

GMI CAPITAL SECURITIES (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT DECEMBER 31, 2021

| | | <i>(Un-audited)</i> <i>December 31,</i> <i>2021</i> | <i>(Audited)</i> <i>June 30,</i> <i>2021</i> |
|---|---|---|--|
| | | <i>Note</i> | <i>Rupees</i> |
| <u>ASSETS</u> | | | |
| Non-Current Assets | | | |
| Property and equipment | 5 | 2,472,947 | 2,633,848 |
| Investment property | | 8,910,936 | 9,379,933 |
| Intangible assets | | 2,500,000 | 2,500,000 |
| Long term deposits | | 5,896,609 | 4,746,609 |
| | | <u>19,780,492</u> | <u>19,260,390</u> |
| Current Assets | | | |
| Short term investments | 6 | 40,901,684 | 55,424,136 |
| Trade debts | 7 | 25,701,082 | 25,958,505 |
| Advances, deposits, prepayments & other receivables | | 44,284,608 | 37,039,032 |
| Tax refunds due from government - net | | 2,239,206 | 2,380,298 |
| Cash and bank balances | 8 | 106,155,643 | 115,704,815 |
| | | 219,282,223 | 236,506,786 |
| Total Assets | | <u>239,062,715</u> | <u>255,767,176</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 | | 68,788,866 | 90,910,388 |
| | | <u>218,788,866</u> | <u>240,910,388</u> |
| Current Liabilities | | | |
| Trade payables | | 11,782,801 | 13,032,273 |
| Accrued expenses and other liabilities | | 8,491,048 | 1,824,515 |
| | | 20,273,849 | 14,856,788 |
| Contingencies & Commitments | 9 | | |
| Total Equity and Liabilities | | <u>239,062,715</u> | <u>255,767,176</u> |

The annexed notes from 1 to 12 form an integral part of these condensed financial statements.

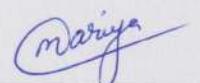

Chief Executive

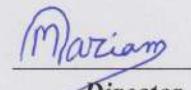

Director

GMI CAPITAL SECURITIES (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2021

| | | <i>(Un-audited)</i> | <i>(Audited)</i> |
|---|-------------|---------------------|---------------------|
| | | <i>December 31,</i> | <i>June 30,</i> |
| | | <i>2021</i> | <i>2021</i> |
| | <i>Note</i> | <i>Rupees</i> | <i>Rupees</i> |
| Revenue | | | |
| Operating revenue | 10 | 5,142,847 | 38,861,042 |
| Capital (loss) / gain - realized and unrealized | | <u>(19,023,053)</u> | <u>28,247,316</u> |
| | | <u>(13,880,206)</u> | <u>67,108,358</u> |
| Expenses | | | |
| Administrative expenses | | <u>(5,350,491)</u> | <u>(27,444,039)</u> |
| Finance cost | | <u>(5,961)</u> | <u>(17,261)</u> |
| Operating (loss) / profit | | <u>(5,356,452)</u> | <u>(27,461,300)</u> |
| | | <u>(19,236,658)</u> | <u>39,647,058</u> |
| Other charges | | (4,131,895) | (7,286,313) |
| Other income | | <u>1,483,600</u> | <u>3,050,750</u> |
| (Loss) / profit before taxation | | <u>(21,884,953)</u> | <u>35,411,495</u> |
| Taxation | | (236,569) | (6,230,048) |
| (Loss) / profit after taxation | | <u>(22,121,522)</u> | <u>29,181,447</u> |

The annexed notes from 1 to 12 form an integral part of these condensed financial statements.


Chief Executive

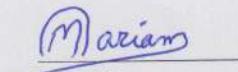

Director

GMI CAPITAL SECURITIES (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2021

| | <i>(Un-audited)</i> <i>December 31,</i> <i>2021</i> <i>Rupees</i> | <i>(Audited)</i> <i>June 30,</i> <i>2021</i> <i>Rupees</i> |
|---|--|---|
| (Loss) / profit for the year | (22,121,522) | 29,181,447 |
| Other comprehensive income | | |
| Total comprehensive (loss) / profit for the year | <u>(22,121,522)</u> | <u>29,181,447</u> |

The annexed notes from 1 to 12 form an integral part of these condensed financial statements.

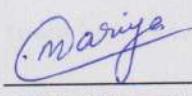

Chief Executive

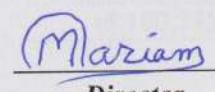

Director

GMI CAPITAL SECURITIES (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2021

| | <i>Issued subscribed and paid - up capital</i> | <i>Revenue reserve</i> | |
|---|--|--------------------------------|--------------------|
| | | <i>Accumulated profits</i> | <i>Total</i> |
| | | <i>Rupees</i> | |
| Balance as at 01 July, 2020 | 150,000,000 | 61,728,941 | 211,728,941 |
| Total comprehensive income for the year | - | 29,181,447 | 29,181,447 |
| Balance as at June 30, 2021 - Audited | 150,000,000 | 90,910,388 | 240,910,388 |
| Total comprehensive loss for the year | - | (22,121,522) | (22,121,522) |
| Balance as at December 31, 2021 - Un-audited | 150,000,000 | 68,788,866 | 218,788,866 |

The annexed notes from 1 to 12 form an integral part of these condensed financial statements.

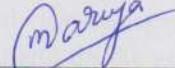

Chief Executive

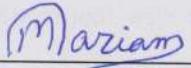

Director

GMI CAPITAL SECURITIES (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE SIX MONTH PERIOD ENDED DECEMBER 31, 2021

| | <i>(Un-audited)</i> December 31, 2021 Rupees | <i>Audited</i> June 30, 2021 Rupees |
|---|---|--|
| A. CASH FLOWS FROM OPERATING ACTIVITIES | | |
| (Loss) / profit before taxation | (21,884,953) | 35,411,495 |
| Adjustment for non cash items: | | |
| Depreciation - property & equipment | 203,901 | 1,042,215 |
| Depreciation - investment property | 468,997 | 470,177 |
| Rental income | (608,158) | (1,392,924) |
| Gain on disposal of property and equipment | - | 2,557 |
| Capital loss / (gain) - realized and unrealized | 19,023,053 | (28,247,316) |
| Dividend income | (636,506) | (432,500) |
| Financial charges | 5,961 | 17,261 |
| | <u>(3,427,705)</u> | <u>6,870,965</u> |
| (Increase) / decrease in current assets | | |
| Trade debts | 257,423 | (8,519,730) |
| Advances, deposits, prepayments & other receivables | (7,245,576) | 843,725 |
| | <u>(6,988,153)</u> | <u>(7,676,005)</u> |
| (Decrease) / increase in current liabilities | | |
| Trade payables | (1,249,472) | 3,326,626 |
| Accrued expenses and other liabilities | 6,666,533 | 347,397 |
| | <u>5,417,061</u> | <u>3,674,023</u> |
| Taxes paid | (95,477) | (324,915) |
| Financial charges paid | (5,961) | (17,261) |
| | <u>(101,438)</u> | <u>(342,176)</u> |
| Net cash (used in) / generated from operating activities | <u>(5,100,235)</u> | <u>2,526,807</u> |
| B. CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Long term deposits - net | (1,150,000) | 90,000 |
| Investments - net | (4,500,601) | 861,180 |
| Capital expenditure incurred | (43,000) | (170,400) |
| Proceeds from disposal of property and equipment | - | 18,800 |
| Dividend received | 636,506 | 432,500 |
| Rental income received during the year | 608,158 | 1,499,089 |
| Net cash (used in) / generated from investing activities | <u>(4,448,937)</u> | <u>2,731,169</u> |
| Net (decrease) / increase in cash and cash equivalents (A+B) | (9,549,172) | 5,257,976 |
| Cash and cash equivalents at the beginning of the period | 115,704,815 | 110,446,839 |
| Cash and cash equivalents at the end of the period | <u>106,155,643</u> | <u>115,704,815</u> |

The annexed notes from 1 to 12 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, 2021**

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, 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, 2021.

| | <i>Note</i> | <i>(Un-audited) December 31, 2021</i> | <i>(Audited) June 30, 2021</i> |
|---------------------------------|-------------|---|--|
| | | <i>Rupees</i> | <i>Rupees</i> |
| 5 PROPERTY AND EQUIPMENT | | | |
| Opening net book value | | 2,633,848 | 2,954,982 |
| Add: additions | | 43,000 | 170,400 |
| Less: disposals | | | |
| Cost | | - | 97,700 |
| Depreciation | | - | (76,343) |
| | | - | (21,357) |
| Depreciation | | (203,901) | (470,177) |
| Closing net book value | | 2,472,947 | 2,633,848 |

6 SHORT TERM INVESTMENTS

| | | | |
|---|-----|------------|------------|
| <i>At fair value through profit or loss</i> | | | |
| Listed equity securities | 6.1 | 40,901,684 | 55,424,136 |

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

| <i>(Un-audited) December 31, 2021</i> | <i>(Audited) June 30, 2021</i> | | |
|---|--|--|------------|
| <i>Number of shares</i> | | | |
| 14,000 | 14,000 | Attock Refinery Limited | 2,016,420 |
| 40,000 | 40,000 | D.G. Khan Cement Company Limited | 3,317,600 |
| 10,000 | 10,000 | Engro Fertilizer Limited | 760,900 |
| 10,000 | 10,000 | Friesland Campina Engro Pakistan Limited | 847,300 |
| 100,000 | 100,000 | Fauji Cement Company Limited | 1,837,000 |
| 12,500 | 12,500 | Fauji Fertilizer Bin Qasim Limited | 309,750 |
| 12,500 | 12,500 | Fauji Fertilizer Company Limited | 1,253,250 |
| 7,000 | 7,000 | Ghandhara Nissan Limited | 546,980 |
| 7,000 | 7,000 | The General Tyre & Rubber Company of Pakistan Limited | 324,520 |
| 2,000 | 2,000 | Honda Atlas Cars (Pakistan) Limited | 473,560 |
| 12,000 | 10,000 | Hi -Tech Lubricants Limited | 522,000 |
| 250,000 | 250,000 | K - Electric Limited | 860,000 |
| 10,000 | 10,000 | National Refinery Limited | 2,845,900 |
| 10,000 | 10,000 | Oil & Gas Development Company Limited | 862,000 |
| 41,000 | - | TRG Pakistan Limited | 4,833,900 |
| 1,402,953 | 1,402,953 | Pakistan Stock Exchange Limited | 19,290,604 |
| 1,940,953 | 1,897,953 | | 31,299,881 |
| | | | 40,901,684 |
| | | | 55,424,136 |

7 TRADE DEBTS

| | | |
|-----------------|------------|------------|
| Considered good | 25,701,082 | 25,958,505 |
|-----------------|------------|------------|

8 CASH AND BANK BALANCES

| | | |
|---------------------|-------------|-------------|
| <i>Cash in hand</i> | 29,699 | 40,414 |
| <i>Cash at bank</i> | | |
| In current accounts | 106,125,944 | 115,664,401 |
| | 106,155,643 | 115,704,815 |

9 CONTINGENCIES & COMMITMENTS

There are no contingencies & commitments during the period ended (June 30, 2021: nil).

| <i>(Un-audited)</i> | <i>(Audited)</i> |
|---------------------|------------------|
| <i>December 31,</i> | <i>June 30,</i> |
| <i>2021</i> | <i>2021</i> |
| <i>Rupees</i> | <i>Rupees</i> |

10 OPERATING REVENUE

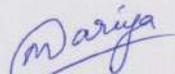
| | | |
|----------------------------|------------------|-------------------|
| Brokerage commission | 3,594,078 | 32,472,189 |
| Custody / Laga / NCSS fees | 912,263 | 5,956,353 |
| Dividend income | 636,506 | 432,500 |
| | <u>5,142,847</u> | <u>38,861,042</u> |

11 DATE FOR AUTHORIZATION FOR ISSUE

The Board of Directors of the Company authorized these interim financial statements for issue on
08 FEB 2022.

12 GENERAL

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



Chief Executive

Director