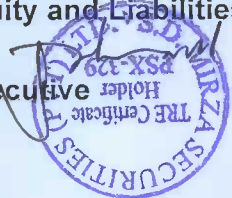


**S.D. MIRZA SECURITIES (PRIVATE) LIMITED**  
**STATEMENT OF FINANCIAL POSITION (Un Audited)**  
**AS AT SEPTEMBER 30, 2017**

Assets	NOTES	Sep-17 Rupees
<b>Non current assets</b>		
Operating fixed assets	6	5,676,154
Intangible assets	7	8,357,974
Long term investment	8	14,887,719
Security deposits	9	680,000
		<u>29,601,847</u>
<b>Current assets</b>		
Due from clients		33,079,134
Prepayments and other receivables	10	3,340,014
Short term investments		15,130,417
Tax deducted at source		996,013
Cash and bank balances	11	24,809,179
		<u>77,354,757</u>
<b>Total Assets</b>		<u><u>106,956,604</u></u>
<b>Equity and Liabilities</b>		
<b>Share Capital and Reserves</b>		
<b>Authorised capital</b>		
20000 (: 1000 ordinary shares of Rs.1,000 each		<u>20,000,000</u>
<b>Issued, subscribed and paid-up capital</b>		
20,000 ordinary shares of Rs.1,000 each		20,000,000
<b>General Reserves</b>		
		64,780,934
<b>Unappropriated Loss</b>		<u>(3,996,428)</u>
		<u>80,784,506</u>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Due to clients		21,195,815
Accrued and other liabilities	12	4,976,283
Taxation		0
<b>Total Liabilities</b>		<u>26,172,098</u>
<b>Contingencies and commitments</b>		
<b>Total Equity and Liabilities</b>		<u><u>106,956,604</u></u>

Chief Executive



Director

**S.D. MIRZA SECURITIES (PRIVATE) LIMITED**  
**STATEMENT OF PROFIT AND LOSS**  
**AS ON September 30, 2017**

	NOTES	Sep-17 Rupees
Operating revenue	13	3,298,306
Other income	14	328,200
		<hr/>
		3,626,506
Administrative and operating expenses		7,622,934
Other expenses		-
Bank charges		-
		<hr/>
<b>(Loss) / profit before taxation</b>		<b>(3,996,428)</b>
<b>Taxation</b>		
Current		-
Prior year		-
		<hr/>
		-
		<hr/>
<b>(Loss) / profit after taxation</b>		<b>(3,996,428)</b>

Chief Executive



**S.D. MIRZA SECURITIES (PRIVATE) LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**As AT September 30, 2017**

**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

**3.0 Operating fixed assets**

Fixed assets are stated at cost less accumulated depreciation and impairment losses, if

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.

**3.1 Intangible assets**

**Trading Right Entitlement Certificate**

TREC certificate is considered to have indefinite useful life; hence, stated at the same value that was determined when the membership card of Lahore Stock Exchange Limited was swapped under the Stock Exchanges (Corporatization, Demutualization and Integration) Act, 2012 with the shares of LSE Financial Services Limited and Trading Right Entitlement Certificate (note 7.1). The carrying amount is reviewed at each balance sheet date to assess whether they are recorded in excess of their recoverable amounts, and when the carrying value exceeds estimated recoverable amount, these are written to their estimated recoverable amount.

**4 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-hand and balances with

**4.1 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.

**5.1 Revenue recognition**

Revenue is recognised to the extent that it is probable that the economic 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'.
- capital gains and losses on sale of investments are recorded on the date of sale.
- 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 Sep-30, 2017	
	As at June 30, 2016	Additions	(Deletions)	As at Sep-30, 2017		As at June 30, 2016	For the year	(Deletions)		As at June 30, 2017
	----- Rupees -----				%	----- Rupees -----				
<b>Owned:</b>										
Furniture and fixtures	474,845	-	-	474,845	10	323,979	15,087	-	339,066	135,779
Office equipment	510,665	11,600	-	522,265	10	276,671	24,033	-	300,704	221,561
Air conditioners	255,390	46,000	-	301,390	10	104,820	16,591	-	121,411	179,979
Computers	1,858,130	47,525	-	1,905,655	30	1,757,068	34,144	-	1,791,212	114,443
Electric generator	375,923	-	-	375,923	10	149,297	22,663	-	171,960	203,963
Vehicle	6,989,120	2,427,290	(2,171,000)	7,245,410	20	2,953,250	1,000,501	(1,528,770)	2,424,981	4,820,429
<b>2017</b>	<b>10,464,073</b>	<b>2,532,415</b>	<b>(2,171,000)</b>	<b>10,825,488</b>		<b>5,565,085</b>	<b>1,113,019</b>	<b>(1,528,770)</b>	<b>5,149,334</b>	<b>5,676,154</b>
<b>2016</b>	<b>10,355,773</b>	<b>108,300</b>	<b>-</b>	<b>10,464,073</b>		<b>4,452,033</b>	<b>1,113,052</b>	<b>-</b>	<b>5,565,085</b>	<b>4,898,988</b>

**7. INTANGIBLE ASSETS**

Trading Right Entitlement Certificate - PSX  
Room at LSE

sep-2017  
Rupees  
2,090,074  
6,267,900  

---

8,357,974

**8. LONG TERM INVESTMENT - available for sale**

sep-2017  
Rupees

4,409,926  
10,477,793  

---

14,887,719

**9. SECURITY DEPOSITS**

Deposits with:

LSE Financial Services Ltd.  
Pakistan Stock Exchange  
National Clearing Company of Pakistan  
Central Depository Company of Pakistan  
Others

sep-2017  
Rupees

30,000  
200,000  
300,000  
100,000  
50,000  

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680,000

<b>10. ADVANCES, PREPAYMENTS AND OTHER OTHER RECEIVABLES</b>	Note	sep-2017 Rupees
Prepayments		220,535
Others		3,119,479
		<u>3,340,014</u>
<b>11. CASH AND BANK BALANCES</b>		sep-2017 Rupees
Cash in hand		217,576
Cash at banks on:		
- current accounts		24,009,747
- client accounts		581,856
- house accounts		24,809,179
		<u>4,976,283</u>
<b>12. ACCRUED AND OTHER LIABILITIES</b>		sep-2017 Rupees
Accrued expenses		515,437
Federal excise duty payable		226,715
other Payables		4,234,130
		<u>4,976,283</u>
<b>13. OPERATING REVENUE</b>		sep-2017 Rupees
Brokerage income from:		
		3,298,306
		0
		0
		3,298,306
Dividend income		0
		<u>3,298,306</u>
<b>14. OTHER INCOME</b>		sep-2017 Rupees
		328,200
		<u>328,200</u>

ADMINISTRATIVE AND OPERATING EXPENSES

sep-2017  
Rupees

ADMINISTRATIVE AND OPERATING EXPENSES

(7,622,934)

(3,996,428)