

SME LEASING LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2022

	Note	2022 Rupees	2021 Rupees
ASSETS			
NON-CURRENT ASSETS			
Property and equipment	6	4,125,665	3,340,157
Right-of-use asset	7	2,535,715	6,697,288
Net investment in finance leases	8	249,698,037	177,323,371
Long term finances and loans - secured	9	38,197,867	43,914,041
Long-term loans to employees - secured	10	195,773	343,921
Long-term deposits and prepayments	11	1,105,566	787,222
TOTAL NON-CURRENT ASSETS		295,858,623	232,406,000
CURRENT ASSETS			
Advances	12	2,499,935	2,779,957
Prepayments and other receivables	13	853,893	749,393
Current maturity of non current assets	14	34,795,101	107,452,416
Cash and bank balances	15	832,854	3,157,864
TOTAL CURRENT ASSETS		38,981,783	114,139,630
TOTAL ASSETS		334,840,406	346,545,630
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
AUTHORIZED SHARE CAPITAL			
100,000,000 (2021: 100,000,000) ordinary shares of Rs. 10 each		1,000,000,000	1,000,000,000
Issued, subscribed and paid-up share capital	16	320,000,000	320,000,000
Capital reserves		38,019,277	38,019,277
REVENUE RESERVES		358,019,277	358,019,277
Reserve against future losses		10,447,052	10,447,052
Accumulated losses		(360,613,560)	(361,930,933)
TOTAL SHAREHOLDERS' EQUITY		(350,166,508)	(351,483,881)
NON-CURRENT LIABILITIES			
Liabilities against assets subject to finance lease	17	-	4,020,884
Long-term deposits	8.1	137,841,991	130,202,795
Defined benefit obligations	18	10,182,680	9,764,513
TOTAL NON-CURRENT LIABILITIES		148,024,671	143,988,192
CURRENT LIABILITIES			
Trade and other payables	19	5,764,896	2,736,096
Mark-up accrued on borrowings	20	6,479,106	4,209,212
Short term borrowings - secured	21	139,175,806	137,183,616
Current maturity of non-current liabilities	22	19,707,733	44,918,469
Current maturity of liabilities against finance lease assets	17	3,871,502	3,594,336
Provision for compensated absences	23	3,613,944	3,045,411
Taxation - net		349,979	334,902
TOTAL CURRENT LIABILITIES		178,962,966	196,022,042
TOTAL EQUITY AND LIABILITIES		334,840,406	346,545,630
CONTINGENCIES AND COMMITMENTS			
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The annexed notes from 1 to 39 form an integral part of these financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

SME LEASING LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED DECEMBER 31, 2022

	Note	2022 Rupees	2021 Rupees
REVENUE			
Income from operations	25	20,870,846	21,303,331
Other income	26	127,010	90,277
		<u>20,997,856</u>	<u>21,393,608</u>
EXPENSES			
Administrative and general	27	(48,918,465)	44,090,102
Finance cost	28	(23,608,992)	18,489,464
		<u>(72,527,457)</u>	<u>62,579,566</u>
Operating loss		(51,529,601)	(41,185,958)
REVERSALS OF PROVISIONS			
Potential lease losses - net	8.6	50,798,754	16,426,638
Income tax provision		-	7,979,392
loans and receivables - net	9.2	2,223,481	3,648,177
		<u>53,022,235</u>	<u>28,054,207</u>
PROFIT / (LOSS) BEFORE TAXATION		<u>1,492,634</u>	<u>(13,131,751)</u>
Taxation	29	(262,615)	(267,420)
PROFIT / (LOSS) FOR THE YEAR		<u><u>1,230,019</u></u>	<u><u>(13,399,171)</u></u>
Earnings / (Loss) per share - basic and diluted	30	0.04	(0.42)

The annexed notes from 1 to 39 from an integral part of these financial statements.



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

SME LEASING LIMITED
STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED DECEMBER 31, 2022

	Note	2022 Rupees	2021 Rupees
Profit / (loss) for the year		1,230,019	(13,399,171)
Other comprehensive income			
Actuarial gain on defined benefit obligation -net	18	87,354	374,227
Total comprehensive income / (loss) for the year		<u>1,317,373</u>	<u>(13,024,944)</u>

The annexed notes from 1 to 39 form an integral part of these financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

SME LEASING LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2022

	Capital reserves		Revenue reserves		Total shareholders' equity	
	Issued, subscribed and paid-up share capital	Share premium	Statutory reserves	Reserve against future losses		Accumulated losses
Balance as at January 01, 2021	320,000,000	10,000,000	28,019,277	10,447,052	(348,905,989)	19,560,340
Total Comprehensive loss for the year ended December 31, 2021	-	-	-	-	(13,399,171)	(13,399,171)
Loss for the year	-	-	-	-	-	-
Other comprehensive gain	-	-	-	-	374,227	374,227
Actuarial gain on defined benefit obligation	320,000,000	10,000,000	28,019,277	10,447,052	(361,930,933)	6,535,396
Balance as at December 31, 2021	320,000,000	10,000,000	28,019,277	10,447,052	(361,930,933)	6,535,396
Balance as at January 01, 2022	320,000,000	10,000,000	28,019,277	10,447,052	(361,930,933)	6,535,396
Total Comprehensive profit for the year ended December 31, 2022	-	-	-	-	1,230,019	1,230,019
Profit for the year	-	-	-	-	-	-
Other comprehensive gain	-	-	-	-	87,354	87,354
Actuarial gain on defined benefit obligation	-	-	-	-	-	-
Balance as at December 31, 2022	320,000,000	10,000,000	28,019,277	10,447,052	(360,613,560)	7,852,769

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CHIEF EXECUTIVE OFFICER



DIRECTOR



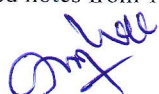
CHIEF FINANCIAL OFFICER



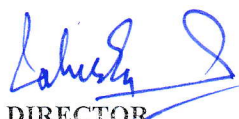
SME LEASING LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2022

	Note	2022 Rupees	2021 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit / (loss) before taxation		1,492,634	(13,131,751)
Adjustment for:			
Depreciation and amortization	27	3,557,400	3,594,888
Gratuity expense	18.2	1,898,449	1,761,032
Provision for compensated absences	23	1,443,497	1,384,461
Finance cost	28	23,576,904	18,437,187
Gain on disposal of property and equipment	26	(94,922)	(38,000)
Reversals for potential lease losses - net	8.6	(50,798,754)	(16,426,638)
Reversal of income tax provision		-	(7,979,392)
Reversals for loans and receivables - net	9.2	(2,223,481)	(3,648,177)
		(22,640,907)	(2,914,639)
Decrease / (Increase) in operating assets			
Net investment in lease		45,817,220	64,452,510
Finances and loans		13,123,071	11,610,385
Long-term loans to employees - secured		228,915	(78,600)
Prepayments and other receivables		(104,500)	747,545
Long-term deposits and prepayments		(318,344)	83,336
Long term deposits paid		(17,571,540)	(26,438,244)
Advances		280,022	2,227,068
		41,454,844	52,604,000
Increase / (decrease) in operating liabilities			
Trade and other payables		3,028,800	(2,303,946)
		3,028,800	(2,303,946)
Cash generated from operations		23,335,371	34,253,664
Financial charges paid		(20,468,845)	(16,843,325)
Interest income received		32,088	52,277
Gratuity paid	18.3	(1,392,928)	(787,147)
Benefits paid	23	(874,964)	(1,298,608)
Taxes paid		(247,537)	(156,872)
		(22,952,186)	(19,033,675)
Net cash generated from operating activities		383,185	15,219,989
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure	6	(1,467,489)	(163,413)
Proceeds from disposal of fixed assets	26	94,922	38,000
Net cash used in investing activities		(1,372,567)	(125,413)
CASH FLOWS FROM FINANCING ACTIVITIES			
Lease rentals paid		(3,327,818)	(5,955,997)
Net cash used in financing activities		(3,327,818)	(5,955,997)
Net (decrease) / increase in cash and cash equivalents		(4,317,200)	9,138,579
Cash and cash equivalents at beginning of the year		(134,025,752)	(143,164,331)
Cash and cash equivalents at end of the year	33	(138,342,952)	(134,025,752)

The annexed notes from 1 to 39 from an integral part of these financial statements.



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DIRECTOR



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