



GRAYS LEASING LIMITED

**Condensed Interim
Financial Statements
for the half year ended
31 December 2024
(Un-Audited)**



COMPANY INFORMATION

BOARD OF DIRECTORS	Mr. Khawar Anwar Khawaja Mr. Muhammad Tahir Butt Mr. Khurram Anwar Khawaja Mr. Muhammad Ashraf Butt Mr. Omer Khawar Khawaja Mr. Muhammad Arshad Mrs. Nuzhat Khawar Khawaja	Chairman Chief Executive
AUDIT COMMITTEE	Mr. Muhammad Arshad Mr. Khurram Anwar Khawaja Mr. Omer Khawar Khawaja	Chairman
AUDITORS	Riaz Ahmad & Company Chartered Accountants 10-B Saint Mary Park Main Boulevard, Gulberg III, Lahore 54660, Pakistan Phones: 92 (042) 35718137-9 E-mail: racolhr@racopk.com	
COMPANY SECRETARY	Muhammad Adil Munir	
CHIEF FINANCIAL OFFICER	Muhammad Faisal Azam	
HEAD OF INTERNAL AUDIT	Saeed Ahmad Shaheen	
HUMAN RESOURCE AND REMUNERATION COMMITTEE	Mr. Omer Khawar Khawaja Mr. Muhammad Tahir Butt Mr. Khurram Anwar Khawaja	Chairman
LEGAL ADVISOR	Lexicon Law Firm	
REGISTERED AND HEAD OFFICE	701-A, 7th Floor, City Towers 6-K, Main Boulevard, Gulberg - II, Lahore Tel: (042) 35770381 - 2 Fax: (042) 35770389 E-mail: info@graysleasing.com Website: www.graysleasing.com	
BANKERS	Meezan Bank Limited The Bank of Punjab Askari Bank Limited National Bank of Pakistan Habib Bank Limited State Bank of Pakistan Bank Al-Habib Limited	
SHARE REGISTRAR	CorpTec Associates (Pvt) Ltd. 503-E, Johar Town, Lahore.	

DIRECTORS' REPORT

We are pleased to present the condensed interim financial information for the period ended 31 December 2024, together with report of the Board of Directors of the company and review report by the statutory auditors of the company.

During the period ended 31 December 2024, the company transacted business worth Rupees 49.414 million as compared to Rupees 97.681 million on 31 December 2023. During the period ended 31 December 2024, the company earned profit before and after tax of Rupees 4.016 million and Rupees 4.039 million respectively as compared to profit before and loss after tax of Rupees 5.035 million and Rupees 6.134 million during the corresponding period of 2023. Net investment stands at Rupees 419.146 million as on 31 December 2024 as compared to Rupees 419.325 million as on June 30, 2024. During the period ended 31 December 2024, there is net reversal in provision of Rupees 0.010 million against potential lease losses, resultantly the equity of the company comes to Rupees 75.192 million.

During the current period the KIBOR rate has gone down substantially while the values of vehicles have become stable at some extent as a result of which the demand of financing in SME sector has gone up, but the leasing sector is unable to cater the needs of the potential customers due to non-availability of the funds from commercial banks. In this situation, the company has emphasized on the recoveries from bad portfolio to generate funds and support from holding entities in the form of credit facilities for disbursement of new leases.

Since Grays Leasing Limited (GLL) is a non-deposit taking organization therefore credit rating of Company is not mandatory.

At the end, we would like to thank our clients who provided us the opportunity to serve them. We also extend lot of appreciation to the company employees at all levels for their efforts.

For and on behalf of the board



Muhammad Tahir Butt
Chief Executive

Sialkot: 25 February 2025

ڈائریکٹرز رپورٹ

ہم کمپنی کے بورڈ آف ڈائریکٹرز کی جانب سے 31 دسمبر 2024 کو اختتام پزیر ہونے والی عبوری مالی اسٹیٹمنٹ بمعہ ڈائریکٹرز اینڈ کمپنی کے قانونی آڈیٹرز کی جانچ سے کی پورٹ مسرت سے پیش کرتے ہیں۔

مرکزی کام اور مالی اعداد و شمار

ذریعہ چارجہ 31 دسمبر 2024 کے دورانیے کے اختتام پر کمپنی نے 49,414 ملین روپے کا کاروبار کیا 31 دسمبر 2023 کے 97,681 ملین روپے کے مقابلے میں۔ 31 دسمبر 2024 کے دورانیے کے اختتام پر کمپنی نے ٹیکس سے قبل اور بعد میں منافع 4,016 ملین اور 4,039 ملین ملایا جبکہ 2023 کے دورانیے میں ٹیکس سے قبل اور بعد میں منافع 5,035 ملین اور 6,134 ملین رہا۔ حتمی سرمایہ کاری 31 دسمبر 2024 کو 419,146 ملین روپے کی 30 جون 2024 کے 419,325 ملین کے مقابلے۔ 31 دسمبر 2024 کے دوران مکملہ لیزز کے نقصانات کے برعکس وصولی 0,010 ملین ہے، جس کے نتیجے میں کمپنی کی آئینی 75,192 ملین پر ہے۔

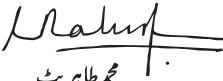
عزیز شینئر ہولڈرز ہمارے ملک میں KIBOR کی شرح میں خاطر خواہ کمی آئی ہے جبکہ گاڑیوں کی قیمت کسی حد تک مستحکم ہوئی ہیں، جس کے نتیجے میں ایس ایم ای شعبہ میں سرمایہ کاری کی مانگ بڑھ گئی ہے لیکن لیز بیگ شعبہ کمرشل بینکوں سے فنڈز کی عدم دستیابی کی وجہ سے مکملہ گاڑیوں کی ضروریات کو پورا کرنے سے قاصر ہے۔ اس صورت میں کمپنی نے فنڈز پورا کرنے کے لیے تادہ بندہ کلائنٹس سے وصولی پر زور دیا تاکہ اس آمدنی سے نئی لیزز میں تعاون ہو۔

کریڈٹ کی وجہ بندی

چونکہ گریڈ لیز بیگ لیزینڈا ایک نان ڈپازٹ والی نان بنکنگ فنانسٹیل کمپنی (NBFC) ہے اس لیے کمپنی کی کریڈیٹ ریٹنگ نہیں کی گئی۔

اختتام میں ہم ان کلائنٹس کے نہایت مشکور ہیں جنہوں نے ہمیں خدمت کا موقعہ دیا۔ اور ہم کمپنی کے ایپلائنرز کے بھی بہت قدر دان ہیں جنہوں نے کمپنی کیلئے اس حد تک محنت کی۔

بجانب بورڈ



محمد طاہر ہٹ

چیف ایگزیکٹو

سیالکوٹ، 25 فروری 2025

INDEPENDENT AUDITOR'S REVIEW REPORT**To the members of Grays Leasing Limited****Report on review of Condensed Interim Financial Statements****Introduction**

We have reviewed the accompanying condensed interim statement of financial position of GRAYS LEASING LIMITED as at 31 December 2024 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the condensed interim financial statements for the half year then ended (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these condensed 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 condensed interim financial statements based on our review. The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the quarters ended 31 December 2024 and 31 December 2023 have not been reviewed and we do not express a conclusion on them as we are required to review only the cumulative figures for the half year ended 31 December 2024.

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 condensed 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.

Basis for Qualified Conclusion

Allowance for potential lease losses is made in these condensed interim financial statements in accordance with the criteria for classification and provisioning provided in Scheduled X to the Non-Banking Finance Companies and Notified Entities Regulations, 2008. The Company has adopted International Financial Reporting Standard (IFRS) 9 "Financial Instruments", therefore, provisioning against lease receivables should be made in accordance with Expected Credit Loss model of IFRS 9. The Company has not determined the allowance for potential lease losses under Expected Credit Loss model of IFRS 9, hence, we were unable to determine the financial impact of this matter on these condensed interim financial statements.

Riaz Ahmad & Company
Chartered Accountants

Qualified Conclusion

Based on our review, with the exception of the matter described in the preceding paragraph, nothing has come to our attention that causes us to believe that the accompanying condensed 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.

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



RIAZ AHMAD & COMPANY
Chartered Accountants

Lahore


Date: 26 February 2025

UDIN: RR202410168EPDbWGt4F

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2024

	NOTE	UN-AUDITED 31 DECEMBER 2024	AUDITED 30 JUNE 2024
		Rupees	Rupees
ASSETS			
Current assets			
Cash and bank balances		2,877,159	11,669,152
Advances and prepayments		1,033,896	1,037,659
Sales tax recoverable		593,224	493,424
Current maturity of net investment in lease finance	4	148,139,728	155,001,990
		152,644,007	168,202,225
Non-current assets			
Net investment in lease finance	4	136,776,646	129,377,220
Long term security deposit		2,500	2,500
Fixed assets	5	482,297	534,699
		137,261,443	129,914,419
TOTAL ASSETS		289,905,450	298,116,644
LIABILITIES			
Current liabilities			
Loan from related party	6	20,500,000	27,000,000
Accrued and other liabilities		4,856,334	5,250,959
Current maturity of non-current liabilities		98,971,009	104,617,634
Unclaimed dividend		777,785	777,785
Provision for taxation - net		1,613,354	5,698,384
		126,718,482	143,344,762
Non-current liabilities			
Deposits on lease contracts		86,097,069	79,823,027
Deferred income tax	7	-	1,970,440
Employees' retirement benefit		1,897,783	1,825,412
		87,994,852	83,618,879
TOTAL LIABILITIES		214,713,334	226,963,641
NET ASSETS		75,192,116	71,153,003
REPRESENTED BY:			
Authorized share capital			
35,000,000 (30 June 2024: 35,000,000) ordinary shares of Rupees 10 each		350,000,000	350,000,000
Issued, subscribed and paid-up share capital			
21,500,000 (30 June 2024: 21,500,000) ordinary shares of Rupees 10 each		215,000,000	215,000,000
Statutory reserve		59,256,615	59,256,615
Accumulated loss		(199,064,499)	(203,103,612)
Shareholders' equity		75,192,116	71,153,003
CONTINGENCIES AND COMMITMENTS	8	75,192,116	71,153,003

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


MUHAMMAD TAHIR BUTT
 CHIEF EXECUTIVE OFFICER



KHURRAM ANWAR KHAWAJA
 DIRECTOR


MUHAMMAD FAISAL AZAM
 CHIEF FINANCIAL OFFICER

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE HALF YEAR ENDED 31 DECEMBER 2024**

NOTE	HALF YEAR ENDED		QUARTER ENDED		
	31 DECEMBER	31 DECEMBER	31 DECEMBER	31 DECEMBER	
	2024	2023	2024	2023	
	Rupees	Rupees	Rupees	Rupees	
REVENUE					
Income from lease operations	9	12,038,945	12,812,220	5,755,921	7,168,092
Other income		1,181,454	1,549,203	501,448	1,104,746
		13,220,399	14,361,423	6,257,369	8,272,838
EXPENDITURES					
Administrative and other operating expenses		(9,184,714)	(9,209,656)	(5,087,755)	(5,275,952)
Financial and other charges		(30,011)	(167,469)	(28,898)	(163,136)
Reversal of allowance for potential lease losses - net	4.1	10,491	51,122	10,491	8,283
		(9,204,234)	(9,326,003)	(5,106,162)	(5,430,805)
PROFIT BEFORE TAXATION		4,016,165	5,035,420	1,151,207	2,842,033
Taxation		22,948	(11,169,191)	509,991	(10,796,315)
PROFIT / (LOSS) AFTER TAXATION		4,039,113	(6,133,771)	1,661,198	(7,954,282)
Earnings / (loss) per share - basic and diluted		0.188	(0.285)	0.077	(0.370)

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


MUHAMMAD TAHIR BUTT
 CHIEF EXECUTIVE OFFICER



KHURRAM ANWAR KHAWAJA
 DIRECTOR


MUHAMMAD FAISAL AZAM
 CHIEF FINANCIAL OFFICER

**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED 31 DECEMBER 2024**

	Note	HALF YEAR ENDED	
		31 DECEMBER 2024	31 DECEMBER 2023
		Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	10	3,014,103	4,113,476
Finance cost paid		(30,011)	(17,102)
Income tax paid		(6,032,522)	(3,092,452)
Gratuity paid		(150,000)	-
NET CASH (USED IN) / GENERATED FROM OPERATING ACTIVITIES		<u>(3,198,430)</u>	<u>1,003,922</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Net investment in lease finance - net		(526,673)	(33,671,322)
Fixed assets - acquired		-	(12,500)
Profit on bank deposits received		805,693	355,484
NET CASH FROM / (USED IN) INVESTING ACTIVITIES		279,020	(33,328,338)
CASH FLOWS FROM FINANCING ACTIVITIES			
Deposits on lease contracts - net		627,417	20,395,547
Loan from Anwar Khawaja Industries (Private) Limited - Holding Company		5,500,000	15,000,000
Loan repaid to Anwar Khawaja Industries (Private) Limited - Holding Company		(12,000,000)	(13,000,000)
NET CASH (USED IN) / FROM FINANCING ACTIVITIES		<u>(5,872,583)</u>	<u>22,395,547</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS		(8,791,993)	(9,928,869)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		11,669,152	13,916,514
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		<u>2,877,159</u>	<u>3,987,645</u>

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


MUHAMMAD TAHIR BUTT
CHIEF EXECUTIVE OFFICER



KHURRAM ANWAR KHAWAJA
DIRECTOR


MUHAMMAD FAISAL AZAM
CHIEF FINANCIAL OFFICER

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED 31 DECEMBER 2024**

	HALF YEAR ENDED		QUARTER ENDED	
	31 DECEMBER	31 DECEMBER	31 DECEMBER	31 DECEMBER
	2024	2023	2024	2023
	Rupees	Rupees	Rupees	Rupees
PROFIT / (LOSS) AFTER TAXATION	4,039,113	(6,133,771)	1,661,198	(7,954,282)
OTHER COMPREHENSIVE INCOME :				
Items that will not be reclassified to profit or loss	-	-	-	-
Items that may be reclassified subsequently to profit or loss	-	-	-	-
TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD	4,039,113	(6,133,771)	1,661,198	(7,954,282)

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


MUHAMMAD TAHIR BUTT
 CHIEF EXECUTIVE OFFICER


KHURRAM ANWAR KHAWAJA
 DIRECTOR



MUHAMMAD FAISAL AZAM
 CHIEF FINANCIAL OFFICER


**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED 31 DECEMBER 2024**

	ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL	CAPITAL RESERVE		ACCUMULATED LOSS	SHAREHOLDERS' EQUITY
	Rupees	STATUTORY RESERVE	Rupees		Rupees
Balance as at 30 June 2023 (Audited)	215,000,000	59,256,615	(211,154,627)	63,101,988	
Loss for the half year ended 31 December 2023	-	-	(6,133,771)	(6,133,771)	
Other comprehensive income for the half year ended 31 December 2023	-	-	-	-	
Total comprehensive loss for the half year ended 31 December 2023	-	-	(6,133,771)	(6,133,771)	
Balance as at 31 December 2023 (Un-Audited)	215,000,000	59,256,615	(217,288,398)	56,968,217	
Profit for the half year ended 30 June 2024	-	-	13,895,855	13,895,855	
Other comprehensive income for the half year ended 30 June 2024	-	-	288,931	288,931	
Total comprehensive income for the half year ended 30 June 2024	-	-	14,184,786	14,184,786	
Balance as at 30 June 2024 (Audited)	215,000,000	59,256,615	(203,103,612)	71,153,003	
Profit for the half year ended 31 December 2024	-	-	4,039,113	4,039,113	
Other comprehensive income for the half year ended 31 December 2024	-	-	-	-	
Total comprehensive income for the half year ended 31 December 2024	-	-	4,039,113	4,039,113	
Balance as at 31 December 2024 (Un-Audited)	215,000,000	59,256,615	(199,064,499)	75,192,116	

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


MUHAMMAD TAHIR BUTT
 CHIEF EXECUTIVE OFFICER


KHURRAM ANWAR KHAWAJA
 DIRECTOR


MUHAMMAD FAISAL AZAM
 CHIEF FINANCIAL OFFICER

**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED 31 DECEMBER 2024**

1 LEGAL STATUS AND NATURE OF BUSINESS

Grays Leasing Limited (the Company) is a public limited Company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017). The Company's shares are listed on Pakistan Stock Exchange Limited. The Company is engaged in leasing business. It has been classified as a Non-Banking Finance Company (NBFC). Its registered office is situated at 701-A, 7th Floor, City Towers, 6-K, Main Boulevard, Gulberg-II, Lahore.

- 1.1 As on the reporting date, equity of the Company is Rupees 75,192,116. The Company as a non-deposit taking NBFi meets the minimum equity requirement of Rupees 50,000 million. During the period, the Company has sanctioned new leases of Rupees 49,413,801 and recovered Rupees 37,776,607 against gross investment in lease finance. Further, during the period, the Company earned income from lease operations of Rupees 12,038,945. Sponsors of the Company have sanctioned credit facility limit of Rupees 50,000,000 for working capital requirements. The sponsors of the Company have explicitly provided a commitment to provide the necessary support to the Company, if the need arises, to address any liquidity and minimum equity requirement to enable the Company to continue its business.

2 BASIS OF PREPARATION

- 2.1 These condensed 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;
- Provisions of and directives issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984; and
- Provisions of and directives issued under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

Where provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, and the NBFC Regulations differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984, the NBFC Rules, and the NBFC Regulations have been followed.

- 2.2 These condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 30 June 2024. These condensed interim financial statements are un-audited, however, have been subjected to limited scope review by the auditors and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and Section 237 of the Companies Act, 2017.

3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information and methods of computations adopted for the preparation of these condensed interim financial statements are the same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2024.

3.1 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these condensed 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 judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2024.

	Un-Audited 31 December 2024 Rupees	Audited 30 June 2024 Rupees
4 NET INVESTMENT IN LEASE FINANCE		
Lease rentals receivable	304,634,195	312,413,472
Add: Guaranteed residual value of leased assets	185,068,078	184,440,661
Gross investment in lease finance	489,702,273	496,854,133
Less: Unearned finance income	(70,556,119)	(77,526,081)
Net investment in lease finance	419,146,154	419,328,052
Less: Allowance for potential lease losses (Note 4.1)	(134,229,780)	(134,948,842)
Net investment in lease finance - net off provision	284,916,374	284,379,210
Less: Current maturity shown under current assets	(148,139,728)	(155,001,990)
	<u>136,776,646</u>	<u>129,377,220</u>

4.1 Allowance for potential lease losses

Opening balance	134,948,842	154,448,285
Add: Allowance for potential lease losses made during the period / year	312,677	-
Less: Reversal of allowance for potential lease losses during the period / year	(323,168)	(2,394,704)
Allowance for potential lease losses - net	(10,491)	(2,394,704)
Less: Written off against allowance for potential lease losses	(708,571)	(17,104,739)
Closing balance	<u>134,229,780</u>	<u>134,948,842</u>
	Un-Audited 31 December 2024 Rupees	Audited 30 June 2024 Rupees

5 FIXED ASSETS

Owned assets (Note 5.1)	<u>482,297</u>	<u>534,699</u>
-------------------------	----------------	----------------

5.1 Owned assets

Opening book value	534,699	655,512
Add: Cost of additions during the period / year (Note 5.1.1)	-	12,500
	534,699	668,012
Less: Depreciation charged during the period / year	(52,402)	(133,313)
Closing book value	<u>482,297</u>	<u>534,699</u>

5.1.1 Cost of additions during the period / year

Computer equipment	-	<u>12,500</u>
--------------------	---	---------------

	Un-Audited 31 December 2024 Rupees	Audited 30 June 2024 Rupees
6 LOANS FROM RELATED PARTY		
Anwar Khawaja Industries (Private) Limited - holding company (Note 6.1)	<u>20,500,000</u>	<u>27,000,000</u>

6.1 This unsecured loan is obtained from Anwar Khawaja Industries (Private) Limited - holding company for working capital requirements. This form part of total credit facilities of Rupees 50 million (30 June 2024: Rupees 50 million). This loan is interest free and is repayable till 30 June 2025.

6.2 As on the reporting date, un-utilized credit facility from related party comprise of Rupees 29,500 million (30 June 2024: Rupees 23.000 million).

	Un-Audited 31 December 2024 Rupees	Audited 30 June 2024 Rupees
7 DEFERRED INCOME TAX		

The net deferred income tax (asset) / liability comprised of temporary differences relating to:

Taxable temporary differences on:

Accelerated tax depreciation	69,528,626	73,267,896
------------------------------	------------	------------

Deductible temporary differences on:

Un-absorbed tax depreciation	(69,318,930)	(71,032,771)
Provision for gratuity	<u>(275,179)</u>	<u>(264,685)</u>
Net deferred income tax (asset) / liability	(65,483)	1,970,440
Deferred tax asset not recognised	65,483	-
	<u>-</u>	<u>1,970,440</u>

	Un-Audited 31 December 2024 Rupees	Audited 30 June 2024 Rupees
8 CONTINGENCIES AND COMMITMENTS		

8.1 Contingencies	<u>-</u>	<u>-</u>
--------------------------	----------	----------

8.2 Commitments		
------------------------	--	--

Commitment arising from lease of low value recognized on a straight-line basis as expense under the practical expedients applied by the Company with respect to IFRS 16. The amount of future payments under these leases and the period in which these payments will become due are as follows:

	Un-Audited 31 December 2024 Rupees	Audited 30 June 2024 Rupees
Not later than one year	<u>50,000</u>	<u>200,000</u>

(UN-AUDITED)

HALF YEAR ENDED		QUARTER ENDED	
31 DECEMBER 2024	31 DECEMBER 2023	31 DECEMBER 2024	31 DECEMBER 2023
Rupees	Rupees	Rupees	Rupees

9 INCOME FROM LEASE OPERATIONS

Finance lease income	11,776,860	12,656,768	5,513,836	7,089,083
Documentation charges	80,000	87,000	60,000	37,000
Additional lease rentals	182,085	68,452	182,085	42,009
	<u>12,038,945</u>	<u>12,812,220</u>	<u>5,755,921</u>	<u>7,168,092</u>

(UN-AUDITED)

HALF YEAR ENDED	
31 DECEMBER 2024	31 DECEMBER 2023
Rupees	Rupees

10. CASH GENERATED FROM OPERATIONS

Profit before taxation	4,016,165	5,035,420
------------------------	-----------	-----------

Adjustments for non-cash charges and other items:

Depreciation on fixed assets	52,402	54,751
Provision for gratuity	222,371	218,252
Finance cost	30,011	17,102
Workers welfare fund	-	150,367
Reversal of allowance for potential lease losses - net	(10,491)	(51,122)
Profit on bank deposits	(805,693)	(355,484)
Working capital changes (Note 10.1)	(490,662)	(955,810)
	<u>3,014,103</u>	<u>4,113,476</u>

Working capital changes

(Increase) / decrease in current assets:

Advances and prepayments	3,763	(194,478)
Sales tax recoverable	(99,800)	(73,911)
	(96,037)	(268,389)

Decrease in current liabilities:

Accrued and other liabilities	(394,625)	(687,421)
	<u>(490,662)</u>	<u>(955,810)</u>

11 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of holding company, associated undertakings, other related group companies, directors of the Company, Chief Executive Officer of the Company and key management personnel. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties is as follows:

Un-Audited			
HALF YEAR ENDED		QUARTER ENDED	
31 December 2024	31 December 2023	31 December 2024	31 December 2023
Rupees	Rupees	Rupees	Rupees

11.1 Transactions

Holding Company

Repayment of loan	12,000,000	13,000,000	12,000,000	13,000,000
Loan received	5,500,000	15,000,000	5,500,000	-
Rent expense of office building	150,000	150,000	75,000	75,000

Other Related Parties

Director / Chief Financial Officer / Executive

Remuneration	641,760	1,269,600	225,000	673,935
Advance against salary	100,000	-	90,000	-
Deduction of advance against salary	150,000	45,000	150,000	45,000
Received against finance lease	556,825	174,010	276,825	103,740

Un-Audited	Audited
31 December	30 June
2024	2024
Rupees	Rupees

11.2 Period end balances

Holding Company

Loan payable	20,500,000	27,000,000
--------------	------------	------------

Director / Chief Financial Officer / Executive

Advance against salary receivable	440,000	490,000
Net investment in lease finance	1,409,600	1,847,652
Deposit against lease contract	1,024,200	1,024,200

12 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 June 2024.

13 RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

Fair value hierarchy

Certain financial assets and financial liabilities are not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts. Judgements and estimates are made in determining the fair values of the financial instruments that are recognized and measured at fair value in these condensed interim financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company classify its financial instruments into the following three levels. However, as at the reporting date, the Company has no such type of financial instruments which are required to be grouped into these levels. These levels are explained as under:

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

14 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were approved by the Board of Directors and authorized for issue on 25 February 2025.

15 CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the condensed interim statement of financial position and condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of comprehensive income and condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been rearranged or reclassified wherever necessary for the purpose of comparison. However, no significant rearrangements or reclassifications have been made.

16 GENERAL

Figures have been rounded off to nearest of Rupee.



MUHAMMAD TAHIR BUTT
CHIEF EXECUTIVE OFFICER



KHURRAM ANWAR KHAWAJA
DIRECTOR



MUHAMMAD FAISAL AZAM
CHIEF FINANCIAL OFFICER

www.jamapunji.pk




**Be aware, Be alert,
Be safe**
Learn about investing at
www.jamapunji.pk

Key features:

- 📄 Licensed Entities Verification
- 📄 Scam meter*
- 🎮 Jamapunji games*
- 📄 Tax credit calculator*
- 🏢 Company Verification
- 📄 Insurance & Investment Checklist
- 🗨️ FAQs Answered
- 📈 Stock trading simulator (based on live feed from KSE)
- 📖 Knowledge center
- 📊 Risk profiler*
- 📊 Financial calculator
- 📧 Subscription to Alerts (event notifications, corporate and regulatory actions)
- 📱 Jamapunji application for mobile device
- 📖 Online Quizzes

 Jama Punji is an investor education initiative of Securities and Exchange Commission of Pakistan.

jamapunji.pk [@jamapunji_pk](https://twitter.com/jamapunji_pk)

*Mobile apps are also available for download for android and ios devices

**BOOK POST
U.P.C**

If undelivered please return to:

GRAYS LEASING LIMITED.

REGISTERED AND HEAD OFFICE

701-A, 7th Floor, City Towers

6-K, Main Boulevard, Gulberg-II, Lahore

Tel : (042) 35770381-82

Fax : (042) 35770389