



QUARTERLY REPORT
MARCH 2023



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Board of Directors	<p>Lt. Gen. Tariq Waseem Ghazi (Retd.) Mr. Muhammad Najam Ali Mrs. Hanna Khan Mr. M. Zulqarnain Mahmood Khan Mr. Ali Akhtar Ali Mr. Malik Khurram Shahzad Mr. Hasan Sahanaawaz</p>	<p>Non-Executive Director, Independent Director, Chairman Executive Director, Chief Executive Officer Non-Executive Director Non-Executive Director Executive Director Non-Executive Director Non-Executive Director</p>
Audit Committee	<p>Mr. Hasan Shahnawaz Mr. M. Zulqarnain Mahmood Khan Mr. Ali Akhtar Ali M. Rizwan Yousuf</p>	<p>Chairman, Independent Director Member Member Head of Internal Audit - Secretary</p>
Human Resource & Remuneration Committee	<p>Mr. Hasan Shahnawaz Mr. M. Zulqarnain Mahmood Khan Mrs. Hanna Khan</p>	<p>Chairman, Independent Director Member Member</p>
Chief Financial Officer	<p>Mr. Mohammad Omair Rashid</p>	
Company Secretary	<p>M. Rizwan Yousuf</p>	
Head of Internal Audit	<p>M. Rizwan Yousuf</p>	
External Auditors	<p>Baker Tilly Mehmood Idrees Qamar Chartered Accountants 4th Floor, Central Hotel Building, Civil Lines, Merewather Road, Karachi</p>	
Bankers	<p>Askari Bank Limited Bank Alfalah Limited Bank of Punjab Bank Al Habib Faysal Bank Limited Habib Metropolitan Bank Limited JS Bank Limited MCB Bank Limited Meezan Bank Limited MCB Islamic Bank Habib Bank Limited Sindh Bank Limited United Bank Limited</p>	
Tax Advisors	<p>Junaidy, Shoaib, Asad & Co. Chartered Accountants 1/6-P, Block 6, PECHS, Mohtarma Laeeq Begum Road Off Shahrah-e-Faisal, Karachi</p>	
Legal Advisors	<p>Mohsin Tayebaly & Co. Barristers & Advocates 2nd Floor Dime Centre, BC-4 Block 9 KDA Scheme 5, Clifton, Karachi</p>	
Rating Company	<p>JCR-VIS Credit Rating Company Limited</p>	
Share Registrar	<p>FAMCO Associates (Pvt.) Limited 8-F, P.E.C.H.S. Block 6 Shahrah-e-Faisal, Karachi</p>	
Registered Office	<p>2nd Floor, Imperial Court Building, Dr. Ziauddin Ahmed Road, Karachi</p>	

2. DIRECTORS' REPORT

Economic Review & Outlook

During the period under review Pakistan continues to tackle the economic challenges of critically low foreign exchange reserves, historic high inflation and interest rates, slowdown in growth, and fiscal constraints, amid political uncertainties and non-completion of the 9th review of the IMF program making external account of the country vulnerable to the increasing risk of default. This risk is largely mitigated through the continued support of friendly countries including China, Saudi Arabia, and UAE through roll-overs and refinancing of existing debt, and provision of new debt.

With restricted imports, amid low foreign exchange reserves, Current Account balance of the Balance of Payments gradually improved during the period under review and posted a surplus of USD654 million in March 2023, first monthly surplus after 27 months. A resurgence in remittances during the month to USD2.5 billion compared to USD2 billion of the previous month, largely led to this surplus. Current Account deficit during the period under review improved to USD3.4 billion compared to USD13 billion of the same period last year. Imports declined by 21.3% to USD41.5 billion while exports declined by 11% to USD21.1 billion. Services exports marked an improvement of 4.7% to USD5.5 billion and services imports declined by 39.7% to USD5.8 billion. Trade deficit of goods and services improved to USD20.6 billion from USD33.3 billion of the same period last year. Despite a healthy recovery in March 2023 with the gap between interbank and open market narrowing, remittances during the period under review came at USD20.5 billion declining by 10.8% compared to the same period last year.

Pakistan's foreign exchange reserves plummeted to USD9.8 billion at the end of the period under review compared to USD15.4 billion at the end of June 2022. Foreign exchange reserves with SBP fell from USD9.8 billion as on June 30, 2022 to USD4.2 billion at the end of the period under review, covering just over a month of goods imports. With fast depleting foreign exchange reserves, Pakistan's currency devalued by 38.5% against the US Dollar in the inter-bank market to PKR283.79/USD, bulk of which came during the last quarter of the period under review with the reimplementation of a market-oriented exchange rate mechanism as a prior action for revival of the IMF program.

Shortage of raw material and significant slowdown in demand, is resulting in forced shutdowns of plants in various sectors leading to the Large-Scale Manufacturing Index declining 5.6% during the first eight months of the ongoing year compared to a growth of 8.5% during the same period last year. Decline in industrial and agriculture output along with inflationary pressures, are expected to have negative impacts on the overall GDP growth outlook for the ongoing year.

Average headline inflation for the period under review stood at 27.3% compared to 10.8% of the same period last year. Prime reasons for the significant rise in inflation are higher prices in food, energy and transport segments. This is due to supply shocks in food items, increase in petroleum levy on import parity prices of petrol and HSD, and hike in electricity tariffs. Ripple effects of high food and energy inflation, and weakening PKR against USD, also started translating into higher non-food non-energy (NFNE) inflation that increased to 18.6% and 23.1% in March 2023 for urban and rural centers, respectively compared to 8.9% and 10.3%, respectively in the same month of the previous year. To counter inflationary pressures, the Monetary Policy Committee of the SBP jacked-up the policy rate cumulatively by 625 basis points from 13.75% to 20% by the end of the period under review with the highest increase of 300bps in March 2023. Subsequently the policy rate has been raised further by 100bps to 21% in April 2023. Reverse Repo rate (Discount Rate) is at its historic high level beating 20% seen in June 1997. In its last monetary policy statement, the Monetary Policy Committee of the SBP stated that after the last increase, real interest rates on a forward-looking basis are in positive territory.

Pakistan is currently facing a severe liquidity crunch with critically low foreign exchange reserves and constrained fiscal position, along with inflationary pressures, and a steep slowdown in economic activities. After all of the conditionalities and prior actions of the IMF have been implemented by the government, completion of the 9th review and resumption of the IMF program seems near, where confirmations of support from friendly countries including Saudi Arab and UAE have also been secured. While the economy of Pakistan is expected to remain in high waters even after resumption of the IMF program, implementation of long pending structural reforms, and external debt restructuring are essential for stability and to put the economy on track for achieving a sustainable growth in the medium to long term.

Equities market performance and outlook

During the period under review, the benchmark KSE100 Index remained extremely volatile influenced by political and macroeconomic uncertainties. The index made a high of 43,888 in August 2022 with the completion of the combined 7th and 8th review of the IMF and receipt of USD1.2 billion. However, overall macroeconomic deterioration and uncertainties on the political and economic fronts led the index towards a low of 38,136 in January 2023. With hopes and optimism on the completion of IMF's 9th review and expectations of reforms particularly in the energy sector drove the recovery towards the end of the period under review and the index eventually closed the period under review at 40,001 level losing 1,540 points, -3.7%. In US Dollar terms, the index lost 30.5% during the period under review. Uncertainties have largely kept investors cautious as depicted by a significant decline in trading activity at the local bourse. Average daily volumes declined by 33.3% to 204 million shares compared to 305 million shares of the same period last year. Average daily trading value also plummeted by 36.7% to PKR6.6 billion compared to PKR10.4 billion of the same period last year. Foreign investors bought



equities worth USD7.2 million during the period under review compared to selling worth USD271 million of the same period last year. Tech. and Oil & Gas E&P sectors attracted major interest from foreign investors whereas Commercial Banks witnessed major selling during the period under review. From the local participants, banks, individuals and companies were the major buyers whereas mutual funds and insurance companies were the major sellers during the period under review.

Going forward, the Board is of the opinion that despite the fact that the domestic bourse is trading at historically low multiples and offers healthy dividend yields, political and economic uncertainties are likely to keep investors at bay in the near term. As the country heads towards resumption of the IMF program and braces for the impacts of tough decisions that would also have political repercussions heading towards 2023 general elections, the medium to long term outlook is expected to greatly improve with the continued support from friendly countries and other bilateral and multilateral agencies. Investor confidence is therefore expected to gradually improve going forward.

Performance Overview:

The following table depicts your company's performance during the period under review:

	Mar – 2023	Mar – 2022
	PAK RUPEES	
Accumulated profit/(loss) brought forward	80,260,281	49,481,566
Net Profit/(Loss) for the period	(59,843,145)	(83,798,262)
Bonus Issue	(74,250,000)	-
Accumulated profit/(loss) as at March 31	(53,832,864)	(34,316,696)
Earnings Per Share	(1.05)	(1.69)

During period under review, your company posted a loss after tax of PKR59.8 million compared to a loss after tax of PKR83.8 million during the corresponding period last year.

Total gross brokerage income dropped to PKR72.3 million from PKR158.7 million of the same period last year depicting a decline of 51.3%. This decline is due to extremely thin activity in the equities market. The Advisory and related income of your company continued to make a healthy contribution to the overall revenues even in the present stressful times and reported a growth of 32.2% over the same period last year.

Operating expenses during the period under review decreased by 29.5% to PKR73.6 million over the same period last year, owing to lower business activities. The company also controlled its administrative expenses, which decreased by 7.9% compared to the same period last year, to PKR91.9 million.

The Board is committed to following a growth-oriented business strategy where increasing revenue is focused from not only core brokerage business from equities and other markets, but also targeting new and emerging opportunities in the investment banking, advisory and related services segment as the country emerges gradually from the current crises.

For and on behalf of the Board of Directors

Lt. Gen. Tariq Wasim Ghazi (Retd.)

Dated: April 27, 2023

Chairman



Next Capital Limited
Condensed Interim Statement of Financial Position

As at 31 March 2023

	Note	31 March 2023 (Un-audited)	30 June 2022 (Audited)
(Rupees)			
ASSETS			
Non current assets			
Fixed assets	5	42,213,409	60,860,329
Right of use assets	5.3	14,962,249	19,827,340
Intangible assets	6	120,413,569	75,793,873
Investment in term finance certificates	7	4,020,000	4,019,064
Long term deposits	8	4,764,761	17,664,761
Deferred tax asset - net		10,242,710	7,225,752
		<u>196,616,698</u>	<u>185,391,119</u>
Current assets			
Short term investments - fair value through profit or loss	9	187,857,180	60,400,032
Investment in marginal financing system	10	-	9,300,902
Trade debts	11	196,683,724	296,102,104
Deposits and prepayments	12	20,395,130	131,093,928
Advances and other receivables	13	7,894,306	206,459,463
Advance tax		42,357,223	40,125,889
Cash and bank balances	14	95,855,815	221,673,403
		<u>551,043,378</u>	<u>965,155,721</u>
Total assets		<u>747,660,076</u>	<u>1,150,546,840</u>
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised capital			
100,000,000 (30 June 2022: 100,000,000) ordinary shares of Rs. 10 each		<u>1,000,000,000</u>	<u>1,000,000,000</u>
Issued, subscribed and paid-up capital	15	569,250,000	495,000,000
Discount on issue of shares		(50,000,000)	(50,000,000)
Revenue reserve (Accumulated loss) / unappropriated profit		<u>(53,832,864)</u>	<u>80,260,281</u>
		<u>465,417,136</u>	<u>525,260,281</u>
Non-current liabilities			
Lease liabilities		14,519,881	22,796,032
Current liabilities			
Unclaimed dividend		3,004,827	3,004,827
Current portion of lease liabilities		7,575,077	7,575,077
Short term borrowing - secured	16	82,987,960	149,997,195
Trade and other payables	18	174,155,195	440,746,770
Contract liabilities		-	1,166,658
		<u>267,723,059</u>	<u>602,490,527</u>
Total equity and liabilities		<u>747,660,076</u>	<u>1,150,546,840</u>
Contingencies and commitments	19		

The annexed notes 1 to 29 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Chief Financial Officer

Director

Next Capital Limited

Condensed Interim Statement of Profit or Loss Account (Un-audited)

For the nine months period ended 31 March 2023

	Note	Nine months ended 31 March		Quarter ended 31 March	
		2023	2022	2023	2022
----- (Rupees) -----					
Operating revenue	20	91,577,538	157,456,019	28,581,716	41,701,003
Gain / (loss) on sale of investments		(138,472)	724,729	6,378,103	27,683
Unrealised loss on remeasurement of investments - fair value through profit or loss	9.1	(1,381,038)	(43,103,691)	8,241,648	(4,205,632)
Operating expenses	21	(73,559,857)	(104,286,441)	(23,053,502)	(29,994,357)
Administrative expenses	22	(91,875,568)	(99,755,561)	(28,501,333)	(33,811,377)
(Provision) / reversal for impairment on trade debts	11.1	(5,293,232)	(1,724,808)	(722,071)	(3,162,205)
Finance cost		(9,156,234)	(20,984,461)	(3,789,986)	(5,844,105)
		(89,826,863)	(111,674,214)	(12,865,425)	(35,288,990)
Other income	23	33,341,693	34,815,351	7,893,047	8,778,662
(Loss) / profit before taxation		(56,485,170)	(76,858,863)	(4,972,378)	(26,510,328)
Taxation	24				
- Current		(6,374,894)	(8,701,166)	(2,523,268)	(9,178,505)
- Prior		-	1,947,533	-	-
- Deferred		3,016,919	(185,766)	(804,232)	2,656,566
		(3,357,975)	(6,939,399)	(3,327,500)	(6,521,939)
(Loss) / profit after taxation		(59,843,145)	(83,798,262)	(8,299,878)	(33,032,267)
(Loss) / earnings per share - basic and diluted	25	(1.05)	(1.69)	(0.17)	(0.54)

The annexed notes 1 to 29 form an integral part of these condensed interim financial statements.



Chief Executive Officer



Chief Financial Officer



Director



Next Capital Limited
 Condensed Interim Statement of Comprehensive Income (Un-audited)
 For the nine months period ended 31 March 2023

	Nine months ended 31 March		Quarter ended 31 March	
	2023	2022	2023	2022
	----- (Rupees) -----			
(Loss) / profit after taxation	(59,843,145)	(83,798,262)	(8,299,878)	(33,032,267)
Other comprehensive income				
<i>Items that will not be reclassified to profit or loss account in subsequent periods</i>				
Realized gain / (loss) on remeasurement of investment carried at FVTOCI	-	-	-	-
Total comprehensive (loss) / income	<u>(59,843,145)</u>	<u>(83,798,262)</u>	<u>(8,299,878)</u>	<u>(33,032,267)</u>

The annexed notes 1 to 29 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Chief Financial Officer

Director



Next Capital Limited
Condensed Interim Statement of Cash Flows (Un-audited)
For the nine months period ended 31 March 2023

Note	Six months period ended	
	31 March	
	2023	2022
	----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss) / profit before taxation	(56,485,170)	(76,858,863)
Adjustments for:		
Depreciation expense	5.1 19,741,646	20,406,175
Amortisation of intangible assets	6.2 122,862	200,315
Capital gain on sale of investments	138,472	(724,729)
Unrealised loss in the value of investments at 'fair value through profit or loss'	9.1 1,381,038	43,103,691
Mark-up on bank balances	23 (17,355,404)	(16,652,076)
Mark-up on investment in marginal financing system	23 (1,743,778)	(7,354,497)
Mark-up on investment in marginal trading system	23 (857,650)	-
Profit on exposure margin	23 (5,869,713)	(9,018,983)
Other income	23 (7,515,148)	(1,789,795)
Finance cost	9,156,234	20,984,461
	(2,801,441)	49,154,562
Net cash (used) in / generated from operations before working capital changes	(59,286,611)	(27,704,301)
Changes in working capital		
(Increase) in current assets		
Trade debts	94,125,148	210,966,691
Deposits and prepayments	110,698,798	93,804,728
Advances and other receivables	198,565,157	1,636,846
	403,389,103	306,408,265
Increase in current liabilities		
Trade and other payables	(266,591,575)	(232,970,653)
Contract liabilities	(1,166,658)	1,166,667
	76,344,259	46,899,978
Finance cost paid	(4,951,049)	(9,250,104)
Taxes paid	(5,589,309)	(9,797,047)
Net cash (used) in / generated from operating activities	65,803,901	27,852,827
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for purchase of fixed assets	5.1 (1,638,825)	(2,195,978)
Purchase of Intangibles	6 & 6.2 (44,742,658)	(43,070,101)
Payment against investment in Marginal Financing System	96,931,667	(564,370,700)
Receipts against investment in Marginal Financing System	106,976,346	630,614,564
Short term investments made during the period	(2,192,555,576)	(731,485,063)
Short term investments disposed off during the period	2,069,519,667	653,292,635
Mark-up received on bank deposits	17,355,404	16,652,076
Mark-up received on exposure margin	5,869,713	-
Mark-up received on investment in Margin Financing System	1,743,778	7,354,497
Mark-up received on investment in Margin Trading System	857,650	-
Other income	7,515,148	962,230
Long term deposits	12,900,000	15,665,400
Net cash used in investing activities	(112,130,919)	(16,580,440)
CASH FLOWS FROM FINANCING ACTIVITIES		
Short term borrowing - unsecured	-	90,000,000
Lease rental paid	(12,481,335)	(9,342,993)
Dividend paid - unclaimed	-	(50,619)
Net cash generated from / (used) in financing activities	(12,481,335)	80,606,388
Net (decrease) / increase in cash and cash equivalents	(58,808,353)	91,878,775
Cash and cash equivalents at beginning of the period	221,673,403	332,701,076
Short term borrowing - secured	(149,997,195)	(149,996,346)
Cash and cash equivalents at end of the period	12,867,855	274,583,505
CASH AND CASH EQUIVALENTS COMPRISE OF:		
Cash and bank balances	14 95,855,815	274,583,505
Short term borrowing - secured	16 (82,987,960)	-
	12,867,855	274,583,505

The annexed notes 1 to 29 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Chief Financial Officer

Director

Next Capital Limited
Condensed Interim Statement of Changes in Equity (Un-audited)
For the nine months period ended 31 March 2023

	Issued, subscribed and paid-up capital	Discount on issue of shares	Revenue Reserve		Total
			Unappropriated profit / accumulated (loss) (Rupees)	Fair value reserve	
Balance as at 01 July 2021	495,000,000	(50,000,000)	49,481,566	-	494,481,566
Total comprehensive income for the period					
Loss for the period	-	-	(83,798,262)	-	(83,798,262)
	-	-	(83,798,262)	-	(83,798,262)
Balance as at 31 March 2022	<u>495,000,000</u>	<u>(50,000,000)</u>	<u>(34,316,696)</u>	<u>-</u>	<u>410,683,304</u>
Balance as at 1 July 2022	495,000,000	(50,000,000)	80,260,281	-	525,260,281
Total comprehensive income for the period					
Bonus shares issued during the period	74,250,000	-	(74,250,000)	-	-
Total comprehensive loss for the period	-	-	(59,843,145)	-	(59,843,145)
	74,250,000	-	(134,093,145)	-	(59,843,145)
Balance as at 31 March 2023	<u>569,250,000</u>	<u>(50,000,000)</u>	<u>(53,832,864)</u>	<u>-</u>	<u>465,417,136</u>

The annexed notes 1 to 29 form an integral part of these condensed interim financial statements.



Chief Executive Officer



Chief Financial Officer



Director



Next Capital Limited

Notes to the Condensed Interim Financial Statements (Un-audited)

For the nine months period ended 31 March 2023

1. STATUS AND NATURE OF BUSINESS

Next Capital Limited ("the Company") was incorporated as a public limited company in Pakistan on 14 December 2009 under repealed Companies Ordinance, 1984 (now Companies Act, 2017). The Company has obtained corporate membership from Pakistan Stock Exchange Limited ("the Exchange") on 2 February 2010 and was listed on the said Exchange on 27 April 2012.

The Company is a TREC holder of the Exchange and a member of Pakistan Mercantile Exchange Limited and is accredited broker by Financial Market Association of Pakistan. The Company is principally engaged in brokerage of shares, stocks, equity and debt securities, commodities, forex and other financial instruments and corporate finance services. Further, the Company is engaged in trading in equity and debt securities on its own account through ready, spot and forward counters of the Exchange. The registered office of the Company is situated at 2nd Floor, Imperial Court, Dr. Ziauddin Ahmed Road, Karachi. The branch office is situated at 63-A Agora Eden City, DHA Phase 8, Lahore.

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 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; and
- Provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984.

Where provisions of and directives issued under the Companies Act, 2017 and part VIIIA of the repealed Companies Ordinance, 1984 differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017 and part VIIIA of the repealed Companies Ordinance, 1984 have been followed.

2.1.2 These condensed interim financial statements does not include all the information and disclosures required in the annual audited financial statements and should therefore be read in conjunction with the annual audited financial statements of the Company as at and for the year ended 30 June 2021. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual audited financial statements.

2.1.3 The comparative condensed interim statement of financial position presented in these condensed interim financial statements have been extracted from the audited annual financial statements of the Company for the year ended 30 June 2021, whereas the comparative condensed interim statement of profit or loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows are extracted from the unaudited condensed interim financial statements for the period ended 31 March 2021.

2.1.4 These condensed interim financial statements are un-audited and are being submitted to the shareholders as required by listing regulations of the Exchange vide section 237 of the Companies Act, 2017.

2.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention except for investments that are carried at fair values and lease liability valued at present value.

2.3 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani Rupees, which is also the Company's functional currency. All amounts have been rounded to the nearest rupee, unless otherwise indicated.

3. SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of audited annual financial statements of the Company as at and for the year ended 30 June 2021.

4. ACCOUNTING ESTIMATES, JUDGEMENTS AND FINANCIAL RISK MANAGEMENT

The preparation of condensed interim financial statements in conformity with accounting and reporting standards, as applicable in Pakistan for interim financial reporting, requires management to make judgments, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The significant judgements made by management in applying the Company's accounting policies and the key sources of estimating the uncertainty were the same as those that applied to the audited annual financial statements as at and for the year ended 30 June 2022.

The Company's financial risk management objectives and policies are consistent with those that are disclosed in the annual audited financial statements as at and for the year ended 30 June 2022.

5. FIXED ASSETS	Note	31 March 2023 (Unaudited)	30 June 2022 (Audited)
		(Rupees)	
Operating fixed assets	5.1	42,213,409	60,860,329
Capital work in progress	5.2	-	-
		42,213,409	60,860,329

5.1 Operating fixed assets

Opening written down value	60,860,329	71,742,326
Additions during the period / year - at cost		
- Lease hold improvement	-	4,341,702
- Furniture and fixtures	-	1,634,935
- Vehicles	-	83,280
- Computers and related accessories	1,638,825	3,367,762
	1,638,825	9,427,679
Written down value of disposals during the period / year	(5,409,190)	-
Depreciation for the period / year	(14,876,555)	(20,309,676)
	(20,285,745)	(20,309,676)
Closing written down value	42,213,409	60,860,329

5.2 Capital work in progress

	31 March 2023 (Unaudited)	30 June 2022 (Audited)
	(Rupees)	
Opening	-	6,285,789
Capital expenditure incurred during the period / year	-	443,409
Transferred to fixed assets/ written off	-	(6,729,198.0)
Closing	<u>-</u>	<u>-</u>

5.3 Right-of-use assets

Opening written down value	19,827,340	31,741,341
Additions during the period / year	-	-
Disposals during the period / year	-	(5,486,453)
Depreciation expense	(4,865,091)	(6,427,548)
Closing written down value	<u>14,962,249</u>	<u>19,827,340</u>

6. INTANGIBLE ASSETS

Note

Pakistan Mercantile Exchange Limited - Membership card	950,000	950,000
Trading Right Entitlement Certificate (TREC)	6.1 2,500,000	2,500,000
Software	6.2 266,956	389,818
Capital work in progress	6.3 116,696,613	71,954,055
	<u>120,413,569</u>	<u>75,793,873</u>

6.1 This represents TREC received from the Exchange in accordance with the requirements of Stock Exchange (Corporatisation, Demutualisation and Integration) Act, 2012.

6.2 Particulars - software

	31 March 2023 (Unaudited)	30 June 2022 (Audited)
	(Rupees)	
<i>Net carrying value basis</i>		
Opening net book value	389,818	32,361
Additions during the period / year	-	491,000
Written-off during the period / year	-	-
Amortisation charged during the period / year	(122,862)	(133,543)
Closing net book value	<u>266,956</u>	<u>389,818</u>
<i>Gross carrying value</i>		
Cost	5,644,660	5,644,660
Accumulated amortisation	(5,377,704)	(5,254,842)
Net book value	<u>266,956</u>	<u>389,818</u>
Amortisation rate	<u>33%</u>	<u>33%</u>

6.3 Capital work in progress

Opening	71,954,055	-
Capital expenditure incurred during the period / year	6.3.1 44,742,558	71,954,055
Transferred to intangibles	-	-
Closing	<u>116,696,613</u>	<u>71,954,055</u>

6.3.1 This represents the cost capitalised for the development of a software.

7. INVESTMENT IN TERM FINANCE CERTIFICATES

31 March 2023 (Un-audited) (Number of certificates)	30 June 2022 (Audited)	Name of investee	31 March 2023		30 June 2022	
			Carrying amount (Un-audited)	Market value (Rupees)	Carrying amount (Audited)	Market value (Audited)
806	804	Soneri Bank Limited	4,020,000	4,020,000	4,019,064	4,019,064

Name of Security	Face Value	Unredeemed face value	Markup rate (per annum)	Maturity	Long term rating
Soneri Bank Limited - Tier 1 TFC	4,020,000	4,020,000	6 month KIBOR + 2%	Perpetual	A

8. LONG TERM DEPOSITS

	Note	31 March 2023 (Un-audited)	30 June 2022 (Audited)
		(Rupees)	
Pakistan Stock Exchange Limited	8.1	-	12,900,000
Central Depository Company of Pakistan Limited		125,000	125,000
National Clearing Company of Pakistan Limited		1,400,000	1,400,000
Pakistan Mercantile Exchange Limited	8.2	1,250,000	1,250,000
Security deposit against office premises		1,869,761	1,869,761
Security deposit against PSO card		120,000	120,000
		4,764,761	17,664,761

8.1 This represents the deposits placed with Pakistan Stock Exchange Limited for taking exposures in regular, future market and cash deposited against Base Minimum Capital (BMC) requirement.

8.2 This represents deposits placed with Pakistan Mercantile Exchange for taking exposures in commodity market.

9. SHORT TERM INVESTMENTS - FAIR VALUE THROUGH PROFIT OR LOSS

	Note	31 March 2023 (Un-audited)	30 June 2022 (Audited)
		(Rupees)	
Listed securities	9.1	187,857,180	60,400,032
		187,857,180	60,400,032

9.1 Listed securities

31 March 2023 (Un-audited) (Number of shares)	30 June 2022 (Audited)	Name of investee	31 March 2023		30 June 2022	
			Carrying amount (Un-audited)	Market value (Rupees)	Carrying amount (Audited)	Market value (Audited)
-	205,369	Attock Refinery Limited			40,945,351	36,099,763
4,692,000	2,374,500	Pakistan Stock Exchange Limited*	74,179,936	39,459,720	51,976,085	24,291,135
-	100	Habib Bank Limited			12,818	9,134
454,000	-	TPL Trakker Limited	4,111,445	4,081,460	-	-
300,000	-	TRG Pakistan Limited	34,612,413	31,812,000	-	-
200,000	-	Pakistan Petroleum Limited	13,994,362	12,792,000	-	-
200,000	-	D.G.Khan Cement Factory Limited	9,104,959	8,782,000	-	-
3,500,000	-	Maple Leaf Cement Factory Limited	85,769,325	90,930,000	-	-
9,346,000	2,579,969		221,772,440	187,857,180	92,934,254	60,400,032

Unrealised loss on re-measurement of investment - fair value through profit or loss
Market value

(33,915,260) (32,534,222)
187,857,180 **60,400,032**

* This represents the shares pledged with Pakistan Stock Exchange Limited for taking exposures in regular, future market against Base Minimum Capital (BMC) requirement.

10. INVESTMENT IN MARGINAL FINANCING SYSTEM

This amount is given as Margin Financing (MF) to our clients through National Clearing Company of Pakistan Limited. This amount is secured against securities of clients held in House accounts under pledged status. The Company is financing on Financing Participation Ratio (FPR) of maximum 75% and charging markup upto the rate of 1 month KIBOR + 8%.

11. TRADE DEBTS

	Note	31 March 2023 (Un-audited) (Rupees)	30 June 2022 (Audited)
<i>Receivable from clients on account of:</i>			
- Purchase of shares on behalf of clients	11.2	199,129,123	293,259,815
- Brokerage commission			
- Equity shares		5,928,906	5,158,039
- Money market		990,357	1,753,317
- Consultancy fee		8,352,212	8,354,575
Provision for impairment on trade debts	11.1	(17,716,874)	(12,423,642)
		196,683,724	296,102,104
		196,683,724	296,102,104

11.1 Provision for impairment on trade debts

Opening balance	12,423,642	7,687,804
Impairment / (reversal) during the period / year - net	5,293,232	4,735,838
Closing balance	17,716,874	12,423,642

11.2 Aging analysis

The aging analysis of the trade debts relating to purchase of shares is as follows:

	Note	Amount	Custody value (Rupees)
Upto five days	11.2.1	117,714,112	2,283,402,760
More than five days	11.2.1	81,415,011	2,307,083,702
		199,129,123	4,590,486,462

11.2.1 These custody values are shown at market value after applying haircut of straight 15%.

12. DEPOSITS AND PREPAYMENTS

	Note	31 March 2023 (Un-audited) (Rupees)	30 June 2022 (Audited)
Deposit against exposure margin	12.1	1,922,133	108,173,367
Deposit against marginal trading services	12.2	8,711,332	10,100,759
Security deposits	12.3	-	-
Prepaid expenses		5,120,668	3,159,994
Sales tax receivables		4,640,997	9,659,808
Markup receivable against bank deposits		-	-
		20,395,130	131,093,928

12.1 This represents deposit with National Clearing Company of Pakistan Limited against the exposure margin in respect of trade in future and ready market. This deposit carry profit at rates ranging from 10.75% to 14.00% per annum (30 June 2022: 4.00% to 5.61% per annum).

12.2 This represents deposit with National Clearing Company of Pakistan Limited against the exposure margin in respect of trade and sustained losses to date on marginal trading services. These deposits carry profit at rates ranging from 10.75% to 14.00% per annum (30 June 2022: 4.00% to 5.61% per annum).

12.3 This includes security deposit against leased asset.

13. ADVANCES AND OTHER RECEIVABLES

	Note	31 March 2023 (Un-audited)	30 June 2022 (Audited)
		(Rupees)	
Considered good			
Advance against salary - secured		648,086	341,013
Other receivables and advances - unsecured		7,246,220	6,118,450
Receivable against sale of shares		-	200,000,000
		<u>7,894,306</u>	<u>206,459,463</u>

14. CASH AND BANK BALANCES

Balances with banks:

Saving accounts - profit and loss account	14.1	85,463,504	181,147,772
Current accounts - conventional		7,707,748	38,839,309
Current accounts - shariah compliant		2,625,380	1,679,259
	14.2	95,796,632	221,666,340
Cash in hand		<u>59,183</u>	<u>7,063</u>
		<u>95,855,815</u>	<u>221,673,403</u>

14.1 Profit rate on saving accounts ranges from 12.25% to 15.50% per annum (30 June 2022: 5.50% to 12.30% per annum).

14.2 This include Rs. 84.237 million (30 June 2022: Rs. 182.199 million) kept in designated bank accounts maintained on behalf of clients.

15. AUTHORISED, ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

	Note	31 March 2023 (Un-audited)	30 June 2022 (Audited)
		(Rupees)	
15.1 Issued, subscribed and paid-up capital			
Ordinary shares of Rs. 10 each fully paid in cash		495,000,000	450,000,000
Issued as bonus shares		<u>74,250,000</u>	<u>45,000,000</u>
		<u>569,250,000</u>	<u>495,000,000</u>

16. SHORT TERM BORROWING - SECURED

16.1 Short term running finance - secured

Short term running finance - secured	16.1.1	<u>82,987,960</u>	<u>149,997,195</u>
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16.1.1 Running finance facility of Rs. 150 million (30 June 2022: Rs. 150 million) has been obtained by the Company from schedule bank having expiry on 30 June 2023 and is secured against charge over present and future current assets of the Company. The mark-up on the facility is payable quarterly at 3 month KIBOR + 3.5% (30 June 2022: 3 month KIBOR + 3.5%).

18. TRADE AND OTHER PAYABLES

	Note	31 March 2023 (Un-audited) (Rupees)	30 June 2022 (Audited)
Trade creditors	18.1	89,293,795	204,248,069
Payable to National Clearing Company of Pakistan Limited		6,801,559	156,991,390
Accrued commission to traders	18.2	395,581	3,344,261
Accrued salaries and other expenses		850,552	4,174,979
Payable to auditors		-	1,438,426
Tax deducted at source		5,197,154	54,469,725
Commission payable	18.3	78,252	78,252
Accrued markup		2,168,608	2,780,046
IPS Accounts		2,081,903	128,436
Other payables		67,287,791	12,802,101
Markup payable on commercial paper		-	-
Other accrued expenses		-	291,085
		174,155,195	440,746,770

18.1 This includes trade payable of Rs. 1.052 million (30 June 2022:Rs. 2.498 million) payable to related parties.

18.2 This includes commission payable of Rs. 0.198 million (30 June 2022: Rs. 2.498 million) to related parties.

18.3 This represents commission payable to a foreign brokerage house.

19. CONTINGENCIES AND COMMITMENTS

19.1 Contingencies

19.1.1 The Sindh Revenue Board (SRB) passed an Order for recovery of Sindh sales tax on advisory services amounting to Rs. 871,581 for the tax period July 2011 to June 2012. The Company filed appeal before the Commissioner Appeals (SRB) against the said order. The Commissioner Appeals (SRB) passed the final order dated 21 November 2014 for recovery of assessed amount Rs. 871,581 and default surcharge to be calculated at the time of payment.

The Company filed the petition against the order to the Honourable High Court of Sindh ('the Court') and the Court granted an interim order dated 28 November 2014 and restrained the SRB from demanding any payment till further orders by the Court.

The SRB has passed an order on 11 October 2019 in respect of short declaration of revenue on which short paid sales tax amounting to Rs. 6,347,286 was computed for the tax period from July 2013 to June 2014. The Company filed appeal before the Commissioner Appeals (SRB) against the said order and also filed the petition S.T.R.A. No. 6/2016 against the order to the Court. Appeal and petition both are pending for hearings with Commissioner Appeals and the Court.

The Sindh Revenue Board has passed an order on 30 June 2020 in respect of short declaration of revenue on which short paid sales tax amounting to Rs. 1,817,282 was computed for the tax period from July 2012 to June 2013. The Company filed appeal before the Commissioner Appeals (SRB) against the said order and also filed the petition against the order to the Court to add this case in earlier petition due to similar grounds of both orders. Appeal and petition both are pending for hearings with Commissioner Appeals and the Court.

The management based on the advice of its advisor is confident that the above such services were not taxable under the Sindh Sales Tax Act, 2011 till 1st July 2014, where from amendment in the Act introduced. The department erroneously charged Sales Tax on such services retrospectively. The Company was duly paying Sindh Sales Tax on brokerage services and filing Sindh Sales Tax Return accordingly. The Company is confident of a favourable outcome against all orders passed by SRB, therefore, no provision has been made in this regard.

19.1.2 During the year 2019-20, one of the client filed a case before the Civil Court of Lahore against the Company, Pakistan Stock Exchange Limited, Securities and Exchange Commission of Pakistan and Central Depository Company, seeking rendition of accounts and permanent injunction from the Company. The hearing of the case is pending before the Civil Court of Lahore. The Company based on its lawyer's assessment and its legal standing is confident of a favourable outcome of the same, therefore, no provision has been made in this regard.

19.2 Commitments	31 March 2023 (Un-audited)	30 June 2022 (Audited)
	(Rupees)	
For sale of quoted securities under future contracts against counter commitments	<u>81,441,830</u>	<u>91,004,555</u>
For purchase of quoted securities under future contracts against counter commitments	<u>116,246,020</u>	<u>29,860,475</u>

19.2.1 The Company has availed running finance facilities with Sindh Bank Limited amounting to Rs. 150 million, which carry markup at the rate of 3 months KIBOR plus 3.5% and will mature on 30 June 2023.

20. OPERATING REVENUE	Nine months period ended 31 March		Quarter ended 31 March		
Note	2023	2022	2023	2022	
	----- (Unaudited) -----				
	----- (Rupees) -----				
Brokerage income	20.2	77,261,612	158,662,305	24,909,666	36,373,214
Advisory / consultancy fee		24,357,621	18,422,212	5,806,787	10,387,499
Commodity Income		1,149,013	775,785	1,149,013	296,420
Debt capital market services		565,000	-	282,500	-
		<u>103,333,246</u>	<u>177,860,302</u>	<u>32,147,966</u>	<u>47,057,133</u>
Less: Sales tax on services		11,755,708	20,404,283	3,566,250	5,356,130
	20.1	<u>91,577,538</u>	<u>157,456,019</u>	<u>28,581,716</u>	<u>41,701,003</u>

20.1 This includes Rs. 24.418 (31 March 2022: Rs. 40.685) million brokerage income earned from institutional clients, Rs. 37.672 (31 March 2022: Rs. 94.401) million brokerage income earned from retail clients and Rs. "Nil" (31 March 2022: Rs. "Nil") brokerage Income earned on proprietary trades.

20.2 This includes brokerage earned from related parties amounting to Rs. 1.433 million (31 March 2022: Rs. 1.560 million).

21. OPERATING EXPENSES

Note	Nine months period ended		Quarter ended	
	31 March		31 March	
	2023	2022	2023	2022
	(Unaudited)			
	(Rupees)			
Salaries, wages and other benefits	52,759,919	53,113,740	17,441,599	19,061,983
Consultancy fee	4,510,363	955,154	1,050,000	238,007
Commission and referral fee	5,659,619	27,674,193	2,032,260	4,744,307
Sub-underwriting commission	-	1,083,374	-	-
Service and transaction charges	5,623,379	11,020,462	1,815,273	3,051,761
Fees and subscription	5,006,577	10,439,518	714,370	2,898,299
	73,559,857	104,286,441	23,053,502	29,994,357

21.1 This includes consultancy fee to the directors of the Company amounting to Rs. 0.637 million (31 March 2022: Rs. 0.637 million).

21.2 This includes commission to the directors of the Company amounting to Rs.0.844 million (31 March 2022: Rs. 7.193 million).

22. ADMINISTRATIVE EXPENSES

	Nine months period ended		Quarter ended	
	31 March		31 March	
	2023	2022	2023	2022
	(Unaudited)			
	(Rupees)			
Salaries, wages and other benefits	43,167,206	43,456,696	14,270,398	15,596,167
Telephone and communication charges	4,410,413	5,244,872	1,008,324	1,137,916
Rent expense	-	268,819	-	-
Utility charges	3,743,913	2,736,779	949,251	617,327
Vehicle running expenses	4,814,164	3,006,346	1,715,825	1,130,439
Depreciation	19,741,646	20,406,175	6,364,139	6,893,917
Amortisation	122,862	200,315	40,356	66,772
Legal and professional charges	1,270,600	1,456,001	736,250	42,500
Auditor's remuneration	108,660	1,128,692	50,000	-
Insurance	2,066,742	1,334,064	202,246	131,975
Printing, stationery and postage charges	1,325,988	1,275,056	314,236	469,908
Office supplies	1,355,296	954,888	259,289	224,643
Office repair and maintenance	2,339,200	2,934,100	686,578	654,746
Fees and subscription	1,025,444	2,138,215	146,317	593,628
Travelling and entertainment charges	618,742	1,807,903	294,305	259,982
Advertisement expenses	991,200	3,541,404	-	2,883,902
Security expense	2,680,206	3,453,069	716,183	1,444,360
Generator Fuel	438,076	229,847	200,366	146,741
Miscellaneous expenses	1,655,210	4,182,320	547,270	1,516,454
Provision for Workers' Welfare Fund	-	-	-	-
	91,875,568	99,755,561	28,501,333	33,811,377

23. OTHER INCOME

Mark-up / interest on:				
- Bank balances (under mark-up arrangements)	17,355,404	16,652,076	4,267,575	4,779,942
- Investment in marginal financing system	1,743,778	7,354,497	1,588,018	-
- Investment in Marginal Trading System	857,650	-	-	-
- Exposure margin	5,869,713	9,018,983	1,830,096	3,806,708
Dividend income	3,503,690	474,900	-	-
Gain on lease termination	-	319,359	-	-
Gain on sale of assets	2,905,342	-	-	-
Miscellaneous income	1,106,116	995,536	207,358	192,012
	33,341,693	34,815,351	7,893,047	8,778,662

24. TAXATION

24.1 The income tax returns of the Company have been filed up to tax year 2021 under the Universal Self Assessment Scheme. This scheme provides that the return filed is deemed to be an assessment order. The returns may be selected for audit within five years. The Income Tax Commissioner may amend assessment if any objection is raised during audit.

24.1.2 Order under section 161 and 205 of the Income Tax Ordinance, 2001 has been passed by the Assistant Commissioner Inland Revenue in respect of monitoring of withholding of taxes for the tax year 2016 on account of short deduction of tax on payments made by the Company amounting to Rs. 0.10 million.



Order under section 161 and 205 of the Income Tax Ordinance, 2001 has been passed by the Assistant Commissioner Inland Revenue in respect of monitoring of withholding of taxes for the tax year 2011 on account of short deduction of tax on payments made by the Company amounting to Rs. 0.876 million. Against the said order the Company has preferred an appeal before the Commissioner Inland Revenue (Appeals) under section 127 of Income Tax Ordinance, 2001. The case has been heard, however, the decision in appeal is still pending. The management based on the advice of its advisor is confident regarding the outcome of the case. Thereby no provision is made within these condensed interim financial statements.

Order for amendment in assessment under section 122 (5A) of the Income Tax Ordinance, 2001 has been passed by the tax authorities for the tax year 2011 on the basis that the tax deduction under section 153(1)(b) of the Ordinance was minimum tax, therefore, no refund is allowable to the Company creating tax demand of Rs. 26,698. The Company has preferred an appeal before the Commissioner Inland Revenue (Appeals) under section 127 of Income Tax Ordinance, 2001, where hearing in appeal is pending. The management based on the advice of its advisor is confident regarding the outcome of the case. Thereby no provision is made within these condensed interim financial statements.

The Company was selected for audit in respect of tax year 2016 through Random Computer Balloting in accordance with section 214C of the Ordinance. The notice for submission of details was issued by Zone-V, Corporate Regional Tax Office, Karachi whereas jurisdiction of the Company falls with Zone-I Corporate Regional Tax office, Karachi. The same was responded and no further notice has been received yet.

24.2 There is no change in the status of the current tax assessment.

25. (LOSS) / EARNINGS PER SHARE - BASIC AND DILUTED

	Nine months ended		Quarter ended	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022
	----- (Un-audited) -----			
	----- (Rupees) -----			
(Loss) / profit for the period	<u>(59,843,145)</u>	<u>(83,798,262)</u>	<u>(8,299,878)</u>	<u>(26,550,819)</u>
	----- (Numbers) -----			
Weighted average number of ordinary shares in issue during the period	<u>56,925,000</u>	<u>49,500,000</u>	<u>49,500,000</u>	<u>49,500,000</u>
	----- (Rupees) -----			
(Loss) / earnings per share - basic and diluted	<u>(1.05)</u>	<u>(1.69)</u>	<u>(0.17)</u>	<u>(0.54)</u>

25.1 Diluted earnings per share has not been presented as the Company has not issued any instrument which would have an impact on (loss) / earnings per share when exercised.

26. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties comprise of associated companies, directors, key management personnel and close family members of the directors and key management personnel. Transactions with related parties are carried out at negotiated rates. Remuneration and benefits to executives of the Company are in accordance with the terms of their employment.

Details of transactions and balances with related parties, other than those which have been specifically disclosed elsewhere in these condensed interim financial statements are as follows:

26.1 Remuneration of Chief Executive, Directors and Executives

The aggregate amount charged in the condensed interim financial statements for remuneration, including certain benefits to the chief executive, directors and executives of the Company is as follows:

	Chief Executive		Directors		Executives	
	31 March		31 March		31 March	
	2023	2022	2023	2022	2023	2022
	----- (Un-audited) -----					
	----- (Rupees) -----					
Managerial remuneration	9,000,000	9,000,000	4,800,000	-	33,256,591	46,348,445
House rent allowance	3,600,000	3,600,000	1,920,000	-	13,302,637	18,539,378
Medical	900,000	900,000	480,000	-	3,325,659	4,634,844
Commission fee	-	-	844,317	7,193,767	1,518,661	8,045,835
Consultancy fee	-	-	636,979	636,979	-	-
	<u>13,500,000</u>	<u>13,500,000</u>	<u>8,681,296</u>	<u>7,830,746</u>	<u>51,403,548</u>	<u>77,568,502</u>
Number of persons	<u>1</u>	<u>1</u>	<u>3</u>	<u>2</u>	<u>15</u>	<u>34</u>

26.2 The Company provided the CEO and certain executives with company maintained cars as per their terms of employment.

26.3 Remuneration to non-executive directors

Commission and consultancy fees includes amounts paid to non-executive directors of the Company, amounting Rs.0.561 million and 0.636 (31 March 2022: Rs. 7.193 million).

27. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

Fair value is an amount for which an asset could be exchanged or a liability settled between knowledgeable willing parties in arm's length transaction. The table below analyses financial instruments carried at fair value, by valuation method. The different levels (methods) have been defined as follows:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

Fair value of the financial assets that are traded in active markets are based on quoted market prices. The following table shows fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy.

31 March 2023 (Un-audited)

	Carrying value				Fair value		
	FVTPL	FVTOCI - equity instrument	Financial asset at amortised cost	Other financial liabilities	Level 1	Level 2	Level 3
On balance sheet financial instruments							
	(Rupees)						
Financial assets measured at fair value							
Listed equity securities	187,857,180	-	-	-	187,857,180	-	-
Term finance certificates	4,020,000	-	-	-	-	4,020,000	-
Financial assets not measured at fair value							
Long term deposits	-	-	4,764,761	-			
Trade debts - considered good	-	-	196,683,724	-			
Investment in marginal financing system	-	-	-	-			
Deposits and prepayments	-	-	20,395,130	-			
Advances and other receivables	-	-	7,894,306	-			
Cash and bank balances	-	-	95,855,815	-			
	191,877,180	-	325,593,736	-			
Financial liabilities not measured at fair value							
Lease liabilities	-	-	-	22,094,958			
Unclaimed dividend	-	-	-	3,004,827			
Short term borrowing - secured	-	-	-	82,987,960			
Short term borrowing - unsecured	-	-	-	-			
Trade and other payables	-	-	-	174,155,195			
Contract liabilities	-	-	-	-			
	-	-	-	282,242,940			

30 June 2022 (Audited)

	Carrying value				Fair value		
	FVTPL	FVTOCI - equity instrument	Financial asset at amortised cost	Other financial liabilities	Level 1	Level 2	Level 3
On balance sheet financial instruments							
	(Rupees)						
Financial assets measured at fair value							
Listed equity securities	60,400,032	-	-	-	-	60,400,032	-
Financial assets not measured at fair value							
Term finance certificates	-	-	4,019,064	-			
Long term deposits	-	-	17,664,761	-			
Trade debts - considered good	-	-	296,102,104	-			
Investment in marginal financing system	-	-	9,300,902	-			
Deposits and prepayments	-	-	131,093,928	-			
Advances and other receivables	-	-	206,459,463	-			
Cash and bank balances	-	-	221,673,403	-			
	60,400,032	-	886,313,625	-			
Financial liabilities not measured at fair value							
Lease liabilities	-	-	-	30,371,109			
Unclaimed dividend	-	-	-	3,004,827			
Short term borrowing - secured	-	-	-	149,997,195			
Trade and other payables	-	-	-	440,746,770			
Contract Liabilities	-	-	-	1,166,658			
	-	-	-	625,286,559			

28. OPERATING SEGMENTS

These condensed interim financial statements have been prepared on the basis of a single reportable segment which is consistent with the internal reporting used by the chief operating decision-maker. The chief operating decision-maker is responsible for allocating resources and assessing performance of the operating segments.

The internal reporting provided to the chief operating decision-maker relating to the Company's assets, liabilities and performance is prepared on a consistent basis with the measurement and recognition principles of accounting and reporting standards as applicable in Pakistan.

There were no change in the reportable segment during the period.

29. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Company in their meeting held on 27-April-2023.

A handwritten signature in blue ink, appearing to read 'Ahsan Ali', written over a horizontal line.

Chief Executive Officer

A handwritten signature in blue ink, appearing to read 'Saeed', written over a horizontal line.

Chief Financial Officer

A handwritten signature in blue ink, appearing to read 'J. H.', written over a horizontal line.

Director



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