

S.D. MIRZA SECURITIES (PRIVATE) LIMITED
STATEMENT OF FINANCIAL POSITION (Un Audited)
AS AT SEPTEMBER 30, 2016

		Sep-16 Rupees
Assets		
Non current assets		
Operating fixed assets	6	4,905,588
Intangible assets	7	7,807,974
Long term investment	8	14,896,158
Security deposits	9	680,000
		<u>28,289,720</u>
Current assets		
Due from clients		25,647,341
Prepayments and other receivables	10	20,377,994
Short term investments		10,622,577
Tax deducted at source		799,344
Cash and bank balances	11	38,989,632
		<u>96,436,888</u>
Total Assets		<u><u>124,726,608</u></u>
Equity and Liabilities		
Share Capital and Reserves		
Authorised capital		
20000 (: 1000 ordinary shares of Rs.1,000 each		<u>20,000,000</u>
Issued, subscribed and paid-up capital		
20,000 ordinary shares of Rs.1,000 each		20,000,000
General Reserves		
		58,945,271
Unappropriated profit		
		1,461,418
		<u>80,406,689</u>
Liabilities		
Current liabilities		
Due to clients		42,790,723
Accrued and other liabilities	12	1,184,730
Taxation	13	344,467
Total Liabilities		<u>44,319,919</u>
Contingencies and commitments		
Total Equity and Liabilities		<u><u>124,726,608</u></u>

Chief Executive



Director

D. MIRZA SECURITIES (PRIVATE) LIMITED
STATEMENT OF PROFIT AND LOSS
AS ON September 30, 2016

	NOTES	Sep-16 Rupees
Operating revenue	14	7,583,698
Other income	15	194,157
		<u>7,777,855</u>
Administrative and operating expenses	16	6,316,437
Other expenses		-
Bank charges		-
(Loss) / profit before taxation		<u>1,461,418</u>
Taxation		
Current		-
Prior year		-
		-
(Loss) / profit after taxation		<u><u>1,461,418</u></u>

Chief Executive



S.D. MIRZA SECURITIES (PRIVATE) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
As at September 2016

1. LEGAL STATUS AND OPERATIONS

S.D. Mirza Securities (Private) Limited (the Company) was incorporated in Pakistan as a Private Company on May 21, 2001. The Company is a Trading Right Entitlement Certificate holder of the Pakistan Stock Exchange Limited (formerly Lahore Stock Exchange Limited). The Company is principally engaged in shares brokerage & trading, consultancy and registrar services. The registered office of the Company is situated at Room No.401, LSE Building, Lahore. The Company is also maintaining its sub offices at 529 - State Life Building, Liaqat Road, Faisalabad and Room # 7, Amin Plaza, Tala Gang Road, Chakwal.

2. BASIS OF PREPARATION

2.1 Functional and presentation currency

These financial statements are presented in Pakistan Rupees which is the functional currency of the Company and figures are rounded off to the nearest rupees unless otherwise stated.

2.2 Operating fixed assets

Fixed assets are stated at cost less accumulated depreciation and impairment. Depreciation is charged to income by applying reducing balance method at the rates specified in note 6. Depreciation on additions to fixed assets is charged from the month in which an asset is available for use while no depreciation is charged for the month in which the asset is disposed off.

Normal repairs and replacements are taken to profit and loss account. Major improvements and modifications are capitalised and assets replaced, if any, other than those kept as stand-by, are retired.

Gain / loss on disposal of fixed assets, if any, is taken to profit and loss account.

2.3 Intangible assets

Trading Right Entitlement Certificate / Stock Exchange Membership Card

Previously Membership card with indefinite useful life was stated at cost less accumulated impairment losses, if any. The carrying amount of membership card was ascertained at each balance sheet date and any impairment loss identified was taken to the profit and loss account. However, during the preceding year, the stock exchange membership card was swapped under the Stock Exchanges (Corporatization, Demutualization and Integration) Act, 2012 with the shares of Lahore Stock Exchange Limited and Trading Right

3.0 Cash and cash equivalents

Cash and cash equivalents are carried in the balance sheet at cost. For the purpose of cash flow statement, cash and cash equivalents consist of cash-in-

4.0 Trade and other payables

Liabilities for trade and other payables are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received, whether or not billed to the Company.

5.00 Revenue recognition

benefits will flow to the Company and the amount of revenue can be measured reliably. Revenue is measured at the fair value of consideration received or receivable on the following basis:

- brokerage income is accounted for on 'accrual basis'.
- dividend income is accounted for when the right of receipt is established.

6. OPERATING FIXED ASSETS - Tangible

Particulars	Cost				Rate	Depreciation			Book value as at September 30, 2016	
	As at June 30, 2015	Additions	(Deletions)	As at September 30, 2016		As at June 30, 2015	For the year (Deletions)	As at June 30, 2016		
	----- Rupees -----				%	----- Rupees -----				
Owned:										
Furniture and fixtures	474,845	-	-	474,845	10	307,216	16,763	-	323,979	150,866
Office equipment	486,665	30,600	-	517,265	10	252,449	24,222	-	276,671	240,594
Air conditioners	255,390	-	-	255,390	10	88,090	16,730	-	104,820	150,570
Computers	1,773,830	84,300	-	1,858,130	30	1,735,880	21,188	-	1,757,068	101,062
Electric generator	375,923	-	-	375,923	10	124,116	25,181	-	149,297	226,626
Vehicle	6,989,120	-	-	6,989,120	20	1,944,282	1,008,968	-	2,953,250	4,035,870
2016	<u>10,355,773</u>	<u>114,900</u>	<u>-</u>	<u>10,470,673</u>		<u>4,452,033</u>	<u>1,113,052</u>	<u>-</u>	<u>5,565,085</u>	<u>4,905,588</u>
2015	<u>7,316,573</u>	<u>4,980,900</u>	<u>(1,941,700)</u>	<u>10,355,773</u>		<u>4,725,229</u>	<u>933,697</u>	<u>(1,206,893)</u>	<u>4,452,033</u>	<u>5,903,740</u>

7. INTANGIBLE ASSETS	Sep-16 Rupees
Trading Right Entitlement Certificate - LSE	2,090,074
Room at LSE	5,717,900
	<u>7,807,974</u>
8. LONG TERM INVESTMENT - available for sale	Sep-16 Rupees
	4,409,926
	10,486,232
	<u>14,896,158</u>
9. SECURITY DEPOSITS	Sep-16 Rupees
Deposits with:	
LSE Financial Services Ltd.	230,000
National Clearing Company of Pakistan	300,000
Others	150,000
	<u>680,000</u>
10. SHORT TERM LOAN AND PREPAYMENTS	
Loan to director	8,000,000
Prepayments	933,187
Other receivables	11,444,808
	<u>20,377,994</u>

	Sep-16 Rupees
11. CASH AND BANK BALANCES	
Cash in hand	219,984
Cash at banks on:	
- current accounts	37,477,708
- PLS saving account	1,291,940
	38,769,648
	38,989,632
12. ACCRUED AND OTHER LIABILITIES	
Accrued expenses	1,129,564
Federal excise duty payable	55,166
Payable to brokers at KSE	0
	1,184,730
	1,184,730
13. TAXATION - net	
Opening balance	2,327,913
Add: provision made during the year for:	
- current	344,467
- prior year	(2,217,853)
	(1,873,386)
Less: tax deducted at source during the year	(110,060)
	344,467

	Note	Sep-16 Rupees
14. OPERATING REVENUE		
Brokerage income		7,583,698
Dividend income		0
		<u>7,583,698</u>
15. OTHER INCOME		
Profit on saving accounts		194,157
		0
		0
		0
		<u>194,157</u>
ADMINISTRATIVE AND OPERATING EXPENSES		
Others		(6,316,437)
		<u>1,461,418</u>