MSMANIAR FINANCIALS (PRIVATE) LIMITED

FINANCIALS STATEMENTS

FOR THE PERIOD ENDED DECEMBER 31, 2024

MSMANIAR FINANCIALS (PVT) LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024

	Note	*31-Dec-24* *Rupees*	*June 30 2024* *Rupees*
ASSETS			
Non Current Assets			
Property and equipment	4	9,840,081	10,405,141
Intangible assets	5	3,368,500	3,443,500
Long-term deposits	6	1,550,000	1,550,000
Deferred tax asset	7	-	-
		14,758,581	15,398,641
Current Assets			
Trade debts	8	116,996,995	106,230,567
Short-term deposits	9	22,820,605	14,397,485
Loans, advances and other receivables	10	15,426,604	16,139,533
Short-term investments	11	18,731,432	18,731,432
Bank balances	12	7,621,626	2,099,028
		181,597,262	157,598,045
Total Assets		196,355,843	172,996,686
EQUITY AND LIABILITIES			
Authorized Capital			
25,000,000 Ordinary shares of Rs. 10 each		250,000,000	250,000,000
Issued, subscribed and paid-up capital	13	200,000,000	200,000,000
Accumulated losses		(121,607,491)	(124,553,793)
Shareholders' equity		78,392,509	75,446,207
Non-Current Liabilities			
Long-term loan	14	14,669,161	13,325,290
Current Liabilities			
Trade and other payables	15	26,346,387	20,449,223
Short-term borrowings	16	72,853,002	59,707,800
Mark-up accrued		3,292,046	3,255,030
Income tax payable	17	803,138	803,138
		103,294,173	84,215,189
Contingency and commitments	18		
Total Equity and Liabilities		196,355,843	172,996,686

Chief Executive *Director*

MSMANIAR FINANCIALS (PVT) LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED DECEMBER 31, 2024

	Note	31-Dec 2024 *Rupees*	June 30, 2024 *Rupees*
Operating revenue - net	19	25,184,218	39,842,347
Operating and administrative expenses	20	(13,315,390)	(26,183,818)
Finance cost	21	(8,653,626)	(13,331,066)
Operating loss		3,215,196	326,863
Other charges	22	(602,195)	(1,723,478)
Other income	23	333,301	5,851,648
Profit / (loss) before levies and tax		2,946,302	4,455,033
Levies	24	-	(197,605)
Profit / (loss) before taxation		2,946,302	4,257,428
Taxation - net	25	-	(808,239)
Profit / (loss) after taxation		2,946,302	3,449,189
Other comprehensive income			
Item that will be reclassified to profit or loss in the subsequent period			
Unrealized loss on remeasurement of investments at fair value through OCI	11	-	-
Total comprehensive income / (loss) for the year		2,946,302	3,449,189

Chief Executive

Director

MSMANIAR FINANCIALS (PVT) LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED DECEMBER 31, 2024

	Issued, Subscribed and Paid-up Share Capital	Revenue Reserves		Total Reserves	Total Shareholders' Equity
		Accumulated Losses	Gain / (Loss) on Remeasurement of Investment at Fair Value Through OCI		
	------------------------	------------------------	Rupees	------------------------	------------------------
Balance as at June 30, 2023	200,000,000	(128,711,466)	(1,202,068)	(129,913,534)	70,086,466
Profit after tax for the year	-	3,449,189	-	3,449,189	3,449,189
Other comprehensive income	-	-	-	-	-
	-	3,449,189	-	3,449,189	3,449,189
Reclassification of loss to profit or loss on account of sale of investments at fair value through OCI	-	-	1,202,068	1,202,068	1,202,068
Transaction with owner					
Amortization gain on long-term loans (note no. 14)	-	708,484	-	708,484	708,484
Balance as at June 30, 2024	200,000,000	(124,553,793)	-	(124,553,793)	75,446,207
Balance as at July 01, 2024	200,000,000	(124,553,793)	-	(124,553,793)	75,446,207
Profit after tax for the year	-	2,946,302	-	2,946,302	2,946,302
Other comprehensive income	-	-	-	-	-
	-	2,946,302	-	2,946,302	2,946,302
Balance as at December 31, 2024	200,000,000	(121,607,491)	-	(121,607,491)	78,392,509

Chief Executive

Director

MSMANIAR FINANCIALS (PVT) LIMITED
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED DECEMBER 31, 2024

	Note	December 31 2024 Rupees	30-Jun-24 Rupees
A. CASH FLOWS FROM OPERATING ACTIVITIES			
Profit / (loss) before levies and tax		2,946,302	4,455,033
Adjustment for:			
Depreciation	20	565,066	1,288,008
Amortization	20	75,000	150,000
Unrealized (gain) / loss on remeasurement of investments	21 & 22	-	(4,214,251)
Finance cost	21	8,653,620	13,321,606
Deposits written off	22	-	17,410
Reclassification of loss to profit or loss on account of sale of investments at fair value through OCI	22	-	1,202,068
Capital (gain) / loss on disposal of securities	10 & 22	-	(2,227,816)
Provision for ECL reversed	23	-	(773,292)
Cash inflows / (outflows) before working capital changes		12,239,988	13,128,216
Working capital changes			
(Increase) / decrease in current assets			
Trade debts		(10,766,428)	(14,259,188)
Short-term deposits		(8,433,120)	(2,004,005)
Loans, advances and other receivables		712,929	(12,074,516)
Increase in current liabilities			
Trade and other payables		5,897,166	6,795,460
		(12,589,453)	(22,343,149)
Cash (used in) / generated from operations		(349,465)	(9,214,933)
Finance cost paid		(8,616,010)	(12,549,273)
Long-term deposit		-	230,000
Taxes and levies paid - net	17 & 24	-	(357,579)
Net cash (used in) / generated from operating activities	A	(8,965,475)	(21,891,785)
B. CASH FLOWS FROM INVESTING ACTIVITIES			
Addition to Property and Equipment	4.1	-	(412,840)
Short-term investments - net		-	(4,817,403)
Net cash (used in) / generated from investing activities	B	-	(5,230,243)
C. CASH FLOWS FROM FINANCING ACTIVITIES			
Short-term borrowing obtained / (repaid)		13,144,202	24,452,186
Long-term financing - net		1,343,871	3,282,877
Net cash generated from / (used in) financing activities	C	14,488,073	27,735,063
Net increase / (decrease) in cash and cash equivalents (A+B+C)		5,522,598	613,035
Cash and cash equivalents at the beginning of the year		2,099,028	1,485,993
Cash and cash equivalents at the end of the year	17	7,621,626	2,099,028

Chief Executive

Director

	Note	Dec 31 2024	30-Jun-24
		Rupees	Rupees
4 PROPERTY AND EQUIPMENT	4.1	9,800,001	10,405,143

4.1 Operating fixed assets

Particulars	Owned					Total
	Office Premises	Office Equipment	Computer Equipment	Furniture and Fixtures	Vehicle	
	Rupees					
Period ended December 31, 2024						
Opening net book value	9,685,512	265,713	336,511	17,814	101,193	10,405,143
Additions	-	-	-	-	-	-
Depreciation charged for the year	(485,602)	(19,323)	(50,275)	(1,240)	(7,610)	(563,010)
Net book value as at June 30, 2024	9,199,910	243,688	286,236	33,474	93,583	9,843,083
Year ended June 30, 2024						
Opening net book value	10,761,680	211,011	107,132	20,558	119,048	11,282,319
Additions	-	98,640	334,203	-	-	432,843
Depreciation charged for the year	(1,076,168)	(40,554)	(104,951)	(3,144)	(17,855)	(1,288,110)
Net book value as at June 30, 2024	9,685,512	265,713	336,511	17,814	101,193	10,405,143
At December 31, 2024						
Cost	25,000,000	1,740,248	1,428,640	253,100	1,800,000	30,222,988
Accumulated depreciation	(15,800,090)	(1,496,133)	(1,142,404)	(217,626)	(1,706,419)	(20,382,672)
Net book value as at June 30, 2024	9,199,910	243,888	286,236	35,474	93,581	9,840,083
Rate of depreciation	10%	15%	30%	15%	15%	

5 INTANGIBLE ASSETS

	Note	December 31 2024 Rupees	30-Jun-24 Rupees
Computer software	5.1	868,500	943,500
Trading Right Entitlement Certificate (TREC)	5.2	2,500,000	2,500,000
		3,368,500	3,443,500

5.1 *Computer software*

	Note	December 31 2024 Rupees	30-Jun-24 Rupees
Opening book value		943,500	1,093,500
Amortization charge	20	(75,000)	(150,000)
Closing book value		868,500	943,500
As at June 30			
Cost		1,500,000	1,500,000
Accumulated amortization		(631,500)	(556,500)
		868,500	943,500
Rate of amortization		10%	10%

5.2 *Trading Right Entitlement Certificate (TREC)*

Trading Right Entitlement Certificate (TREC)		2,500,000	2,500,000

The management of the Company has valued TREC at Rs. 2.5 million as on reporting date, based on a purchase of TREC issued by the PSX via notice PSX / N-397 dated May 03, 2024, indicating the fee for million.

Previously, TREC was valued based on the invitation for the purchase of TREC issued by the PSX via dated March 24, 2023, indicating the fee for TREC to be Rs. 2.5 million.

6 LONG-TERM DEPOSITS

	Note	December 31 2024 Rupees	30-Jun-24 Rupees
Against			
National Clearing Company of Pakistan		1,400,000	1,400,000
Central Depository Company of Pakistan		100,000	100,000
Base minimum capital		40,000	40,000
Railway land deposit		10,000	10,000
		1,550,000	1,550,000

7 DEFERRED TAX ASSET

	Note	December 31 2024 Rupees	30-Jun-24 Rupees
Relating to taxable temporary difference			
Accelerated tax depreciation		137,604	137,604
Loans at amortized cost		(2,985,475)	(2,985,475)
Investments at fair value through profit or loss		(539,294)	(539,294)
			(3,387,165)
Relating to deductible temporary difference			
Minimum tax credit		165,604	165,604
Alternate corporate tax credit		786,000	786,000
Unused tax losses		9,452,298	9,452,298
Investments at fair value through profit or loss		-	-
		10,404,702	10,404,702
Deferred Tax Asset		7,017,537	7,017,537
Deferred Tax Asset not recognized	7.1	(7,017,537)	(7,017,537)
		-	-

7.1 Deferred tax asset as on the reporting date has not been recognized on the net deductible differences as it is not probable that sufficient taxable profits in the foreseeable future will be available against which such benefits can be utilized.

	Note	December 31 2024 Rupees	30-Jun-24 Rupees
8 TRADE DEBTS			
		151,464,829	123,298,401
- Considered good			
Receivables as on June 30,			
Allowance for expected credit loss	8.1		-
			100,136,567

	Note	December 31 2024 Rupees	30-Jun-24 Rupees
8.1 Allowance for Expected Credit Loss		14,067,834	14,341,626
		-	(273,792)
Opening		14,067,834	14,067,834
Provision recognized / (reversed)	22 & 23		
Closing			

8.2 The Company has no established credit terms with its clients and the balances are recoverable on demand. Further, breakup of receivables from related parties as on the reporting date and maximum aggregate amount outstanding from related parties at any month end is as follows:

	2,007,816
Name of Related Party	
	843,742
Mr. Muhammad Sadiq Memon - Director	
Mrs. Saadia Rafiq	2,851,558

	Note	December 31 2024 Rupees	30-Jun-24 Rupees
9 SHORT-TERM DEPOSITS			
Deposit against exposure margin and losses	9.1	22,820,605	14,187,485

9.1 This represents exposure margin and future losses deposited with the NCCPL with respect to future and ready market.

	Note	December 31 2024 Rupees	30-Jun-24 Rupees
10 LOANS, ADVANCES AND OTHER RECEIVABLES	Note	2,299,946.0	2,299,945
- Considered good			
Loan to employees			

Advances		
- Staff	2,743,740.0	2,317,240
- Dealers	7,083,172.0	6,880,580
- against expenses	-	2,148,253
	12,826,860	12,258,323
	1,234,294	428,060
Other receivables		
- Future profit receivable from NCCPL	1,234,294	428,060
- Other receivables	2,155,450	2,133,430
	15,426,604	16,135,333
- Sales tax receivable from customer		

11 SHORT-TERM INVESTMENTS

- *At fair value through profit or loss*		
Quoted shares		
	14,417,081	14,417,081
Carrying value	4,314,351	4,314,351
	18,731,432	18,731,432
- *At fair value through other comprehensive income*	-	-
Quoted shares	-	-
Pakistan Stock Exchange Limited	-	-
Loss on remeasurement of investments		
	18,731,432	18,731,432

	Dec 31 2024	*June'2024*
	Rupees	*Rupees*

12 BANK BALANCES

- *Own*		
Current accounts	663,522	169,598
- *Client*		
Saving account	4,929,485	1,907,669
Current accounts	2,028,619	21,761
	6,958,104	1,929,430
	7,621,626	2,099,028

13. ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

2024	2023			
Number of Shares				
2,000,000	2,000,000	Ordinary share of Rs. 100 each fully paid in Cash	200,000,000	200,000,000

13.1 No change in shareholding is made during the year.

13.2 The ordinary shareholders are entitled to receive all distributions including dividends 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 in general meetings, without any restriction. Voting rights, board selection, right of first refusal and block voting are in proportion to the shareholding.

	Note	*Dec 31 2024* *Rupees*	*30-Jun-24* *Rupees*
14 LONG-TERM LOAN			
- From related parties - unsecured			
Loans from directors	14.1	14,669,161	13,325,290

14.1 As at June 30,		
Nominal value of loan received	25,900,000	25,900,000
Less: Present value adjustment	(11,230,839)	(12,574,710)
	14,669,161	13,325,290

14.2 Movement during the year

	Note		
Balance as on July 01,		13,325,290	10,750,898
Loan received during the year		-	1,100,000
Less: Amortization gain		-	(708,484)
Add: Markup charge for the year		1,343,871	2,182,876
Balance as on June 30,	14.3	14,669,161	13,325,290

14.3 This represents unsecured and interest free loans received from a Director which are subordinated to other liabilities and repayable after 3 years from the disbursement date. Loans were obtained to enhance the equity and liquid capital of the Company. These are carried at amortized cost in accordance with the requirements of IFRS, and accordingly, amortization gain is recognized in the equity in accordance with the guidance given under Technical Release - 32, issued by the ICAP.

	Note	[illegible] Rupees	30-Jun-24 Rupees
15 TRADE AND OTHER PAYABLES			
Trade creditors		16,958,875	14,609,180
Payable to agents / dealers		473,584	471,580
Accrued liabilities		450,000	450,000
Other liabilities		8,465,928	4,918,477
		26,348,387	20,449,237

	Note		
16 SHORT-TERM BORROWINGS			
Running finance	16.1	72,852,092	59,707,809

16.1 The Company has obtained running finance facility under markup arrangements of Rs. 80 (2023: Rs. 100) million from a banking company, having markup @ 3 month KIBOR + 250 bps, will be rate on the disbursement date and subsequently reset on quarterly basis. Facility is secured against pledge of securities and personal guarantee of a Director. The unavailed balance at year amounting to Rs. 7.148 (June 30, 2024: Rs. 20.292) million.

	Note	[illegible] Rupees	30-Jun-24 Rupees
17 INCOME TAX PAYABLE		803,139	154,973
			21,440
Balance as on July 01,			(91,947)
Prior year adjustment			(275,732)
Tax paid against opening liability			984,494
Taxes paid during the year		803,138	803,138
Provision for current year levies and taxation			
Balance as on June 30,			

18 CONTINGENCY AND COMMITMENTS

18.1 Contingency

	Note		
Bank Guarantee			
In favor of NCCPL against exposure margin	18.1.1	10,000,000	10,000,000
In favor of PSX against Base minimum capital	18.1.1	10,000,000	10,000,000
		20,000,000	20,000,000

18.1.1 Available and unavailed facility as on the reporting date amounting to Rs. 20 million and Nil (2023: Rs. 2

18.2 Commitments

Commitments against unrecorded transactions executed before the year end having settlement date subsequent to year end are as follows:

	December 31 2024 Rupees	30-Jun-24 Rupees
For purchase of shares	13,034,623	11,034,622
For sale of shares	8,031,213	8,977,213
Open future contracts	36,859,630	36,755,810

19 OPERATING REVENUE - NET

	Note	December 31 2024 Rupees	30-Jun-24 Rupees
Brokerage commission	19.1	14,055,119	33,869,820
Commission on IPO		-	1,925
Capital gain on sale of securities		10,382,954	2,227,810
Dividend income		746,148	1,742,786
		25,184,219	39,842,347

19.1 Brokerage commission

Gross commission	15,882,284	38,532,892
Less: Sindh Sales Tax	(1,827,165)	(4,663,072)
	14,055,119	33,869,820

20 OPERATING AND ADMINISTRATIVE EXPENSES

	Note	December 31 2024 Rupees	30-Jun-24 Rupees
Salaries and other benefits		2,060,230	10,383,350
Director remuneration		1,999,203	3,098,405
Printing and stationery		108,885	144,773
Fees and subscriptions		1,088,196	1,231,456
Legal and professional charges		884,775	822,485
Postage and courier charges		75,856	205,377
Travelling and conveyance		746,810	562,400
Telephone and communication charges		172,750	88,667
Computer, internet and software expense		1,234,187	1,271,426
Utility		1,070,760	1,069,805
Entertainment		712,368	797,387
Vehicle running expenses		1,225,469	783,957
Rent, rates and taxes		130,912	1,552,341
Insurance		147,670	210,354
Repair and maintenance		848,568	305,438
Depreciation	4.1	868,060	1,788,098
Amortization	5.1	75,000	150,000
Donation		12,000	40,000
Miscellaneous		157,500	431,881
		13,319,396	26,153,818

21 FINANCE COST

	Note		
Markup - on			
- Long-term financing	14.2	1,343,871	2,182,876
- Short-term financing		7,241,272	10,997,288
		8,585,143	13,180,164
Bank charges		68,483	151,502
		8,653,626	13,331,666

22 OTHER CHARGES

	Note	Dec 31 2024 Rupees	30-Jun-24 Rupees
Unrealized Loss on remeasurement of investment at FV - through profit or loss	11	-	-
Reclassification of loss to profit or loss on account of sale of investments at fair value through OCI		-	1,292,068
Auditor's remuneration	22.1	-	414,000
Capital loss on sale of securities			-
Advances to staff written off			-
Provision for doubtful debts		603,195	
Deposits written off		-	17,410
		603,195	1,723,478

23 OTHER INCOME

	Note		
Income from financial assets			
Profit on exposure deposit		127,558	581,819
Unrealized Gain on remeasurement of investment at FV - through profit or loss	11	-	4,314,231
Profit on deposit in saving account		205,643	181,666
Reversal of provision for expected credit loss	8.1		773,792
		333,201	5,851,648

24 LEVIES

	Note		
Under section 113			-
Under section 150	17	-	197,605
	24.1	-	197,605

24.1 Represents

25 TAXATION - NET

	Note	December 31 2024 Rupees	30-Jun-24 Rupees
Current	17	-	386,799
Prior	17	-	21,440
		-	408,239