

GMI CAPITAL SECURITIES (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT DECEMBER 31, 2023

| | | (Un-audited) December 31, 2023 Rupees | (Audited) June, 30 2023 Rupees |
|---|----|--|---|
| <u>ASSETS</u> | | | |
| Non-Current Assets | | | |
| Property and equipment | 5 | 1,893,722 | 2,054,244 |
| Investment property | 6 | 7,217,859 | 7,597,746 |
| Intangible asset | | 2,500,000 | 2,500,000 |
| Long term deposits | | 6,096,609 | 6,096,609 |
| | | 17,708,190 | 18,248,599 |
| Current Assets | | | |
| Trade receivables | 7 | 47,320,876 | 27,672,307 |
| Deposits & other receivables | | 49,312,077 | 39,975,276 |
| Tax refunds due from government - net | | 8,182,790 | 8,297,151 |
| Short term investments | 8 | 62,945,131 | 52,583,107 |
| Cash and bank balances | 9 | 60,803,808 | 67,987,683 |
| | | 228,564,682 | 196,515,524 |
| Total Assets | | 246,272,872 | 214,764,123 |
| <u>EQUITY AND LIABILITIES</u> | | | |
| Capital and Reserves | | | |
| Authorized Share Capital | | | |
| 1,500,000 (2023: 1,500,000) Ordinary shares of Rs. 100 each | | 150,000,000 | 150,000,000 |
| Issued, subscribed and paid - up capital | | 150,000,000 | 150,000,000 |
| Reserves | | 70,457,759 | 55,410,192 |
| | | 220,457,759 | 205,410,192 |
| Current Liabilities | | | |
| Trade payables | | 22,879,960 | 8,208,529 |
| Accrued expenses & other liabilities | | 2,935,153 | 1,145,402 |
| | | 25,815,113 | 9,353,931 |
| Contingencies and Commitments | 10 | | |
| Total Equity and Liabilities | | 246,272,872 | 214,764,123 |

The annexed notes from 1 to 14 form an integral part of these financial statements


Chief Executive


Director

GMI CAPITAL SECURITIES (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2023

| | <i>Note</i> | <i>(Un-audited)</i> <i>December 31,</i> <i>2023</i> <i>Rupees</i> | <i>(Audited)</i> <i>June, 30</i> <i>2023</i> <i>Rupees</i> |
|--|-------------|--|---|
| Revenue | | | |
| Operating revenue | 11 | 5,936,558 | 3,985,780 |
| Capital gain - realized and unrealized | | 13,925,328 | (2,260,845) |
| | | <u>19,861,886</u> | <u>1,724,935</u> |
| Expenses | | | |
| Administrative expenses | 12 | (5,129,777) | (9,970,354) |
| Finance cost | | (1,808) | (18,134) |
| | | <u>(5,131,585)</u> | <u>(9,988,488)</u> |
| Operating Profit / (loss) | | 14,730,301 | (8,263,553) |
| Other charges | | (3,483,794) | (6,738,029) |
| Other income | | 4,001,818 | 7,218,154 |
| Profit / (loss) before taxation | | 15,248,325 | (7,783,428) |
| Taxation | | (200,758) | (501,804) |
| Profit / (loss) after taxation | | <u>15,047,567</u> | <u>(8,285,232)</u> |

The annexed notes from 1 to 14 form an integral part of these financial statements


Chief Executive


Director

GMI CAPITAL SECURITIES (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2023

| | <i>(Un-audited)</i> <i>December 31,</i> <i>2023</i> <i>Rupees</i> | <i>(Audited)</i> <i>June, 30</i> <i>2023</i> <i>Rupees</i> |
|---|--|---|
| Profit / (loss) after taxation | 15,047,567 | (8,285,232) |
| Other comprehensive income | - | - |
| Total comprehensive income / (loss) for the year | <u><u>15,047,567</u></u> | <u><u>(8,285,232)</u></u> |

The annexed notes from 1 to 14 form an integral part of these financial statements


 Chief Executive


 Director

GMI CAPITAL SECURITIES (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2023

| | <i>Issued, subscribed and paid - up capital</i> | <i>Reserves Revenue Accumulated profit/ (loss)</i> | <i>Total equity</i> |
|--|---|--|-------------------------|
| | <i>----- Rupees -----</i> | | |
| Balance as at July 01, 2022 | 150,000,000 | 63,695,424 | 213,695,424 |
| Loss for the year | - | (8,285,232) | (8,285,232) |
| Balance as at June 30, 2023 - Audited | 150,000,000 | 55,410,192 | 205,410,192 |
| Profit for the period | - | 15,047,567 | 15,047,567 |
| Balance as at December 31, 2023- Un-audited | 150,000,000 | 70,457,759 | 220,457,759 |

The annexed notes from 1 to 14 form an integral part of these financial statements



Chief Executive



Director

GMI CAPITAL SECURITIES (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2023

| <i>(Un-audited)</i> | <i>(Audited)</i> |
|---------------------|------------------|
| <i>December 31,</i> | <i>June, 30</i> |
| <i>2023</i> | <i>2023</i> |
| <i>Rupees</i> | <i>Rupees</i> |

A. CASH FLOWS FROM OPERATING ACTIVITIES

| | | |
|--|--------------|-------------|
| Profit / (loss) before taxation | 15,248,325 | (7,783,428) |
| Adjustments for non cash items: | | |
| Depreciation - investment property | 379,887 | 844,194 |
| Depreciation - property and equipment | 152,022 | 368,652 |
| Unrealized loss / (gain) on remeasurement of investment | (13,925,328) | 2,260,845 |
| Dividend income | (610,400) | (745,680) |
| Rental income | (716,309) | (1,557,756) |
| Finance cost | 1,808 | 18,134 |
| | (14,718,320) | 1,188,389 |
| Operating (loss) / profit before working capital changes | 530,005 | (6,595,039) |
| Decrease / (increase) in current assets | | |
| Trade receivables | (19,648,569) | (124,033) |
| Deposits & other receivables | (9,336,801) | (1,275,592) |
| (Decrease) / increase in current liabilities | | |
| Trade payables | 14,671,431 | 2,051,895 |
| Accrued expenses & other liabilities | 1,789,751 | 294,258 |
| | (12,524,188) | 946,528 |
| | (11,994,183) | (5,648,511) |
| Taxes paid | (86,397) | (435,860) |
| Finance cost paid | (1,808) | (18,134) |
| | (88,205) | (453,994) |
| Net cash used in from operating activities | (12,082,388) | (6,102,505) |

B. CASH FLOWS FROM INVESTING ACTIVITIES

| | | |
|--|-------------|------------|
| Long term deposits - net | - | (100,000) |
| Short term investment - net | 3,563,304 | 4,787,922 |
| Dividend income received | 610,400 | 745,680 |
| Proceeds from disposal of property and equipment | 28,500 | 27,000 |
| Rental income received during the year | 716,309 | 1,557,756 |
| Capital expenditure incurred | (20,000) | (217,400) |
| Net cash generated from investing activities | 4,898,513 | 6,800,958 |
| Net (decrease) / increase in cash and cash equivalents (A+B) | (7,183,875) | 698,453 |
| Cash and cash equivalents at the beginning of the year | 67,987,683 | 67,289,230 |
| Cash and cash equivalents at the end of the year | 60,803,808 | 67,987,683 |

The annexed notes from 1 to 14 form an integral part of these financial statements


Chief Executive


Director

GMI CAPITAL SECURITIES (PRIVATE) LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2023

1 NATURE AND STATUS OF BUSINESS

GMI Capital Securities (Private) Limited (the Company) was incorporated in May 22, 2006 as private limited company. The registered office of the Company is situated at 705, 7th Floor, Stock Exchange Building, Stock Exchange Road, Karachi, Pakistan. The Company is engaged in the business of financial consultancy, brokerage, underwriting and investment counseling. It is a Trading Right Holder of the Pakistan Stock Exchange Limited.

2 BASIS OF PRESENTATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of :

- International Financial Reporting Standards for Small and Medium - Sized Entities (IFRS for SMEs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 ; and
- Provisions of and directives issued under the Companies Act, 2017.

Where provisions and directives issued under the Companies Act, 2017 differ from the IFRS for SMEs, the provisions of and directives issued under the Companies Act, 2017 have been followed.

Preparation of financial statements also include disclosure required by Securities Brokers (Licensing and Operations) Regulations, 2016.

2.2 Functional and presentation currency

These financial statements are presented in Pak Rupees, which is the Company's functional and presentation currency.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the financial statements for the year ended June 30, 2021.

4 ESTIMATES

The preparation of these condensed interim financial statements are in conformity with approved accounting standards. These requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

In preparing these condensed interim financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the financial statements as at and for the year ended June 30, 2021.

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended June 30, 2022.

| | |
|---------------------|------------------|
| <i>(Un-audited)</i> | <i>(Audited)</i> |
| <i>December 31,</i> | <i>June 30,</i> |
| <i>2023</i> | <i>2023</i> |
| <i>Rupees</i> | <i>Rupees</i> |

Note

5 *PROPERTY AND EQUIPMENT*

| | | |
|------------------------|-----------|-----------|
| Opening net book value | 2,054,244 | 2,232,496 |
| Add: additions | 20,000 | 217,400 |
| Less: disposals-net | (28,500) | (27,000) |
| | 2,045,744 | 2,422,896 |
| Depreciation | (152,022) | (368,652) |
| Closing net book value | 1,893,722 | 2,054,244 |

6 *INVESTMENT PROPERTY*

| | | | |
|---------------------------------|-----|--------------|--------------|
| <i>Cost</i> | 6.1 | 17,650,000 | 17,650,000 |
| <i>Accumulated depreciation</i> | | | |
| Opening | | (10,052,254) | (9,208,060) |
| Charge for the year | | (379,887) | (844,194) |
| Closing | | (10,432,141) | (10,052,254) |
| NBV-Closing | | 7,217,859 | 7,597,746 |
| <i>Rate of depreciation</i> | | 10% | 10% |

6.1 These represents two offices in old stock exchange building.

7 *TRADE RECEIVABLES*

| | | |
|-----------------|------------|------------|
| Considered good | 47,320,876 | 27,672,307 |
|-----------------|------------|------------|

8 *SHORT TERM INVESTMENT*

At fair value - through profit or loss

| | | | |
|--------------------------|-----|------------|------------|
| Listed equity securities | 8.1 | 62,945,131 | 52,583,107 |
|--------------------------|-----|------------|------------|

8.1 At fair value - through profit or loss - listed equity securities

| <i>(Un-audited)</i> | <i>(Audited)</i> | | <i>(Un-audited)</i> | <i>(Audited)</i> |
|-------------------------|------------------|--------------------------------------|---------------------|-------------------|
| <i>December 31,</i> | <i>June 30,</i> | | <i>December 31,</i> | <i>June 30,</i> |
| <i>2023</i> | <i>2023</i> | | <i>2023</i> | <i>2023</i> |
| <i>Rupees</i> | <i>Rupees</i> | | <i>Rupees</i> | <i>Rupees</i> |
| <i>Number of shares</i> | | | | |
| 14,000 | 14,000 | Attock Refinery Limited | 4,584,580 | 2,402,820 |
| 40,000 | 40,000 | D.G. Khan Cement Company Ltd | 3,096,000 | 2,052,000 |
| - | 10,000 | Engro Fertilizer Limited | - | 825,300 |
| 112,500 | 112,500 | Fauji Cement Company Limited | 2,128,500 | 1,323,000 |
| 10,000 | 10,000 | Friesland Campina Engro Pakistan Ltd | 818,700 | 590,300 |
| 12,500 | 12,500 | Fauji Fertilizer Bin Qasim Limited | 398,750 | 147,250 |
| 12,500 | 12,500 | Fauji Fertilizer Company Limited | 1,414,875 | 1,230,500 |
| 7,000 | 7,000 | Ghandhara Automobiles Limited | 464,660 | 254,660 |
| 7,000 | 7,000 | Ghandhara Tyres & Rubber Co. Ltd | 234,850 | 142,870 |
| 2,000 | 2,000 | Honda Atlas Cars (Pakistan) Limited | 427,440 | 184,720 |
| 12,000 | 12,000 | Hi-Tech Lubricants Limited | 314,280 | 254,760 |
| - | 248,500 | Kot Addu Power Company Limited | - | 5,168,800 |
| 250,000 | 250,000 | K-Electric Limited | 1,315,000 | 430,000 |
| 10,000 | 10,000 | National Refinery Limited | 3,211,300 | 1,500,000 |
| 10,000 | 10,000 | Oil & Gas Development Company Ltd | 1,124,500 | 780,000 |
| 1,402,953 | 1,402,953 | Pakistan Stock Exchange Limited | 14,155,796 | 10,381,852 |
| - | 232,000 | Pakistan Petroleum Limited | - | 13,720,480 |
| 370,000 | 121,500 | TRG Pakistan Ltd Class "A" | 29,255,900 | 11,193,795 |
| 2,272,453 | 2,514,453 | | 62,945,131 | 52,583,107 |

9 CASH AND BANK BALANCES

| | | |
|------------------------------------|-------------------|-------------------|
| Cash in hand | 30,859 | 63,049 |
| Cash at bank - in current accounts | 60,772,949 | 67,924,634 |
| | 60,803,808 | 67,987,683 |

10 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments during the period ended December 31, 2023 (June 30, 2023: nil).

11 OPERATING REVENUE

| | <i>(Un-audited)</i> | <i>(Audited)</i> |
|---------------------------|---------------------|------------------|
| | <i>December 31,</i> | <i>June 30,</i> |
| | <i>2023</i> | <i>2023</i> |
| | <i>Rupees</i> | <i>Rupees</i> |
| Brokerage commission-net | 4,923,303 | 3,055,802 |
| Custody / laga / ncss fee | 402,855 | 184,298 |
| Dividend income | 610,400 | 745,680 |
| | 5,936,558 | 3,985,780 |

| | | (Un-audited) December 31, 2023 Rupees | (Audited) June 30, 2023 Rupees |
|---------------------------------------|-------------|--|---|
| 12 ADMINISTRATIVE EXPENSES | Note | | |
| Directors' remuneration | | - | 1,200,000 |
| Salaries and other benefits | | 1,871,180 | 2,858,558 |
| Service and transaction charges | | 615,208 | 615,117 |
| Utilities | | 277,396 | 509,889 |
| Printing and stationery | | 34,268 | 57,890 |
| Fees and subscription | | 11,300 | 10,000 |
| Legal and professional charges | | 891,164 | 677,695 |
| I.T expenses | | 485,323 | 1,086,115 |
| Entertainment | | 138,570 | 551,714 |
| Postage and courier | | 3,650 | 9,830 |
| Traveling and conveyance | | 17,910 | 24,790 |
| Rent, rates and taxes | | 107,124 | 191,654 |
| Repairs and maintenance | | 41,910 | 293,001 |
| Depreciation - property and equipment | 5 | 152,022 | 368,652 |
| Depreciation - investment property | 6 | 379,887 | 844,194 |
| General expenses | | 102,865 | 671,255 |
| | | <u>5,129,777</u> | <u>9,970,354</u> |

13 DATE FOR AUTHORIZATION FOR ISSUE

The Board of Directors of the Company authorized these interim financial statements for issue on _____.

14 GENERAL

Amounts have been rounded off to the nearest rupee unless otherwise stated.


Chief Executive


Director