

AKD CAPITAL LIMITED

**Quarterly Report for the Period Ended
31st March 2021
(Un-Audited)**



DIRECTORS' REPORT

Date: 22nd April 2021

The Board of Directors of AKD Capital Limited is pleased to presents un-audited financial statements for the quarter ended 31st March 2021.

During the period the company registered a loss after tax of Rupees 2.762 million. Operating results for the period ended 31st March 2021 are favorable as compared to the net loss (Rupees 3.883 million) after tax during the same period of last year. The Management is pursuing hard to recover trade debts and hopeful to receive it in due course of time to enable to explore other avenues to ensure profitability in future.

Future Outlook:

Pakistan is an emerging country as far as tourism is concerned especially after the improvement in law and order situation. The tourism business has very bright future as far as revenue is concern. Pakistan has rich local traditions, has several very famous Archeological and Historical attractions, Natural and Cultural attractions all over the country and Northern area are the key areas in which tourism will flourish in future and to achieve our target are also exploring different options in line of company new principal business.

The Board of Directors also appreciated shareholders for their continued support.

For and on behalf of the Board

Chief Executive Officer



Chairman


AKD CAPITAL LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT 31 MARCH 2021

	Note	Unaudited 31 March 2021 Rupees	Audited 30 June 2020 Rupees
ASSETS			
NON-CURRENT ASSETS			
Property and equipment	5	1,271,861	1,391,921
Long term investments	6	34,779,427	20,840,480
Long term deposit		20,000	20,000
		36,071,288	22,252,401
CURRENT ASSETS			
Trade debts - considered good & unsecured		3,615,467	2,215,467
Advances and prepayments	7	145,772	79,334
Other receivable - considered good & unsecured		4,451,084	4,451,084
Advance income tax		725,000	832,127
Bank balances		471,496	161,236
		9,408,819	7,739,248
TOTAL ASSETS		45,480,107	29,991,649
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised share capital 50,000,000 (30 June 2020: 50,000,000 ordinary shares of Rupees 10 each)		500,000,000	500,000,000
Issues subscribed and paid up share capital 2,507,273 (30 June 2020: 2,507,273) ordinary shares of Rupees 10 each		25,072,733	25,072,733
Reserves		11,195,367	18,750
TOTAL EQUITY		36,268,100	25,091,483
NON CURRENT LIABILITIES			
Deferred taxation		-	-
CURRENT LIABILITIES			
Trade and other payables		6,263,512	1,943,671
Provision for taxation		471,533	479,533
Unclaimed dividend		2,476,962	2,476,962
		9,212,007	4,900,166
TOTAL LIABILITIES		9,212,007	4,900,166
Contingencies and commitments	8		
TOTAL EQUITY AND LIABILITIES		45,480,107	29,991,649

The annexed notes from 01 to 11 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

AKD CAPITAL LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)

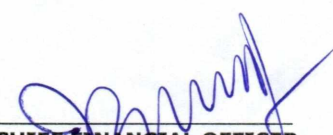
FOR THE PERIOD ENDED 31 MARCH 2021

	Nine-month period ended		Three-month period ended	
	31 March 2021	31 March 2020	31 March 2021	31 March 2020
Note	Rupees	Rupees	Rupees	Rupees
INCOME				
Consultancy income	2,400,000	1,000,000	1,000,000	-
Dividend income	-	-	-	-
	2,400,000	1,000,000	1,000,000	-
EXPENSES				
Administrative and general expenses	(4,969,120)	(5,231,117)	(3,089,838)	(649,086)
	(2,569,120)	(4,231,117)	(2,089,838)	(649,086)
Finance cost	(1,210)	(1,871)	(565)	(238)
(Loss) / profit before taxation	(2,570,330)	(4,232,988)	(2,090,403)	(649,324)
Taxation				
- Current	(192,000)	(80,000)	(80,000)	-
- Prior	-	279,533	-	-
- Deferred	-	149,888	-	-
	(192,000)	349,421	(80,000)	-
(Loss) / profit after taxation	(2,762,330)	(3,883,567)	(2,170,403)	(649,324)
OTHER COMPREHENSIVE INCOME / (LOSS)				
Items that will not be reclassified subsequently to profit or loss:				
- Unrealized Gain/loss arising on remeasurement of investments at 'fair value through other comprehensive income'	13,938,947	(3,051,448)	13,017,059	(4,157,714)
Items that may be reclassified subsequently to profit or loss:				
- Unrealized Gain/loss arising on remeasurement of investments at 'available for sale'	-	-	-	-
	13,938,947	(3,051,448)	13,017,059	(4,157,714)
Total comprehensive Income for the period	11,176,617	(6,935,015)	10,846,656	(4,807,038)
(Loss) / earnings per share - basic and diluted	(1.10)	(1.55)	(0.87)	(0.26)

The annexed notes from 01 to 11 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


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CHIEF FINANCIAL OFFICER

AKD CAPITAL LIMITED
STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE PERIOD ENDED 31 MARCH 2021

	Reserves						Sub total	Total
	Capital Reserves			Revenue Reserves				
	Issued, subscribed and paid up capital	Share premium	Fair value reserve on available for sale investments	Fair value reserve on Fair value through other comprehensive income' investments	General reserve	Accumulated loss		
Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	
Balance as at 30 June 2019 - audited	25,072,733	20,891,600	-	(1,236,467)	752,000	(11,435,576)	8,971,557	34,044,290
Loss for the period	-	-	-	-	-	(2,868,347)	(2,868,347)	(2,868,347)
Other comprehensive income	-	-	-	(6,084,460)	-	-	(6,084,460)	(6,084,460)
	-	-	-	(6,084,460)	-	(2,868,347)	(8,952,807)	(8,952,807)
Balance as at 30 June 2020 - audited	25,072,733	20,891,600	-	(7,320,927)	752,000	(14,303,923)	18,750	25,091,483
Total comprehensive income for the period								
Loss for the period	-	-	-	-	-	(2,762,330)	(2,762,330)	(2,762,330)
Other comprehensive income	-	-	-	13,938,947	-	-	13,938,947	13,938,947
	-	-	-	13,938,947	-	(2,762,330)	11,176,617	11,176,617
Balance as at 31 March 2021 - unaudited	25,072,733	20,891,600	-	6,618,020	752,000	(17,066,253)	11,195,367	36,268,100

The annexed notes from 01 to 11 form an integral part of these condensed interim financial statements.


 CHIEF EXECUTIVE OFFICER


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AKD CAPITAL LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE PERIOD ENDED 31 MARCH 2021

	31 March 2021 Rupees	31 March 2020 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Loss before taxation	(2,570,330)	(4,232,990)
Adjustments for non-cash items:		
Depreciation	120,060	138,084
Allowance for expected credit loss	-	-
Net cash (used in) / flow from operating activities before working capital changes	(2,450,270)	(4,094,906)
Changes in working capital		
(Increase) / decrease in current assets		
Trade debts	(1,400,000)	3,997,918
Advances and prepayments	(66,438)	(127,172)
Other receivable	-	(343,806)
Decrease in current liabilities		
Trade and other payables	4,319,839	(330,380)
	2,853,401	3,196,560
Cash used in operations	403,131	(898,346)
Income tax paid	(92,873)	(263,647)
Net cash used in operating activities	310,258	(1,161,993)
CASH FLOW FROM INVESTING ACTIVITIES		
Additions to property and equipment	-	-
Net cash used in investing activities	-	-
CASH FLOW FROM FINANCING ACTIVITIES		
Dividend paid	-	(1,080)
Net cash used in financing activities	-	(1,080)
Net decrease in cash and cash equivalents	310,258	(1,163,073)
Cash and cash equivalents at the beginning of the period	161,236	1,396,302
Cash and cash equivalents at the end of the period	471,496	233,229

The annexed notes from 01 to 11 form an integral part of these condensed interim financial statements.


 CHIEF EXECUTIVE OFFICER


 DIRECTOR


 CHIEF FINANCIAL OFFICER

Notes to the Condensed Interim Financial Information (Un-Audited)

For the Period Ended 31st March 2021

1. THE COMPANY AND ITS BUSINESS

AKD Capital Limited ("the Company") was incorporated as a Public Limited Company in the year 1936 under Companies Act 1913 (Now the Companies Act, 2017). Shares of the Company are quoted on the Pakistan Stock Exchange. The principle activity of the Company is to deal in real estate / providing consultancy, projects financing and management, investment in listed securities and to engage in leasing. The registered office of the company is situated at 511, Continental Trade Center, Clifton, Karachi.

Further, the Company passed a special resolution in extra ordinary general meeting held on 1st February 2021 to alter the Memorandum of Association with respect to change the principal line of business from real estate to tourism and increase in authorized capital from 50 million ordinary share of Rupees 10 each to 100 million ordinary share of Rupees 10 each. The approval from Securities & Exchange Commission of Pakistan (SECP) to the amended MOA is under process.

2. BASIS OF PREPARATION

These interim financial statements are un-audited and are being submitted to the shareholders in accordance with the requirements of Section Companies Ordinance, 1984. These interim financial statements are presented in condensed form in accordance with the requirements of International Accounting Standard 34 'Interim Financial Reporting". They do not include all of the information required for full annual financial statements, and should be read in conjunction with the financial statements of the Company as at and for the year ended 30th June 2020. Comparative figures of the balance sheet are extracted from the annual financial statements for the year ended 30th June 2020 whereas comparative profit and loss account, statement of changes in equity and statement of cash flows are stated from un-audited condensed interim financial statements for the period ended 31st March 2020.

3. ACCOUNTING POLICIES

The accounting policies and method of computation followed for the preparation of this condensed interim financial information are the same as those applied in preparation of the financial statements for the year ended 30 June 2020.

- 3.1** IAS 1 (Amendment), ' Presentation of Financial Statements' The amendment clarifies that the potential settlement of a liability by the issue of equity is not relevant to its classification as current or non-current. By amending the definition of current liability, the amendment permits a liability to be classified as non-current(provided that the entity has an unconditional right to defer settlement by transfer of cash or other assets for at least 12 months after the accounting period) notwithstanding the fact that the entity could be required by the counter party to settle in shares at any time. The application of the amendment will not effect the results or net assets of the Company as it is only concerned with presentation and disclosures.

Notes to the Condensed Interim Financial Information (Un-Audited)

For the Period Ended 31st March 2021

4. ESTIMATES

The Preparation of interim financial statements require management to make judgments, estimates and assumption that affect the application of accounting policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. In preparing this condensed interim financial information, the significant judgments made by the management in applying the Company's accounting policies and the key resources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended 30 June 2020.

5. FIXED ASSETS

Opening Written down
value
Addition
(Disposals)
Depreciation

31 March 2021	June 30, 2020
Rupees	Rupees
1,391,921	1,576,033
-	-
-	-
(120,060)	(184,112)
1,271,861	1,391,921

6. INVESTMENT AVAILABLE FOR SALE

31 March 2021 30 June 2020
Qty. Qty.

9,800	9,800	Creek Developers Private Limited - unquoted	98,000	98,000
921,888	921,888	Javedan corporation Ltd.	28,063,407	28,063,407
		Effect of re-measurement to fair value	6,618,020	(7,320,927)
			34,779,427	20,840,480

7. ADVANCES / PREPAYMENTS & SHORT TERM DEPOSITS

31 March 2021	June 30, 2020
Rupees	Rupees
145,772	79,334

Notes to the Condensed Interim Financial Information (Un-Audited)

For the Period Ended 31st March 2021

8. CONTINGENCIES AND COMMITMENTS

8 CONTINGENCIES

There were no contingencies at reporting date.

COMMITMENTS

There have been no commitments as at the period

9. EARNING / (LOSS) PER SHARE - BASIC AND DILUTED

There is no dilutive effects in the basic earning per share of the Company which is based on:

	31 March 2021	June 30, 2020
	Rupees	Rupees
Profit \ (Loss) for the period	(2,762,330)	(2,868,347)
Weighted average number of ordinary shares	2,507,471	2,507,471
Earning per share	(1.10)	(1.14)

10. DATE OF AUTHORIZATION

This condensed interim financial information was authorized for issue on 22nd April 2021 by the Board of Directors of the Company.

11. GENERAL

Figure have been rounded off to the nearest rupee.



CHIEF EXECUTIVE OFFICER



DIRECTOR



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