



ABBASI & COMPANY (PRIVATE) LIMITED.

CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

ABBASI AND COMPANY (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2023 (UN-AUDITED)

	Note	December 31, 2023 Un-Audited	June 30, 2023 Audited
-----Rupees-----			
ASSETS			
NON CURRENT ASSETS			
Property and equipment	5.	212,504,190	213,273,060
Intangible assets	6.	2,524,658	2,795,227
Long term deposits	7.	5,361,700	5,361,700
Long term investment	8.	7,037,586	12,609,548
		227,428,134	234,039,535
CURRENT ASSETS			
Trade debts	9.	7,910,788	4,397,736
Short term investments	10.	27,472,511	36,821,880
Advances, deposits and prepayments	11.	73,242,713	57,778,541
Tax refund due from Government	12	7,239,052	7,127,852
Cash and bank balances	13	181,868,476	106,449,392
		297,733,540	212,575,401
TOTAL ASSETS		525,161,674	446,614,936
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital		200,000,000	200,000,000
20,000,000 (2020: 20,000,000) ordinary shares of Rs. 10 each			
Issued, subscribed and paid up capital		70,110,000	70,110,000
Share premium reserve		98,350,000	98,350,000
General reserve		200,000,000	200,000,000
Fair Value Reserves		(8,303,824)	(3,327,302)
Retained Earning		(2,667,327)	(8,863,847)
		357,488,849	356,268,851
CURRENT LIABILITIES			
Trade and other payables	14	167,672,825	90,346,085
CONTINGENCIES AND COMMITMENTS			
	15	-	-
TOTAL EQUITY AND LIABILITIES		525,161,674 #	446,614,936

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

_____sd_____
Chief Executive Officer

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Director

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Chief Financial Officer

ABBASI AND COMPANY (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Note	Six months ended		Quarter ended	
		December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
		Un-Audited	Un-Audited	Un-Audited	Un-Audited
-----Rupees-----					
Operating revenue	15.	33,039,647	17,248,515	19,842,306	9,014,297
Realized gain/(loss) on sale of investment at fair value through profit or loss-net		(2,863,855)	(2,307,518)	(4,530,206)	(2,894,359)
Unrealized gain/(loss) on re-measurement of investment at fair value through profit or loss-net		9,746,561	(3,945,815)	9,929,987	(2,668,451)
		39,922,353	10,995,182	25,242,087	3,451,487
Finance cost		(64,387)	(28,227)	(29,403)	(17,665)
Administrative and operating expenses		(42,491,199)	(38,279,969)	(21,158,972)	(19,140,883)
Other income		9,181,867	6,285,386	3,751,205	3,432,438
Profit/(Loss) before taxation		6,548,634	(21,027,628)	7,804,917	(12,274,623)
Taxation		(352,114)	(458,501)	(187,096)	(193,601)
PROFIT/(LOSS) AFTER TAXATION		6,196,520	(21,486,129)	7,617,821	(12,468,224)
EARNING/(LOSS) PER SHARE - BASIC AND DILUTED	17.	0.88	(3.06)	1.08	(1.78)

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

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Chief Executive Officer

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Director

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Chief Financial Officer

ABBASI AND COMPANY (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Note	Six months ended		Quarter ended	
	December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
	Un-Audited	Un-Audited	Un-Audited	Un-Audited
	-----Rupees-----			
PROFIT/(LOSS) AFTER TAXATION	6,196,520	(21,486,129)	7,617,821	(12,468,224)
OTHER COMPREHENSIVE LOSS				
<i>Item that will not be reclassified subsequently to statement of profit or loss</i>				
<i>Unrealized gain/(loss) on remeasurement of investment at fair value through other comprehensive income - net</i>	(4,976,522)	-	(1,941,434)	-
TOTAL COMPREHENSIVE INCOME / (LOSS)	1,219,998	(21,486,129)	5,676,387	(12,468,224)

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

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Chief Executive Officer

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Director

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Chief Financial Officer

ABBASI AND COMPANY (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Issued, Subscribed and Paid up Capital	Share Premium Reserve	Fair Value Reserve of Long Term Investment at FVOCI	General Reserve	Retained Earning	Total Share Capital and Reserves
----- (IN RUPEES) -----						
Balance as at July 01, 2022	70,110,000	98,350,000	19,106,394.00	200,000,000	20,469,193	408,035,587
Loss For The Year	-	-	-	-	(40,533,990)	(40,533,990)
Other comprehensive loss for the year	-	-	(11,232,746)	-	-	(11,232,746)
Transferred to retained earning on derecognition of financial instruments at fair value through other comprehensive income	-	-	(11,200,950)	-	11,200,950	-
Balance as at June 30, 2023	70,110,000	98,350,000	(3,327,302)	200,000,000	(8,863,847)	356,268,851
Balance as at July 01, 2023	70,110,000	98,350,000	(3,327,302)	200,000,000	(8,863,847)	356,268,851
Profit/(Loss) after taxation	-	-	-	-	6,196,520	6,196,520
Other comprehensive income for the year	-	-	(4,976,522)	-	-	(4,976,522)
Balance as at December 31, 2023	70,110,000	98,350,000	(8,303,824)	200,000,000	(2,667,327)	357,488,849

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

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Chief Executive Officer

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Director

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Chief Financial Officer

ABBASI AND COMPANY (PRIVATE) LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	December 31, 2023 Un-Audited	December 31, 2022 Un-Audited
		Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	6,548,634	(21,027,628)
Adjustments for non cash and other items:		
Depreciation	4,426,438	4,784,948
Amortisation	270,569	169,770
Reversal of Provision for expected Credit Loss	-	-
Provision for expected credit loss	-	-
Gain on sale of property and equipment	(1,910,739)	(95,199)
Dividend income	(351,237)	(1,619,299)
Realized loss on sale of investment at fair value through profit or loss-net	2,863,855	2,307,518
Unrealized gain/(loss) on re-measurement of investment at fair value through profit or loss-net	(9,746,561)	3,945,815
	(4,447,675)	9,493,553
Operating profit before working capital changes	2,100,959	(11,534,075)
Effect of working capital changes:		
<u>(Increase) / decrease in current assets</u>		
Trade debts	(3,513,052)	(1,156,657)
Advances, deposits and prepayments	(15,464,172)	(4,103,875)
	(18,977,224)	(5,260,532)
Increase in trade and other payables	77,326,740	(32,580,611)
	77,326,740	(32,580,611)
Cash used in operations	60,450,475	(49,375,218)
Income tax paid	(463,314)	(458,501)
	(463,314)	(458,501)
Net cash outflow from operating activities	59,987,161	(49,833,719)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for property, plant and equipment	(6,042,545)	(3,083,475)
Payment for intangible assets	-	-
Proceeds from Sale of Items of property and equipment	4,295,716	356,320
Proceeds from long term deposit returned	-	-
Dividend income received	351,237	1,619,299
Investment in financial assets at fair value through profit and loss-net	16,827,515	(16,937,469)
Investment in financial assets at fair value through other comprehensive income	-	-
Net cash outflow from operating activities	15,431,923	(18,045,325)
Net cash flows from financing activities	-	-
Net increase in cash and cash equivalents	75,419,084	(67,879,044)
Cash and cash equivalents at the beginning of the years	106,449,392	189,455,458
Cash and cash equivalents at the end of the period	181,868,476	121,576,414

The annexed notes 1 to 20 form an integral part of these condensed interim financial statements.

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Chief Executive Officer

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Director

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Chief Financial Officer

ABBASI AND COMPANY (PRIVATE) LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Note

1. STATUS AND NATURE OF BUSINESS

Abbasi and company (private) limited (the Company) was incorporated as a private limited company in Pakistan on February 13, 1999. The Company is a TREC holder of Pakistan Stock Exchange Limited and has also acquired membership of the Pakistan Mercantile Exchange Limited. It is principally engaged in the business of brokerage, underwriting, buying and selling of stocks, shares, modaraba certificates, etc. The Corporate Office of the Company is situated at 6-Shadman, Lahore.

1.1. GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

<u>Sr#</u>	<u>Particulars of Immovable Property</u>	<u>Geographical Location</u>
1.	Registered Office	6 - Shadman, Lahore, Pakistan

2. BASIS OF PREPARATION

2.1. Statement of Compliance

These condensed interim financial statements (the interim financial statements) have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- Interim Accounting Standards 34: Interim Financial Reporting (IAS 34), issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017 (the Act)
- provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

These condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended June 30, 2023. Comparative figures for condensed interim statement of financial position are stated from annual audited financial statement of the company for the year ended June 30, 2023, whereas comparative for condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flow are extracted from the condensed interim financial information of the company for six month ended December 31, 2023.

2.2. Basis of Measurement

These condensed interim financial statements have been prepared on the basis of 'historical cost' convention, except for certain short term investments which are stated at fair value and as otherwise stated in respective policy notes.

These condensed interim financial statements have been prepared following accrual basis of accounting except for cash flow information.

2.3. Functional and presentation currency

Items included in the condensed interim financial statements of the Company are measured using the currency of the primary economic environment in which the entity operates (the functional currency), which is the Pakistan Rupee (Rs).

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principle accounting policies applied in the preparation of these interim financial statements are the same as those applied in the preparation of the financial statements of the company for the year ended June 30, 2023.

4. USE OF ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial statements in conformity with International Accounting Standards, as applicable in Pakistan, requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by the Company in applying accounting policies and the key sources of estimating uncertainty are the same as those that applied to financial statements as at June 30, 2023.

ABBASI AND COMPANY (PRIVATE) LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Note	December 31, 2023 Un-Audited	June 30, 2023 Audited
		Rupees	
5 PROPERTY AND EQUIPMENT			
Owned assets		212,504,190	213,273,060
		212,504,190	213,273,060
6 INTANGIBLE ASSETS			
Computer Software		1,884,658	2,155,227
Trading rights entitlement certificate		640,000	640,000
		2,524,658	2,795,227
7 LONG TERM DEPOSITS			
Deposit with Central Depository Company of Pakistan Limited		100,000	100,000
Mobile deposit		101,500	101,500
Electricity and Sui gas deposit		110,200	110,200
Deposit with NCCPL		300,000	300,000
Building deposit with PMEX		2,500,000	2,500,000
Deposit for Sialkot and Faisalabad trading floors and booth		-	-
Security deposit LSE Financial Services Limited		-	-
Security deposit (NCCPL) - DFC		1,000,000	1,000,000
Deposit with PSO		400,000	400,000
Security deposit - Murabaha shares		100,000	100,000
Security deposit membership card- PMEX		750,000	750,000
		5,361,700	5,361,700
8 LONG TERM INVESTMENT			
Listed Securities			
LSE PropTech Ltd.		1,132,641	1,990,142
LSE Ventures Ltd.		5,904,945	10,619,406
		7,037,586	12,609,548
9 TRADE DEBTS			
<u>Considered good and secured</u>			
Trade debts		7,910,788	4,397,736
Trade debts - PMEX		-	-
		7,910,788	4,397,736
<u>Considered doubtful</u>		1,331,409	1,331,409
		9,242,197	5,729,145
Less: Allowance for expected credit loss		(1,331,409)#	(1,331,409)
		7,910,788	4,397,736
9.1 Ageing Analysis			
Up to fourteen days		6,430,412	403,005
More than fourteen days		2,811,785	5,326,141
		9,242,197	5,729,146
10 SHORT TERM INVESTMENTS			
<u>At fair value through profit or loss:</u>			
Investment in Equity instruments at fair value through profit & loss		16,529,245	20,519,539
Investment in Pakistan Mercantile Exchange at fair value through profit & loss		275,154	391,179
Investment in Margin Trading System at amortization cost		10,668,112	15,911,162
		27,472,511	36,821,880
11 ADVANCES, DEPOSITS AND PREPAYMENTS			
Advances to employees		10,830,500	9,821,500
Short term deposits	11.1	61,412,416	47,511,584
Prepaid Insurance		750,500	290,085
Prepayments and Other Receivable		249,297	155,372
		73,242,713	57,778,541
11.1 This includes the margin deposit and clearing deposit with PMEX and margin deposit with NCCPL that are shown below:			
Clearing deposit with PMEX		3,712,416	9,261,584
Cash Margin deposit with PSX/NCCPL		57,700,000	38,250,000
		61,412,416	47,511,584

12 Tax refund due from government

Opening Balance		7,127,852	6,803,600
Advance Income Tax Paid		463,314	1,037,828
Provision for the period		(352,114)	(713,576)
		7,239,052	7,127,852

13 CASH AND BANK BALANCES

<u>Cash and cash equivalents</u>			
Cash in hand		1,249,119	1,333,081
Cash at bank			
-In current accounts		168,143,174	60,846,742
-In saving accounts		12,476,183	44,269,569
	13	180,619,357	105,116,311
		181,868,476	106,449,392

13.1	Cash at bank		
	-House account	14,456,874	56,728,947
	-Client account	166,162,483	131,821,648
		180,619,357	188,550,595

14 TRADE AND OTHER PAYABLES

Creditors		166,162,483	89,288,712
Accrued liabilities		166,118	546,248
PST payable		1,344,224	511,125
Other liabilities		-	-
		167,672,825	90,346,085

15 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments as at 31 December 2023 (30 June 2023: Nil)

	Note	Six months ended		Quarter ended	
		December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
		Un-Audited	Un-Audited	Un-Audited	Un-Audited
-----Rupees-----					
16	<u>OPERATING REVENUE</u>				
	Brokerage income - Pakistan Stock Exchange	30,058,083	15,966,440	18,272,513	8,293,947
	Brokerage income - Pakistan Mercantile Exchange Limited	2,981,564	1,282,075	1,569,793	720,350
		33,039,647	17,248,515	19,842,306	9,014,297

17 EARNING/(LOSS) PER SHARE - BASIC AND DILUTED

There is no dilutive effect on the basic loss per share of the company, which is based on :

Profit/(Loss) after taxation	6,196,520	(21,486,129)	7,617,821	(12,468,224)
Weighted average number of ordinary shares	7,011,000	7,011,000	7,011,000	7,011,000
Earning/(Loss) per share (Rupees)	0.88	(3.06)	1.08	(1.78)

18 FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

18.1 Risk management framework

The Company's financial risk measurement objectives and policies are consistent with those disclosed in the preceding audited annual financial statements of the Company for the year ended June 30, 2023.

18.2 Fair values estimate

In case of equity instruments, the Company measures fair value using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1 : Quoted market price (unadjusted) in an active market.

Level 2 : Valuation techniques based on observable inputs.

Level 3 : Valuation techniques using significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data.

i) Fair value at initial recognition

The Company takes in to account factors specific to the transaction and to the asset or liability, when determining whether or not the fair value at initial recognition equals the transaction price. Except for long term deposits and employee vehicle scheme the fair value of financial assets and financial liabilities recognized in these financial statements equals the transaction price at initial recognition. Due to immaterial effect the fair value of the long-term deposits and employee vehicle scheme has not been determined and their carrying value has been assumed to be equal to their fair value.

ii) Valuation techniques and inputs used

Fair values of financial assets that are traded in active markets are based on quoted market prices. The objective of valuation techniques is to arrive at a fair value determination that reflects the price of the financial instrument at the reporting date that would have been determined by market participants acting at arm's length. The Company uses widely recognized valuation techniques, for determining the fair value of assets and liabilities, that use only observable market data and require little management judgement and estimation. The short term investments at fair value through profit or loss are measured at level 1 while long term investments at fair value through other comprehensive income are measured at level 2 due to unavailability of active market of blocked shares of LSE financial services limited.

	Level	Dec 31, 2023		Jun 30, 2023	
		Carrying Value	Fair Value	Carrying Value	Fair Value
----- Rupees -----					
Financial assets carried at fair value:					
Long term investment	Level 2	7,037,586	7,037,586	12,609,548	23,842,294
Short term investments	Level 1	27,472,511	27,472,511	36,821,880	36,821,880

iii) Fair value of the Company's financial assets and liabilities that are not measured at fair value after initial recognition

The carrying amount of financial assets and financial liabilities recognized in these financial statements approximate their respective fair values. Fair values of financial assets and liabilities carried at amortized cost.

iv) Determination of fair values:

Fair values of financial assets that are traded in active markets are based on quoted market prices for all other financial instruments the Company determines fair values using valuation techniques unless the instruments do not have a market / quoted price in an active market and for such financial instruments company uses observable inputs like net assets values

19 **CASH AND CASH EQUIVALENT**

Cash and cash equivalents at the end of reporting periods as shown in the condensed interim statement of cash flows are reconciled to the related items in the condensed interim statement of financial position as follows:

	Note	December 31,	December 31,
		2023	2022
Rupees			
Cash in hand		1,249,119	1,441,654
Cash at bank		180,619,357	120,134,760
- in house accounts		14,456,874	20,515,759
- at client accounts		166,162,483	99,619,001

20 **DATE OF AUTHORIZATION FOR ISSUE**

These financial statements have been authorized for issue on 16 February 2024 by the Board of Directors of the Company.

____sd_____
Chief Executive Officer

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Director

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Chief Financial Officer