

FIRST NATIONAL EQUITIES LIMITED

第一全国证券有限公司

2024

HALF YEARLY REPORT

半年报



(Un-audited) For the Period Ended
December 31, 2024

(未经审计) 期末 2024 年 12 月 31 日

www.fnetrade.com

Contents

Vision	03
Mission	04
Company Information	05
Directors' Review Report	06

Financial Statements

Condensed Interim Statement of Financial Position (Un-Audited)	16
Condensed Interim Statement of Profit or Loss (Un-Audited)	17
Condensed Interim Statement of Comprehensive Income (Un-Audited)	18
Condensed Interim Statement of Changes in Equity (Un-Audited)	19
Condensed Interim Cash Flow Statement (Un-Audited)	20
Notes to The Condensed Interim Financial Statements (Un-Audited)	21
Branch Network	26



VISION

Connecting people

ideas and capital

we will be our clients'

First Choice

for achieving their

financial aspirations



MISSION

“We will put interest of our stakeholders above our own; and measure our success by how much we help them in achieving theirs”.



COMPANY INFORMATION

Board of Directors:

- | | |
|-------------------------|-------------------|
| 1. Mr. Adnan Amjad Khan | Director/Chairman |
| 2. Mr. Amir Shehzad | Director |
| 3. Mr. Abid Yousaf | Director |
| 4. Mr. Muhammad Bilal | Director |
| 5. Ms. Ayesha Anam | Director |
| 6. Mr. Zeeshan Tahir | Director |

Legal Advisor:

Chaudhry Law Company

Shares Registrar:

CorpTec Associates (Pvt.) Limited
503-E, Johar Town, Lahore
Tel: 92-042-35170336-7
Fax: 92-042-35170338

Chief Executive Officer (Acting):

Mr. Amir Shehzad

Bankers:

Bank AL Habib Limited
Bank Alfalah Limited
Bank Makramah Limited
(Formerly: Summit Bank Limited)
The Bank of Punjab

Audit Committee:

- | | |
|-------------------------|-----------|
| 1. Mr. Muhammad Bilal | Chairman |
| 2. Mr. Abid Yousaf | Member |
| 3. Mr. Adnan Amjad Khan | Member |
| 4. Mr. Arslan Tahir | Secretary |

HR & Remuneration Committee:

- | | |
|----------------------|-----------|
| 1. Mr. Zeeshan Tahir | Chairman |
| 2. Ms. Ayesha Anam | Member |
| 3. Mr. Arslan Tahir | Secretary |

Registered Office:

FNE House, 179-B, Abu Bakar
Block, New Garden Town, Lahore.
Tel: 042-35843721-27
Fax: 042-35843730

Company Secretary:

Mr. Arslan Tahir

Chief Financial Officer (Acting):

Mr. Arslan Tahir

Auditors:

Tariq Abdul Ghani & Co.
Chartered Accountants, Lahore.



DIRECTORS' REPORT

On behalf of Board of Directors of First National Equities Limited ("the Company"), we are pleased to share the results of Company for the half year ended December 31, 2024.

A. GENERAL ECONOMIC REVIEW AND FUTURE PROSPECTS:

Pakistan economy has demonstrated sustained positive developments during Jul-Nov FY2025, indicating an optimistic outlook for the ongoing fiscal year. Macroeconomic fundamentals have strengthened, marked by a further deceleration in CPI inflation with stable food prices, effective fiscal consolidation resulting in fiscal surplus, current account surplus supported by increased exports and remittances, and an accommodative monetary policy stance. These developments have bolstered the business and consumer confidence, reflected in significant private sector credit uptake and a sharp rise in the Pakistan Stock Exchange. Prudent fiscal management and strategic reforms are paving the way for sustainable economic growth.

To achieve the target of FY2025 and sustain economic recovery, the government is cognizant to achieve the crop production targets by facilitating the farmers to achieve the desired production level. However, weather conditions may pose challenges, as below-normal rainfall may lead to water stress during the critical emerging stage of Rabi crops like wheat and barley, especially in rain-fed agricultural zones. At industrial front, despite challenges in certain sectors that remain in negative territory, the economy's resilience is underscored by the robust performance of high-weighted sectors, which continue to drive LSM in October. Further, the automobile and cement sectors exhibited strong performance in November, providing a critical boost to their allied industries. The potential ripple effect and the interconnectedness of industrial sectors may reinforce a broader growth trajectory. Moreover, the further easing of monetary policy in December is expected to stimulate economic activity. The rising demand for credit, especially from private sector, is a positive signal of growing confidence in the economy. This momentum is poised to accelerate, fostering higher production levels and enhanced economic output in the coming months. At external front, it is expected that hard-earned stability will continue on the back of remittances and exports inflows with decent imports. This will be complemented with exchange rate stability and contained inflation – which is anticipated to remain within the range of 4.0-5.0 percent for December 2024. Moreover, improved fiscal performance during Jul-Oct, driven by higher



revenues and prudent expenditure management, is expected to create fiscal space for development spending and support sustainable economic growth, going forward.

B. OPERATING FINANCIAL RESULTS:

Following is the financial summary of comparative results:

Particulars	For Half Year Ended	
	December 31, 2024	December 31, 2023
Revenue	5,678,883	19,772,077
Operating Profit	21,334,392	15,130,685
(Loss)/profit after taxation	(6,312,264)	(24,643,570)
Basic (loss)/earning per share	(0.02)	(0.09)

C. GOING FORWARD:

The management is monitoring its resources and making earnest efforts to reap the maximum benefits from them for its worthy shareholders. This involves optimizing revenue generation by adoption of efficient and effective operating procedure/system such as eClear etc. In order to maximize shareholder's return in future, company is in process to diversify and invest in various other projects.

The Board of Directors also wishes to express its gratefulness to the shareholders for their continued support and to all their employees for their ongoing dedication and commitment to the company.

D. APPRECIATION AND ACKNOWLEDGEMENT:

The board of First National Equities Limited feels honored on the continued support and appreciation of SECP, PSX, NCCPL, CDC and other regulatory bodies. And of all shareholders and customers of the company for their trust, and our employees for their continuous dedication and commitment.



For and on behalf of Board of Directors;

A handwritten signature in black ink, appearing to be 'Hassan', written over a horizontal line.

Director / CEO

February 28, 2025
Lahore.

ڈائریکٹرز کی رپورٹ

فرسٹ نیشنل ایکویٹیٹیز لمیٹڈ کے بورڈ آف ڈائریکٹرز ("کمپنی") کی جانب سے، ہمیں 31 دسمبر 2024 کو ختم ہونے والے ششماہی کے لیے کمپنی کے نتائج بتاتے ہوئے خوشی ہو رہی ہے۔

عمومی اقتصادی جائزہ اور مستقبل کے امکانات:

پاکستان کی معیشت نے جولائی تا نومبر مالی سال 2025 کے دوران مسلسل مثبت پیش رفت کا مظاہرہ کیا ہے، جو جاری مالی سال کے لیے ایک پر امید نقطہ افراط زر میں مزید کمی، CPI نظر کی نشاندہی کرتا ہے۔ میکرو اکنامک بنیادی اصولوں کو تقویت ملی ہے، جس کی نشاندہی خوراک کی مستحکم قیمتوں کے ساتھ مؤثر مالی استحکام جس کے نتیجے میں مالیاتی سرپلس، کرنٹ اکاؤنٹ سرپلس میں اضافہ برآمدات اور ترسیلات زر کی مدد سے ہوا ہے، اور ایک موافق مانیٹری پالیسی موقف ہے۔ ان پیش رفتوں نے کاروبار اور صارفین کے اعتماد کو تقویت بخشی ہے، جس کی عکاسی نجی شعبے کے اہم قرضوں میں اضافے اور پاکستان اسٹاک ایکسچینج میں تیزی سے ہوئی ہے۔ ہوشیار مالیاتی انتظام اور تزویراتی اصلاحات پائیدار اقتصادی ترقی کی راہ ہموار کر رہے ہیں۔

مالی سال 2025 کے ہدف کو حاصل کرنے اور معاشی بحالی کو برقرار رکھنے کے لیے، حکومت کاشتکاروں کو مطلوبہ پیداواری سطح حاصل کرنے میں سہولت فراہم کرتے ہوئے فصلوں کے پیداواری اہداف حاصل کرنے کے لیے آگاہ ہے۔ تاہم، موسمی حالات چیلنجز کا باعث بن سکتے ہیں، کیونکہ معمول سے کم بارش ربيع کی فصلوں جیسے گندم اور جو کے اہم ابھرتے ہوئے مرحلے کے دوران پانی کے دباؤ کا باعث بن سکتی ہے، خاص طور پر بارش پر مبنی زرعی علاقوں میں۔ صنعتی محاذ پر، بعض شعبوں میں چیلنجز کے باوجود جو منفی علاقے میں رہتے ہیں، معیشت کی چمک کو زیادہ وزن والے شعبوں کی مضبوطی کو آگے بڑھاتے ہیں۔ مزید، آٹوموبائل اور سیمنٹ کے شعبوں نے نومبر میں مضبوط کارکردگی کا LSM کارکردگی سے واضح کیا جاتا ہے، جو اکتوبر میں مظاہرہ کیا، جس سے ان کی متعلقہ صنعتوں کو ایک اہم فروغ ملا۔ ممکنہ لہر کا اثر اور صنعتی شعبوں کا آپس میں جڑنا ایک وسیع تر ترقی کی رفتار کو تقویت دے سکتا ہے۔ مزید برآں، دسمبر میں مانیٹری پالیسی میں مزید نرمی کی توقع ہے کہ اقتصادی سرگرمیوں کو تحریک ملے گی۔ قرض کی بڑھتی ہوئی مانگ، خاص طور پر نجی شعبے سے، معیشت میں بڑھتے ہوئے اعتماد کا ایک مثبت اشارہ ہے۔ یہ رفتار تیز ہونے کے لیے تیار ہے، آنے والے مہینوں میں پیداوار کی اعلیٰ سطحوں اور بہتر اقتصادی پیداوار کو فروغ دے گی۔ بیرونی محاذ پر، یہ توقع کی جاتی ہے کہ ترسیلات زر اور برآمدات میں معقول درآمدات کے ساتھ سخت محنت سے حاصل ہونے والا استحکام برقرار رہے گا۔ یہ شرح مبادلہ کے استحکام اور مہنگائی پر مشتمل ہوگی۔ جس کے دسمبر 2024 کے لیے 4.0-5.0 فیصد کی حد میں رہنے کی توقع ہے۔ مزید برآں، جولائی-اکتوبر کے دوران بہتر مالیاتی کارکردگی، زیادہ محصولات اور محتاط اخراجات کے انتظام کی وجہ سے، توقع کی جاتی ہے کہ ترقیاتی اخراجات کے لیے مالی گنجائش پیدا ہوگی اور اقتصادی ترقی کو آگے بڑھانے میں مدد ملے گی۔

آپریٹنگ مالیاتی نتائج:

تفصیلی نتائج کا مالی خلاصہ درج ذیل ہے:

تفصیلات	ختم ہونے والے نصف سال کے لیے	
	31 دسمبر 2024	31 دسمبر 2023
آمدنی	5,678,883	19,772,077
آپریٹنگ منافع	21,334,392	15,130,685
(نقصان)/ ٹیکسیشن کے بعد منافع	(6,312,264)	(24,643,570)
بنیادی (نقصان)/ کمائی فی شیئر	(0.02)	(0.09)

آگے بڑھنا:

انتظامیہ اپنے وسائل کی نگرانی کر رہی ہے اور اپنے لائق شیئر ہولڈرز کے لیے ان سے زیادہ سے زیادہ فوائد حاصل کرنے کی بھرپور کوشش کر رہی ہے۔ وغیرہ کو اپنا کرریونیوزیشن کو بہتر بنانا شامل ہے۔ مستقبل میں شیئر ہولڈر کی واپسی کو eClear اس میں موثر اور موثر آپریٹنگ طریقہ کار / نظام جیسے کہ زیادہ سے زیادہ کرنے کے لیے، کمپنی مختلف دیگر پروجیکٹس میں تنوع اور سرمایہ کاری کرنے کے عمل میں ہے۔

بورڈ آف ڈائریکٹرز حصص یافتگان کے مسلسل تعاون کے لیے اور اپنے تمام ملازمین کی کمپنی کے لیے مسلسل لگن اور وابستگی کے لیے اظہار تشکر کرنا چاہتا ہے۔

تعریف اور اعتراف:

اور دیگر ریگولیٹری اداروں کی مسلسل حمایت اور تعریف پر فخر محسوس CDC، NCCPL، PSX، SECP، فرسٹ نیشنل ایکوئٹیٹی لمیٹڈ کا بورڈ کرتا ہے۔ اور کمپنی کے تمام شیئرز ہولڈرز اور صارفین کو ان کے اعتماد کے لیے، اور ہمارے ملازمین کو ان کی مسلسل لگن اور عزم کے لیے۔

بورڈ آف ڈائریکٹرز کی جانب سے؛



ڈائریکٹر / سی ای او

28 فروری 2025

لاہور۔



董事报告

我们代表 First National Equities Limited (“公司”) 董事会，很高兴分享公司截至 2024 年 12 月 31 日的半年度业绩

A. 总体经济回顾和未来展望：

2025 财年 7 月至 11 月，巴基斯坦经济表现出持续积极发展，表明本财年前景乐观。宏观经济基本面有所加强，其特点是消费者物价指数通胀进一步放缓，食品价格稳定，有效的财政整顿带来财政盈余，出口和汇款增加支持经常账户盈余，以及宽松的货币政策立场。这些发展提振了企业和消费者的信心，反映在私营部门信贷的大量吸收和巴基斯坦证券交易所的大幅上涨。审慎的财政管理和战略改革正在为可持续经济增长铺平道路。

为了实现 2025 财年的目标并维持经济复苏，政府认识到通过帮助农民达到理想的生产水平来实现农作物生产目标。然而，天气条件可能会带来挑战，因为降雨量低于正常水平可能会导致小麦和大麦等拉比作物的关键萌芽阶段出现水分胁迫，特别是在雨养农业区。在工业方面，尽管某些行业仍面临负值挑战，但高权重行业的强劲表现凸显了经济的韧性，这些行业继续推动 10 月份的 LSM。此外，汽车和水泥行业在 11 月份表现强劲，为其相关行业提供了重要推动力。潜在的连锁反应和工业部门的相互联系可能会加强更广泛的增长轨迹。此外，12 月份货币政策进一步宽松预计将刺激经济活动。对信贷的需求不断增长，尤其是来自私营部门的信贷需求，是对经济信心增强的积极信号。这一势头有望加速，在未来几个月促进更高的生产水平和经济产出



。在外部方面，预计在汇款和出口流入以及大量进口的支持下，来之不易的稳定将继续下去。汇率稳定和通胀控制将对此予以补充——预计到 2024 年 12 月通胀将保持在 4.0-5.0% 的范围内。此外，在收入增加和审慎支出管理的推动下，7 月至 10 月财政表现有所改善，预计将为发展支出创造财政空间，并支持未来的可持续经济增长。

B. 经营财务业绩：

以下是比较结果的财务摘要：

细节	半年结束	
	2024 年 12 月 31 日	2023 年 12 月 31 日
收入	5,678,883	19,772,077
营业利润	21,334,392	15,130,685
税后（亏损）/利润	(6,312,264)	(24,643,570)
每股基本（亏损）/盈利	(0.02)	(0.09)

C. 展望未来：

管理层正在监控其资源，并认真努力为值得尊敬的股东从中获取最大利益。这涉及通过采用高效且有效的运营程序/系统（例如 eClear 等）来优化收入产生。为了在未来实现股东回报最大化，公司正在多元化并投资于各种其他项目。

董事会还谨向股东的持续支持以及全体员工对公司的持续奉献和承诺表示感谢。



D. 赞赏和致谢:

First National Equities Limited 董事会对 SECP、PSX、NCCPL、CDC 和其他监管机构的持续支持和赞赏感到荣幸。感谢所有股东和客户对公司的信任，以及我们员工的持续奉献和承诺。

代表董事会；

A handwritten signature in black ink, appearing to be 'H. H. H.', is written above a horizontal line.

董事/首席执行官

2025 年 2 月 28 日

拉合尔。

**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF FIRST NATIONAL
EQUITIES LIMITED ON REVIEW OF INTERIM FINANCIAL STATEMENTS****Introduction**

We have reviewed the accompanying condensed interim statement of financial position of First National Equities Limited as at December 31, 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 six-months 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 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.

The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the quarter ended December 31, 2024 and 2023 have not been reviewed, as we are required to review only the cumulative figures for the six months ended December 31, 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 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 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.

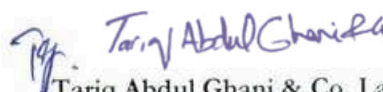
Emphasis of Matter

We draw attention to Note 1.1 of the condensed interim financial statements, which states that First National Equities Limited (the Company) has applied to the Securities and Exchange Commission of Pakistan (SECP) for the conversion of its license from Self Clearing Broker category to Trading Only Broker category. Furthermore, due to the non-submission of monthly Liquid Capital Statement in accordance with the requirement of Securities Brokers (Licensing & Operations) Regulations, 2016, the trading facilities of FNEL have been restricted temporarily since September, 2024. This matter may have a significant impact on the Company's operations and financial position. Our conclusion is not modified in respect of this matter.

The engagement partner on the review resulting in this independent auditor's review report is Mr. Muhammad Safder.

Dated: February 28, 2025

UDIN: RR20241023370yS3tQRq


Tariq Abdul Ghani & Co. Lahore
Chartered Accountants

FIRST NATIONAL EQUITIES LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT DECEMBER 31, 2024


	Note	(Un-Audited) December 31, 2024	(Audited) June 30, 2024
------(Rupees)-----			
NON CURRENT ASSETS			
Property and equipment	7	35,051,666	35,423,755
Intangible assets	8	23,834,771	23,834,771
Long-term other receivable		15,728,614	27,399,082
Investment in associate	9	72,181,394	72,181,394
Strategic investment	10	1,069,221,476	1,069,221,476
Long-term deposits		1,602,400	1,602,400
		1,217,620,321	1,229,662,878
CURRENT ASSETS			
Short-term investments	11	60,609,817	31,768,361
Trade debts	12	131,044,956	148,972,633
Loans and advances		1,873,011	1,301,969
Trade deposits and short-term prepayments	13	2,802,192	7,016,256
Other receivables		154,340,778	134,685,218
Advance tax-net		26,482,312	26,322,296
Cash and bank balances	14	288,686,215	274,337,920
		665,839,281	624,404,653
Total Assets		1,883,459,602	1,854,067,531
NON CURRENT LIABILITIES			
Long-term financing	15	198,370,238	198,076,436
Loan from sponsor	16	155,175,000	155,175,000
Deferred taxation		23,725,748	26,852,841
		377,270,986	380,104,277
CURRENT LIABILITIES			
Trade and other payables	17	292,429,433	283,626,763
Unclaimed dividend		1,399,397	1,399,397
Current portion of long-term financing	15	54,926,000	42,734,000
Provident fund payable		762,312	544,764
		349,517,142	328,304,924
Total Liabilities		726,788,128	708,409,201
Contingencies and commitments	18	-	-
Net Assets		1,156,671,474	1,145,658,330
REPRESENTED BY:			
Authorized share capital	19	5,000,000,000	5,000,000,000
Issued, subscribed and paid-up share capital	19	2,672,863,310	2,672,863,310
Discount on right shares		(1,508,754,317)	(1,508,754,317)
Accumulated loss		(27,587,769)	(21,275,505)
		1,136,521,224	1,142,833,488
Unrealized gain on re-measurement of investments classified at fair value through OCI		20,150,250	2,824,842
		1,156,671,474	1,145,658,330

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

Chief Executive Officer

Chief Financial Officer

Director

FIRST NATIONAL EQUITIES LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE PERIOD ENDED DECEMBER 31, 2024



Note	Six Months Period Ended		Three Months Period Ended		
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023	
----- (Rupees) -----					
Operating revenue	20	5,678,883	19,772,077	-	15,247,547
Realized loss on sale of investments		(327,957)	(4,152,897)	(2,376,652)	(6,913,149)
Unrealized gain/(loss) on re-measurement of investments classified at fair value through profit or loss - net		15,983,466	(488,495)	16,304,939	193,287
Operating profit		21,334,392	15,130,685	13,928,287	8,527,685
Administrative expenses		(26,279,167)	(33,303,921)	(4,383,450)	(16,281,271)
Finance cost		(12,513,886)	(12,164,992)	(6,643,934)	(6,133,291)
Other operating expenses		(1,249,469)	(10,044,322)	(910,184)	(9,648,307)
Other operating income		9,350,836	11,195,314	4,410,677	6,131,587
(Loss)/profit before final taxes and income taxes		(9,357,294)	(29,187,236)	6,401,396	(17,403,597)
Taxation-Final tax / Minimum tax	21	(82,063)	(664,370)	(3,093)	(596,502)
(Loss)/profit before income tax		(9,439,357)	(29,851,606)	6,398,303	(18,000,099)
Taxation-Income tax					
Current- For the year		-	-	-	-
- Prior year		-	-	-	-
Deferred tax income	21	3,127,093	5,208,036	3,682,898	1,986,235
(Loss)/profit after income tax		(6,312,264)	(24,643,570)	10,081,201	(16,013,864)
Loss per share- basic and diluted		(0.02)	(0.09)	0.04	(0.06)

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

Chief Executive Officer

Chief Financial Officer

Director

FIRST NATIONAL EQUITIES LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE PERIOD ENDED DECEMBER 31, 2024



	Six Months Period Ended		Three Months Period Ended	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
(Loss)/profit after taxation	(6,312,264)	(24,643,570)	10,081,201	(16,013,864)
Items that will not be reclassified subsequently to profit or loss				
Unrealized gain during the year in the market value of investments classified at fair value through OCI-net of tax	17,325,408	4,388,229	17,335,310	3,220,977
Other comprehensive income for the period	17,325,408	4,388,229	17,335,310	3,220,977
Total comprehensive income/(loss) for the period	11,013,144	(20,255,341)	27,416,511	(12,792,887)

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

Chief Executive Officer

Chief Financial Officer

Director

FIRST NATIONAL EQUITIES LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE PERIOD ENDED DECEMBER 31, 2024



	Issued, subscribed and paid-up capital	Discount on issue of right shares	Accumulated loss	Unrealized surplus / (deficit) on re- measurement of investments measured at FVOCI	Total
	-----Rupees-----				
Balance as at July 1, 2023 (Audited)	2,672,863,310	(1,508,754,317)	27,047,597	(1,338,583)	1,189,818,007
Loss after taxation for the six months ended December 31, 2023	-	-	(24,643,570)	-	(24,643,570)
Other comprehensive income for the period	-	-	-	4,388,229	4,388,229
Transferred from unrealized surplus / (deficit) on re-measurement of investments measured at FVOCI	-	-	3,149,631	(3,149,631)	-
Balance as at December 31, 2023 (Un-audited)	2,672,863,310	(1,508,754,317)	5,553,658	(99,985)	1,169,562,666
Loss after taxation for the six months ended June 30, 2024	-	-	(26,829,091)	-	(26,829,091)
Other comprehensive income for the period	-	-	-	2,924,827	2,924,827
Balance as at June 30, 2024 (Audited)	2,672,863,310	(1,508,754,317)	(21,275,505)	2,824,842	1,145,658,330
Balance as at July 01, 2024 (Audited)	2,672,863,310	(1,508,754,317)	(21,275,505)	2,824,842	1,145,658,330
Loss after taxation for the six months ended December 31, 2024	-	-	(6,312,264)	-	(6,312,264)
Other comprehensive income for the period	-	-	-	17,325,408	17,325,408
Balance as at December 31, 2024 (Un-audited)	2,672,863,310	(1,508,754,317)	(27,587,769)	20,150,250	1,156,671,474

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

Chief Executive Officer

Chief Financial Officer

Director

FIRST NATIONAL EQUITIES LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE PERIOD ENDED DECEMBER 31, 2024



Note	Six Months Period Ended	
	December 31, 2024	December 31, 2023
------(Rupees)-----		
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before final taxes and income taxes	(9,357,294)	(29,187,236)
Adjustments for non cash items:		
Depreciation	7 372,089	460,869
Realized loss on sale of investments	327,957	4,152,897
Unrealized loss/(gain) on re-measurement of investments classified at fair value through profit or loss - net	11.2 (15,983,466)	488,495
Finance cost	12,513,886	12,164,992
Loss on disposal of long term investment	-	8,361,300
Dividend income	20 -	(2,937,041)
Amortization income	(8,329,532)	(10,125,195)
	(11,099,066)	12,566,317
Changes in working capital	(20,456,360)	(16,620,919)
Decrease / (increase) in current assets		
Trade debts	12 17,927,677	(43,325,911)
Loans and advances	(571,042)	(5,020,746)
Trade deposits and short-term prepayments	13 4,214,064	(38,008,664)
Long-term other receivable	700,000	5,686,036
Other receivables	(355,560)	(22,271,459)
	21,915,139	(102,940,744)
(Decrease) / increase in current liabilities		
Provident fund payable	217,548	233,811
Trade and other payables	8,802,670	86,680,005
	9,020,218	86,913,816
Cash (utilized in) / generated from operations	10,478,997	(32,647,847)
Finance cost paid	(28,084)	(647,217)
Income tax paid	(242,079)	(727,246)
Net cash (utilized in) / generated from operating activities	10,208,834	(34,022,310)
CASH FLOWS FROM INVESTING ACTIVITIES		
(Purchase)/sale of marketable securities	4,139,461	(10,989,948)
Proceeds from sale of long term investment	-	45,519,045
Dividend received	-	2,937,041
Net cash generated from / (utilized in) investing activities	4,139,461	37,466,138
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long-term loans	-	(1,000,000)
Net cash utilized in financing activities	-	(1,000,000)
Net increase/(decrease) in cash and cash equivalents	14,348,295	2,443,828
Cash and cash equivalents at the beginning of the period	274,337,920	279,093,298
Cash and cash equivalents at the end of the period	288,686,215	281,537,126

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

Chief Executive Officer

Chief Financial Officer

Director



1 THE COMPANY AND ITS OPERATIONS

First National Equities Limited ("the Company") is a public listed company incorporated in Pakistan under the Companies Ordinance, 1984 (now the Companies Act, 2017). Shares of the Company are quoted on the Pakistan Stock Exchange Limited ("PSX"). The registered office of the Company is situated at 179-B, AbuBakar Block, New Garden Town, Lahore.

The Company is a holder of Trading Rights Entitlement Certificate ("TREC") of Pakistan Stock Exchange Limited. The principal activities of the Company include shares brokerage, consultancy services and portfolio investment.

The Company's branch network consists of the following branches:

Lahore Branch	Office No. 3, 179 Abu Bakar Block, New Garden Town, Lahore.
Rawalpindi Branch	Office No. 329-330, Third Floor, Rania Mall, Saddar Cantt., Rawalpindi.
Gujrat Facilitation Center	Office No. 5, Ground Floor, Raja Plaza Near Pakistan Chowk, Gujrat.

- 1.1** First National Equities Limited (the "Company") previously operated as a Self-Clearing Broker and on July 25, 2024 the Company initially applied to the Securities and Exchange Commission of Pakistan (SECP) to convert its license from Self Clearing Broker category to Trading Only Broker category. On September 19, 2024, due to non-submission of monthly Liquid Capital Statement as of August 31, 2024 in accordance with the requirement of clause 6(3) of the Securities Broker (Licensing and Operations) Regulations, 2016, the trading facilities of FNE have been restricted temporarily. As of the reporting date, the Company's application remains under review by the SECP, and a final decision is pending.

2 STATEMENT OF COMPLIANCE

- 2.1** These condensed interim financial statements ("the interim financial statements") have been prepared in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard 34: 'Interim Financial Reporting' (IAS 34), 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 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 Act will prevail.

This condensed interim financial information does not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2024.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention, except for the following material items:

- Investments in quoted equity securities (whether measured at fair value through profit or loss, or at fair value through other comprehensive income), which are carried at fair value;
- Investments in unquoted equities, measured at fair value through profit or loss;
- Investments in associate, which are recorded in accordance with the equity method of accounting for such investments; and
- Derivative financial instruments, which are marked-to-market as appropriate under relevant accounting and reporting standards.

2.3 Functional and presentation currency

Items included in these condensed interim financial statements are measured using the currency of the primary economic environment in which the Company operates. The condensed interim financial statements are presented in Pakistani Rupees, which is the Company's functional and presentation currency, unless otherwise stated. All the figures have been rounded off to the nearest rupee.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of annual published financial statements of the company for the year ended June 30, 2024.

In addition, certain amendments to existing accounting and reporting standards as well as new interpretations became effective for periods beginning on or after July 1, 2024. However, such amendments or interpretations are either not relevant to or do not have a significant impact on these condensed interim financial statements.

4 ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of the condensed interim financial information in conformity with approved accounting standards requires management to make estimates and assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

Judgments and estimates made by management in the preparation of these condensed interim financial statements are the same as those applied to the preceding annual published financial statements of the Company for the year ended June 30, 2024.

5 FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Company are consistent with those disclosed in the audited financial statements of the Company for the year ended June 30, 2024.

6 METHOD OF ACCOUNTING

Company adopts 'settlement date accounting' as its method of accounting.

**7 PROPERTY AND EQUIPMENT**

	(Un-Audited) December 31, 2024	(Audited) June 30, 2024
	------(Rupees)-----	
Opening book value	35,423,755	36,325,367
Additions during the period	-	-
Disposals during the period	-	-
Depreciation charged during the period	(372,089)	(901,612)
Closing book value	<u>35,051,666</u>	<u>35,423,755</u>

8 INTANGIBLE ASSETS

	(Un-Audited) December 31, 2024	(Audited) June 30, 2024
	------(Rupees)-----	
Trading Right Entitlement Certificate (TREC) from Pakistan Stock Exchange Limited	2,500,000	2,500,000
License to use Room at Pakistan Stock Exchange Limited	20,019,771	20,019,771
Building tenancy rights	1,315,000	1,315,000
	<u>23,834,771</u>	<u>23,834,771</u>

9 INVESTMENT IN ASSOCIATE

	(Un-Audited) December 31, 2024	(Audited) June 30, 2024
	------(Rupees)-----	
Investment in Coastal Company Limited	72,181,394	74,742,567
Share of loss from associate	-	(2,561,173)
	<u>72,181,394</u>	<u>72,181,394</u>

10 STRATEGIC INVESTMENT

	(Un-Audited) December 31, 2024	(Audited) June 30, 2024
	------(Rupees)-----	
Investment in KingBhai Digisol (Pvt.) Limited	<u>1,069,221,476</u>	<u>1,069,221,476</u>

As part of the Company's strategy to effectively deploy capital in order to deliver returns to investors in an otherwise depressed economic environment, the Company capitalized on an opportunity to invest in KingBhai Digisol (Pvt.) Limited ("KingBhai"), a technology-enabled business operating in the real estate and technology services sectors. Given the growth trajectory of these sectors and the Company's assessment of the service gap in the sectors, the Company's expects the investment to yield returns through investment value appreciation as well as dividends.

11 SHORT-TERM INVESTMENTS

	Note	(Un-Audited) December 31, 2024	(Audited) June 30, 2024
		------(Rupees)-----	
At FVOCI	11.1	29,352,673	14,294,890
At FVTPL	11.2	31,257,144	17,473,471
		<u>60,609,817</u>	<u>31,768,361</u>

11.1 Equity investments at fair value through other comprehensive income

Average cost	9,202,423	11,470,048
Unrealized gain on re-measurement of investments	20,150,250	2,824,842
Closing carrying value	<u>29,352,673</u>	<u>14,294,890</u>

11.2 Equity investments at fair value through profit or loss

Average cost	15,273,678	21,858,735
Unrealized gain/(loss) on re-measurement of investments	15,983,466	(4,385,264)
Closing carrying value	<u>31,257,144</u>	<u>17,473,471</u>

11.3 Securities having market value of Rs. 54.010 million (June 30, 2024: Rs. 28.730 million) have been pledged with Pakistan Stock Exchange and National Clearing Company of Pakistan Limited to meet trading requirements.



12 TRADE DEBTS

Considered good
Considered doubtful

Less: Provision for doubtful debts

Note	(Un-Audited) December 31, 2024	(Audited) June 30, 2024
------(Rupees)-----		
12.1	131,044,956	148,972,633
	218,400,607	218,400,607
	349,445,563	367,373,240
	(218,400,607)	(218,400,607)
	131,044,956	148,972,633

- 12.1 The Company holds securities having total fair value of Rs 2,523.929 million (June 30 2024: Rs. 2,257.973 million) owned by its clients as collateral against trade debts.
12.2 This includes Rs. 17.852 million (June 30 2024: Rs. 32.355 million) due from related parties and maximum aggregate amount outstanding at any time during the period from related parties was Rs. 34.629 million (June 30 2024 : Rs. 141.524 million)

13 TRADE DEPOSITS AND SHORT-TERM PREPAYMENTS

Exposure deposits

(Un-Audited) December 31, 2024	(Audited) June 30, 2024
------(Rupees)-----	
2,802,192	7,016,256

14 CASH AND BANK BALANCES

This includes customer assets amounting Rs. 140.680 million (June 30, 2024: Rs. 124.57 million).

15 LONG-TERM FINANCING

From banking companies - secured Bank Alfalah Limited
The Bank of Punjab
Other loans

Less: Current portion of long-term financing

Note	(Un-Audited) December 31, 2024	(Audited) June 30, 2024
------(Rupees)-----		
15.1	86,574,731	79,531,850
15.2	151,771,406	146,328,485
	14,950,101	14,950,101
	253,296,238	240,810,436
	(54,926,000)	(42,734,000)
	198,370,238	198,076,436

- 15.1 The Company obtained financing from Bank Alfalah Limited ("BAF") for working capital requirements and in order to improve liquidity. The liability was restructured / rescheduled vide an agreement dated June 08, 2020. Under the terms of the restructuring, multiple loan tranches were merged. The restructured loan liability, which is interest-free, has been recognized at the present value of future payments, discounted at the KIBOR, and the related present value gains/(losses) were recognized in the statement of profit or loss. The related notional expense is being amortized over the term of the liability (from December 2020 to June 2027). This facility is secured against pledged shares of different companies, hypothecation charge over present and future receivables of the company and personal guarantee of directors/mortgagors of the company.

- 15.2 Financing from the Bank of Punjab has been restructured/rescheduled vide an offer letter dated December 22, 2021, wherein the Bank has agreed to settle the previous running finance facility amounting Rs. 200 million through restructuring/rescheduling on the following terms and conditions:

Outstanding principle amounting to Rs. 97.504 million will be repaid in 48 quarterly instalments starting from March 31, 2022 till December 2033 with a down payment of Rs. 0.850 million. Future COF bearing mark-up quarterly at the rate advised by SBP from time to time will be waived/ written off at tail end subject to regular repayment of entire outstanding principle without any default.

Outstanding past mark-up amounting to Rs. 103.198 million bears no future mark-up. This balance of Rs. 103.198 million will be waived/written off at the tail end subject to no default.

The restructured loan liability, which is interest-free, has been recognized at the present value of future payments, discounted at the cost of funds defined by Bank, and the related present value gains/(losses) were recognized in the statement of profit or loss.

16 LOAN FROM SPONSOR

Loan from sponsors - Subordinated

Less: current portion

Note	(Un-Audited) December 31, 2024	(Audited) June 30, 2024
------(Rupees)-----		
16.1	155,175,000	155,175,000
	155,175,000	155,175,000
	-	-
	155,175,000	155,175,000

- 16.1 The loan has been obtained for working capital purpose and utilized for the same. This loan is interest free as per the requirements of the Section 71 (1) (a) of the Securities Act, 2015.

17 TRADE AND OTHER PAYABLES

This includes amount Rs. 122.77 million (June 30, 2024: Rs. 114.67 million) payable to clients of the company including payable to the related parties to the tune of Rs. 1.640 million (June 30, 2024: Rs. 0.265 million)



18 CONTINGENCIES AND COMMITMENTS

There are no significant changes in contingencies and commitments from those disclosed in the preceding annual financial statements of the company for the year ended June 30, 2024.

19 SHARE CAPITAL

Authorized capital

500,000,000 (June 30, 2024: 500,000,000) Ordinary shares of Rs. 10 each

Issued, subscribed and paid-up share capital

50,000,000 Ordinary shares of Rs. 10 each issued for cash

7,500,000 Ordinary shares of Rs. 10 each issued as fully paid bonus shares

80,500,000 Ordinary shares of Rs. 10 each issued fully paid in cash as right shares at discount

3,809,831 Ordinary shares of Rs. 10 each issued fully paid in cash as right shares at discount

125,476,500 Ordinary shares of Rs. 10 each issued fully paid in cash as right shares at discount

(Un-Audited) December 31, 2024	(Audited) June 30 2024
--------------------------------------	------------------------------

------(Rupees)-----

5,000,000,000	5,000,000,000
---------------	---------------

500,000,000	500,000,000
-------------	-------------

75,000,000	75,000,000
------------	------------

805,000,000	805,000,000
-------------	-------------

38,098,310	38,098,310
------------	------------

1,254,765,000	1,254,765,000
---------------	---------------

2,672,863,310	2,672,863,310
---------------	---------------

Note	(Un-Audited) December 31, 2024	(Un-Audited) December 31, 2023
------	--------------------------------------	--------------------------------------

------(Rupees)-----

20 OPERATING REVENUE

Brokerage Income

Dividend Income

20.1	5,678,883	16,835,036
------	-----------	------------

-	2,937,041
---	-----------

5,678,883	19,772,077
-----------	------------

20.1 Turnover by segment

Retail customers

Institutional Customers

5,678,883	16,539,702
-----------	------------

-	295,334
---	---------

5,678,883	16,835,036
-----------	------------

21 Taxation-Final Tax/Minimum Tax

Current tax expense

Deferred tax income

(Un-Audited) December 31, 2024	(Un-Audited) December 31, 2023
--------------------------------------	--------------------------------------

------(Rupees)-----

82,063	664,370
--------	---------

(3,127,093)	(5,208,036)
-------------	-------------

(3,045,030)	(4,543,666)
-------------	-------------

22 RELATED PARTY TRANSACTIONS

The Company has related party relationships with its associated undertakings, directors and key management personnel. The following transactions were carried out with related parties during the period:

For the period ended December 31, 2024 (Un-Audited)

Key Management	Associates	Other related parties	Total
----------------	------------	-----------------------	-------

------(Rupees)-----

Transactions during the period

Purchase of marketable securities for and on behalf of	553,712,070	-	232,250	553,944,320
Sale of marketable securities for and on behalf of	561,638,639	10,903	1,883,072	563,532,614
Brokerage income	-	-	8,370	8,370
Remuneration to key management personnel	2,700,000	-	-	2,700,000
Advance provided against purchases	-	-	-	-
Advance received back	-	-	-	-
Provident fund trust-contribution accrued to staff provident fund	-	-	376,372	376,372

For the year ended June 30, 2024 (Audited)

Key Management	Associates	Other related parties	Total
----------------	------------	-----------------------	-------

------(Rupees)-----

Transactions during the year				
Purchase of marketable securities for and on behalf of	12,580,437,927	-	15,282,374,223	27,862,812,150
Sale of marketable securities for and on behalf of	12,576,915,339	1,439,505	15,253,551,113	27,831,905,957
Brokerage income	-	-	-	-
Remuneration to key management personnel	8,400,000	-	-	8,400,000
Advance provided against purchases	-	-	17,150,000	17,150,000
Advance received back	-	-	17,800,000	17,800,000
Provident fund trust-contribution accrued to staff provident fund	-	-	345,407	345,407



23 SHAREHOLDERS HOLDING 5% OR MORE

SHAREHOLDERS NAME	(Un-Audited) December 31, 2024		(Audited) June 30, 2024		Change
	Shares Held	Percentage	Shares Held	Percentage	
First Florence Developers (Pvt.) Limited	82,972,650	31.04%	82,972,650	31.04%	-
Ali Aslam Malik	29,756,134	11.13%	29,756,134	11.13%	-

24 GENERAL

These condensed interim financial statements are presented in Pak Rupees, which is the Company's functional and presentation currency. All figures are rounded off to the nearest rupee.

25 DATE OF AUTHORISATION

These condensed interim financial statements were authorized for issue on **February 28, 2025** by the Board of Directors of the Company.

Chief Executive Officer

Chief Financial Officer

Director



Branch Network

REGISTERED OFFICE

FNE House, 179/B, Abu Bakar Block,
New Garden Town, Lahore.

Tel: (92-42) 35843721-27

Fax: (92-42) 35843730

LAHORE BRANCH OFFICE

Office No. 3, 179, Abubakar Block,
New Garden Town, Lahore.

Tel: (0300-4302484)

RAWALPINDI BRANCH OFFICE

Office No. 329-330, Third Floor,
Rania Mall, Bank Road, Saddar,
Rawalpindi.

Tel: (92-51) 5563194-96

GUJRAT FACILITATION CENTER

Office No. 5, Ground Floor,
Raja Plaza Near Pakistan Chowk,
Gujrat.

Tel: (92-53) 3727309