

GUL DHAMI SECURITIES (PRIVATE) LIMITED

Un-Audited Financial Statements

For the Year Ended 31 Dec 2021

GUL DHAMI SECURITIES (PRIVATE) LIMITED

Un-Audited Statement of Financial Position

As at 31 December, 2021

ASSETS	Note	Dec-21 Rupees	Jun-21 Rupees
Non-current assets			
Property and equipment	5	2,395,951	2,653,625
Intangible assets	6	21,812,104	21,812,104
Long term investments	7	20,533,912	20,533,912
Long term deposits	8	827,639	827,639
		45,569,606	45,827,280
Current assets			
Trade Debts-net	9	2,946,850	3,353,579
Prepayments and advances	10	1,914,175	425,071
Short Term Investment	11	3,674,000	4,600,000
Cash and bank balances	12	24,783,833	40,278,875
		33,318,858	48,657,525
		78,888,464	94,484,805
EQUITY & LIABILITIES			
Share capital and reserves			
Issued, subscribed and paid-up capital	13	78,150,000	78,150,000
Capital Reserve			
Unrealized surplus / (deficit) on re-measurement of investments measured at FVOCI		12,094,162	12,094,162
Revenue reserve			
Unappropriated loss		(21,298,978)	(22,632,377)
Total equity		68,945,184	67,611,785
Current liabilities			
Trade and other payables	14	9,920,341	26,873,020
Current tax liability	15	22,939	-
		9,943,280	26,873,020
Contingencies and commitments			
	16	-	-
		78,888,464	94,484,805

The annexed notes from 1 to 23 form an integral part of these financial statements.

Gul. A. Dhama
Chief Executive Officer



Saida Gul
Director

GUL DHAMI SECURITIES (PRIVATE) LIMITED

Un-Audited Statement of Profit or Loss

As at 31 December, 2021

	Note	Dec-21 Rupees	Jun-21 Rupees
Operating revenue	17	2,293,861	4,827,181
Gain/(loss) on sale of short term investments		-	-
Unrealized gain/(loss) on remeasurement of investments classified at FVTPL		1,438,260	1,224,000
		<u>3,732,121</u>	<u>6,051,181</u>
Other income and losses	18	767,328	3,667,496
Operating and administrative expenses	19	3,141,371	5,556,652
Operating profit / (loss)		<u>1,358,078</u>	<u>4,162,025</u>
Other operating expenses		-	-
Finance costs	21	1,740	2,030
Profit / (loss) before taxation		<u>1,356,338</u>	<u>4,159,995</u>
Taxation	22	22,939	448,203
Profit/(loss) for the year		<u><u>1,333,399</u></u>	<u><u>3,711,792</u></u>
Earnings/(loss) per share - basic	23	0.17	0.47

The annexed notes from 1 to 23 form an integral part of these financial statements.

Chief Executive Officer



Director

Shaida Gul

GUL DHAMI SECURITIES (PRIVATE) LIMITED

Un-Audited Statement of Cash Flows

As at 31 December, 2021

Note	Dec-21 Rupees	Jun-21 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	1,356,338	4,159,995
Adjustments:		
Depreciation	(257,674)	(697,558)
Provision for doubtful debts	(27,500)	(22,341)
Realized loss / (gain) on sale of short-term investments	-	-
Unrealized loss / (gain) on short-term investments	-	(1,224,000)
Impairment on TREC	-	-
Gain On PPE Disposal	-	(1,807,093)
Interest income	(767,328)	(1,860,403)
Dividend income	(759,577)	(590,783)
	<u>(1,812,079)</u>	<u>(6,202,178)</u>
Operating profit before working capital changes	(455,741)	(2,042,183)
(Increase)/decrease in current assets		
Trade Debts-net	406,729	1,862,216
Prepayments and advances	(1,489,104)	76,482
Increase/(decrease) in current liabilities		
Trade and other payables	36,793,361	12,026,638
	<u>35,710,986</u>	<u>13,965,336</u>
Cash generated from / (used in) operations	35,255,245	11,923,153
Proceeds from net sales of / (acquisition of) short-term investments	(926,000)	1,342,697
Dividends received	759,577	590,783
Profit on Bank A/C received	767,328	1,860,403
Taxes paid	(237,081)	(399,624)
	<u>363,824</u>	<u>3,394,259</u>
Net cash from operating activities	35,619,069	15,317,412
CASH FLOWS FROM INVESTING ACTIVITIES		
Decrease / (increase) in long-term deposits	-	-
Acquisition of property and equipment	257,674	(2,903,610)
Sale / (acquisition) of fixed assets	-	2,090,000
Sale / (acquisition) of Intangible assets	-	(149,544)
	<u>257,674</u>	<u>(963,154)</u>
Net cash generated from / (used in) investing activities	257,674	(963,154)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares		
Proceeds from / (repayment of) loan from Directors		
Net cash generated from / (used in) financing activities	-	-
Net (decrease)/increase in cash and cash equivalents	35,876,743	14,354,258
Cash and cash equivalents at the beginning of the year	40,278,875	25,924,617
Cash and cash equivalents at the end of the year	76,155,618	40,278,875

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

Sul. A
Chief Executive Officer



Shida Gul
Director

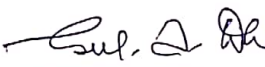
GUL DHAMI SECURITIES (PRIVATE) LIMITED

Un-Audited Statement of Comprehensive Income

As at 31 December, 2021

	<i>Note</i>	Dec-21 Rupees
Profit/(loss) for the year		1,333,399
Other comprehensive income		
Items that will not be reclassified subsequently to profit or loss		
Unrealized gain / (loss) during the period in the market value of investments measured at FVOCI		-
Total comprehensive income/(loss) for the year		<u><u>1,333,399</u></u>

The annexed notes from 1 to 23 form an integral part of these financial statements.


Chief Executive Officer



GUL DHAMI SECURITIES (PRIVATE) LIMITED
Un-Audited Statement of Changes in Equity
As at 31 December, 2021

	Issued, subscribed and paid-up capital	Unappropriated profit/ (loss)	Unrealized surplus / (deficit) on re- measurement of investments measured at FVOCI	Total
Rupees.....			
Balance as at June 30, 2020	78,150,000	(26,344,169)	11,165,789	62,971,620
Total comprehensive income for the year				
Profit for the year	-	3,711,792	-	3,711,792
Other comprehensive income/(loss)	-	-	928,373	928,373
	-	3,711,792	928,373	4,640,165
Balance as at June 30, 2021	78,150,000	(22,632,377)	12,094,162	67,611,785
Total comprehensive income for the year				
Profit for the year	-	1,333,399	-	1,333,399
Other comprehensive income/(loss)	-	-	-	-
	-	1,333,399	-	1,333,399
Balance as at December 31, 2021	78,150,000	(21,298,978)	12,094,162	68,945,184

The annexed notes from 1 to 23 form an integral part of these financial statements.

Gul. A. Khan
 Chief Executive Officer



Abide Gul
 Director

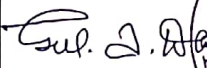


7 PROPERTY AND EQUIPMENT

2022

	Cost			Accumulated Depreciation			Net book value as at 31 Dec 2021	Rate of depreciation %/age
	As at 1 July 2021	Additions	Deletions	As at 31 Dec 2021	For the Year	Adjustments		
Computers	1,057,519	-	-	1,057,519	8,150	-	1,011,334	30%
Office equipments	302,498	-	-	302,498	5,715	-	193,918	10%
Furniture and fixtures	331,707	-	-	331,707	4,790	-	240,696	10%
Vehicles	4,275,642	-	-	4,275,642	238,720	-	2,127,163	20%
Printer & Accessories	3,040	-	-	3,040	299	-	1,344	30%
	5,970,406	0	0	5,970,406	257,674	0	3,374,435	

2021

	Cost			Accumulated Depreciation			Net book value as at 30 June 2021	Rate of depreciation %/age
	As at 1 July 2020	Additions	Deletions	As at 30 June 2021	For the Year	Adjustments		
Computers	1,054,949	2,570	-	1,057,519	15,454	15,707	1,003,184	30%
Office equipments	302,498	-	-	302,498	12,700	-	188,203	10%
Furniture and fixtures	331,707	-	-	331,707	10,645	-	235,906	10%
Vehicles	3,128,535	2,900,000	1,752,893	4,275,642	658,349	1,506,698	1,388,443	20%
Printer & Accessories	2,000	1,040	-	3,040	410	-	1,945	30%
	4,819,689	2,903,610	1,752,893	5,970,406	697,558	1,522,405	3,316,781	

GUL DHAMI SECURITIES (PRIVATE) LIMITED
UN-AUDITED NOTES TO THE FINANCIAL STATEMENTS
For the year ended June 30, 2022

6 INTANGIBLE ASSETS

	Note	Dec-21 Rupees	Jun-21 Rupees
Trading Rights Entitlement Certificate ("TREC")	6.1	2,500,000	2,500,000
Rooms - PSX	6.2		
Rooms - Lahore Stock Exchange		19,312,104	19,312,104
		<u>21,812,104</u>	<u>21,812,104</u>
Impairment	6.2		
		<u>21,812,104</u>	<u>21,812,104</u>

6.1 Pursuant to the Stock Exchange (Corporatization, Demutualization and Integration) Act, 2012, stock exchanges operating as guarantee limited companies were converted to public limited companies. Ownership rights in exchanges were segregated from the right to trade on an exchange. As a result of such demutualization and corporatization, the Company received shares of the relevant exchange and a Trading Rights Entitlement Certificate ("TREC") against its membership card.

The TREC has been recorded as an indefinite-life intangible asset pursuant to the provisions and requirements of IAS 38. As the TREC is not a commonly tradable instrument, the value approved by the Board of Directors of the Pakistan Stock Exchange Limited ("PSX") post-mutualization was used as the initial value of the intangible. The TREC, which has been pledged with the PSX to meet Base Minimum Capital ("BMC") requirements, is assessed for impairment in accordance with relevant approved accounting standards.

6.2 Vide its notice dated November 10, 2017, the PSX revised the notional value of the TREC to PKR 2.5 million. As a result, the Company recognized an impairment loss on the TREC in the amount of PKR 2.5 million in fiscal 2018.

7 LONG-TERM INVESTMENTS

Investments at fair value through OCI

LSE Financial Services Limited (unquoted) - at fair value	7.1	20,533,912	19,605,539
Adjustment for remeasurement to fair value		-	928,373
		<u>20,533,912</u>	<u>20,533,912</u>

7.1 As a result of the demutualization and corporatization of stock exchanges as detailed in note 6.1, the Company received 843,975 shares of LSE Financial Services Limited. Of these, 60% (506,385 shares) were held in a separate Central Depository Company Limited ("CDC") sub-account, blocked until they are sold to strategic investors, financial institutions and/or the general public. The remaining shares (40% of total, or 337,590 shares) were allotted to the Company.

These shares are neither listed on any exchange nor are they actively traded. As a result, fair value has been estimated by reference to the latest break-up or net asset value per share of these shares notified by LSE Financial Services Limited (PKR XX / per share, compared to PKR 24.33/ per share as at June 30, 2021). Remeasurement to fair value resulted in a Gain of PKR XXX (2021: PKR 928,373).

8 LONG-TERM DEPOSITS

LSE Financial Services Limited		-	-
National Clearing Company (Transferred by PSX)		200,000	200,000
National Clearing Company of Pakistan Limited		200,000	200,000
Central Depository Company Limited		200,000	200,000
Other security deposits		227,639	227,639
		<u>827,639</u>	<u>827,639</u>

TRADE DEBTS-NET

Considered good		2,946,850	3,353,579
Considered doubtful		27,500	27,509
		<u>2,974,350</u>	<u>3,381,088</u>
Less: Provision for doubtful debts	9.2	27,500	27,509
		<u>2,946,850</u>	<u>3,353,579</u>



9.1 The Company holds client-owned securities with a total fair value of PKR XXX (2021: PKR 106,100,826) as collateral against trade debts. Refer to note 4.7 for details around the Company's methodology for computing estimated credit losses under the expected loss model under IFRS 9.

Trade debts include PKR 1,085,718 receivable from related parties.

9.2 Movement in provision against trade debts is as under:

Note	Dec-21 Rupees	Jun-21 Rupees
Opening balance (as at July 1)	27,500	49,850
Charged to profit and loss during the year	-	(22,341)
	<u>27,500</u>	<u>27,509</u>
Amounts written off during the year	-	-
Closing balance (as at June 30)	<u>27,500</u>	<u>27,509</u>

10 PREPAYMENTS & ADVANCES

Balance due from NCCPL	558,959	-
Other receivables	839,075	175,899
Income tax refundable	10.1 516,141	249,172
	<u>1,914,175</u>	<u>425,071</u>

10.1 INCOME TAX REFUNDABLE

Opening balance (as at July 1)	279,060	297,751
Add: Prior year adjustment	-	-
Add: Current year additions	237,081	399,624
	<u>516,141</u>	<u>697,375</u>
Less: Adjustment against previous year advance tax	-	-
Less: Adjustment against current year provision for taxation	-	(448,203)
Balance at the end of the year	<u>516,141</u>	<u>249,172</u>

11 SHORT TERM INVESTMENT

Investments at fair value through profit or loss

Investments in listed securities

Investments in listed securities

3,674,000	4,600,000
<u>3,674,000</u>	<u>4,600,000</u>

Shares with fair value of PKR XXXX (2021: PKR 4,600,000) were pledged against NCCPL margin requirements.

12 CASH AND BANK BALANCES

Cash in hand	10,000	-
Cash at bank		
Proprietary account	206,404	60,826
Client account	12.1 24,567,429	40,218,049
	<u>24,783,833</u>	<u>40,278,875</u>

12.1 Cash at bank includes customers' assets in the amount of PKR 24,783,833 (2021: 40,218,049) held in designated bank accounts.

13 ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

13.1 Authorized capital

10,000,000 (2021: 10,000,000) ordinary shares of PKR 10 each.

100,000,000	100,000,000
-------------	-------------

13.2 Issued, subscribed and paid-up share capital

7,815,00 (2021: 7,815,000) ordinary shares of PKR 10/- each, issued for cash

78,150,000	78,150,000
------------	------------

<u>78,150,000</u>	<u>78,150,000</u>
-------------------	-------------------



13.3 Shareholders holding 5% or more of total shareholding

	Number of Shares		Percentage	
	2022	2021	2022	2021
Gul Abdullah Dhani	7,804,000	7,804,000	99.86%	99.86%
Others	11,000	11,000	0.14%	0.14%

14 TRADE AND OTHER PAYABLES

	Note	Dec-21 Rupees	Jun-21 Rupees
Trade creditors	14.1	9,037,898	21,888,187
Tax payables			
Accrued liabilities		701,681	679,629
Worker welfare fund -Punjab		41,964	41,964
CGT payable		-	3,595,843
Other payables		138,798	667,397
		<u>9,920,341</u>	<u>26,873,020</u>

14.1 This includes PKR XXX (2021: PKR NIL) due to related parties.

15 CURRENT TAX LIABILITY

Balance at the beginning of the year	-	-
Add: Current Year Provision	22,939	448,203
	<u>22,939</u>	<u>448,203</u>
Less: Adjustment against previous year advance tax	-	-
Less: Prior Year	-	-
Less: Adjustment against current year advance tax	-	448,203
Balance at the end of the year	<u>22,939</u>	<u>-</u>

16 CONTINGENCIES AND COMMITMENTS

16.1 There are no contingencies or commitments of the Company as at June 30, 2022 (2021: Nil).

17 OPERATING REVENUE

Brokerage income	1,534,284	4,236,398
Dividend income	759,577	590,783
	<u>2,293,861</u>	<u>4,827,181</u>

18 OTHER INCOME / LOSSES

Income from financial assets		
Mark-up on:		
Bank balances	767,328	1,860,403
	<u>767,328</u>	<u>1,860,403</u>
Income from non-financial assets/liabilities		
Other income and gains	-	1,807,093
Balance written-off	-	-
	<u>767,328</u>	<u>3,667,496</u>

19 OPERATING & ADMINISTRATIVE EXPENSES

Directors' remuneration	1,489,000	2,184,000
Staff salaries, allowances and other benefits	589,100	1,008,450
Postage and telegram	11,099	24,288
Entertainment	22,289	41,292
Legal & Professional charges	145,610	133,675
Provision for doubtful debts	-	(22,341)
Auditor's remuneration	19.1	131,175
		150,000



Communication expense	45,120	84,110
Office expense	-	3,898
Fee and subscription	-	175,315
Printing and Stationary	6,125	18,950
CDC & NCCPL charges	-	441,939
ISE charges	219,006	415,058
Travelling and conveyance	3,257	6,450
Repair and Maintenance	182,650	194,010
Misc Expenses	39,266	-
Worker welfare fund	-	-
Depreciation	5 257,674	697,558
	<u>3,141,371</u>	<u>5,556,652</u>

Note	Dec-21 Rupees	Jun-21 Rupees
------	------------------	------------------

19.1. Auditor's remuneration

Statutory audit

131,175 100,000

131,175 100,000

Non audit services

Certifications and other charges

- 50,000

- 50,000

20 OTHER OPERATING EXPENSE

Worker welfare fund - Punjab

- -

- -

21 FINANCE COSTS

Bank and other charges

1,740 2,030

1,740 2,030

22 CURRENT TAX LIABILITY

Current tax expense / (income)

for the year

22,939 448,203

prior years

- -

22,939 448,203

The tax provision made in the financial statements as considered sufficient. Based on carried Forwarded tax losses, the company recognised deferred tax Assets only to the extent of deferred tax Liability if any, and no deferred tax (Liability/Assets) incorporated.

23. EARNINGS PER SHARE

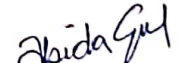
Basic earnings per share is calculated by dividing profit after tax for the year by the weighted average number of shares outstanding during the period, as follows:

Profit / (loss) after taxation, attributable to ordinary shareholders	1,333,399	3,711,792
Weighted average number of ordinary shares in issue during the year	7,815,000	7,815,000
Earnings per share	0.17	0.47

No figure for diluted earnings per share has been presented as the Company has not issued any dilutive instruments carrying options which would have an impact on earnings per share when exercised.


Chief Executive Officer




Director