

**MS MANIAR FINANCIALS (PRIVATE) LIMITED
FINANCIAL STATEMENTS
FOR THE PERIOD ENDED DECEMBER 31, 2019**

MS MANIAR FINANCIALS (PRIVATE) LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2019

ASSETS

NON-CURRENT ASSETS

Property & equipment	
Intangible assets	
Long term investment <i>at fair value through other comprehensive income</i>	
Long term advances & deposits	

CURRENT ASSETS

Trade receivables	
Advances, deposits, pre-payments & other receivables	
Short term investment	
Bank balances	

TOTAL ASSETS

EQUITY AND LIABILITIES

CAPITAL AND RESERVES

Authorized Capital

2,500,000 (2018: 2,500,000) ordinary shares of Rs. 100/- each

Issued, subscribed and paid-up capital
Reserves

CURRENT LIABILITIES

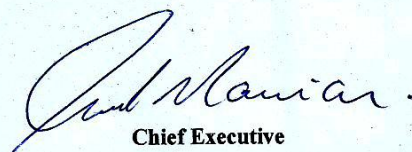
Short term running finance	
Trade payables	
Accrued expenses & other liabilities	

CONTINGENCIES AND COMMITMENTS

TOTAL EQUITY AND LIABILITIES

Note	Rupees December 2019	Rupees June 2019
4	16,156,951	17,024,509
5	2,500,000	2,500,000
6	-	14,055,522
7	1,610,000	1,610,000
	20,266,951	35,190,031
8	122,128,182	112,597,738
9	12,964,476	21,225,003
10	35,468,808	19,155,180
11	1,385,285	1,599,720
	171,946,750	154,577,641
	192,213,701	189,767,672
	250,000,000	250,000,000
12	200,000,000	200,000,000
	(109,994,478)	(96,507,936)
	90,005,522	103,492,064
13	83,875,480	72,033,332
	12,961,316	10,705,919
14	5,683,116	3,536,357
	102,519,912	86,275,608
15	-	-
	192,525,433	189,767,672

The annexed notes from 1 to 21 form an integral part of these financial statements.

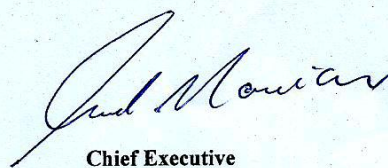

Chief Executive

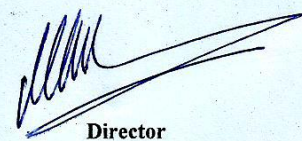

Director

MS MANIAR FINANCIALS (PRIVATE) LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE PERIOD ENDED DECEMBER 31, 2019

	Note	Rupees December 2019	Rupees June 2019
REVENUE			
Operating revenue	16	6,900,155	15,142,302
Capital loss on sale of securities		2,171,159	(1,899,221)
Unrealised loss on remeasurement of investment at fair value - through profit or loss		(10,504,846)	(40,890,879)
		(1,433,532)	(27,647,798)
Administrative expenses	17	(6,876,599)	(43,628,003)
Finance cost	18	(2,495,904)	(11,137,374)
		(9,372,503)	(54,765,377)
Operating loss		(10,806,035)	(82,413,175)
Other income	19	563,076	625,597
Loss before taxation		(10,242,959)	(81,787,578)
Taxation	20	-	(839,541)
Loss after taxation		(10,242,959)	(82,627,119)
Loss per share - basic and diluted	21	(5.12)	(41.31)

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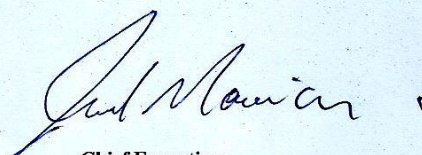

Chief Executive

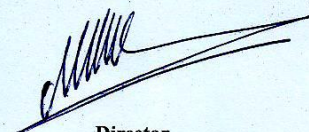

Director

**MS MANIAR FINANCIALS (PRIVATE) LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED DECEMBER 31, 2019**

Note	Rupees December 2019	Rupees June 2019
Loss after taxation	(10,242,959)	(82,627,119)
Other comprehensive income		
Loss on remeasurement of investment at fair value - through other comprehensive income	(3,243,583)	(7,298,060)
Total comprehensive loss for the year	<u>(13,486,542)</u>	<u>(89,925,179)</u>

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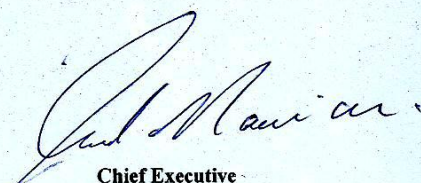

Chief Executive


Director

MS MANIAR FINANCIALS (PRIVATE) LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED DECEMBER 31, 2019

	Issued, subscribed & paid up capital	Unappropriated profit / (loss)	Reserves		Sub Total	Total
			Unrealised gain on remeasurement of investment at fair value-through other comprehensive income			
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Balance as at June 30, 2018	200,000,000	(17,124,400)	10,541,642	(6,582,757)	193,417,243	-
Loss for the year	-	(82,627,119)	-	(82,627,119)	(82,627,119)	(82,627,119)
Loss on remeasurement of investment - At fair value - through other comprehensive income	-	-	(7,298,060)	(7,298,060)	(7,298,060)	(7,298,060)
Balance as at June 30, 2019	200,000,000	(99,751,519)	3,243,583	(96,507,936)	103,492,064	-
Loss for the year	-	(10,242,959)	-	(10,242,959)	(10,242,959)	(10,242,959)
Loss on remeasurement of investment at fair value - through other comprehensive income	-	-	(3,243,583)	(3,243,583)	(3,243,583)	(3,243,583)
Balance as at December 31, 2019	200,000,000	(109,994,478)	-	(109,994,478)	90,005,522	-

The annexed notes from 1 to 21 form an integral part of these financial statements.


Chief Executive


Director

MS MANIAR FINANCIALS (PRIVATE) LIMITED
NOTES TO THE ACCOUNTS

4 PROPERTY AND EQUIPMENT

	Offices (Rupees)	Office equipments (Rupees)	Computer equipments (Rupees)	Furniture and fixtures (Rupees)	Vehicle (Rupees)	Total (Rupees)
Net carrying value basis						
Year ended December 31, 2019						
Opening net book value (NBV)	16,402,500	343,380	10,419	40,150	228,059	17,024,508
Additions (at cost)	-	-	-	-	-	-
Disposals (at NBV)	-	-	-	-	-	-
Depreciation charge	(820,125)	(25,754)	(1,563)	(3,011)	(17,104)	(867,557)
Closing net book value (NBV)	15,582,375	317,627	8,856	37,139	210,955	16,156,951
Gross carrying value basis						
As at December 31, 2019						
Cost	25,000,000	1,588,873	634,556	253,650	1,810,000	29,287,079
Accumulated depreciation	(9,417,625)	(1,271,247)	(625,700)	(216,511)	(1,599,045)	(13,130,128)
Net book value (NBV)	15,582,375	317,627	8,856	37,139	210,955	16,156,951
Net carrying value basis						
Year ended June 30, 2019						
Opening net book value (NBV)	18,225,000	403,977	14,885	47,235	268,305	18,959,402
Additions (at cost)	-	-	-	-	-	-
Disposals (at NBV)	-	-	-	-	-	-
Depreciation charge	(1,822,500)	(60,597)	(4,466)	(7,085)	(40,246)	(1,934,894)
Closing net book value (NBV)	16,402,500	343,380	10,419	40,150	228,059	17,024,509
Gross carrying value basis						
As at June 30, 2019						
Cost	25,000,000	1,588,873	634,556	253,650	1,810,000	29,287,079
Accumulated depreciation	(8,597,500)	(1,245,493)	(624,137)	(213,500)	(1,581,941)	(12,262,571)
Net book value (NBV)	16,402,500	343,380	10,419	40,150	228,059	17,024,509
Depreciation rates (%)	10	15	30	15	15	

MS MANIAR FINANCIALS (PRIVATE) LIMITED
NOTES TO THE ACCOUNTS

Note	Rupees December 2019	Rupees June 2019
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5 INTANGIBLE ASSETS

Trading Right Entitlement Certificate - Pakistan Stock Exchange Limited	5.1	2,500,000	2,500,000
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- 5.1 This represents Trading Right Entitlement Certificate (TREC) received from Pakistan Stock Exchange Limited (PSX) in accordance with the requirements of the Stock Exchanges (Corporatization, Demutualization and Integration) Act, 2012 (The Act). The Company has also received shares of PSX after completion of the demutualization process.

6 LONG TERM INVESTMENT

Quoted

At fair value through other comprehensive income

Investment in shares of Pakistan Stock Exchange Limited	6.1	14,055,522	21,353,582
Transfer to short term investments		(14,055,522)	-
		-	21,353,582
Loss on remeasurement of investment at fair value - through other comprehensive income		-	(7,298,060)
		-	14,055,522

- 6.1 This represents the investment in ordinary shares of Pakistan Stock Exchange Limited (PSX) received by the Company in pursuance of the promulgation of Stock Exchanges (Corporatization, Demutualization and Integration) Act, 2012. Due to restriction on sale, 1,081,194 shares has been classified as long term investments.

7 LONG TERM ADVANCES & DEPOSITS

National Clearing Company of Pakistan Limited	1,500,000	1,500,000
Central Depository Company of Pakistan Limited	100,000	100,000
Other deposit	10,000	10,000
	1,610,000	1,610,000

8 TRADE RECEIVABLES

Considered good	148,143,092	140,715,603
Doubtful	-	-
	148,143,092	140,715,603
Allowance for expected credit loss	(28,296,126)	(28,296,126)
	119,846,966	112,419,477
From clearing house	2,281,216	178,261
	122,128,182	112,597,738

MS MANIAR FINANCIALS (PRIVATE) LIMITED
NOTES TO THE ACCOUNTS

Note	Rupees December 2019	Rupees June 2019
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9 ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

Advance to staff		3,073,952	1,912,500
Exposure deposits	9.1	9,515,466	18,937,444
Other receivables		375,058	375,058
		12,964,476	21,225,003

9.1 This represents deposit with National Clearing Company of Pakistan Limited against the exposure margin in respect of trade in future and ready market.

10 SHORT TERM INVESTMENT

Investments at fair values through profit & loss

Listed equity securities

Unrealised loss on remeasurement of investment at fair value - through profit or loss

45,973,654	60,046,059
(10,504,846)	(40,890,879)
35,468,808	19,155,180

Market value

11 BANK BALANCES

Cash at bank

in current accounts

1,385,285	1,599,720
1,385,285	1,599,720

12 ISSUED, SUBSCRIBED AND PAID UP CAPITAL

Number of shares

2019	2018
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2,000,000	2,000,000	Ordinary shares of Rs. 100 each fully paid in cash	200,000,000	200,000,000
2,000,000	2,000,000		200,000,000	200,000,000

12.1 The shareholders are entitled to receive all distributions to them including dividend and other entitlements in the form of bonus and right shares as and when declared by the Company. All shares carry "one vote" per share without restriction.

13 SHORT TERM RUNNING FINANCE- SECURED

From banking company

13.1	83,875,480	72,033,332
	83,875,480	72,033,332

13.1 The company has obtained running finance facilities under markup arrangements of Rs. 100 million (2018: 100 million) from JS Bank Limited having markup 3 months KIBOR+250 bps will be set on the disbursement date and subsequently reset on quarterly basis). Base rate is defined as 3 months KIBOR. The arrangement are secured against pledge of shares and personal guarantee of the director.

MS MANIAR FINANCIALS (PRIVATE) LIMITED
NOTES TO THE ACCOUNTS

Note	Rupees December 2019	Rupees June 2019
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14 ACCRUED EXPENSES & OTHER LIABILITIES

Accrued expenses	150,000	150,000
SST payable	233,698	74,618
Staff welfare	1,209,165	28,462
Markup payable	2,795,390	2,475,650
Payable to clearing house	-	7,941
Payable to PSX	-	81,925
Other liabilities	777,021	199,919
Provision for taxation	517,841	517,841
	5,683,116	3,536,357

15 CONTINGENCIES AND COMMITMENTS

15.1 Bank guarantee issued of **Rs 14.5 million** in favour of Pakistan Stock Exchange against exposure.

15.2 There are no commitments during the year. (2018 : Nil)

16 OPERATING REVENUE

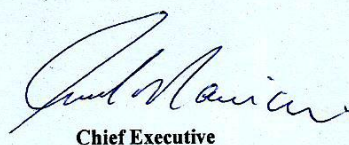
Brokerage Commission including sales tax on services	7,462,138	15,526,348
Less: Sales tax on services	(858,476)	(1,786,217)
Net brokerage commission excluding sales tax on services	6,603,662	13,740,131
Dividend income	296,493	1,402,171
	6,900,155	15,142,302

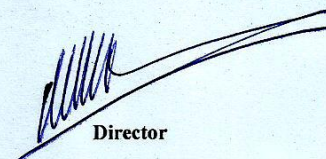
17 ADMINISTRATIVE EXPENSES

Salaries, wages and other benefits	3,179,887	6,493,795
Directors' remuneration	-	1,932,000
Service and transaction charges	159,150	1,249,785
Printing and stationery	37,279	73,838
Fees and subscription	50,000	117,986
Legal and professional charges	303,930	416,569
Postage and courier	37,801	26,553
Travelling and conveyance	45,400	7,600
Telephone and communication charges	-	401,810
Auditor's remuneration	-	275,000
Internet and software expenses	439,961	182,190
Utility charges	433,267	388,350
Entertainment	80,379	168,344
Vehicle running expenses	720,332	738,113
Rent, rates and taxes	64,650	123,358
Insurance	81,769	82,467
Allowance for expected credit loss	-	28,296,126
Repair and maintenance	301,197	542,401
Depreciation	867,557	1,934,894
Donation	-	3,600
Other expenses	74,040	173,224
	6,876,599	43,628,003

MS MANIAR FINANCIALS (PRIVATE) LIMITED
NOTES TO THE ACCOUNTS

Note	Rupees December 2019	Rupees June 2019
18		
<u>FINANCE COSTS</u>		
Bank charges	25,343	56,654
Mark up on short term borrowings	2,470,561	11,080,720
	2,495,904	11,137,374
19		
<u>OTHER INCOME</u>		
From financial assets		
IPO commission	-	-
Profit on exposure	403,139	311,731
Profit on PSX retention money	-	-
Recoveries	159,937	313,866
	563,076	625,597
20		
<u>TAXATION</u>		
Current	-	839,541
Prior	-	-
	-	839,541
20.1	The income tax returns of the Company have been filed up to tax year 2018 under the Universal Self Assessment Scheme. This scheme provides that the return filed is deemed to be an assessment order. The returns may be selected for audit within five years. The Income Tax Commissioner may amend assessment if any objection is raised during audit.	
21		
<u>LOSS PER SHARE - BASIC AND DILUTED</u>		
21.1		
<u>Basic loss per share</u>		
Loss after taxation	(10,242,959)	(82,627,119)
Number of shares issued up to the end of the year	2,000,000	2,000,000
	(5.12)	(41.31)
21.2		
<u>Diluted earnings per share</u>		
There is no dilutive effect on the basic earnings per share of the Company, since there are no convertible instruments in issue as at June 30, 2019 which would have any effect on the earnings per share if the option to convert is exercised.		


Chief Executive


Director