers	467,754,068	104,145,490	-	571,899,558	3%	72,016,957	11,909,354	-	83,926,311	487,973,247
Motor vehicles	-	43,427,501	-	43,427,501	20%	-	249,583	-	249,583	43,177,918
CIT vehicles	-	-	-	-	10%	-	-	-	-	-
<b>Subtotal</b>	<b>1,294,919,510</b>	<b>395,451,280</b>	<b>(9,965,849)</b>	<b>1,680,404,941</b>		<b>199,405,773</b>	<b>39,217,526</b>	<b>(1,657,758)</b>	<b>236,965,541</b>	<b>1,443,439,400</b>
<b>Total</b>	<b>3,995,291,829</b>	<b>924,621,706</b>	<b>(452,209,394)</b>	<b>4,467,704,141</b>		<b>792,278,595</b>	<b>195,365,465</b>	<b>(86,712,425)</b>	<b>900,931,636</b>	<b>3,566,772,505</b>

5 Allocation of depreciation is as below:

	30-Jun-24	31-Dec-23
Cost of services	(Rupees)	(Rupees)
Administrative expenses	98,895,598	181,639,358
	32,503,014	13,726,107
	<u>131,398,612</u>	<u>195,365,465</u>

*Ram*

SECURE LOGISTICS GROUP LIMITED  
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

6 INTANGIBLES

	Computer Software	Navigation Software	Custom clearance and License	Accounting Software	Total
	.....Rupees.....				
<b>Cost</b>					
Balance as at January 01, 2024-audited	6,600,000	52,150,000	3,803,759	4,800,000	67,353,759
Additions during the period	-	-	32,985,042	-	32,985,042
Disposals during the period	-	-	-	-	-
<b>Balance as at June 30, 2024- unaudited</b>	<b>6,600,000</b>	<b>52,150,000</b>	<b>36,788,801</b>	<b>4,800,000</b>	<b>100,338,801</b>
<b>Accumulated Amortization</b>					
Balance as at January 01, 2024-audited	4,940,669	23,531,365	3,803,759	4,339,331	36,615,124
Charge for the period	165,933	2,861,864	3,298,504	46,067	6,372,368
Disposals during the period	-	-	-	-	-
<b>Balance as at June 30, 2024- unaudited</b>	<b>5,106,602</b>	<b>26,393,228</b>	<b>7,102,263</b>	<b>4,385,398</b>	<b>42,987,492</b>
<b>WDV as at June 30, 2024- unaudited</b>	<b>1,493,398</b>	<b>25,756,772</b>	<b>29,686,538</b>	<b>414,602</b>	<b>57,351,309</b>
<b>Cost</b>					
Balance as at January 01, 2023	6,600,000	52,150,000	3,803,759	4,800,000	67,353,759
Additions during the year	-	-	-	-	-
Disposals during the year	-	-	-	-	-
<b>Balance as at December 31, 2023- audited</b>	<b>6,600,000</b>	<b>52,150,000</b>	<b>3,803,759</b>	<b>4,800,000</b>	<b>67,353,759</b>
<b>Accumulated Amortization</b>					
Balance as at January 01, 2023-audited	4,525,837	16,376,705	3,803,759	4,224,165	28,930,466
Charge for the year	414,832	7,154,660	-	115,166	7,684,658
Disposals during the year	-	-	-	-	-
<b>Balance as at December 31, 2023- audited</b>	<b>4,940,669</b>	<b>23,531,365</b>	<b>3,803,759</b>	<b>4,339,331</b>	<b>36,615,124</b>
<b>WDV as at December 31, 2023- audited</b>	<b>1,659,331</b>	<b>28,618,635</b>	<b>-</b>	<b>460,669</b>	<b>30,738,635</b>
<b>6.1 Amortization rate</b>	<b>10%</b>	<b>5%</b>	<b>20%</b>	<b>20%</b>	

Rmy



SECURE LOGISTICS GROUP LIMITED  
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

	Note	(Un-Audited) June 30, 2024 (Rupees)	(Audited) December 31, 2023 (Rupees)
<b>7 TRADE DEBTS</b>			
Related parties		-	-
Other parties		320,777,224	429,776,460
		<u>320,777,224</u>	<u>429,776,460</u>
Expected credit losses		(6,860,353)	(4,727,413)
		<u>313,916,871</u>	<u>425,049,047</u>
<b>8 CASH AND BANK BALANCES</b>			
Cash in hand		458,545	442,591
Cash at bank in local currency			
- Saving account		-	-
- Current account		4,924,484	590,521
		<u>5,383,029</u>	<u>1,033,112</u>
<b>9 SHARE CAPITAL</b>			
<b>Authorized share capital</b>			
275,000,000 (2023: 250,000,000) Ordinary shares of Rs. 10/- each		<u>2,750,000,000</u>	<u>2,500,000,000</u>
<b>Issued, subscribed and paid up capital</b>			
249,538,734 (2023: 166,435,068) Ordinary shares of Rs. 10/- each fully paid in cash		<u>2,495,387,340</u>	<u>1,664,350,680</u>
24,100,447 (2023: -) Ordinary shares issue other than cash		<u>241,004,470</u>	-

9.1 The Company was listed on the Pakistan Stock Exchange (PSX) on April 22, 2024. This listing involved the issuance of a total of 55,704,113 ordinary shares as part of a pre-IPO at a price of PKR 10.50 per share, amounting to PKR 585 million. Additionally, the Company issued 50,000,000 ordinary shares through an IPO at a floor price of PKR 12.00 per share, raising PKR 600 million. Consequently, the Company's share capital increased by PKR 1,057 million and the share premium increased by PKR 127 million.

9.2 On 1 January 2024 the group acquired 75% shareholding in sky Guards (Private) Limited. In connection with the acquisition of Sky Guards (Private) Limited on 1 January 2024, the Company has provisionally recognized the identifiable assets acquired and liabilities assumed. The fair values of these assets and liabilities are provisional and subject to change as additional information about the facts and circumstances that existed at the acquisition date becomes available. The Company expects to finalize the fair values of the identifiable assets and liabilities by December 31, 2024

**Provisional Fair Values of Identifiable Assets Acquired and Liabilities Assumed**

Asset/ Liability	Provisional Fair Value ( Rs.)
Operating fixed assets	1,288,950
License	32,985,042
Trade receivables	745,000
Advances, deposits and prepayments	18,974,124
Cash and Bank	6,980,229
<b>Total assets</b>	<b>60,973,345</b>

Rmm

SECURE LOGISTICS GROUP LIMITED  
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

Provisional Fair Values of Identifiable Assets Acquired and Liabilities Assumed (Cont ...)

Trade and other payables	898,345
Other payables	75,000
Total liabilities	973,345
<b>Net Identifiable Assets Acquired</b>	<b>60,000,000</b>

Consideration Type	Amount (Rs.)
Fair Value of Shares Issued	45,000,000
<b>Total consideration</b>	<b>45,000,000</b>

**10 LIABILITIES AGAINST ASSETS SUBJECT TO FINANCE LEASE**

As at 1 January	102,434,292	165,260,391
Additions	-	64,471,542
Interest expense relating to lease liabilities	19,522,394	21,796,351
Payments	(117,780,982)	(104,312,646)
Disposals	-	-
<b>As at June 30, 2024</b>	<b>4,175,704</b>	<b>147,215,639</b>
Current	1,605,423	143,797,015
Non-current	2,570,281	3,418,624
	<b>4,175,704</b>	<b>147,215,639</b>

**10.1 Cash outflow for leases**

The Group had total cash outflows for leases of Rs. 117,780,982 in 2024 (Rs. 155,712,334 in 2023).

**11 DEFERRED TAXATION**

Deferred tax liability-opening	99,064,857	196,930,250
Charged to profit & loss	(4,781,360)	(97,916,450)
Charged to other comprehensive income	114,374	51,057
	<b>94,397,870</b>	<b>99,064,857</b>

**12 LOAN FROM ASSOCIATES**

Karandaaz Pakistan	<b>12.1</b>	-	187,500,000
KBP Limited	<b>12.2</b>	35,758,147	25,227,147
Mr. Pervaiz Afzal Khan - Sponsor	<b>12.3</b>	41,636,498	42,046,368
		<b>77,394,645</b>	<b>254,773,515</b>

**12.1** The loan is secured against ranking charge on current and fixed assets, post dated cheques of sponsors.

The mark-up is payable on quarterly basis in arrear at the rate of KIBOR + 0.5%.

**12.2** It represents an unsecured interest bearing loan. The Company will cover devaluation up to

**12.3** This loan is unsecured and interest free. The loan does not bear any fixed repayment schedule.

**13 SHORT TERM LOANS**

Short term loan from HBL bank		-	283,730,815
		-	<b>283,730,815</b>
Faysal Bank Limited		-	1,028,474
Askari Bank Limited	<b>13.1</b>	104,999,214	104,999,215
Habib Bank Limited-RF1	<b>13.2</b>	100,000,001	100,000,001
Habib Bank Limited-RF2	<b>13.3</b>	290,837,217	372,959,439
Habib Bank Limited-RF3		-	178,055,250
		<b>495,836,432</b>	<b>757,042,378</b>
		<b>495,836,432</b>	<b>1,040,773,193</b>

Ram



**SECURE LOGISTICS GROUP LIMITED**  
**NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

**13 SHORT TERM LOANS (Continued...)**

- 13.1** Running finance facility of Rs 105 million has obtained at 1MK + 1.25%. The facility is secured against 1st pari passu charge of Rs 50 M against all present and future current and fixed assets of the Group registered with SECP, 1st pari passu charge of Rs 150 million over all present and future current assets and receivables of the Group registered with SECP and personal guarantee of all the directors of the Group excluding personal guarantee of nominee director.
- 13.2** The Group has obtained running finance facility of Rs. 120 million at 3MK+1.25%. The facility is secure against 1st pari passu charge of Rs 67 million over all present and future current and fixed assets of the Group, HPA in favor of HBL of 19 trucks with first exclusive charge of 125 million registered with SECP, 1st pari passu charge of Rs 67 million over receivables of the Group and personal guarantee of Mr. Pervaiz Afzal Khan and Gulraiz Afzal Khan.
- 13.3** The running finance facility was obtained by the company at 3 Month KIBOR plus 0.5% and is backed by Stand by Letter of Credit issued by Credit Suisse and arranged by sponsor shareholder Mr. Pervaiz Akhtar Khan.

**14 CONTINGENCIES AND COMMITMENTS**

There is no significant change in the status of contingencies as reported in Note 17 to the Annual Audited consolidated Financial Statements of the Company for the year ended December 31, 2023.

	Three months period ended		Six months period ended	
	(Un-audited)	(Un-audited)	(Un-audited)	(Audited)
	June 30, 2024	June 30, 2023	June 30, 2024	June 30, 2022
	(Rupees)	(Rupees)	(Rupees)	(Rupees)
<b>15 REVENUE - NET</b>				
Logistics division	491,647,912	491,089,806	943,299,908	961,036,802
Tracker division	2,217,549	3,048,032	4,254,698	5,964,838
Distribution division	33,146,640	13,679,305	63,596,776	26,769,677
Security services	193,791,342	176,795,285	365,519,902	330,829,501
Closed protection duty	54,395,265	20,508,115	83,823,551	2,184,440
Cash in transit	-	-	-	17,892,890
	<b>775,198,707</b>	<b>705,120,543</b>	<b>1,460,494,835</b>	<b>1,344,678,148</b>
Less: Sales tax	(2,566,268)	(3,021,936)	(4,923,769)	(5,913,769)
Reimbursement of salaries	(126,567,322)	(123,549,565)	(238,725,192)	(231,193,049)
	<b>646,065,117</b>	<b>578,549,042</b>	<b>1,216,845,875</b>	<b>1,107,571,330</b>
<b>16 FINANCE COST</b>				
Bank charges	460,831	134,990	882,015	246,342
Markup on finance leases	12,220,137	56,794,190.53	23,379,697	11,114,323
Markup on HBL loan	19,467,291	138,226,179.96	37,350,903	27,050,133
Markup on short term borrow	45,102,538	338,675,301.18	85,229,639	66,063,664
Markup on loan from associa	19,177,878	116,805,417.73	36,795,621	22,858,203
	<b>96,428,674</b>	<b>65,185,099</b>	<b>183,637,875</b>	<b>127,332,665</b>

Rm

SECURE LOGISTICS GROUP LIMITED  
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

	Three months period ended		Six months period ended	
	(Un-audited)	(Un-audited)	(Un-audited)	(Audited)
	June 30, 2024 (Rupees)	June 30, 2023 (Rupees)	June 30, 2024 (Rupees)	June 30, 2022 (Rupees)
<b>17 TAXATION</b>				
Current taxation	27,171,437	23,037,835	61,264,012	43,864,520
Deferred taxation	(9,804,307)	(2,255,336)	(4,781,360)	(4,397,396)
	<u>17,367,130</u>	<u>20,782,499</u>	<u>56,482,652</u>	<u>39,467,125</u>
<b>Current taxation</b>				
- Current year	27,171,437	23,037,835	61,264,012	43,864,520
- Prior year adjustments	-	-	-	-
	<u>27,171,437</u>	<u>23,037,835</u>	<u>61,264,012</u>	<u>43,864,520</u>

**17.1 Relationship between tax expense and accounting profit**

The numerical reconciliation between the average tax rate and applicable tax rate has not been presented because the total income of the Group attracted minimum tax under section 113(c) of the Income Tax Ordinance, 2001.

**18 BASIC AND DILUTED EARNINGS PER SHARE**

Basic earnings per share is calculated by dividing the net profit attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period.

Earnings per share are represented as follows:

	Three month period ended		Six month period ended	
	(Un-audited)	(Un-audited)	(Un-audited)	(Audited)
	June 30, 2024 (Rupees)	June 30, 2023 (Rupees)	June 30, 2024 (Rupees)	June 30, 2023 (Rupees)
Profit for the period	121,114,986	48,220,872	206,686,490	188,249,355
Weighted average number of outstanding shares	273,639,181	166,435,068	273,639,181	166,435,068
Basic/diluted EPS	0.44	0.29	0.76	1.13

**19 Cash and cash equivalents**

Cash and cash equivalents comprise of following :

Cash and bank	5,383,029	2,143,493
Short term borrowings	(495,836,432)	(792,246,243)
	<u>(490,453,403)</u>	<u>(790,102,749)</u>

**20 TRANSACTIONS AND BALANCES WITH RELATED PARTIES**

The related parties comprise of associated companies, directors and key management personnel. The Group in the normal course of business carries out transactions with various related parties. The Group enters into transactions with related parties on the basis of mutually agreed terms. Significant transactions and balances with related parties are as follows.

**20.1 TRANSACTIONS WITH RELATED PARTIES**

Name of the Party	Basis of relationship	Nature of transaction	Six months ended June 30, 2024	Six Months ended June 30, 2023
Mr. Pervaiz Afzal Khan	Sponsor	Repayment of loan	409,870	-
KBP Limited	Shareholder	Exchange loss		2,374,699
		Loan received	10,531,000	
Mr. Gulraiz Afzal Khan	Chief Executive officer	Amount payable in respect of loan obtained		8,000,000
Karandaz Pakistan	Shareholder	Repayment of loan	187,500,000	-

Rom



SECURE LOGISTICS GROUP LIMITED  
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024

20 TRANSACTIONS AND BALANCES WITH RELATED PARTIES (Cont ...)

20.2 BALANCES WITH RELATED PARTIES

Name of the Party	Basis of relationship	Nature of Balances	30-Jun-24	31-Dec-23
Mr. Pervaiz Afzal Khan	Sponsor	Payable balances in respect of loan obtained	(41,636,498)	(42,046,368)
Karandaz Pakistan	Shareholder	Payable balances in respect of loan obtained	-	(187,500,000)
KBP Limited	Shareholder	Payable balances in respect of loan obtained	(35,758,147)	(25,227,147)

21 FINANCIAL RISK MANAGEMENT AND FAIR VALUES

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual audited consolidated financial statements for the year ended December 31, 2023. There is no change in the nature and corresponding hierarchies of fair value levels of financial instruments from those as disclosed in the audited consolidated financial statements of the Company for the year ended December 31, 2023.

	(Un-Audited) June 30, 2024 (Rupees)	(Audited) December 31, 2023 (Rupees)
<b>22 FINANCIAL INSTRUMENTS BY CATEGORY</b>		
<b>Financial assets at amortized cost</b>		
Advances, deposits and other receivables	109,755,969	92,929,284
Trade debts	313,916,871	425,049,047
Cash and bank balance	5,383,029	1,033,112
	<b>429,055,869</b>	<b>519,011,442</b>
<b>Financial liabilities at amortized cost</b>		
Finance lease liabilities	4,175,704	147,215,639
Loan from associates	77,394,645	254,773,515
Creditors, accrued and other payables	161,308,558	181,254,551
Short term borrowings	495,836,432	1,040,773,193
	<b>738,715,338</b>	<b>1,624,016,898</b>

23 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Underlying the definition of fair value is the presumption that the Group is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

Rom

**SECURE LOGISTICS GROUP LIMITED**  
**NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2024**

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

**24 FAIR VALUE OF FINANCIAL INSTRUMENTS (Continued...)**

IFRS 13 'Fair Value Measurement' requires the Group to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset either directly that is, derived from prices.
- Level 3: Inputs for the asset or liability that are not based on observable market data (that is unadjusted) inputs.

Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred.

As of the reporting date, mutual funds of the company are carried at fair value.

The carrying values of all other financial assets and liabilities reflected in the financial statements approximate their fair values.

**25 DATE OF AUTHORIZATION**

These financial statements have been authorized for issue on 01 AUG 2024 by the Board of Directors of the Company.

**26 GENERAL**

Figures have been rounded off to the nearest Rupee.

Figures of the previous year have been re-arranged and reclassified wherever necessary for the purpose of comparison.

Nature	Reclassified from	Reclassified to	December 31, 2023
Security deposits	Non- current asset (Face of condensed interim consolidated statement of financial position)	Advances, deposits and other receivable (face of condensed interim consolidated statement of financial position)	58,080,167
Loan from associates	Non-current liabilities (Face of condensed interim consolidated statement of financial position).	Non - Current Liabilities (face of condensed interim consolidated statement of financial position)	42,046,368

\_\_\_\_\_  
 CHIEF FINANCIAL OFFICER

  
 \_\_\_\_\_  
 CHIEF EXECUTIVE OFFICER

  
 \_\_\_\_\_  
 DIRECTOR