

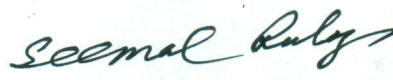
HAMZA FARHAD SECURITIES (PVT) LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT Sep 30, 2018

	Note	Sep 30,2018	Jun 30, 2018
------(Rupees)-----			
Non-Current Assets			
Property and equipment	7	985,247	1,023,538
Intangible asset	8	2,500,000	2,500,000
Long term investment	9	42,757,556	42,757,556
Long term deposits	10	1,600,000	1,600,000
		47,842,803	47,881,095
Current Assets			
Trade debts - net	11	7,326,541	4,994,452
Deposits, prepaymentts and other receiveables	12	12,374,069	3,691,221
Income tax	13	6,322,201	6,322,201
Short term investments	14	750,783	4,521,380
Cash and bank balances	15	1,292,088	4,700,291
		28,065,681	24,229,545
		<u>75,908,484</u>	<u>72,110,639</u>
Equity and Liabilities			
Share capital	16	23,510,000	23,510,000
Reserves		16,982,589	16,982,589
Unappropriated profit		(630,669)	(1,558,813)
Total equity		39,861,919	38,933,776
Advances against issue of share		-	-
Non Current Liabilities			
Long term loan - unsecured	17	26,974,673	26,974,673
Current Liabilities			
Trade and other payables	18	9,071,891	6,202,189
Provision for taxation - net	19	-	-
		9,071,891	6,202,189
Contingencies and commitments	20	-	-
		<u>75,908,485</u>	<u>72,110,639</u>

The annexed notes 1 to 38 form an integral part of these financial statements.


 Chief Executive




 Director


HAMZA FARHAD SECURITIES (PVT) LIMITED
INCOME STATEMENT
FOR THE YEAR ENDED Sep 30, 2018

	Note	Sep 30, 2018	June 30, 2018
		------(Rupees)-----	
Revenue	21	1,995,640	5,160,788
Unrealized gain on investments		694,538	7,735,890
		<u>2,690,178</u>	<u>12,896,677</u>
Administrative Expenses	22	(1,761,176)	(19,989,694)
Operating loss		<u>929,002</u>	<u>(7,093,017)</u>
Finance Charges	23	(858)	(9,804)
Other Income	24		(6,025,391)
Profit/ (loss) before taxation		<u>928,144</u>	<u>(13,128,211)</u>
Taxation			
- Current tax expense	25		-
- Deferred tax expense			-
Profit/ (loss) for the year		<u><u>928,144</u></u>	<u><u>(13,128,211)</u></u>

The annexed notes 1 to 38 form an integral part of these financial statements.


 Chief Executive




 Director

7 PROPERTY AND EQUIPMENT

	Cost			Accumulated Depreciation				As at 30 Sep 2018	Rate of Depreciation %age
	As at 1 July 2018	Additions/ (Deletions)	As at 30 Sep 2018	As at 1 July 2018	Adjustments	For the year	As at 30 Sep 2018		
	Rupees								
Computers	104,500	-	104,500	87,166	-	5,200	92,366	12,134	30
Office Equipment	57,719	-	57,719	29,238	-	4,272	33,510	24,209	15
Furniture and Fixtures	521,848	-	521,848	246,406	-	41,316	287,723	234,125	15
Vehicles	1,308,000	-	1,308,000	422,035	-	132,895	554,929	753,071	15
	1,992,067	-	1,992,067	784,845	-	183,683	968,529	1,023,538	

	Note	Sep 2018 Rupees	2018 Rupees
10 LONG TERM DEPOSITS			
Central Depository Company Limited		100,000	100,000
National Clearing Company of Pakistan Limited		1,300,000	1,300,000
PSX membership deposit		200,000	200,000
		<u>1,600,000</u>	<u>1,600,000</u>
11 TRADE DEBTS			
Considered good	11.1	7,326,541	4,994,452
Considered doubtful		39,306,651	36,984,375
		<u>46,633,192</u>	<u>41,978,827</u>
Less: Provision for doubtful debts	11.2	(39,306,651)	(36,984,375)
		<u>7,326,541</u>	<u>4,994,452</u>
11.1 The Company holds client-owned securities with a total fair value of PKR 16,449,912 (2017: PKR 108,203,060) as collateral against trade debts. The Company recognized a provision for doubtful debts after consideration of a number of factors, including (but not limited to) an analysis of historical bad debt experience, aging of the receivables portfolio, expected future write-offs, the nature and quantum of collateral held, and an assessment of specifically identifiable customer accounts considered at risk or uncollectible.			
11.2 Movement in provision against trade debts is as under:			
Opening balance (as at July 1)		36,984,375	22,978,353
Charged to profit and loss during the year		2,322,276	14,006,022
		<u>39,306,651</u>	<u>36,984,375</u>
Amounts written off during the year		-	-
Closing balance (as at June 30)		<u>39,306,651</u>	<u>36,984,375</u>
12 TRADE DEPOSITS, SHORT-TERM PREPAYMENTS AND OTHER RECEIVABLES			
Deposits			
Margin deposits		2,448,393	744,338
Other receivables			
NCSS Future		9,925,676	2,946,883
		<u>12,374,069</u>	<u>3,691,221</u>
13 INCOME TAX REFUNDABLE			
	Note	Sep 2018 Rupees	2018 Rupees
Balance at the beginning of the year		6,322,201	4,351,276
Add: Current Year Additions			1,970,925
		<u>6,322,201</u>	<u>6,322,201</u>
Less: Adjustment against provision of taxation		-	-
Balance at the end of the year		<u>6,322,201</u>	<u>6,322,201</u>
14 SHORT TERM INVESTMENTS			
Investments at fair value through profit or loss			
Investment in listed securities		750,783	4,521,380
		<u>750,783</u>	<u>4,521,380</u>
15 CASH AND BANK BALANCES			
	Note	Sep-18 Rupees	2018 Rupees
Cash in hand		-	-
Cash at bank:			
Current accounts	15.1	1,279,483	4,700,291
Savings accounts		12,604	-
		<u>1,292,088</u>	<u>4,700,291</u>

	Note	Sep 2018 Rupees	2018 Rupees
16 SHARE CAPITAL	Note		
16.1 Authorized capital			
500,000 (2017:500,000) Ordinary Shares of PKR 100/- each		<u>50,000,000</u>	<u>50,000,000</u>
16.2 Issued, subscribed and paid-up share capital			
235,100 (2017: 162,000) ordinary shares of PKR 100/- each, issued for cash		<u>23,510,000</u>	<u>23,510,000</u>
		<u>23,510,000</u>	<u>23,510,000</u>
17 LONG TERM FINANCING		Sep-18 Rupees	2018 Rupees
Loan from director - undiscounted value	17.1	26,974,673	26,974,673
Effect of discounting at market interest rate		-	-
		<u>26,974,673</u>	<u>26,974,673</u>
17.1 This represents interest free loans received from directors, which are repayable by 31 December 2019. The loans has be interest of 11% per annum and difference has been recognized in equity under capital reserve.			
18 TRADE AND OTHER PAYABLES	Note		
Trade creditors	18.1	8,508,080	5,478,776
Accrued expenses		67,007	67,007
Auditor's remuneration payable		150,000	150,000
Other payables		346,804	506,406
		<u>9,071,891</u>	<u>6,202,189</u>
18.1 Trade payables include PKR 1,835,765 due to related parties.			
19 PROVISION FOR TAXATION			
Balance at the beginning of the year			-
Add: Current Year Provision			-
			-
Less: Adjustment against advance tax			-
Balance at the end of the year			-
20 CONTINGENCIES AND COMMITMENTS			
20.1 There are no contingencies or commitments of the Company as at June 30, 2018 (2017: Nil)			
21 OPERATING REVENUE	Note	Sep-18 Rupees	2018 Rupees
Brokerage income		1,995,640	5,160,788
Less: Commission expense		-	-
		<u>1,995,640</u>	<u>5,160,788</u>
22 ADMINISTRATIVE EXPENSES			
→ For the Period		<u>1,761,176</u>	<u>19,989,694</u>
22.1. Auditor's remuneration			
Statutory audit		150,000	150,000
Certifications and other charges		-	-
		<u>150,000</u>	<u>150,000</u>
23 FINANCIAL CHARGES			
Bank and other charges			9,804
			<u>9,804</u>

	<i>Note</i>	Sep 2018 Rupees	2018 Rupees
24 OTHER INCOME			
Dividend Income			481,203
Capital gain/(loss) on sale of short term investments			(7,663,012)
Loss on exchange of assets			-
Sundry / miscellaneous income			1,156,418
		-	<u>(6,025,391)</u>

	<i>Note</i>	Sep-18 Rupees	2018 Rupees
25 TAXATION			
Provision made during the year for:			
- current		-	-
- prior year	10	-	-
		-	-

26. EARNINGS PER SHARE

Basic earnings per share is calculated by dividing profit after tax, for the year by the weighted average number of shares outstanding during the period, as follows:

Profit / (loss) after taxation, attributable to ordinary shareholders	928,144	(13,128,211)
Weighted average number of ordinary shares in issue during the year	198,550	198,550
Earnings per share	4.67	(66.12)

No figure for diluted earnings per share has been presented as the Company has not issued any dilutive instruments carrying options which would have an impact on earnings per share when exercised.