

**SAZ CAPITAL
SECURITIES
(PVT) LTD.**

**UN-AUDITED
ACCOUNT
31-DEC-2023**

SAZ CAPITAL SECURITIES (PRIVATE) LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2023

| | <i>Note</i> | Dec 2023 (Rupees) | June 2023 (Rupees) |
|--|-------------|-----------------------------|------------------------------|
| ASSETS | | | |
| NON CURRENT ASSETS | | | |
| Property and equipment | 1 | 5,771,572 | 6,226,859 |
| Investment property | 2 | 2,527,687 | 2,592,500 |
| Intangible assets | 3 | 2,750,000 | 2,750,000 |
| Long term investment | 4 | 21,142,850 | 18,234,438 |
| Long term deposits | 5 | 12,860,000 | 12,860,000 |
| | | 45,052,109 | 42,663,797 |
| CURRENT ASSETS | | | |
| Investment at fair value through profit and loss | 6 | 8,357,113 | 10,037,372 |
| Tax refundable | | 2,705,567 | 2,705,567 |
| Trade debts | 7 | 20,033,508 | 5,399,174 |
| Advances, deposits, prepayments and other receivables | 8 | 175,996,514 | 11,445,969 |
| Cash and bank balances | 9 | 109,633,677 | 158,504,310 |
| | | 316,726,379 | 188,092,392 |
| | | 361,778,488 | 230,756,189 |
| SHARE CAPITAL AND RESERVES | | | |
| Authorized capital | | 150,000,000 | 150,000,000 |
| Share capital | | | |
| Issued, subscribed and paid-up capital | 10 | 92,500,000 | 92,500,000 |
| Capital Reserves | | | |
| Surplus/(Deficit) - Investment at Fair value through OCI | | 1,330,910 | (1,577,502) |
| Revenue reserves | | | |
| Accumulated Profit/(Loss) | | 98,617,506 | 90,872,757 |
| | | 192,448,416 | 181,795,255 |
| CURRENT LIABILITIES | | | |
| Trade and other payable | 11 | 70,830,072 | 48,960,934 |
| Short term loan from director | | 98,500,000 | - |
| CONTINGENCIES AND COMMITMENTS | 12 | | |
| | | 361,778,488 | 230,756,189 |

The annexed notes form an integral part of these financial statements.


Chief Executive


Director

SAZ CAPITAL SECURITIES (PRIVATE) LIMITED
STATEMENT OF PROFIT OR ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2023

| | <i>Note</i> | Dec 2023 (Rupees) | June 2023 (Rupees) |
|--|-------------|------------------------------|-------------------------------|
| Revenue from Contract with Customers | 13 | 10,120,515 | 8,910,389 |
| Operating and administrative expenses | 14 | (15,332,670) | (22,989,711) |
| Other income | 15 | 12,956,904 | 9,815,129 |
| NET PROFIT/(LOSS) BEFORE TAXATION | | 7,744,749 | (4,264,193) |
| Taxation | 16 | - | 479,736 |
| NET PROFIT/(LOSS) AFTER TAXATION | | 7,744,749 | (3,784,457) |

The annexed notes form an integral part of these financial statements.



Chief Executive



Director

**SAZ CAPITAL SECURITIES (PRIVATE) LIMITED
STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED DECEMBER 31, 2023**

| | Dec 2023 (Rupees) | June 2023 (Rupees) |
|--|--------------------------|---------------------------|
| Profit/(loss) for the year | 7,744,749 | (3,784,457) |
| Other Comprehensive Income/ (Loss) | | |
| Items that will not be subsequently reclassified in profit or loss | | |
| Unrealised gain/ (loss) on revaluation of investments at fair value through other comprehensive income | 2,908,412 | (4,600,669) |
| | 2,908,412 | (4,600,669) |
| Total Comprehensive Income/ (Loss) | <u>10,653,161</u> | <u>(8,385,126)</u> |

The annexed notes form an integral part of these financial statements.



Chief Executive



Director

SAZ CAPITAL SECURITIES (PRIVATE) LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2023

| | Share capital | Capital Reserves | Revenue Reserves | Total |
|--|---|---|------------------------------|--------------------|
| | Issued, subscribed and paid-up capital | Surplus/ (Deficit) - Investment (FVTOCI) | Accumulated Profit/(Loss) | |
| Rupees----- | | | | |
| Balance as at June 30, 2022 | 92,500,000 | 3,023,167 | 94,657,214 | 190,180,381 |
| Profit/(loss) for the year | - | | (3,784,457) | (3,784,457) |
| Other comprehensive loss | - | (4,600,669) | | (4,600,669) |
| Balance as at June 30, 2023 | 92,500,000 | (1,577,502) | 90,872,757 | 181,795,255 |
| Profit/(loss) for the year | | | 7,744,749 | - |
| Other comprehensive loss | - | 2,908,412 | | - |
| Balance as at December 31, 2023 | 92,500,000 | 1,330,910 | 98,617,506 | 192,448,416 |

The annexed notes form an integral part of these financial statements.



Chief Executive



Director

SAZ CAPITAL SECURITIES (PRIVATE) LIMITED
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED DECEMBER 31, 2023

CASH FLOW FROM OPERATING ACTIVITIES

| | Note | Dec 2023 (Rupees) | June 2023 (Rupees) |
|--|------|----------------------|-----------------------|
| Profit before taxation | | 7,744,749 | (4,264,193) |
| Adjustment for non-cash items: | | | |
| Depreciation | | 520,100 | 1,222,379 |
| Adjustment in property and equipment | | - | (220,000) |
| Capital (gain)/ Loss - on investment at fair value through P&L | | (6,222,237) | 4,301,602 |
| Operating profit before working capital changes | | (5,702,137) | 5,303,981 |

Changes in working capital

| | | |
|---|----------------------|---------------------|
| (Increase)/Decrease in trade debts | (14,634,334) | (5,248,043) |
| (Increase)/Decrease in advances, deposits and prepayments | (163,404,169) | (173,312) |
| (Increase)/Decrease in long term deposits | - | 16,500 |
| Increase/(Decrease) in trade and other payable | 21,869,138 | (4,844,407) |
| Net changes in working capital | (156,169,365) | (10,249,262) |
| Taxes paid | (1,146,376) | (2,064,929) |
| Net cash generated from operating activities | (155,273,129) | (11,274,403) |

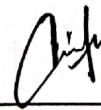
CASH FLOW FROM INVESTING ACTIVITIES

| | | |
|---|------------------|--------------------|
| Acquisition of property and equipment | - | - |
| Short term investment | 7,902,496 | (2,892,379) |
| Net cash generated from investing activities | 7,902,496 | (2,892,379) |

CASH FLOWS FROM FINANCING ACTIVITIES

| | | |
|---|--------------------|--------------------|
| Short term loan from director | 98,500,000 | - |
| Net cash generated from financing activities | 98,500,000 | - |
| Net increase in cash and cash equivalent | (48,870,633) | (14,166,782) |
| Cash and cash equivalent at beginning of the year | 158,504,310 | 172,671,092 |
| Cash and cash equivalent at end of the year | 109,633,677 | 158,504,310 |

The annexed notes form an integral part of these financial statements.



Chief Executive



Director

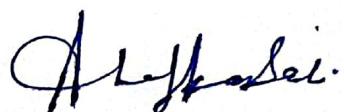
SAZ CAPITAL SECURITIES (PRIVATE) LIMITED
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED DECEMBER 31, 2023

| | Note | Dec 2023 (Rupees) | June 2023 (Rupees) |
|--|------|----------------------|-----------------------|
| CASH FLOW FROM OPERATING ACTIVITIES | | | |
| Profit before taxation | | 7,744,749 | (4,264,193) |
| <u>Adjustment for non-cash items:</u> | | | |
| Depreciation | | 520,100 | 1,222,379 |
| Adjustment in property and equipment | | - | (220,000) |
| Capital (gain)/ Loss - on investment at fair value through P&L | | (6,222,237) | 4,301,602 |
| Operating profit before working capital changes | | (5,702,137) | 5,303,981 |
| <u>Changes in working capital</u> | | | |
| (Increase)/Decrease in trade debts | | (14,634,334) | (5,248,043) |
| (Increase)/Decrease in advances, deposits and prepayments | | (163,404,169) | (173,312) |
| (Increase)/Decrease in long term deposits | | - | 16,500 |
| Increase/(Decrease) in trade and other payable | | 21,869,138 | (4,844,407) |
| Net changes in working capital | | (156,169,365) | (10,249,262) |
| Taxes paid | | (1,146,376) | (2,064,929) |
| Net cash generated from operating activities | | (155,273,129) | (11,274,403) |
| CASH FLOW FROM INVESTING ACTIVITIES | | | |
| Acquisition of property and equipment | | - | - |
| Short term investment | | 7,902,496 | (2,892,379) |
| Net cash generated from investing activities | | 7,902,496 | (2,892,379) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Short term loan from director | | 98,500,000 | - |
| Net cash generated from financing activities | | 98,500,000 | - |
| Net increase in cash and cash equivalent | | (48,870,633) | (14,166,782) |
| Cash and cash equivalent at beginning of the year | | 158,504,310 | 172,671,092 |
| Cash and cash equivalent at end of the year | | 109,633,677 | 158,504,310 |

The annexed notes form an integral part of these financial statements.



Chief Executive



Director

SAZ CAPITAL SECURITIES (PRIVATE) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

1 PROPERTY AND EQUIPMENT

| | Dec-23 | | | | |
|--|--------------------|---------------------|---------------------------|--------------|-------------------|
| | Office Building | Office Equipment | Furniture and fixtures | Computers | Motor vehicles |
| | (Rupees)----- | | | | |
| As at July 01, 2023 | | | | | |
| Cost | 6,271,005 | 1,591,000 | 600,000 | 1,494,332 | 11,756,000 |
| Accumulated depreciation | (6,034,914) | (463,342) | (573,457) | (1,493,302) | (6,920,463) |
| Net book value at the beginning of the year | 236,091 | 1,127,658 | 26,543 | 1,030 | 4,835,537 |
| Changes during the year | | | | | |
| Additions during the year | - | - | - | - | - |
| Disposals - cost | - | - | - | - | - |
| Depreciation charge for the year | (5,902) | (84,574) | (1,991) | (155) | (362,665) |
| Disposals - Accumulated depreciation | - | - | - | - | - |
| Net book value at the end of the year | 230,189 | 1,043,084 | 24,552 | 875 | 4,472,872 |
| Analysis of net book value | | | | | |
| As at December 31, 2023 | | | | | |
| Cost | 6,271,005 | 1,591,000 | 600,000 | 1,494,332 | 11,756,000 |
| Accumulated depreciation | (6,040,816) | (547,916) | (575,448) | (1,493,457) | (7,283,128) |
| Net book value at the end of the year | 230,189 | 1,043,084 | 24,552 | 875 | 4,472,872 |
| Depreciation rate (% per annum) | 5% | 15% | 15% | 30% | 15% |

2 INVESTMENT PROPERTY

| | Dec 2023 | |
|--|------------------------|------------------|
| | Investment Property | Total |
| | (Rupees)----- | |
| As at July 01, 2023 | | |
| Cost | 3,050,000 | 3,050,000 |
| Accumulated depreciation | (457,500) | (457,500) |
| Net book value at the beginning of the year | 2,592,500 | 2,592,500 |
| Addition during the year | | |
| Disposals - cost | - | (76,250) |
| Depreciation for the year | - | (76,250) |
| Disposals - Accumulated depreciation | - | - |
| Net book value at the end of the year | 2,516,250 | 2,516,250 |
| Analysis of Net Book Value | | |
| Cost | 3,050,000 | 3,050,000 |
| Accumulated depreciation | (522,313) | (522,313) |
| Net book value as at December 31, 2023 | 2,527,687 | 2,527,687 |
| Rate of amortization per annum (%) | 5% | 5% |

3. INTANGIBLE ASSETS

| | PMEX | TREC - PSX | Total |
|--|----------------|------------------|------------------|
| -----(Rupees)----- | | | |
| Cost | 250,000 | 5,000,000 | 5,250,000 |
| Accumulated amortization | - | (2,500,000) | (2,500,000) |
| Net book value at the beginning of the year | 250,000 | 2,500,000 | 2,750,000 |
| | | | |
| Addition during the year | - | - | - |
| Disposals - cost | - | - | - |
| Amortization for the year | - | - | - |
| Disposals - Accumulated amortization | - | - | - |
| Net book value at the end of the year | 250,000 | 2,500,000 | 2,750,000 |
| | | | |
| Analysis of Net Book Value | | | |
| Cost | 250,000 | 5,000,000 | 5,250,000 |
| Accumulated amortization | - | (2,500,000) | (2,500,000) |
| Net book value as at December 31, 2023 | 250,000 | 2,500,000 | 2,750,000 |
| | | | |
| Rate of amortization per annum (%) | | | |
| | | | |

3.1 This represents TREC acquired on surrender of Stock Exchange membership Card. According to the Stock Exchanges (Corporatisation, Demutualization and Integration) Act 2012, the TRE Certificate may only be transferred once the company intending to carry out shares brokerage business in the manner to be prescribed.

Dec 2023 June 2023
(Rupees)

4. LONG TERM INVESTMENT

| | | | |
|---|-----------|-------------------|-------------------|
| Investment at fair value through OCI | 4.1 & 4.2 | <u>21,142,850</u> | <u>18,234,438</u> |
| ----- | | | |
| Investment in shares of Pakistan Stock Exchange | | <u>10,909,248</u> | <u>8,000,836</u> |
| ----- | | | |
| 4.1 Investment in quoted securities: | | | |
| Investment in unlisted securities | | <u>10,233,602</u> | <u>10,233,602</u> |
| ----- | | | |
| 4.2 Investment in private company | | | |
| Fair value | | | |
| Investment in unlisted securities | | <u>10,233,602</u> | <u>10,233,602</u> |
| ----- | | | |

5. LONG TERM DEPOSITS

| | | |
|--|-------------------|-------------------|
| Deposits with: | | |
| - National Clearing Company Pakistan Limited | 1,400,000 | 1,400,000 |
| - Central Depository Company | 100,000 | 100,000 |
| - Pakistan Mercantile Exchange | 750,000 | 750,000 |
| - NCEL Building Management Limited | 10,000,000 | 10,000,000 |
| - National Commodity Deposit | 610,000 | 610,000 |
| | <u>12,860,000</u> | <u>12,860,000</u> |
| ----- | | |
| | Dec 2023 | June 2023 |
| | (Rupees) | |

6. SHORT TERM INVESTMENT - FAIR VALUE THROUGH PROFIT AND LOSS ACCOUNT

| | | |
|---------------------------------|------------------|-------------------|
| Investment in quoted securities | <u>8,291,548</u> | <u>9,521,016</u> |
| Investment in mutual funds | <u>65,565</u> | <u>516,356</u> |
| | <u>8,357,113</u> | <u>10,037,372</u> |

7. TRADE DEBTS

| | | |
|----------------------|-------------------|------------------|
| Trade debts | 21,026,641 | 6,392,307 |
| less: Loss allowance | (993,133) | (993,133) |
| | <u>20,033,508</u> | <u>5,399,174</u> |

8. ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

| | | |
|---------------------------|--------------------|-------------------|
| Advance tax | 11,468,977 | 10,322,601 |
| Advance for Motor vehicle | 900,000 | 900,000 |
| Nccpl's Exposure deposit | 163,026,447 | 202,655 |
| Other | 601,090 | 20,713 |
| | <u>175,996,514</u> | <u>11,445,969</u> |

9. CASH AND BANK BALANCES

| | | |
|------------------|--------------------|--------------------|
| Cash at bank | | |
| Current accounts | - | - |
| Saving accounts | 109,633,677 | 158,504,310 |
| | 109,633,677 | 158,504,310 |
| Cash in hand | | |
| | - | - |
| | <u>109,633,677</u> | <u>158,504,310</u> |

10. SHARE CAPITAL

| | | |
|--|-------------------|-------------------|
| Issued, subscribed and paid up capital comprises of: | | |
| Ordinary share capital | 92,500,000 | 92,500,000 |
| | <u>92,500,000</u> | <u>92,500,000</u> |

11. TRADE AND OTHER PAYABLE

| | | |
|--------------------------------|-------------------|-------------------|
| Credit balances of clients | 69,730,028 | 48,632,918 |
| Other liabilities | 1,100,044 | 328,016 |
| Auditor's remuneration payable | - | - |
| | <u>70,830,072</u> | <u>48,960,934</u> |

12. CONTINGENCIES AND COMMITMENTS

12.1 There were no contingencies and commitments as at June 30, 2023.

Dec 2023 June 2023
(Rupees)

13. REVENUE FROM CONTRACT WITH CUSTOMERS

| | | | |
|------------------|------|-------------------|------------------|
| Brokerage Income | 13.1 | <u>10,120,515</u> | <u>8,910,389</u> |
|------------------|------|-------------------|------------------|

13.1 Brokerage commission
Return on cash margin on future contract
less: Sales tax return

| | |
|-------------------|------------------|
| 11,425,919 | 10,016,797 |
| 9,082 | 45,967 |
| (1,314,486) | (1,152,375) |
| 10,120,515 | 8,910,389 |

14. OPERATING AND ADMINISTRATIVE EXPENSES

Salaries and allowances
Utilities
Rent, rates and taxes
Fees and subscription
Legal and professional
Communication Expenses
Software expenses
Auditors remuneration
Expected credit loss
Transaction Charges
Charity and donation
Insurance
Depreciation of property and equipment
Depreciation of investment property
Bank Charges
Miscellaneous

| | |
|-------------------|-------------------|
| 7,857,200 | 17,237,750 |
| 370,087 | 453,285 |
| 418,014 | 733,093 |
| 63,833 | 110,809 |
| 73,780 | 228,850 |
| 162,815 | 359,306 |
| 530,211 | 760,963 |
| 75,437 | 301,000 |
| - | 993,133 |
| 230,112 | 286,439 |
| 5,000,000 | - |
| - | 77,400 |
| 455,287 | 1,069,879 |
| 64,813 | 152,500 |
| 1,456 | 2,340 |
| 29,625 | 222,964 |
| 15,332,670 | 22,989,711 |

15. OTHER INCOME

Gain/(loss) on investment at fair value through P&L
Profit on bank deposit
Rental Income
Other
Dividend income

| | |
|-------------------|------------------|
| 6,222,237 | (4,301,602) |
| 6,708,711 | 13,346,952 |
| - | 242,000 |
| 2,181 | 508,537 |
| 23,775 | 19,242 |
| 12,956,904 | 9,815,129 |

16. TAXATION

Provision for taxation

Current

- Current year
- Prior year

Deferred

Net tax charge

| | |
|---|-----------|
| - | 114,266 |
| - | - |
| - | 114,266 |
| - | (594,002) |
| - | (479,736) |

17 DATE OF AUTHORIZATION

These financial statements were approved by the Company's board of directors and authorised for

issue on _____.


Chief Executive


Director