

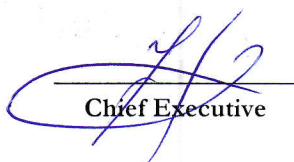
M/S ZAFAR MOTI CAPITAL
SECURITIES (PRIVATE) LIMITED

FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED
DECEMBER 31, 2019

ZAFAR MOTI CAPITAL SECURITIES (PRIVATE) LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2019

	Note	Dec-19 (Rupees)	Jun-19 (Rupees)
<u>ASSETS</u>			
<u>NON CURRENT ASSETS</u>			
Property and equipment	4	-	-
Intangible assets	5	2,618,541	2,618,541
Investment at fair value through other comprehensive income	6	20,036,913	20,838,389
Long term deposits	7	500,000	700,000
		23,155,454	24,156,930
 <u>CURRENT ASSETS</u>			
Trade debts	8	22,276,465	22,302,794
Investment at fair value through profit and loss	9	11,986,568	12,043,426
Loan to director	10	40,389,607	40,389,607
Advances, deposits, prepayments and other receivables	11	5,767,075	5,425,701
Cash and bank balances	12	5,371,847	4,500,725
		85,791,561	84,662,253
		<u>108,947,015</u>	<u>108,819,183</u>
 <u>EQUITY AND LIABILITIES</u>			
<u>CAPITAL RESERVES</u>			
Authorized capital		<u>55,000,000</u>	<u>55,000,000</u>
Issued, subscribed and paid-up capital	13	52,800,000	52,800,000
Surplus/(Deficit) on Investment at fair value through other comprehensive income		14,036,919	14,838,388
Unappropriated profit		37,354,814	37,314,869
		104,191,732	104,953,257
 <u>CURRENT LIABILITIES</u>			
Trade and other payable	14	3,437,429	2,548,070
Short term loan - unsecured	15	1,317,855	1,317,855
		4,755,284	3,865,926
 Contingencies and commitments	 16	 -	 -
		<u>108,947,015</u>	<u>108,819,183</u>

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


Chief Executive


Director

ZAFAR MOTI CAPITAL SECURITIES (PRIVATE) LIMITED
STATEMENT OF PROFIT AND LOSS
FOR THE YEAR ENDED DECEMBER 31, 2019

	Note	Dec-19 (Rupees)	Jun-19 (Rupees)
Revenue from contract with customers	17	1,231,712	3,025,702
Operating and administrative expenses	18	(1,134,248)	(5,822,416)
Impairment	5.1.1	-	-
Financial charges	19	(656)	(36,243)
loss allowance	8.2	-	(156,770,577)
Other income	20	(56,858)	(3,723,528)
Net (loss)/profit before taxation		39,951	(163,327,062)
Taxation	21	-	(37,821)
Net (loss)/profit after taxation		39,951	(163,364,884)

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 Chief Executive

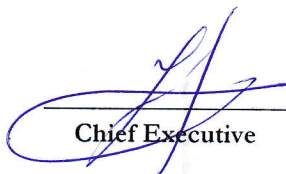


 Director

ZAFAR MOTI CAPITAL SECURITIES (PRIVATE) LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED DECEMBER 31 2019

	Dec-19 <i>(Rupees)</i>	Jun-19 <i>(Rupees)</i>
Profit/(loss) for the year	39,951	(7,568,830)
Other comprehensive income:		
Surplus/(Deficit) on investment at fair value through other comprehensive income	(801,469)	(9,505,511)
Total comprehensive income	<u><u>(761,520)</u></u>	<u><u>(17,074,341)</u></u>

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



Chief Executive



Director

ZAFAR MOTI CAPITAL SECURITIES (PRIVATE) LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2019

	Issued, subscribed and paid-up capital	Accumulated profit	Surplus/(Deficit) - Investment at FVTOCI	Total
<hr style="border-top: 1px dashed black;"/> Rupees <hr style="border-top: 1px dashed black;"/>				
Balance as at June 30, 2017	52,800,000	208,248,584	35,163,833	296,212,417
Net profit/(loss) for the year	-	(7,568,830)	-	(7,568,830)
Surplus/(Deficit) on investment at fair value through OCI	-	-	(9,505,511)	(9,505,511)
Balance as at June 30, 2018	52,800,000	200,679,754	25,658,322	279,138,076
Net profit/(loss) for the year	-	39,951	-	39,951
Surplus/(Deficit) on investment at fair value through OCI	-	-	(10,819,934)	(10,819,934)
Balance as at June 30, 2019	52,800,000	200,719,705	14,838,388	268,358,093

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



 Chief Executive



 Director

ZAFAR MOTI CAPITAL SECURITIES (PRIVATE) LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2019

	Dec-19 <i>(Rupees)</i>	Jun-19 <i>(Rupees)</i>
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Profit/(loss) before taxation	39,951	(6,175,126)
<u>Adjustment for non-cash items:</u>		
Depreciation	-	8,743
Amortisation	-	2,572,576
Provision for bad debts	-	-
Realised (loss)/gain on sale of investment	56,858	-
Dividend income	-	(320,591)
Un Realised (loss)/gain on sale of investment	-	4,279,577
Financial charges	656	17,455
Operating (loss) before working capital changes	57,513	6,557,760
<u>Changes in working capital</u>		
(Increase)/Decrease in trade debts	181,796,907	(24,812,032)
(Increase)/Decrease in advances, deposits and prepayments	-	26,492,187
Increase/(Decrease) in trade and other payable	889,357	8,301,480
Net changes in working capital	182,686,264	9,981,635
Financial charges paid	(656)	(17,455)
Taxes paid	(341,374)	(1,393,704)
Net cash (used in)/generated from operating activities	182,441,699	8,953,110
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>		
Proceeds from sale of short-term investment	-	8,230,785
Dividend received	-	320,591
Net cash generated from investing activities	-	8,551,376
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Net cash (used in) financing activities	-	-
Net increase in cash and cash equivalent	182,441,699	17,504,486
Cash and cash equivalent at beginning of the year	4,500,725	3,504,984
Cash and cash equivalent at end of the year	186,942,424	21,009,470

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


 Chief Executive


 Director

4. PROPERTY AND EQUIPMENT

Particulars	Cost			Rate %	Depreciation			W.D.V.
	As at July 01, 2018	Additions/(Deletions)	As at June 30, 2019		As at July 01, 2018	For the year	As at Jun 30, 2019	As at June 30, 2019
	-----Rupees-----				-----Rupees-----			
Furniture and Fixtures	370,000	-	370,000	15%	320,456	49,544	370,000	-
June 30, 2019	370,000	-	370,000		320,456	49,544	370,000	-
June 30, 2018	370,000	-	370,000		311,713	8,743	320,456	49,544

5. INTANGIBLE ASSETS

		Dec-19 (Rupees)	Jun-19 (Rupees)
Trading Right Entitlement Certificate (TREC)	5.1	2,500,000	2,500,000
Computer Software	5.2	118,541	118,541
		<u>2,618,541</u>	<u>2,618,541</u>
5.1. Trading Right Entitlement Certificate (TREC)	5.1.1	2,500,000	2,500,000
Impairment - TREC	5.1.2	-	-
		<u>2,500,000</u>	<u>2,500,000</u>
5.2 Computer Software		118,541	169,344
Amortization			(50,803)
		<u>118,541</u>	<u>118,541</u>

5.1.1 This represents TREC acquired on surrender of Stock Exchange membership Card. According to the Stock Exchanges (Corporatisation, Demutualization and Integration) Act 2012, the TRE Certificate may only be transferred once to a company intending to carry out shares brokerage business in the manner to be prescribed.

5.1.2 The carrying value of TREC as at 30 June 2018, is more than its recoverable amount therefore, an impairment loss amounted to Rs. 2,500,000 has been recognized due to which carrying value has been reduced to Rs. 2,500,000.

6. INVESTMENT AT FAIR VALUE THROUGH OCI

Investment in shares of Pakistan Stock Exchange	6.1	<u>20,036,913</u>	<u>20,838,389</u>
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6.1 This Represents 1,602,953 shares of Pakistan Stock Exchange.(2018: 1,602,953)

7. LONG-TERM DEPOSITS

Central Depository Company - deposit	100,000	100,000
Exposure Deposit (Ready)	200,000	200,000
Deposit in NCCPL	200,000	400,000
	<u>500,000</u>	<u>700,000</u>

8. TRADE DEBTS

Trade debts - unsecured considered good	8.1	22,276,465	204,073,371
less: loss allowance	8.2	-	(181,770,577)
		<u>22,276,465</u>	<u>22,302,794</u>

8.1. This Includes Rs. 11,691,198 Secured against client's Securities

8.2 Movement in loss allowance

Opening balance under IAS 39	338,541,154	181,770,577
Effect of Subsequent recovery of	-	-
Opening Balance under IFRS 09	338,541,154	-
Loss Allowance for the year	-	156,770,577
Balance at the year end	338,541,154	338,541,154

9. SHORT TERM INVESTMENT - FAIR VALUE THROUGH PROFIT AND LOSS ACCOUNT

Investment in quoted securities	9.1	11,986,568	12,043,426
9.1 Investment in various equity shares carried at market value.			

10. LOAN TO DIRECTORS

Loan to directors	10.1	40,389,607	40,389,607
10.1 This represents the amount given as short term loan to directors, which is repayable on demand.			

11. ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

Advance tax - net	5,767,075	5,425,701
	5,767,075	5,425,701

12. CASH AND BANK BALANCES

Cash in hand	-	-
Cash at bank	5,371,847	4,500,725
	5,371,847	4,500,725

13. SHARE CAPITAL

13.1 AUTHORIZED SHARE CAPITAL

2019 (Number of shares)	2018 (Number of shares)	ordinary shares of Rs. 10 each	2019 (Rupees)	2018 (Rupees)
5,500,000	5,500,000		55,000,000	55,000,000

13.2 ISSUED SUBSCRIBED AND PAID-UP CAPITAL

2019	2018	ordinary shares of Rs. 10 each fully paid in cash	2019	2018
5,280,000	5,280,000		52,800,000	52,800,000

13.3 PATTERN OF SHAREHOLDING

	Number of shares	Percentage of shareholding
i Zafar Siddiq Moti	5,150,000	97.54%
ii Afshan Zafar Moti	10,000	0.19%
iii Jabir Siddiq Moti	120,000	2.27%
	5,280,000	

No changes in shareholding above 5%.

14. TRADE AND OTHER PAYABLES

Credit balances of clients	14.1.	2,950,856	2,096,456
SST Payable		-	-
Other liabilities		486,572	451,614
		<u>3,437,429</u>	<u>2,548,070</u>
		2019	2018
		(Rupees)	(Rupees)
14.1 Credit balances of clients held by the company			<u>2,096,456</u>
14.2 Number of Securities of client held by the company			<u>11,170,481</u>
14.3 Number of securities of clients pledged with financial institution.			<u>489,487</u>
14.4 Number of securities of the company pledged with financial institution.			<u>199,165</u>
15. SHORT-TERM LOAN - UNSECURED			
Short-term loan		<u>1,317,855</u>	<u>1,317,855</u>

15.1 This represents the amount given as short term loan from directors, which is repayable on demand.

16. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at June 30, 2019

17. REVENUE FROM CONTRACTS WITH CUSTOMERS

Brokerage income	17.1	<u>1,231,712</u>	<u>3,025,702</u>
17.1 Brokerage Income- gross			<u>3,477,818</u>
Sales tax			<u>(452,116)</u>
		<u>-</u>	<u>3,025,702</u>

18. OPERATING AND OTHER EXPENSES

Salaries and allowances	483,000	880,500
Printing, stationary and periodicals	11,700	18,200
Utilities	-	61,580
Communication Expense	80,565	265,488
Transaction Charges	834	-
Repair and maintenance	68,400	381,187
Fee & Subscription	25,000	155,000
Entertainment	39,600	72,930
Legal and professional	156,000	1,841,500
Dealer Commission Expense	-	1,471,626
Depreciation	-	49,544
Amortisation	-	50,803
Auditor's remuneration	192,500	265,400
Miscellaneous	76,649	308,657
	<u>1,134,248</u>	<u>5,822,416</u>

19. FINANCE COST

Financial charges
Bank Charges

-	-
656	36,243
<u>656</u>	<u>36,243</u>

20. OTHER INCOME

Realized Capital Gain - Held For Trading
Dividend income
Others

(56,858)	(4,662,672)
-	-
-	939,143
<u>(56,858)</u>	<u>(3,723,528)</u>

Dec-19 Jun-19
(Rupees) (Rupees)

21. TAXATION

The Company has filed return for the tax year 2018. According to Income Tax Ordinance 2001, the return

PROVISION FOR TAXATION

- Current year
- Prior year
- Deferred
Net tax charge

21.1

-	37,821
-	-
-	-
<u>-</u>	<u>37,821</u>

22. NUMBER OF EMPLOYEES

As at year end

<u>5</u>	<u>5</u>
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23. DATE OF AUTHORIZATION

These financial statements have been authorized for issue on

by the Board of

24. GENERAL

Figures have been rearranged and reclassified wherever necessary for the purpose of comparison and have



Chief Executive



Director