

ABBASI AND COMPANY (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2022 (UN-AUDITED)

	September 30, 2022	June 30, 2022
Note	Un-Audited	Audited
	-----Rupees-----	
ASSETS		
NON CURRENT ASSETS		
Property and equipment	5. 215,208,183	217,496,444
Intangible assets	6. 1,567,047	1,651,932
Long term deposits	7. 5,441,700	5,441,700
Long term investment	8. 23,842,294	23,842,294
	246,059,224	248,432,370
CURRENT ASSETS		
Trade debts	9. 4,793,719	3,599,549
Short term investments	10. 43,638,509	46,808,267
Investment in Margin Trading System	13,962,830	-
Advances, deposits and prepayments	11. 56,546,102	52,925,683
Cash and bank balances	12. 164,538,402	189,455,458
	283,479,562	292,788,957
TOTAL ASSETS	529,538,786	541,221,327
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized capital		
20,000,000 (2022: 20,000,000) ordinary shares of Rs. 10 each	200,000,000	200,000,000
Share capital		
Issued, subscribed and paid up capital	70,110,000	70,110,000
Capital reserves		
Share premium reserve	98,350,000	98,350,000
Fair value reserve of long term investment at FVOCI	19,106,394	19,106,394
	117,456,394	117,456,394
Revenue reserves		
General reserve	200,000,000	200,000,000
Unappropriated profit	11,451,086	20,469,193
	211,451,086	220,469,193
	399,017,480	408,035,587
CURRENT LIABILITIES		
Trade and other payables	13. 130,521,306	133,185,740
CONTINGENCIES AND COMMITMENTS		
	14. -	-
TOTAL EQUITY AND LIABILITIES	529,538,786	541,221,327

The annexed notes 1 to 18 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 FIRST QUARTER ENDED SEPTEMBER 30, 2022

<i>Three months ended</i>			
	<i>Note</i>	<i>September 30, 2022</i> <i>Un-Audited</i>	<i>September 30, 2021</i> <i>Un-Audited</i>
-----Rupees-----			
Operating revenue	15.	8,234,218	16,797,246
Capital (loss) / gain on sale of investments at FVTPL - net		586,841	539,277
Net fair value gain / (loss) on re-measurement of investments classified at FVTPL		(1,277,364)	(8,956,640)
		7,543,695	8,379,883
Finance cost		(10,562)	(12,765)
Administrative and operating expenses		(19,139,288)	(22,709,291)
Other income		2,852,948	2,683,363
Profit/(Loss) before taxation		(8,753,207)	(11,658,810)
Taxation		(264,900)	(279,252)
PROFIT/(LOSS) AFTER TAXATION		(9,018,107)	(11,938,062)
EARNING/(LOSS) PER SHARE - BASIC AND DILUTED	16.	(1.29)	(1.70)

The annexed notes 1 to 18 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 COMPREHENSIVE INCOME (UN-AUDITED)
FOR THREE MONTHS ENDED SEPTEMBER 30, 2022

	Note	Three months ended	
		September 30, 2022 Un-Audited	September 30, 2021 Un-Audited
-----Rupees-----			
PROFIT/(LOSS) AFTER TAXATION		(9,018,107)	(20,501,090)
OTHER COMPREHENSIVE INCOME			
<i>Items that will not be reclassified subsequently to statement of profit or loss</i>		-	-
<i>Surplus on re-measurement of investment at FVOCI</i>		-	-
TOTAL COMPREHENSIVE INCOME / (LOSS)		(9,018,107)	(20,501,090)

The annexed notes 1 to 18 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 FIRST QUARTER ENDED SEPTEMBER 30, 2022

	SHARE CAPITAL	CAPITAL RESERVES			REVENUE RESERVES		TOTAL
	Issued, Subscribed and Paid up Capital	Share Premium Reserve	Fair Value Reserve of Long Term Investment at FVOCI	Surplus / (Deficit) on Remeasurement of Investments Available for Sale	General Reserve	Unappropriated Profit	
	----- (IN RUPEES) -----						
Balance as at July 01, 2021	70,110,000	98,350,000	18,309,681.00	-	200,000,000	67,836,986	454,606,667
Total comprehensive loss							
Profit/(Loss) after taxation	-	-	-	-	-	(47,367,793)	(47,367,793)
Other comprehensive income for the year	-	-	796,713	-	-	-	796,713
	-	-	796,713	-	-	(47,367,793)	(46,571,080)
Balance as at June 30, 2022	70,110,000	98,350,000	19,106,394.00	-	200,000,000	20,469,193	408,035,587
Balance as at July 01, 2022	70,110,000	98,350,000	19,106,394	-	200,000,000	20,469,193	408,035,587
Total comprehensive income							
Profit/(Loss) after taxation	-	-	-	-	-	(9,018,107)	(9,018,107)
Other comprehensive income for the year	-	-	-	-	-	-	-
	-	-	-	-	-	(9,018,107)	(9,018,107)
Balance as at September 30, 2022	70,110,000	98,350,000	19,106,394	-	200,000,000	11,451,086	399,017,480

The annexed notes 1 to 18 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 FIRST QUARTER ENDED SEPTEMBER 30, 2021

	September 30, 2022	September 30, 2021
Note	Un-Audited	Un-Audited
	Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	(8,753,207)	(11,938,062)
Adjustments for:		
Depreciation	2,318,730	2,384,213
Amortisation	84,885	50,032
Net fair value (gain) / loss on re-measurement of investments	1,277,364	8,956,640
Capital (loss) / gain	(586,841)	(539,277)
Allowances for expected credit loss	-	-
Gain on sale of property and equipment	-	(977,134)
Dividend income	(590,782)	-
Cash flow from operating activities before working capital changes	(6,249,851)	(2,063,588)
Adjustments for working capital changes:		
(Increase) / decrease in current assets		
Trade debts	(1,194,170)	(4,306,466)
Short term investments	2,479,235	(14,470,223)
Advances, deposits and prepayments	(3,620,419)	23,103,049
Increase / (decrease) in current liabilities		
Trade and other payables	(2,664,433)	(56,350,473)
Cash generated from / (used in) operating activities	(4,999,787)	(52,024,113)
Income tax paid	(264,900)	(378,538)
Net cash generated from / (used in) operating activities	(11,514,538)	(54,466,239)
CASH FLOWS FROM INVESTING ACTIVITIES		
Sale proceeds from disposal of property and equipment	-	0
Payment for acquisition of property and equipment	(30,470)	2,425,000
(Increase) / decrease in Investment in MTS	(13,962,830)	
(Increase) / decrease in long term deposits	-	(8,284,570)
Payment for acquisition of intangible asset	-	-
Dividend received	590,782	-
Net cash generated from / (used in) investing activities	(13,402,518)	(5,859,570)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net cash generated from financing activities	-	-
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	(24,917,056)	(60,325,809)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR	189,455,458	275,444,546
CASH AND CASH EQUIVALENTS AT THE END OF HALF YEAR	18. 164,538,402	215,118,736

The annexed notes 1 to 18 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 FIRST QUARTER ENDED SEPTEMBER 30, 2022

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 Officer	6 - Shadman, Near China Chowk, 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, 2022. 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, 2022, 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 three month ended September 30, 2021.

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, 2022.

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, 2022.

ABBASI AND COMPANY (PRIVATE) LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2022

	September 30, 2022	Un- Audited	June 30, 2022 Audited
	Note	Rupees	
5 PROPERTY AND EQUIPMENT			
Owned assets		215,208,183	217,496,444
		215,208,183	217,496,444
6 INTANGIBLE ASSETS			
Computer Software		927,047	1,011,932
Trading rights entitlement certificate		640,000	640,000
		1,567,047	1,651,932
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		50,000	50,000
Security deposit LSE Financial Services Limited		30,000	30,000
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
		5,441,700	5,441,700
8 LONG TERM INVESTMENT			
<i>Investment at fair value through other comprehensive income - unquoted:</i>			19,669,681
LSE Financial Services Limited (unquoted) - at cost		23,842,294	3,375,900
Adjustment for remeasurement to fair value		-	796,713
		23,842,294	23,842,294
9 TRADE DEBTS			
<i>Considered good and secured</i>			
Trade debts		4,793,719	3,599,549
Trade debts - PMEX		-	-
		4,793,719	3,599,549
<i>Considered doubtful</i>			
		1,339,117	1,339,117
		6,132,836	4,938,666
Less: Allowance for expected credit loss		(1,339,117)	1,339,117
		4,793,719	3,599,549
9.1 Ageing Analysis			
Upto fourteen days		2,751,758	2,049,791
More than fourteen days		3,381,077	2,888,878
		6,132,835	4,938,669
10 SHORT TERM INVESTMENTS			
<i>At fair value through profit or loss:</i>			
Shares of listed companies - at fair value		43,638,509	46,808,267
		43,638,509	46,808,267
11 ADVANCES, DEPOSITS AND PREPAYMENTS			
Advances to employees		8,452,500	8,145,000
Tax refund due from government		7,093,020	6,803,600
Short term deposits	11.1	40,751,874	37,502,124
Other advances		53,871	56,411
Prepayments		139,958	333,806
Other Receivables		54,879	84,742
		56,546,102	52,925,683
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		7,601,874	11,952,124

Margin deposit with NCCPL	33,150,000	25,550,000
	40,751,874	37,502,124

12 CASH AND BANK BALANCES

Cash and cash equivalents

Cash in hand		1,014,445	904,862
Cash at bank			
-In current accounts		131,454,937	104,799,581
-In saving accounts		32,069,020	83,751,015
	12.1	163,523,957	188,550,596
		164,538,402	189,455,458

12.1 Cash at bank

-House account		34,334,983	56,728,947
-Client account		129,188,974	131,821,648
		-	-
		163,523,957	188,550,595

13 TRADE AND OTHER PAYABLES

Creditors		129,188,974	131,821,648
Accrued expenses		275,000	544,702
PST payable		372,911	479,505
Provision for taxation		264,900	-
Other liabilities		419,521	339,885
		130,521,306	133,185,740

14 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments as at 30 September 2022 (30 June 2022: Nil)

	Three Months Ended			
	Note	September 30, 2022 Un-Audited	September 30, 2021 Un-Audited	
		-----Rupees-----		
15 OPERATING REVENUE				
Brokerage income - Pakistan Stock Exchange		7,672,493	15,985,746	-
Brokerage income - Pakistan Mercantile Exchange Limited		561,725	811,500	-
		8,234,218	16,797,246	-

16 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	(9,018,107)	(11,938,062)	-	-
Weighted average number of ordinary shares	7,011,000	7,011,000	-	-
Earning/(Loss) per share (Rupees)	(1.29)	(1.70)	-	-

17 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

17.1 Risk management framework

The Company's financial risk measurement objectives and policies are consistent with those disclosed in the preceeding audited annual financial statements of the Company for the year ended June 30, 2022.

17.2 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	September 30, 2022		June 30, 2022	
		Carrying Value	Fair Value	Carrying Value	Fair Value
----- Rupees -----					
Financial assets carried at fair value:					
Long term investment	Level 2	23,842,294	23,842,294	23,842,294	23,842,294
Short term investments	Level 1	43,638,509	43,638,509	46,808,267	46,808,267

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

18 **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	September 30,	June 30, 2022
		2022 Un-Audited	Audited
Rupees			
Cash in hand		1,014,445	904,862
Cash at bank		163,523,957	188,550,596
- in house accounts		34,334,983	56,728,947
- at client accounts		129,188,974	131,821,648

sd
Chief Executive Officer

sd
Director

sd
Chief Financial Officer