
**GMI CAPITAL SECURITIES
(PRIVATE) LIMITED**

**Financial Statements
For the Period ended December 31, 2019**

GMI CAPITAL SECURITIES (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT DECEMBER 31, 2019

		(Un-audited) December 31, 2019 Rupees	(Audited) June 30, 2019 Rupees
<u>ASSETS</u>	Note		
Non-Current Assets			
Property and equipment	5	3,237,832	1,128,934
Investment property		11,001,157	11,580,165
Intangible assets		2,500,000	2,500,000
Long term investment - at fair value through other comprehensive income	6	13,493,301	14,055,522
Long term deposits		4,336,609	2,210,000
		<u>34,568,899</u>	<u>31,474,621</u>
Current Assets			
Short term investments	7	19,113,227	16,737,442
Trade debts	8	25,568,362	4,476,348
Advances, deposits, prepayments & other receivables		37,509,025	37,399,471
Tax refunds due from government - net		8,294,182	8,436,049
Cash and bank balances	9	100,658,681	132,138,643
		<u>191,143,477</u>	<u>199,187,953</u>
Total Assets		<u><u>225,712,376</u></u>	<u><u>230,662,574</u></u>
<u>EQUITY AND LIABILITIES</u>			
Capital and Reserves			
Authorized Share Capital			
1,500,000 Ordinary shares of Rs.100 each		<u>150,000,000</u>	<u>150,000,000</u>
Issued, subscribed and paid - up capital		150,000,000	150,000,000
Reserves		<u>63,581,521</u>	<u>65,465,089</u>
		<u>213,581,521</u>	<u>215,465,089</u>
Current Liabilities			
Trade payables		9,577,297	14,854,519
Accrued expenses and other liabilities		<u>2,553,558</u>	<u>342,966</u>
		12,130,855	15,197,485
Contingencies & Commitments	10		
Total Equity and Liabilities		<u><u>225,712,376</u></u>	<u><u>230,662,574</u></u>

The annexed notes from 1 to 13 form an integral part of these condensed 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, 2019

		(Un-audited) December 31, 2019 Rupees	(Audited) June 30, 2019 Rupees
	Note		
Revenue			
Operating revenue	11	3,971,638	9,822,947
Capital gain on sale of securities - net		-	18,726
Unrealized gain / (loss) on remeasurement of investment at fair value - through profit or loss		<u>2,543,099</u>	<u>(11,503,745)</u>
		6,514,737	(1,662,072)
Expenses			
Administrative expenses		<u>(6,285,272)</u>	<u>(12,975,435)</u>
Finance cost		<u>(8,616)</u>	<u>(20,995)</u>
		<u>(6,293,888)</u>	<u>(12,996,430)</u>
Operating profit / (loss)		220,849	(14,658,502)
Other charges		(3,804,432)	(5,317,456)
Other income		<u>2,571,418</u>	<u>3,466,349</u>
Loss before taxation		<u>(1,012,165)</u>	<u>(16,509,609)</u>
Taxation		(141,867)	(352,734)
Loss after taxation		<u><u>(1,154,032)</u></u>	<u><u>(16,862,343)</u></u>

The annexed notes from 1 to 13 form an integral part of these condensed 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, 2019

	<i>(Un-audited)</i> <i>December 31,</i> <i>2019</i> <i>Rupees</i>	<i>(Audited)</i> <i>June 30,</i> <i>2019</i> <i>Rupees</i>
Loss for the year	(1,154,032)	(16,862,343)
Other comprehensive income		
Loss on remeasurement of investment at fair value - through other comprehensive income	(729,536)	(9,469,937)
Total comprehensive loss for the year	<u>(1,883,568)</u>	<u>(26,332,280)</u>

The annexed notes from 1 to 13 form an integral part of these condensed 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, 2019

	Reserves				
	Issued subscribed and paid - up capital	Capital	Revenue	Subtotal	Total
		Unrealized			
		gain / (loss) on re-measurement of investment at fair value - through other comprehensive income	Accumulated profit / (loss)		
----- Rupees -----					
Balance as at 01 July, 2018	150,000,000	13,678,796	78,118,573	91,797,369	241,797,369
Loss for the year	-	-	(16,862,343)	(16,862,343)	(16,862,343)
Loss on remeasurement of investment					
- At fair value - through other comprehensive income	-	(9,469,937)	-	(9,469,937)	(9,469,937)
Total comprehensive loss for the year	-	(9,469,937)	(16,862,343)	(26,332,280)	(26,332,280)
Balance as at June 30, 2019 - Audited	150,000,000	4,208,859	61,256,230	65,465,089	215,465,089
Loss for the year	-	-	(1,154,032)	(1,154,032)	(1,154,032)
Loss on remeasurement of investment					
- At fair value - through other comprehensive income	-	(729,536)	-	(729,536)	(729,536)
Total comprehensive loss for the year	-	(729,536)	(1,154,032)	(1,883,568)	(1,883,568)
Balance as at December 31, 2019					
- Un-audited	150,000,000	3,479,323	60,102,198	63,581,521	213,581,521

The annexed notes from 1 to 13 form an integral part of these condensed financial statements.


Mariya
 Chief Executive



Mariam
 Director

GMI CAPITAL SECURITIES (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2019

	(Un-audited) December 31, 2019 Rupees	Audited June 30, 2019 Rupees
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(1,012,165)	(16,509,609)
Adjustment for non cash items:		
Depreciation - property & equipment	268,102	1,286,685
Depreciation - investment property	579,008	219,720
Provision for doubtful debts	-	818,440
Trade debts written off	-	676,664
Loss on disposal of office equipment	-	18,347
(Gain) / loss on remeasurement of investment	(2,543,099)	11,503,745
Capital gain	-	(18,726)
Dividend income	(313,161)	(944,374)
Financial charges	8,616	20,995
	(3,012,699)	(2,928,113)
(Increase) / decrease in current assets		
Trade debts	(21,092,014)	3,119,030
Advances, deposits, prepayments & other receivables	(109,554)	2,402,603
	(21,201,568)	5,521,633
(Decrease) / increase in current liabilities		
Trade payables	(5,277,222)	(5,165,262)
Accrued expenses and other liabilities	2,210,592	(1,938,559)
	(3,066,630)	(7,103,821)
Taxes paid	-	(1,631,129)
Financial charges paid	(8,616)	(20,995)
	(8,616)	(1,652,124)
Net cash used in operating activities	(27,289,513)	(6,162,425)
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Long term deposits - net	(2,126,609)	(500,000)
Investments - net	-	1,904,491
Capital expenditure incurred	(2,377,000)	(80,800)
Disposal of office equipment	-	6,000
Dividend received	313,161	944,374
Net cash (used in) / generated from investing activities	(4,190,448)	2,274,065
Net decrease in cash and cash equivalents (A+B)	(31,479,962)	(3,888,359)
Cash and cash equivalents at the beginning of the period	132,138,643	136,027,003
Cash and cash equivalents at the end of the period	100,658,681	132,138,643

The annexed notes from 1 to 13 form an integral part of these condensed 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, 2019

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 condensed 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:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified Under the Companies Act, 2017; and
- Provision of and directives issued under the Companies Act, 2017.

Where the 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.

2.2 Functional and Presentation Currency

These condensed interim financial statements have been presented in Pakistan Rupees, which is the functional currency of the Company.

3 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, 2019.

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, 2019.

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, 2019.

		(Un-audited) December 31, 2019 Rupees	(Audited) June 30, 2019 Rupees
5	PROPERTY AND EQUIPMENT		
	Opening net book value	1,128,934	1,292,201
	Add: Additions	2,377,000	80,800
	Less: Disposals		
	Cost	-	39,000
	Depreciation	-	(14,653)
		-	(24,347)
	Depreciation	(268,102)	(219,720)
	Closing net book value	<u>3,237,832</u>	<u>1,128,934</u>

6 LONG TERM INVESTMENT

Investment in shares of Pakistan Stock Exchange			
Limited - at fair value through other comprehensive income		10,811,940	10,811,940
Unrealized gain on remeasurement		2,681,361	3,243,582
		<u>13,493,301</u>	<u>14,055,522</u>

7 SHORT TERM INVESTMENTS

<i>At fair value through profit or loss</i>			
Listed equity securities	7.1	15,097,675	12,554,575
<i>At fair value through other comprehensive income</i>			
Shares of PSX	7.2	4,015,552	4,182,867
		<u>19,113,227</u>	<u>16,737,442</u>

7.1 At fair value through profit or loss - Listed equity securities

(Un-audited) December 31, 2019	(Audited) June 30, 2019				
		Number of Shares			
14,000	14,000	Attock Refinery Limited	1,563,660	1,081,780	
40,000	40,000	D.G. Khan Cement Company Limited	2,970,800	2,265,600	
10,000	10,000	Engro Fertilizer Limited	734,300	639,700	
10,000	10,000	Frieslandcampina Engro Pakistan	793,000	583,300	
100,000	100,000	Fauji Cement Company Limited	1,556,000	1,573,000	
12,500	12,500	Fauji Fertilizer Bin Qasim Limited	244,000	227,875	
12,500	12,500	Fauji Fertilizer Company Limited	1,268,375	1,090,000	
7,000	7,000	Ghandhara Nissan Limited	533,190	367,010	
7,000	7,000	The General Tyre & Rubber Company of Pakistan Limited	390,320	360,570	
2,000	2,000	Honda Atlas Cars Pakistan	437,880	296,640	
10,000	10,000	Hi -Tech Lubricants Limited	311,400	276,600	
250,000	250,000	K - Electric Limited	1,092,500	1,097,500	
10,000	10,000	National Refinery Limited	1,410,800	1,134,700	
10,000	10,000	Oil & Gas Development Company Limited	1,423,200	1,314,900	
15,000	15,000	TRG Pakistan Limited Class "A"	368,250	245,400	
			<u>15,097,675</u>	<u>12,554,575</u>	

7.2 At fair value through other comprehensive income - shares of Pakistan Stock Exchange Limited

(Un-audited) December 31, 2019 Number of Shares	(Audited) June 30, 2019		(Un-audited) December 31, 2019 Rupees	(Audited) June 30, 2019 Rupees
<u>321,759</u>	<u>321,759</u>	Pakistan Stock Exchange Limited	<u>4,015,552</u>	<u>4,182,867</u>

8 TRADE DEBTS

Considered good	25,568,362	5,153,012
Considered doubtful	<u>2,100,387</u>	<u>2,100,387</u>
	27,668,749	7,253,399
Provision for doubtful receivables	<u>(2,100,387)</u>	<u>(2,100,387)</u>
Written off	-	(676,664)
	<u>25,568,362</u>	<u>4,476,348</u>

9 CASH AND BANK BALANCES

Cash in hand	11,479	80
Cash at bank		
In current accounts	<u>100,647,201</u>	<u>132,138,563</u>
	<u>100,658,681</u>	<u>132,138,643</u>

10 CONTINGENCIES & COMMITMENTS

There are no contingencies & commitments during the period ended (June 30, 2019: nil).

11 OPERATING REVENUE

Brokerage commission	2,742,213	6,752,772
Custody / Laga / NCSS Fees	<u>916,263</u>	<u>2,125,801</u>
Dividend income	<u>313,161</u>	<u>944,374</u>
	<u>3,971,638</u>	<u>9,822,947</u>

12 DATE FOR AUTHORIZATION FOR ISSUE

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

13 GENERAL

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


Chief Executive


Director