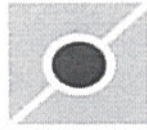


**Security Leasing  
Corporation Limited**

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**Half Yearly Report  
December 2023**



**Security Leasing  
Corporation Limited**

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## Mission

SLCL is committed to make a positive contribution towards the country's economy by achieving a leading position in the leasing industry.

SLCL intends to achieve its mission by:

- Enhancing value for its shareholders and lenders.
- Providing efficient and professional services to its customers based on the latest technology.
- Developing an efficient and professionally trained human resource.
- Following good and ethical business practices.

## Vision

SLCL has an infrastructure which can cater to substantial business as such SLCL is well poised to avail opportunities which will be available due to an upsurge in the economy.

The future of the leasing sector is linked to the macro-economic performance of the country's economy. New projects and Investment in Balancing, Modernization & Replacement (BMR) tender more opportunities to generate more business for the leasing sector.

# Business Strategy

The objective of the Company is to contribute towards the economic development of the country, while maintaining the progressive growth rate of the Company, by providing lease financing to small and medium sized business enterprises and individuals in the most efficient and effective manner.

The business strategy of the Company is based on the following:

## **1. Enhancing value for its shareholders and lenders**

By investing into a diversified lease portfolio, the Company substantially reduces the risk of potential losses, which in turn promises to shield the shareholders equity and further increase the value of the stakeholders' interests. The Company's Earning Per Share reflects that the Company has not only safeguarded the stakeholders' interests efficiently but has also been successfully able to increase the value of their interests.

## **2. Providing efficient and professional services to its customers**

SLCL is known for its quality service. The main objective of the organization is providing high quality services at economical prices. It has been the company's policy to give a wide variety of options to its customers, in order to facilitate their individual requirements.

## **3. Developing an efficient and professionally trained human resource**

The management philosophy of the Company is to develop and maintain a professional organization with a blend of local culture and management style. The professional staff has been hired on the basis of merit from various business organizations.

## Company Information

### **BOARD OF DIRECTORS**

Mr. M Riaz Khokhar	Chairman
Ms. Farah Azeem	Chief Executive Officer
Mr. Zahid Hussain	
Mr. Peer Bakhsh Soomro	
Ms. Ambereen Israr	
Mr. Mujtaba Abbasi	

Note: Approval of the above Directors from SECP is awaited

### **COMPANY SECRETARY**

Muhammad Farooq

### **EXTERNAL AUDITORS**

UHY Hassan Naeem & Co.  
Chartered Accountants

### **LEGAL ADVISORS**

Abdul Karim Khan & Co.  
Advocates, Legal & Corporate Consultants

### **TAX CONSULTANTS**

UHY Hassan Naeem & Co.  
Chartered Accountants

# Company Information

## **REGISTERED & HEAD OFFICE**

Block 'B', 5th Floor, Lakson Square No. 3, Sarwar Shaheed Road, Karachi 74200

Tel: 35672649-35660308

Web: [www.seclearse.com](http://www.seclearse.com) e-mail: [slcl@seclearse.com](mailto:slcl@seclearse.com)

## **BRANCH**

Lahore - North Region

D-802, 8th Floor, City Towers,

6-K, Main Boulevard, Gulberg-II, Lahore-54600.

Phone: 042 - 35788660-62 Fax: 042 - 35788659

## **SHARE REGISTRAR**

F. D. Registrar Services (SMC-Pvt) Ltd.

Office # 1705, 17th Floor, Saima Trade Tower-A,

I.I. Chundrigar Road, Karachi-74000.

Tel: 92-21-35478192-93 / 32271906

Fax: 92-21-32621233 E-mail: [fdregistrar@yahoo.com](mailto:fdregistrar@yahoo.com)

## DIRECTORS' REVIEW

The directors are pleased to present their report on the un-audited financial statements of the company for the period ended 31 December, 2023. The total assets of the company as of 31 December 2023 are Rs.550 million compared to Rs.551.48 million as of 30<sup>th</sup> June 2023. During the six month period under review the total revenue of the Company were amounted to Rs. 7.27 million compared to Rs. 6.78 million during the six month period ended 31 December 2022. The Company has after tax profit of 1.460 million in a period under review as compared to after tax profit of Rs.1.27 million during the six month period ended 31 December 2022. The earning per share as of 31 December 2023 is Rs.0.04 as compared to the profit per share Rs.0.04 as of 31 December 2022.

The Board of Directors after reviewing the situation afresh has concluded that during the year 2023-24 it will be possible for the company to reduce its institutional indebtedness by making payments to the creditors on the basis of substantial discount in respect of which bulk of the creditors have already agreed in principle for settlement with the company on the basis of substantial discount. your directors are hopeful that with anticipated settlement with the creditors in the coming future the company would show positive trend in the coming periods.

Your directors recognize and appreciate the support of the regulatory authorities and the lending institutions as also the dedicated services rendered by the management and the staff of the Company.

For and on behalf of the Board of Directors



Farah Azeem

Chief Executive Officer

Karachi: February 27, 2024

## ڈائریکٹر کی رپورٹ

آپ کے ڈائریکٹر کی جانب سے 31 دسمبر 2023ء کو ختم ہونے والی ششماہی کی ان آڈیٹڈ (Un-Audited) مالی دستاویزات حاضر خدمت ہے۔ 31 دسمبر 2023ء کو کمپنی کے اثاثوں کی مجموعی مالیت 550.00 ملین روپے تھی جبکہ 30 جون 2023ء کو یہ مالیت 551.48 ملین روپے تھی۔ زیر حبانہ مدت کے دوران کمپنی کی آمدنی کی سطح 7.27 ملین روپے رہی جبکہ گذشتہ سال اس مدت میں یہ سطح 6.78 ملین روپے تھی۔ زیر غور مدت میں کمپنی کا بعد از ٹیکس منافع 1.46 ملین روپے رہا جبکہ گذشتہ سال اس مدت میں بعد از ٹیکس منافع 1.27 ملین روپے تھا۔

31 دسمبر 2023ء کو کمپنی کافی حصص منافع 0.04 روپے رہا جبکہ گذشتہ سال اس مدت میں فی حصص منافع 0.039 روپے تھا۔

کمپنی کے ڈائریکٹر پر امید ہیں کہ سال 2023-24 کے دوران مالیاتی اداروں سے حاصل کئے گئے قرضوں کو قابل قدر حد تک کم کرنے میں کامیاب ہو جائیں گے کیونکہ اکثر دیندار کمپنی کو ڈسکاؤنٹ دینے پر تیار ہو چکے ہیں ان تمام عوامل کو مد نظر رکھتے ہوئے اس بات کی قوی امید ہے کہ اگلی سہ ماہی کے نتائج آمدنی کی بہتر سطح ایکوٹی میں اضافہ فی حصص آمدنی میں اضافہ جیسے مثبت رجحان کی نشاندہی کریں گے۔ بورڈ اپنے سرمایہ کار، قرض دہندہ اور ریگولیٹریا ہتارٹیز کے اس مشکل وقت میں مسلسل تعاون پر نہایت شکر گزار ہیں۔ ساتھ ساتھ اپنے تمام عملے کی کوششوں اور ان کی لگن جس کی وجہ سے کمپنی کے آپریشن کو اس مشکل حالت میں جاری رکھنا ممکن ہو سکا نہایت ممنون ہیں۔ بورڈ آف ڈائریکٹرز کی جانب سے اور ان کے لئے۔

  
منیر عظیم

چیف ایگزیکٹو آفیسر

27 جنوری 2024



**INDEPENDENT AUDITOR'S REVIEW REPORT**

**To the members of Security Leasing Corporation Limited  
Report on Review of Condensed Interim financial Statements**

**Introduction**

We have reviewed the accompanying condensed interim statement of financial position of Security Leasing Corporation Limited as at 31 December 2023 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 comprising material accounting policy information and other explanatory information for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of this 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 financial statements based on our review.

The figures for the quarter ended 31 December 2023 and 31 December 2022 as presented in the condensed statement of profit or loss and condensed interim statement of comprehensive income have not been reviewed and thus, we do not express a conclusion on them.

**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". Review of interim financial statements consists of making inquiries of persons responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Basis for Adverse Conclusion**

- i. The Company has recorded deferred tax asset of Rs. 334 million (June 30, 2023: Rs. 334 million) based on its future plans which projects that future taxable profit would be available against which such deferred tax assets could be utilized. However, in our view, there is no sufficient appropriate audit evidence that the management's plans are feasible and ultimate outcome will improve the Company's current situation as discussed in below paragraph of material uncertainty relating to going concern therefore, sufficient future profit will not be available against which deferred tax asset could be utilized.

In our view, deferred tax asset should be derecognized. Had the deferred tax asset been derecognized, deferred tax asset and equity would have been decreased by Rs. 334 million whereas loss for the period would have been increased by Rs. 334 million.

- ii. As disclosed in the note of 9.2 to the financial statements, the company has defaulted in making repayment of long term borrowings from various financial institutions. The lenders filed various litigations against the company for recovery of principal and markup/cost of fund. The company has also not recorded markup/cost of fund against these financial facilities. We were unable to quantify the amount of cost of fund that should have been recorded in financial statements for the period ended 31 December 2023.
- iii. The Company has recorded short term loan receivable amounting Rs. 54 million due from First Pakistan Securities Limited. Although the management has initiated a suit for the recovery of the said amount but, in the absence of sufficient and appropriate audit evidence we are unable to satisfy ourselves on the recoverability of the said amount. As per IFRS 9 and time-based criteria mentioned in Schedule X of the NBFC prudential regulations, the receivable is required to be fully provided. Had the provision been made, short term loan receivable would have been lower by Rs. 54 million whereas loss for the period would have been increased by Rs. 54 million.
- iv. The Company losses has been accumulated to Rs. 609.51 million as at December 31, 2023 (June 30, 2023: Rs. 589.93 million). These circumstances, and sizeable decline in business activities, indicate that the material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern and therefore the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. However, the financial statements have been prepared on a going concern basis. In our opinion, Management's use of the going concern assumption in the financial statements is inappropriate.

#### **Adverse Conclusion**

Our review indicates that, because of the significance of the effects of the matters as described in the paragraphs of the "Basis for Adverse Conclusion" section of our report, this condensed interim financial information does not give a true and fair view of the financial position of the entity as at 31 December 2023, and of its financial performance and its cash flows for the six-months period then ended in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor's review report is **Arslan Ahmed**.

UHY Hassan Naeem & Co.

KARACHI

DATE: February 27, 2024

UDIN: RR202310311VCGLxgSww

**SECURITY LEASING CORPORATION LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT DECEMBER 31, 2023**

	Note	Un-audited December 31, 2023	Audited June 30, 2023
-----Rupees-----			
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and bank balances	5	612,406	2,064,959
Short term finances		54,000,000	54,000,000
Advances, prepayments and other receivables		864,383	878,975
Taxation-net		9,709,530	8,875,036
Current maturity of non-current assets	6	97,060,062	97,060,062
		<b>162,246,381</b>	<b>162,879,032</b>
<b>Non current assets</b>			
Long-term deposits	7	494,500	494,500
Property and equipment		-	-
Investment property	8	52,477,480	53,789,753
Deferred tax asset		334,321,869	334,321,869
		<b>387,293,849</b>	<b>388,606,122</b>
<b>TOTAL ASSETS</b>		<b>549,540,230</b>	<b>551,485,154</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Accrued and other liabilities		35,935,411	39,341,020
Unclaimed Dividend		638,283	638,283
Current maturity of non-current liabilities	9	481,584,924	481,584,924
		<b>518,158,618</b>	<b>521,564,227</b>
<b>Non current liabilities</b>			
Long term Deposits	9.1	-	-
Long term Finance	9.2	-	-
		<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>		<b>518,158,618</b>	<b>521,564,227</b>
<b>NET ASSETS</b>		<b>31,381,612</b>	<b>29,920,927</b>
<b>REPRESENTED BY SHAREHOLDERS' EQUITY</b>			
<b>Share capital and reserve</b>			
Issued, subscribed and paid-up share capital	10	438,027,750	438,027,750
Reserves	11	(427,644,609)	(429,105,294)
Surplus on revaluation of fixed assets		20,998,471	20,998,471
<b>Total shareholders' equity</b>		<b>31,381,612</b>	<b>29,920,927</b>

**CONTINGENCIES AND COMMITMENTS**

*The annexed notes forms an integral part of these financial statements.*

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**FARAH AZEEM**  
CHIEF EXECUTIVE OFFICER



**MUHAMMAD FAROOQ**  
CHIEF FINANCIAL OFFICER




**M. RIAZ KHOKHAR**  
CHAIRMAN

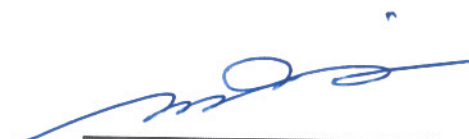
SECURITY LEASING CORPORATION LIMITED  
CONDENSED INTERIM PROFIT OR LOSS STATEMENT  
FOR THE PERIOD ENDED DECEMBER 31, 2023 (UN-AUDITED)

Note	Half Year Ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
----- Rupees -----				
<b>REVENUE</b>				
<b>Income from:</b>				
Finance leases- contracts	-	-	-	-
Other operating income	7,270,328	6,783,674	3,674,964	3,801,268
	<u>7,270,328</u>	<u>6,783,674</u>	<u>3,674,964</u>	<u>3,801,268</u>
<b>EXPENSES</b>				
Administrative and selling expenditure	5,808,965	5,402,778	3,386,176	2,913,287
Finance costs	678	2,275	(700)	1,350
	<u>(5,809,643)</u>	<u>(5,405,053)</u>	<u>(3,385,476)</u>	<u>(2,914,637)</u>
Profit before tax	1,460,685	1,378,621	289,488	886,631
<b>Taxation</b>				
Current	-	(100,333)	-	-
Profit after tax	<u>1,460,685</u>	<u>1,278,288</u>	<u>289,488</u>	<u>886,631</u>
Earning per share	13 0.04	0.04	0.01	0.02

The annexed notes forms an integral part of these financial statements.

  
\_\_\_\_\_  
**FARAH AZEEM**  
**CHIEF EXECUTIVE OFFICER**

  
\_\_\_\_\_  
**MUHAMMAD FAROOQ**  
**CHIEF FINANCIAL OFFICER**

  
\_\_\_\_\_  
**M. RIAZ KHOKHAR**  
**CHAIRMAN**

**SECURITY LEASING CORPORATION LIMITED**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE PERIOD ENDED DECEMBER 31, 2023 (UN-AUDITED)**

	Half Year Ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	-----Rupees-----			
Profit for the period	1,460,685	1,278,288	289,488	886,631
<b>Other comprehensive income</b>				
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive Income for the period</b>	<b>1,460,685</b>	<b>1,278,288</b>	<b>289,488</b>	<b>886,631</b>

*The annexed notes forms an integral part of these financial statements.*



FARAH AZEEM  
CHIEF EXECUTIVE OFFICER



MUHAMMAD FAROOQ  
CHIEF FINANCIAL OFFICER



M. RIAZ KHOKHAR  
CHAIRMAN

**SECURITY LEASING CORPORATION LIMITED  
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED DECEMBER 31, 2023 (UN-AUDITED)**

	Share capital	Capital		Revenue		Total
		Statutory reserve	Unappropriated profit	Surplus on revaluation of Fixed assets		
Balance as at June 30, 2022	438,027,750	181,867,005	(589,932,712)	20,998,471		50,960,514
Profit for the period			1,278,288			1,278,288
Balance as at December 31, 2022	438,027,750	181,867,005	(588,654,424)	20,998,471		52,238,802
Balance as at June 30, 2023	438,027,750	181,867,005	(610,972,299)	20,998,471		29,920,927
Profit for the period			1,460,685			1,460,685
Balance as at December 31, 2023	438,027,750	181,867,005	(609,511,614)	20,998,471		31,381,612

  
**FARAH AZEEM**  
 CHIEF EXECUTIVE OFFICER

  
**MUHAMMAD FAROOQ**  
 CHIEF FINANCIAL OFFICER


  
**M. RIAZ KHOKHAR**  
 CHAIRMAN

**SECURITY LEASING CORPORATION LIMITED**  
**CONDENSED INTERIM CASH FLOWS STATEMENT**  
**FOR THE PERIOD ENDED DECEMBER 31, 2023 (UN-AUDITED)**

	Un-audited December 31, 2023	Un-audited December 30, 2022
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	-----Rupees-----	
Loss before tax	1,460,685	1,378,621
Depreciation	1,311,936	1,311,936
Finance costs	678	2,275
Reversal of provision	-	-
	1,312,614	1,314,211
<b>Operating Profit/(loss) before working capital changes</b>	2,773,299	2,692,832
<b>Working capital changes</b>		
(Decrease) / increase in advances, prepayments and other receivables	14,592	14,596
Decrease in accrued and other liabilities	(3,405,609)	(960,874)
	(3,391,017)	(946,278)
<b>Cash generated/(Used) from operations after working capital</b>	(617,718)	1,746,554
Financial charges paid	(678)	(2,275)
Tax paid	(834,494)	(804,234)
	(835,172)	(806,509)
<b>Net cash generated/(used) from operating activities</b>	(1,452,890)	940,045
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Disposal of fixed asset	337	-
<b>Net increase/(decrease) in cash and cash equivalents</b>	(1,452,553)	940,045
Cash and cash equivalents at beginning of the period	2,064,959	332,114
<b>Cash and cash equivalents at end of the period</b>	612,406	1,272,159

Note

  
 FARAH AZEEM  
 CHIEF EXECUTIVE OFFICER

  
 MUHAMMAD FAROOQ  
 CHIEF FINANCIAL OFFICER

  
 M. RIAZ KHOKHAR  
 CHAIRMAN

**SECURITY LEASING CORPORATION LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED DECEMBER 31, 2023 (UN-AUDITED)**

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**1 LEGAL STATUS AND NATURE OF BUSINESS**

- 1.1 Security Leasing Corporation Limited (the Company) was incorporated in Pakistan on December 6, 1993 and commenced its operations on May 21, 1995. The Company is a Non-Banking Finance Company (NBFC) under Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and engaged in the business of leasing.

The registered office of the Company is situated at Block B, 5th Floor, Lakson Square Building No.3, Sarwar Shaheed Road, Karachi, Pakistan. The Company is listed on Pakistan Stock Exchanges.

- 1.2 Since the start of the financial and economic crisis in Pakistan in October 2008, the financing facilities of the Company were abruptly withdrawn by the banks which resulted in reduction of portfolio of leasing and other finances. The private sector especially NBFCs could not attract any funding in form of either equity or financing facility due to crowding out by high fiscal borrowings of government in the preceding years. The Company was feeling extraordinary pressure on its repayment capacity due to constant reduction of portfolio and absence of sizeable fresh business. Therefore, the Company negotiated on different occasion with its lenders of long and short term funding.

**Mitigating Factors**

The main objective of requesting the lenders for full and final settlements of financial liabilities was to increase cash flows and equity of the Company. In addition to these measure the Company also taking drastic steps to reduce the administrative costs.

The Management is hopeful that settlement with lenders will assist in reducing losses and improving the equity of the Company. This will make the company attractive for equity participation/merger /acquisition to inject additional equity.

The Company is making efforts to improve equity level through bringing fresh equity. In this regard some positive progress has been made.

The Company is constantly looking for options to increase the equity levels by soliciting investor for cash and in kind equity investment. The Board and its management are hopeful that these measures would bring stability to the Company and results would start to improve in the coming periods.

**2 BASIS OF MEASUREMENT**

These financial statements have been prepared under historical cost convention except for certain property and equipment which have been stated at revalued amounts and financial assets and financial liabilities which have been stated at their fair values, cost or amortized cost.

The financial statements have been prepared following the accrual basis of accounting except for the cash flow information.

**3 STATEMENT OF COMPLIANCE**

These financial statements have been prepared in accordance with the approved accounting standards, as applicable in Pakistan and the requirements of the Companies Act, 2017, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules) and the Non- Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations).



**SECURITY LEASING CORPORATION LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED DECEMBER 31, 2023 (Un-audited)**

Approved accounting standards comprise such International Financial Reporting Standard (IFRS) issued by International Accounting Standard Board (IASB) as are notified under the provisions of the Companies Act, 2017, provisions of and directives issued under the Companies Ordinance, 1984. Wherever, the requirements of the Ordinance, the Rules and the Regulations differ with the requirements of IFRS, the requirements of the Act, the Rules or the Regulations shall prevail.

**4 MATERIAL ACCOUNTING POLICY INFORMATION AND OTHER EXPLANATORY INFORMATION**

The accounting policies adopted for the preparation of these half yearly accounts are the same as those applied in the preparation of the preceding annual published accounts of the company for the year ended June 30, 2023.

	Un-audited 31-Dec-23	Audited 30-Jun-23
	-----Rupees-----	
<b>5 CASH AND BANK BALANCES</b>		
Cash in hand	2,210	-
Balance with State Bank of Pakistan in current account	29,569	29,569
Balances with other banks in:		
-Current accounts	564,143	2,018,906
-Saving accounts	16,484	16,484
	<u>612,406</u>	<u>2,064,959</u>

**6 CURRENT MATURITY OF NON - CURRENT ASSETS**

Net investments in leases	<u>97,060,062</u>	<u>97,060,062</u>
	<u>97,060,062</u>	<u>97,060,062</u>

	31-Dec-23			30-Jun-23		
	Not Later than one year	Later than one year	Total	Not Later than one year	Later than one year	Total
Lease rentals receivable	244,615,151	-	244,615,151	244,615,151	-	244,615,151
Add: residual value of leased assets	98,449,557	-	98,449,557	98,449,557	-	98,449,557
Gross investment in finance leases	343,064,708	-	343,064,708	343,064,708	-	343,064,708
Less:						
Unearned lease income	-	-	-	-	-	-
Income suspended	52,249,428	-	52,249,428	52,249,428	-	52,249,428
	290,815,280	-	290,815,280	290,815,280	-	290,815,280
Provision for potential lease losses	193,755,218	-	193,755,218	193,755,218	-	193,755,218
Net investment in leases	<u>97,060,062</u>	-	<u>97,060,062</u>	<u>97,060,062</u>	-	<u>97,060,062</u>
	<u>97,060,062</u>	-	<u>97,060,062</u>	<u>97,060,062</u>	-	<u>97,060,062</u>

- 6.1 The company has booked 100% provision against the lease receivables. All lease receivables are long overdue and under litigation and no recovery could be made thereof since long ago. All of the receivables has been credit impaired as per Expected Credit Loss model of IFRS-9 (Financial Instruments), and have been duly provided for. Further the provision under Schedule X of the NBFC Regulations is 100% as per time based criteria. No further provision is required under IFRS-9 (Financial Instruments).

SECURITY LEASING CORPORATION LIMITED  
 NOTES TO THE FINANCIAL STATEMENTS  
 FOR THE PERIOD ENDED DECEMBER 31, 2023 (Un-audited)

7 PROPERTY AND EQUIPMENT

Particulars	Cost			Rate %	Depreciation			W.D.V
	As at July	Addition/ (Disposals)	As at		As at July	Charge/ (Reversal)	As at	As at
	01, 2023		December		01, 2023		December	December
			31, 2023			31, 2023	31, 2023	
..... Rupees.....								
Furnitures & Generators	5,059,512	-	5,059,512		5,059,512	-	5,059,512	-
Other assets	26,425,346	-	26,425,346		26,425,346	-	26,425,346	-
December 2023	<u>31,484,858</u>	-	<u>31,484,858</u>		<u>31,484,858</u>	-	<u>31,484,858</u>	-
June 2023	<u>31,580,560</u>	<u>(95,702)</u>	<u>31,484,858</u>		<u>31,580,223</u>	<u>(95,365)</u>	<u>31,484,858</u>	-

Un-audited      Audited  
 31-Dec-23      30-Jun-23  
 Note      -----Rupees-----

8 INVESTMENT PROPERTY

Cost	104,955,000	104,955,337
Accumulated Depreciation	104,955,000	104,955,337
Opening	51,165,584	48,541,662
Charge for the year/period	1,311,936	2,623,922
Carrying Value	52,477,520	51,165,584
Rate (%)	52,477,480	53,789,753
	2.50%	2.50%

9 CURRENT MATURITY OF NON-CURRENT LIABILITIES

Long term deposit	9.1	98,405,926	98,405,926
Long term finance	9.2	383,178,998	383,178,998
		<u>481,584,924</u>	<u>481,584,924</u>

9.1 LONG TERM DEPOSIT

Deposit against lease	98,405,926	98,405,926
Less: current portion	(98,405,926)	(98,405,926)
	-	-

9.2 LONG-TERM FINANCES - secured

Other than related party		
Privately placed sukus	231,054,635	231,054,635
Long-term loans	152,124,363	152,124,363
	383,178,998	383,178,998
Less: current maturity due		
Privately placed sukus	231,054,635	231,054,635
Long-term loans	152,124,363	152,124,363
	383,178,998	383,178,998
	383,178,998	383,178,998
	-	-

These facilities are over due, but company is not accruing any markup on principal amount.

**SECURITY LEASING CORPORATION LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED DECEMBER 31, 2023 (Un-audited)**

	Un-audited 31-Dec-23	Audited 30-Jun-23
<b>10 SHARE CAPITAL</b>		
<b>Authorised capital</b>	-----Rupees-----	
75,000,000 (30 June 2023: 75,000,000) ordinary shares of Rs. 10 each	750,000,000	750,000,000
50,000,000 (30 June 2023: 50,000,000) preference shares of Rs. 10 each	500,000,000	500,000,000
	<u>1,250,000,000</u>	<u>1,250,000,000</u>
<b>Issued, subscribed and paid-up share capital</b>		
22,100,000 (30 June 2023: 22,100,000) ordinary shares of Rs. 10 each fully paid in cash	221,000,000	221,000,000
14,200,000 (30 June 2023: 14,200,000) ordinary shares of Rs. 10 each issued as fully paid bonus shares	142,000,000	142,000,000
	<u>363,000,000</u>	<u>363,000,000</u>
<b>Preference shares</b>		
7,502,775 (30 June 2023: 7,502,775) preference shares-class A of Rs. 10 each fully paid in cash	75,027,750	75,027,750
	<u>438,027,750</u>	<u>438,027,750</u>
<b>11 RESERVES</b>		
<b>Capital reserve</b>		
Statutory reserves	181,867,005	181,867,005
<b>Revenue reserve</b>		
Accumulated loss	(609,511,614)	(589,932,712)
	<u>(427,644,609)</u>	<u>(408,065,707)</u>

**12 CONTINGENCIES AND COMMITMENTS**

There is no change in contingencies and commitments as from June 30, 2023.

	Half year ended December 31,		Quarter ended December 31,	
	2023	2022	2023	2022
	-----Rupees-----		-----Rupees-----	
<b>13 LOSS PER SHARE - Basic and diluted</b>				
Loss attributable to ordinary Shareholders	<u>1,460,685</u>	<u>1,278,288</u>	<u>288,088</u>	<u>886,631</u>
Number of ordinary shares Issued and subscribed	<u>36,300,000</u>	<u>36,300,000</u>	<u>36,300,000</u>	<u>36,300,000</u>
Earning / (Loss) per share-rupees	<u>0.04</u>	<u>0.04</u>	<u>0.01</u>	<u>0.02</u>

Loss per share has been calculated by dividing loss for the period attributable to the ordinary shareholders outstanding at the period end by the weighted average number of shares outstanding during the period.

**SECURITY LEASING CORPORATION LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED DECEMBER 31, 2023 (Un-audited)**

	Un-audited 31-Dec-23	Un-audited 31-Dec-22
	-----Rupees-----	
14 CASH AND CASH EQUIVALENTS		
Balances with banks	612,406	1,272,159
	<u>612,406</u>	<u>1,272,159</u>

**15 COMPARATIVE FIGURES**

The corresponding figures have been rearranged and reclassified, wherever considered necessary, to comply with the requirements of the Companies Act, 2017 and for the purposes of comparison and better presentation.

**16 TRANSACTIONS WITH RELATED PARTIES**

Aggregate transactions with related parties and associated undertakings which are not disclosed in respective notes are as follows:

Name of related party	Relationship	Description	2023	2022
			Amount	Amount
.....Rupees.....				
M.Riaz Khokhar	Director	Payable	611,110	1,833,345
Ms.Ambreen Israr	Director	Director Fee	75,000	50,000
Peer Buksh Soomro	Director	Director Fee	75,000	-
Mujtaba Abbasi	Director	Payable	75,000	-
Malik Zahid	Director	Payable	75,000	-
Ms.Farah Azeem	C.E.O.	Salary	864,000	750,000
Ms.Farah Azeem	C.E.O.	Ex-Gratia	500,000	-
M.Riaz Khokhar	Director	Remuneration	733,332	855,554
Muhammad Farooq	C.F.O	Ex-Gratia	1,600,000	-
Muhammad Farooq	C.F.O	Salary	550,000	450,000
Various	Executives	E.O.B.I	16,520	9,360
SM Nadim Shafiqullah (Late)	Shareholder	Payables	10,678,922	10,678,922

**17 DATE OF AUTHORIZATION**

These financial statements were authorized for issue on 27 FEB 2024 by the Board of Directors of the Company.

**18 GENERAL**

The figures has been rounded off to neareset rupee.

  
 Chief Executive Officer

  
 Chief Financial Officer

  
 Director