



ABBASI & COMPANY (PRIVATE) LIMITED.

CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTH ENDED MARCH 31, 2024

ABBASI AND COMPANY (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2024 (UN-AUDITED)

| | Note | March 31, 2024 Un-Audited | June 30, 2023 Audited |
|--|------|------------------------------|--------------------------|
| -----Rupees----- | | | |
| ASSETS | | | |
| NON CURRENT ASSETS | | | |
| Property and equipment | 5. | 210,799,025 | 213,273,060 |
| Intangible assets | 6. | 2,391,949 | 2,795,227 |
| Long term deposits | 7. | 5,361,700 | 5,361,700 |
| Long term investment | 8. | 4,710,904 | 12,609,548 |
| | | 223,263,578 | 234,039,535 |
| CURRENT ASSETS | | | |
| Trade debts | 9. | 8,366,736 | 4,397,736 |
| Short term investments | 10. | 35,159,954 | 36,821,880 |
| Advances, deposits and prepayments | 11. | 62,528,997 | 57,778,541 |
| Tax refund due from Government | 12 | 7,775,850 | 7,127,852 |
| Cash and bank balances | 13 | 206,496,590 | 106,449,392 |
| | | 320,328,127 | 212,575,401 |
| TOTAL ASSETS | | 543,591,705 | 446,614,936 |
| EQUITY AND LIABILITIES | | | |
| SHARE CAPITAL AND RESERVES | | | |
| Authorized share capital | | | |
| 20,000,000 (2020: 20,000,000) ordinary shares of Rs. 10 each | | <u>200,000,000</u> | <u>200,000,000</u> |
| Issued, subscribed and paid up capital | | <u>70,110,000</u> | <u>70,110,000</u> |
| Share premium reserve | | <u>98,350,000</u> | <u>98,350,000</u> |
| General reserve | | <u>200,000,000</u> | <u>200,000,000</u> |
| Fair Value Reserves | | <u>(6,668,032)</u> | <u>(3,327,302)</u> |
| Retained Earning | | <u>(8,430,240)</u> | <u>(8,863,847)</u> |
| | | 353,361,728 | 356,268,851 |
| CURRENT LIABILITIES | | | |
| Trade and other payables | 14 | 190,229,977 | 90,346,085 |
| CONTINGENCIES AND COMMITMENTS | | | |
| | 15 | - | - |
| TOTAL EQUITY AND LIABILITIES | | 543,591,705 # | 446,614,936 |

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

____sd_____
Chief Executive Officer

____sd_____
Director

____sd_____
Chief Financial Officer

ABBASI AND COMPANY (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2024

| | Note | Nine months ended | | Quarter ended | |
|---|------|------------------------------|------------------------------|------------------------------|------------------------------|
| | | March 31, 2024 Un-Audited | March 31, 2023 Un-Audited | March 31, 2024 Un-Audited | March 31, 2023 Un-Audited |
| -----Rupees----- | | | | | |
| Operating revenue | 15. | 50,467,282 | 26,150,016 | 17,427,635 | 8,901,501 |
| Realized gain/(loss) on sale of investment at fair value through profit or loss-net | | (18,472) | (8,108,943) | 2,845,383 | (5,801,425) |
| Unrealized gain/(loss) on re-measurement of investment at fair value through profit or loss-net | | 2,208,315 | (497,611) | (7,538,246) | 3,448,204 |
| | | 52,657,125 | 17,543,462 | 12,734,772 | 6,548,280 |
| Finance cost | | (106,577) | (47,477) | (42,190) | (19,250) |
| Administrative and operating expenses | | (66,192,823) | (56,941,460) | (23,701,624) | (18,661,491) |
| Other income | | 14,255,369 | 10,235,853 | 5,073,502 | 3,950,467 |
| Profit/(Loss) before taxation | | 613,094 | (29,209,622) | (5,935,540) | (8,181,994) |
| Taxation | | (179,487) | (569,770) | 172,627 | (111,269) |
| PROFIT/(LOSS) AFTER TAXATION | | 433,607 | (29,779,392) | (5,762,913) | (8,293,263) |
| EARNING/(LOSS) PER SHARE - BASIC AND DILUTED | 17. | 0.06 | (4.25) | (0.83) | (1.18) |

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

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Chief Executive Officer

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Director

sd
Chief Financial Officer

ABBASI AND COMPANY (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2024

| Note | Nine months ended | | Quarter ended | |
|---|------------------------------|------------------------------|------------------------------|------------------------------|
| | March 31, 2024 Un-Audited | March 31, 2023 Un-Audited | March 31, 2024 Un-Audited | March 31, 2023 Un-Audited |
| | -----Rupees----- | | | |
| PROFIT/(LOSS) AFTER TAXATION | 433,607 | (29,779,392) | (5,762,913) | (8,293,263) |
| OTHER COMPREHENSIVE LOSS | | | | |
| <i>Item that will not be reclassified subsequently to statement of profit or loss</i> | - | - | - | - |
| <i>Unrealized gain/(loss) on remeasurement of investment at fair value through other comprehensive income - net</i> | (3,340,730) | - | 1,635,792 | - |
| TOTAL COMPREHENSIVE INCOME / (LOSS) | (2,907,123) | (29,779,392) | (4,127,121) | (8,293,263) |

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

____sd_____
Chief Executive Officer

____sd_____
Director

____sd_____
Chief Financial Officer

ABBASI AND COMPANY (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2024

| | Issued, Subscribed and Paid up Capital | Share Premium Reserve | Fair Value Reserve of Long Term Investment at FVOCI | General Reserve | Retained Earning | Total Share Capital and Reserves |
|---|--|-----------------------|---|--------------------|--------------------|----------------------------------|
| Balance as at July 01, 2022 | 70,110,000 | 98,350,000 | 19,106,394.00 | 200,000,000 | 20,469,193 | 408,035,587 |
| Loss For The Year | - | - | - | - | (40,533,990) | (40,533,990) |
| Other comprehensive loss for the year | - | - | (11,232,746) | - | - | (11,232,746) |
| Transferred to retained earning on derecognition of financial instruments at fair value through other comprehensive income | - | - | (11,200,950) | - | 11,200,950 | - |
| Balance as at June 30, 2023 | <u>70,110,000</u> | <u>98,350,000</u> | <u>(3,327,302)</u> | <u>200,000,000</u> | <u>(8,863,847)</u> | <u>356,268,851</u> |
| Balance as at July 01, 2023 | 70,110,000 | 98,350,000 | (3,327,302) | 200,000,000 | (8,863,847) | 356,268,851 |
| Profit/(Loss) after taxation | - | - | - | - | 433,607 | 433,607 |
| Other comprehensive income for the year | - | - | (3,340,730) | - | - | (3,340,730) |
| Balance as at March 31, 2024 | <u>70,110,000</u> | <u>98,350,000</u> | <u>(6,668,032)</u> | <u>200,000,000</u> | <u>(8,430,240)</u> | <u>353,361,728</u> |

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

_____sd
Chief Executive Officer

_____sd
Director

_____sd
Chief Financial Officer

ABBASI AND COMPANY (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2024

| | Note | March 31, 2024 Un-Audited | June 30, 2023 Un-Audited |
|---|------|------------------------------|-----------------------------|
| Rupees | | | |
| <u>CASH FLOWS FROM OPERATING ACTIVITIES</u> | | | |
| Profit/(Loss) before tax | | 613,094 | (39,820,414) |
| Adjustments for non cash and other items: | | | |
| Depreciation | | 6,683,133 | 9,719,460 |
| Amortisation | | 403,278 | 431,705 |
| Reversal of Provision for expected Credit Loss | | - | 7,708 |
| Provision for expected credit loss | | - | - |
| Gain on sale of property and equipment | | (1,910,739) | (1,545,718) |
| Dividend income | | 705,218 | (1,894,299) |
| Realized Gain on sale of investment at fair value through profit or loss-net | | 18,472 | 13,917,211 |
| Unrealized gain/(loss) on re-measurement of investment at fair value through profit or loss-net | | (2,208,315) | (4,977,561) |
| | | 3,691,047 | 15,643,090 |
| Operating profit before working capital changes | | 4,304,141 | (24,177,324) |
| Effect of working capital changes: | | | |
| <u>(Increase) / decrease in current assets</u> | | | |
| Trade debts | | (3,969,000) | (790,479) |
| Advances, deposits and prepayments | | (4,750,456) | (11,656,458) |
| | | (8,719,456) | (12,446,937) |
| Increase in trade and other payables | | 99,883,892 | (42,839,655) |
| | | 99,883,892 | (42,839,655) |
| Cash used in operations | | 95,468,577 | (79,463,916) |
| Income tax paid | | (827,485) | (1,037,828) |
| | | (827,485) | (1,037,828) |
| Net cash outflow from operating activities | | 94,641,092 | (80,501,744) |
| <u>CASH FLOWS FROM INVESTING ACTIVITIES</u> | | | |
| Payment for property, plant and equipment | | (6,723,359) | (9,326,678) |
| Payment for intangible assests | | - | (1,575,000) |
| Proceeds from Sale of Items of property and equipment | | 4,425,000 | 5,376,320 |
| Proceeds from long term deposit returned | | - | 80,000 |
| Dividend income received | | (705,218) | 1,894,299 |
| Investment in financial assets at fair value through profit and loss-net | | 3,851,769 | 1,046,737 |
| Investment in financial assets at fair value through other comprehensive income | | 4,557,914 | - |
| Net cash outflow from operating activities | | 5,406,106 | (2,504,322) |
| Net cash flows from financing activities | | - | - |
| Net increase in cash and cash equivalents | | 100,047,198 | (83,006,066) |
| Cash and cash equivalents at the beginning of the years | | 106,449,392 | 189,455,458 |
| Cash and cash equivalents at the end of the period | | 206,496,590 | 106,449,392 |

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

_____sd_____
Chief Executive Officer

_____sd_____
Director

_____sd_____
Chief Financial Officer

ABBASI AND COMPANY (PRIVATE) LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED MARCH 31, 2024

Note

1. STATUS AND NATURE OF BUSINESS

Abbasi and company (private) limited (the Company) was incorporated as a private limited company in Pakistan on February 13, 1999. The Company is a TREC holder of Pakistan Stock Exchange Limited and has also acquired membership of the Pakistan Mercantile Exchange Limited. It is principally engaged in the business of brokerage, underwriting, buying and selling of stocks, shares, modaraba certificates, etc. The Corporate Office of the Company is situated at 6-Shadman, Lahore.

1.1. GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

| <u>Sr#</u> | <u>Particulars of Immovable Property</u> | <u>Geographical Location</u> |
|------------|--|-------------------------------|
| 1. | Registered Office | 6 - Shadman, Lahore, Pakistan |

2. BASIS OF PREPARATION

2.1 Statement of Compliance

These condensed interim financial statements (the 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:

- Interim Accounting Standards 34: Interim Financial Reporting (IAS 34), issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017 (the Act)
- provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

These condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended June 30, 2023. Comparative figures for condensed interim statement of financial position are stated from annual audited financial statement of the company for the year ended June 30, 2023, whereas comparative for 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 flow are extracted from the condensed interim financial information of the company for nine month ended March 31, 2024.

2.2 Basis of Measurement

These condensed interim financial statements have been prepared on the basis of 'historical cost' convention, except for certain short term investments which are stated at fair value and as otherwise stated in respective policy notes.

These condensed interim financial statements have been prepared following accrual basis of accounting except for cash flow information.

2.3 Functional and presentation currency

Items included in the condensed interim financial statements of the Company are measured using the currency of the primary economic environment in which the entity operates (the functional currency), which is the Pakistan Rupee (Rs).

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principle accounting policies applied in the preparation of these interim financial statements are the same as those applied in the preparation of the financial statements of the company for the year ended June 30, 2023.

4. USE OF ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial statements in conformity with International Accounting Standards, as applicable in Pakistan, requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by the Company in applying accounting policies and the key sources of estimating uncertainty are the same as those that applied to financial statements as at June 30, 2023.

ABBASI AND COMPANY (PRIVATE) LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTH ENDED MARCH 31, 2024

| | Note | March 31, 2024 Un-Audited | June 30, 2023 Audited |
|-------------|---|------------------------------|--------------------------|
| Rupees | | | |
| 5 | PROPERTY AND EQUIPMENT | | |
| | Owned assets | 210,799,025 | 213,273,060 |
| | | 210,799,025 | 213,273,060 |
| 6 | INTANGIBLE ASSETS | | |
| | Computer Software | 1,751,949 | 2,155,227 |
| | Trading rights entitlement certificate | 640,000 | 640,000 |
| | | 2,391,949 | 2,795,227 |
| 7 | LONG TERM DEPOSITS | | |
| | Deposit with Central Depository Company of Pakistan Limited | 100,000 | 100,000 |
| | Mobile deposit | 101,500 | 101,500 |
| | Electricity and Sui gas deposit | 110,200 | 110,200 |
| | Deposit with NCCPL | 300,000 | 300,000 |
| | Building deposit with PMEX | 2,500,000 | 2,500,000 |
| | Deposit for Sialkot and Faisalabad trading floors and booth | - | - |
| | Security deposit LSE Financial Services Limited | - | - |
| | Security deposit (NCCPL) - DFC | 1,000,000 | 1,000,000 |
| | Deposit with PSO | 400,000 | 400,000 |
| | Security deposit - Murabaha shares | 100,000 | 100,000 |
| | Security deposit membership card- PMEX | 750,000 | 750,000 |
| | | 5,361,700 | 5,361,700 |
| 8 | LONG TERM INVESTMENT | | |
| | <i>Listed Securities</i> | | |
| | LSE Proptech Ltd. | 422,000 | 1,990,142 |
| | LSE Ventures Ltd. | 4,288,904 | 10,619,406 |
| | | 4,710,904 | 12,609,548 |
| 9 | TRADE DEBTS | | |
| | <i>Considered good and secured</i> | | |
| | Trade debts | 8,366,736 | 4,397,736 |
| | Trade debts - PMEX | - | - |
| | | 8,366,736 | 4,397,736 |
| | <i>Considered doubtful</i> | 1,331,409 | 1,331,409 |
| | | 9,698,145 | 5,729,145 |
| | Less: Allowance for expected credit loss | (1,331,409)# | (1,331,409) |
| | | 8,366,736 | 4,397,736 |
| 9.1 | Ageing Analysis | | |
| | Up to fourteen days | 7,149,443 | 403,005 |
| | More than fourteen days | 2,548,702 | 5,326,141 |
| | | 9,698,145 | 5,729,146 |
| 10 | SHORT TERM INVESTMENTS | | |
| | <i>At fair value through profit or loss:</i> | | |
| | <i>Investment in Equity Instruments at fair value through profit & loss</i> | 32,795,900 | 20,519,539 |
| | <i>Investment in Pakistan Mercantile Exchange at fair value through profit & loss</i> | 232,578 | 391,179 |
| | <i>Investment in Margin Trading System at amortization cost</i> | 2,131,476 | 15,911,162 |
| | | 35,159,954 | 36,821,880 |
| 11 | ADVANCES, DEPOSITS AND PREPAYMENTS | | |
| | Advances to employees | 10,625,000 | 9,821,500 |
| | | - | - |
| | Short term deposits | 51,113,374 | 47,511,584 |
| | Prepaid Insurance | 499,241 | 290,085 |
| | Prepayments and Other Receivable | 291,382 | 155,372 |
| | | 62,528,997 | 57,778,541 |
| 11.1 | This includes the margin deposit and clearing deposit with PMEX and margin deposit with NCCPL that are shown below: | | |
| | Clearing deposit with PMEX | 3,563,374 | 9,261,584 |
| | Cash Margin deposit with PSX/NCCPL | 47,550,000 | 38,250,000 |
| | | 51,113,374 | 47,511,584 |

12 Tax refund due from government

| | | |
|--------------------------|------------------|------------------|
| Opening Balance | 7,127,852 | 6,803,600 |
| Advance Income Tax Paid | 827,485 | 1,037,828 |
| Provision for the period | (179,487) | (713,576) |
| | 7,775,850 | 7,127,852 |

13 CASH AND BANK BALANCES

| | | |
|----------------------------------|--------------------|--------------------|
| <u>Cash and cash equivalents</u> | | |
| Cash in hand | 1,317,179 | 1,333,081 |
| Cash at bank | | |
| -In current accounts | 195,629,562 | 60,846,742 |
| -In saving accounts | 9,549,849 | 44,269,569 |
| | 13 | |
| | 205,179,411 | 105,116,311 |
| | 206,496,590 | 106,449,392 |
| | | |
| 13.1 Cash at bank | | |
| -House account | 16,373,143 | 56,728,947 |
| -Client account | 188,806,269 | 131,821,648 |
| | 205,179,412 | 188,550,595 |

14 TRADE AND OTHER PAYABLES

| | | |
|---------------------|--------------------|-------------------|
| Creditors | 188,806,269 | 89,288,712 |
| Accrued liabilities | 177,618 | 546,248 |
| PST payable | 1,246,090 | 511,125 |
| Other liabilities | - | - |
| | 190,229,977 | 90,346,085 |

15 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments as at 31March 2024 (30 June 2023: Nil)

| | Nine months ended | | Quarter ended | |
|---|------------------------------|------------------------------|------------------------------|------------------------------|
| | March 31, 2024 Un-Audited | March 31, 2023 Un-Audited | March 31, 2024 Un-Audited | March 31, 2023 Un-Audited |
| Note | -----Rupees----- | | | |
| 16 OPERATING REVENUE | | | | |
| Brokerage income - Pakistan Stock Exchange | 45,094,765 | 22,884,338 | 15,036,682 | 6,917,898 |
| Brokerage income - Pakistan Mercantile Exchange Limited | 5,372,517 | 3,265,678 | 2,390,953 | 1,983,603 |
| | 50,467,282 | 26,150,016 | 17,427,635 | 8,901,501 |

17 EARNING/(LOSS) PER SHARE - BASIC AND DILUTED

There is no dilutive effect on the basic loss per share of the company, which is based on :

| | | | | |
|--|-----------|--------------|-------------|-------------|
| Profit/(Loss) after taxation | 433,607 | (29,779,392) | (5,762,913) | (8,293,263) |
| Weighted average number of ordinary shares | 7,011,000 | 7,011,000 | 7,011,000 | 7,011,000 |
| Earning/(Loss) per share (Rupees) | 0.06 | (4.25) | (0.83) | (1.18) |

18 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

18.1 Risk management framework

The Company's financial risk measurement objectives and policies are consistent with those disclosed in the preceding audited annual financial statements of the Company for the year ended June 30, 2023.

18.2 Fair values estimate

In case of equity instruments, the Company measures fair value using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1 : Quoted market price (unadjusted) in an active market.

Level 2 : Valuation techniques based on observable inputs.

Level 3 : Valuation techniques using significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data.

i) Fair value at Initial recognition

The Company takes in to account factors specific to the transaction and to the asset or liability, when determining whether or not the fair value at Initial recognition equals the transaction price. Except for long term deposits and employee vehicle scheme the fair value of financial assets and financial liabilities recognized in these financial statements equals the transaction price at Initial recognition. Due to immaterial effect the fair value of the long-term deposits and employee vehicle scheme has not been determined and their carrying value has been assumed to be equal to their fair value.

ii) Valuation techniques and inputs used

Fair values of financial assets that are traded in active markets are based on quoted market prices. The objective of valuation techniques is to arrive at a fair value determination that reflects the price of the financial instrument at the reporting date that would have been determined by market participants acting at arm's length. The Company uses widely recognized valuation techniques, for determining the fair value of assets and liabilities, that use only observable market data and require little management judgement and estimation. The short term investments at fair value through profit or loss are measured at level 1 while long term investments at fair value through other comprehensive income are measured at level 2 due to unavailability of active market of blocked shares of LSE financial services limited.

| | Level | March 31, 2024 Un-Audited | | Jun 30, 2023 | Audited |
|---|---------|------------------------------|------------|----------------|------------|
| | | Carrying Value | Fair Value | Carrying Value | Fair Value |
| ----- Rupees ----- | | | | | |
| Financial assets carried at fair value: | | | | | |
| Long term investment | Level 2 | 4,710,904 | 4,710,904 | 12,609,548 | 23,842,294 |
| Short term investments | Level 1 | 35,159,954 | 35,159,954 | 36,821,880 | 36,821,880 |

iii) Fair value of the Company's financial assets and liabilities that are not measured at fair value after Initial recognition

The carrying amount of financial assets and financial liabilities recognized in these financial statements approximate their respective fair values. Fair values of financial assets and liabilities carried at amortized cost.

iv) Determination of fair values:

Fair values of financial assets that are traded in active markets are based on quoted market prices for all other financial instruments the Company determines fair values using valuation techniques unless the instruments do not have a market / quoted price in an active market and for such financial instruments company uses observable inputs like net assets values

19 CASH AND CASH EQUIVALENT

Cash and cash equivalents at the end of reporting periods as shown in the condensed interim statement of cash flows are reconciled to the related items in the condensed interim statement of financial position as follows:

| | Note | March 31, 2024 | March 31, 2023 |
|----------------------|------|----------------|----------------|
| | | Un-Audited | Un-Audited |
| Rupees | | | |
| Cash in hand | | 1,317,179 | 1,441,654 |
| Cash at bank | | 205,179,411 | 120,134,760 |
| - in house accounts | | 16,373,143 | 20,515,759 |
| - at client accounts | | 188,806,269 | 99,619,001 |

20 DATE OF AUTHORIZATION FOR ISSUE

These financial statements have been authorized for issue on 24 April 2024 by the Board of Directors of the Company.

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Chief Executive Officer

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Director

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Chief Financial Officer