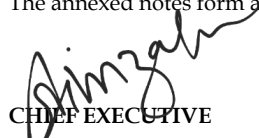


ZAFAR SECURITIES (PVT.) LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT HALF YEAR ENDED DECEMBER 31, 2023

	Note	Un-Audited Dec-2023 Rupees	Audited June-2023 Rupees
ASSETS			
NON CURRENT ASSETS			
Property and equipment	1	49,168,676	50,622,334
Intangible assets	2	23,522,352	23,607,168
Long term investment	3	7,121,918	12,609,530
Long term deposits	4	2,250,000	2,250,000
Deferred taxation	18	-	-
Long term advances	5	4,502,056	4,502,056
		86,565,002	93,591,088
CURRENT ASSETS			
Account receivables	6	70,800,363	32,694,069
Loan and advances	7	10,672,293	9,681,522
Investment at fair value through profit or loss	8	56,045,160	39,966,075
Trade deposits, short term prepayments and current account balance with statutory authorities	9	176,786,504	25,220,016
Loan to related Party		3,150,000	
Cash and bank balances	10	128,438,298	101,455,931
		445,892,618	209,017,613
		532,457,620	302,608,701
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share capital			
Issued, subscribed and paid up capital	11	200,000,000	200,000,000
Revenue reserves			
General reserve		22,000,000	22,000,000
(Accumulated loss)/unappropriated profit		29,060,356	(9,585,111)
Capital reserve			
Fair value adjustment reserve	12	-	-
		251,060,356	212,414,889
NON CURRENT LIABILITIES			
Deferred taxation	18	-	-
CURRENT LIABILITIES			
Deposits, accrued liabilities and advances	19	589,001	1,417,665
Trade and other payables	20	280,808,263	88,776,147
Loan from related party	21	-	-
Provision for taxation		-	-
		281,397,264	90,193,812
CONTINGENCIES AND COMMITMENTS			
	22	-	-
		532,457,620	302,608,701

The annexed notes form an integral part of these financial statements.


CHIEF EXECUTIVE




DIRECTOR

ZAFAR SECURITIES (PVT.) LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Note	Un-Audited Dec-2023 Rupees	Audited June-2023 Rupees
Brokerage and commission	23	36,057,662	51,638,973
Capital gain on marketable securities		<u>14,443,947</u>	<u>(18,189,393)</u>
		50,501,609	33,449,580
Direct costs	24	<u>(5,746,355)</u>	<u>(12,930,464)</u>
		44,755,254	20,519,116
Operating expenses	25	<u>(43,180,785)</u>	<u>(72,349,824)</u>
Other operating expenses	26	<u>(6,482,667)</u>	<u>(6,864,047)</u>
Other income	27	<u>43,718,381</u>	<u>42,681,611</u>
		<u>(5,945,071)</u>	<u>(36,532,260)</u>
(LOSS)/PROFIT FROM OPERATIONS		38,810,183	(16,013,144)
Finance cost	28	<u>(164,716)</u>	<u>(217,497)</u>
(LOSS)/PROFIT BEFORE TAXATION		38,645,467	(16,230,641)
Taxation	29	<u>-</u>	<u>(13,667,216)</u>
(LOSS)/PROFIT FOR THE YEAR		<u><u>38,645,467</u></u>	<u><u>(29,897,857)</u></u>
EARNINGS PER SHARE - BASIC AND DILUTED	30	<u><u>19.32</u></u>	<u><u>(14.95)</u></u>

The annexed notes form an integral part of these financial statements.


CHIEF EXECUTIVE




DIRECTOR

ZAFAR SECURITIES (PVT.) LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Un-Audited Dec-2023 Rupees	Audited June-2023 Rupees
Loss for the year	38,645,467	(29,897,857)
Items that will not be reclassified subsequently to the statement of profit or loss	-	-
Items that may be reclassified subsequently to the statement of profit or loss		
Gain on investment categorised as fair value through other comprehensive income	-	-
Reversal of accumulated gain on reclassification	-	(13,690,232)
Less: Deferred tax thereon	-	3,970,167
Less: Deferred tax due to rate change	-	-
	-	(9,720,065)
Other comprehensive loss for the year	-	(9,720,065)
Total comprehensive loss for the year	<u>38,645,467</u>	<u>(39,617,922)</u>

The annexed notes form an integral part of these financial statements.


CHIEF EXECUTIVE

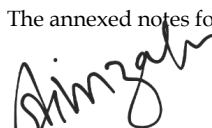



DIRECTOR

ZAFAR SECURITIES (PVT.) LIMITED
STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Note	Un-Audited Dec-2023 Rupees	Audited June-2023 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
(Loss)/profit before taxation		38,645,467	(16,230,641)
Adjustments of items not involving movements of cash:			
Depreciation	1	2,442,756	5,721,851
Amortization		84,816	164,884
Loss/(gain) on remeasurement of investment	8	(10,409,531)	8,685,321
Provision/(reversal) for doubtful debts		995,054	6,863,530
Short term lease payments		-	-
Loss/(gain) on remeasurement of long term investment		5,487,612	(4,133,640)
(Gain)/loss on sale of fixed asset		-	-
		(1,399,292)	17,301,946
Operating cash Flows Before Working capital changes		37,246,175	1,071,305
(Increase) / Decrease in Working Capital			
(Increase) / decrease in current assets			
Account receivables		(39,101,348)	15,591,206
Loan and Advances		(990,771)	(2,894,750)
Trade deposits and short term prepayments		(149,321,367)	47,221,763
Accrued interest		-	-
Increase / (decrease) in current liabilities			
Deposits, accrued liabilities and advances		(828,664)	116,287
Trade and other payables		192,032,116	(59,070,581)
		1,789,966	963,924
Cash (Used In)/Generated From Operations		39,036,141	2,035,229
Short term lease payments		-	-
Taxes paid		(2,245,121)	(3,597,026)
		(2,245,121)	(3,597,026)
Net Cash (Used In)/Generated From Operations		36,791,020	(1,561,797)
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(989,099)	(12,187,500)
Intangible assets purchased		-	(341,250)
Short term investments - net		(5,669,554)	(12,273,496)
Proceeds from sale of fixed asset		-	850,219
Long term investment		-	-
Long term advances refunded		-	-
Long term deposits		-	-
Net Cash Flows From Investing Activities		(6,658,653)	(23,952,027)
CASH FLOWS FROM FINANCING ACTIVITIES			
Loan repaid to directors - net		(3,150,000)	(10,000,000)
Net Cash Flows From Financing Activities		(3,150,000)	(10,000,000)
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS		26,982,367	(35,513,824)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		101,455,931	136,969,755
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	A	128,438,298	101,455,931
A Cash and Cash Equivalents			
Cash and bank balances	10	128,438,298	101,455,931

The annexed notes form an integral part of these financial statements


CHIEF EXECUTIVE





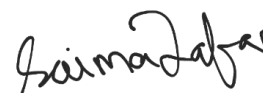
ZAFAR SECURITIES (PVT.) LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Paid up capital	Revenue Reserves	Fair value adjustment reserve	Un-appropriated profit	Sub Total	Long Term Loan	Total
	----- (R u p e e s) -----						
Balance as at June 30, 2022	200,000,000	22,000,000	9,720,065	20,312,746	252,032,811	-	252,032,811
Profit after taxation	-	-	-	(29,897,857)	(29,897,857)	-	(29,897,857)
Other comprehensive loss	-	-	(9,720,065)	-	(9,720,065)	-	(9,720,065)
Total comprehensive loss for the year	-	-	(9,720,065)	(29,897,857)	(39,617,922)	-	(39,617,922)
Long term loan adjusted during the year						-	-
Balance as at June 30, 2023	200,000,000	22,000,000	-	(9,585,111)	212,414,889	-	212,414,889
Loss after taxation	-	-	-	38,645,467	38,645,467	-	38,645,467
Other comprehensive loss	-	-	-	-	-	-	-
Total comprehensive loss for the year	-	-	-	38,645,467	38,645,467	-	38,645,467
Balance as at December 31, 2023 (Un-Audited)	200,000,000	22,000,000	-	29,060,356	251,060,356	-	251,060,356

The annexed notes form an integral part of these financial statements.


CHIEF EXECUTIVE




DIRECTOR

1 Property and equipment

Particulars	Cost				Depreciation					W.D.V.
	As at June 30, 2023	Additions	(Deletions)	As at Dec 31, 2023	Rate %	As at June 30, 2023	Charge for the year	Deletion during the year	As at Dec 31, 2023	As at June 30, 2023
	-----R u p e e s-----					-----R u p e e s-----				
OWNED										
Land	19,700,000	-		19,700,000	-	-	-	-	-	19,700,000
Office prmises	670,000	-	-	670,000	5	124,281.00	13,643	-	137,924	532,076
Office equipment	4,585,563	55,900	-	4,641,463	15	3,631,569.00	71,550	-	3,703,119	938,344
Computers	7,945,109	75,000	-	8,020,109	30	6,468,057.00	221,558	-	6,689,615	1,330,494
Electric equipment	8,447,072	775,000	-	9,222,072	15	6,586,125.00	139,571	-	6,725,696	2,496,376
Furniture and fixture	6,580,350	-	-	6,580,350	15	5,436,151.00	85,815	-	5,521,966	1,058,384
Mobiles	1,088,504	83,199	-	1,171,703	30	554,000.00	80,176	-	634,176	537,527
Vehicles	53,416,179	-	-	53,416,179	15	29,010,260	1,830,444	-	30,840,704	22,575,475
		-								
	102,432,777	989,099	-	103,421,876		51,810,443	2,442,756	-	54,253,200	49,168,676

1.1 Property and equipment

Particulars	Cost				Depreciation					W.D.V.
	As at June 30, 2022	Additions	(Deletions)	As at June 30, 2023	Rate %	As at June 30, 2022	Charge for the year	Transferred during the year	As at June 30,2023	As at June 30,2023
-----R u p e e s-----					-----R u p e e s-----					
OWNED										
Land	19,700,000.00	-		19,700,000		-	-	-	-	19,700,000
Office Premises	670,000.00	-	-	670,000	5	95,559.00	28,722	-	124,281	545,719
Office equipment	4,585,563	-	-	4,585,563	15	3,463,217	168,352	-	3,631,569	953,994
Computers	7,720,609	224,500	-	7,945,109	30	5,879,036	589,021	-	6,468,057	1,477,052
Electric equipment	7,604,072	843,000	-	8,447,072	15	6,315,299	270,826	-	6,586,125	1,860,947
Furniture and fixture	6,580,350	-	-	6,580,350	15	5,234,234	201,917	-	5,436,151	1,144,199
Mobiles	763,504	325,000	-	1,088,504	30	324,927	229,073	-	554,000	534,504
Vehicles	44,688,179	10,795,000	(2,067,000)	53,416,179	15	25,993,101	4,233,940	(1,216,781)	29,010,260	24,405,919
	92,312,277	12,187,500	(2,067,000)	102,432,777		47,305,373	5,721,851	(1,216,781)	51,810,443	50,622,334

1.2 Allocation of Depreciation

	Note	2023 Rupees	2022 Rupees
Operating expenses	25	2,442,756	5,721,851

	Note	Dec-2023 Rupees	June-2023 Rupees
2 INTANGIBLE ASSETS			
Rights of rooms		17,639,136	17,639,136
Trading right entitlement certificate PSX	2.1	2,500,000	2,500,000
Membership of Pakistan Mercantile Exchange Limited		2,500,000	2,500,000
Membership of Royal Palm Country Club		400,000	400,000
Software	2.2	483,216	568,032
		<u>23,522,352</u>	<u>23,607,168</u>
2.2 Computer Software	Note	Dec-2023 Rupees	June-2023 Rupees
Cost:			
Balance as at July 01,		841,250	500,000
Additions during the year		-	341,250
Balance as at June 30,		841,250	841,250
Amortization:			
Balance as at July 01,		273,218	108,333.33
Charge for the year		84,816	164,884
Balance as at June 30,		358,034	273,218
Net book value		<u>483,216</u>	<u>568,032</u>
Rate of amortization		<u>20%</u>	<u>20%</u>
3 LONG TERM INVESTMENT			
Quoted - Shares of LSE Ventures Limited and LSE PropTech Limited (Previously un-quoted shares of LSE Financial Services Limited)			
Investment at fair value through profit or loss			
Cost as at July 01,		12,609,530	8,475,890
Add: Share purchased during the year		-	-
		<u>12,609,530</u>	<u>8,475,890</u>
Fair value adjustment		(5,487,612)	4,133,640
		<u>7,121,918</u>	<u>12,609,530</u>
	Note	Dec-2023 Rupees	June-2023 Rupees
4 LONG TERM DEPOSITS			
Deposits with:			
National Clearing Company of Pakistan Ltd.		1,400,000	1,400,000
Pakistan Mercantile Exchange Ltd.		750,000	750,000
Central Depository Company of Pakistan Ltd.		100,000	100,000
Others		-	-
		<u>2,250,000</u>	<u>2,250,000</u>
5 LONG TERM ADVANCES			
Advance against purchase of land and building		<u>4,502,056</u>	<u>4,502,056</u>
		<u>4,502,056</u>	<u>4,502,056</u>

		Dec-2023 Rupees	June-2023 Rupees
6 ACCOUNT RECEIVABLES			
Receivable from:			
Clients on account of purchase of shares		47,391,920	42,632,181
Receivable from related parties	6.1	-	76,058
		<u>47,391,920</u>	<u>42,708,239</u>
Less: Provision for doubtful debts	6.2	(11,009,224)	(10,014,170)
		<u>36,382,696</u>	<u>32,694,069</u>
National Clearing Company of Pakistan Ltd.		34,417,667	-
		<u>70,800,363</u>	<u>32,694,069</u>
7 LOANS AND ADVANCES			
(Un-secured but considered good)			
Advances to:			
Employees		10,672,293	9,681,522
		<u>10,672,293</u>	<u>9,681,522</u>
		Dec-2023 Rupees	June-2023 Rupees
8 INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS			
Investment in listed securities			
Cost-Listed securities		45,635,629	48,651,396
Loss on remeasurement of investment at fair value	8.1	10,409,531	(8,685,321)
		<u>56,045,160</u>	<u>39,966,075</u>
	Note	Dec-2023 Rupees	June-2023 Rupees
9 TRADE DEPOSITS, SHORT TERM REPAYMENTS AND CURRENT ACCOUNT BALANCE WITH STATUTORY AUTHORITIES			
Deposits with:			
National Clearing Company of Pakistan Ltd.	9.1	165,348,023	17,183,023
Pakistan Mercantile Exchange Ltd.		3,943,016	3,150,825
Security deposit against offices		170,000	170,000
		169,461,039	20,503,848
Tax deducted at source		5,504,796	3,259,675
Prepayments		-	234,955
Sales tax receivable		1,820,668	1,098,738
Other receivable		1	122,800
		<u>176,786,504</u>	<u>25,220,016</u>
	Note	Dec-2023 Rupees	June-2023 Rupees
10 CASH AND BANK BALANCES			
These were held as under:			
Cash in hand		315,740	235,449
Cash at bank			
Current Accounts:			
Pertaining to brokerage house	10.1	142,085	460,958
Pertaining to clients		26,801,331	16,829,263
		26,943,416	17,290,221
Saving Accounts:			
Pertaining to brokerage house	10.2	2,871,749	5,952,730
Pertaining to clients	10.2	98,307,393	77,977,531
		101,179,142	83,930,261
		<u>128,438,298</u>	<u>101,455,931</u>

	Note	Dec-2023 Rupees	June-2023 Rupees
11 SHARE CAPITAL			
Authorized			
3,000,000 (2022: 3,000,000) ordinary shares of Rs.100 each		<u>300,000,000</u>	<u>300,000,000</u>
Issued, subscribed and paid up			
2,000,000 (2022: 2,000,000) ordinary shares of Rs.100 each fully paid in cash		<u>200,000,000</u>	<u>200,000,000</u>
12 FAIR VALUE ADJUSTMENT RESERVE			
This represented accumulated gain on investment at fair value through OCI.		<u>-</u>	<u>-</u>
	Note	Dec-2023 Rupees	June-2023 Rupees
18 DEFERRED TAXATION			
Deferred credits/(debits) arising due to:			
Gain on long term investment		-	516,705
Accelerated tax depreciation		-	1,784,009
Provision for doubtful debts		-	(2,904,109)
Un-used tax losses		-	(13,402,426)
Minimum taxes paid		-	(2,006,055)
Loss on short term investment - net		-	(3,550,095)
Alternate corporate taxes paid		-	(10,963,338)
Deferred tax asset not recognized		-	30,525,309
		<u>-</u>	<u>-</u>
Balance as at July 01,		-	(8,239,372)
Add: Charge for the year in profit or loss		-	12,209,539
Add: (Reversal)/charge for the year in other comprehensive income		-	(3,970,167)
		<u>-</u>	<u>-</u>
	Note	Dec-2023 Rupees	June-2023 Rupees
19 DEPOSITS, ACCRUED LIABILITIES AND ADVANCES			
Accrued expenses		<u>589,001</u>	<u>1,417,665</u>
20 TRADE AND OTHER PAYABLES			
Creditors for sale of shares on behalf of clients		276,920,403	79,270,034
Payable to National Clearing Company of Pakistan Ltd.		-	6,747,975
Sales tax payable (PRA)		1,671,548	387,307
Provincial workers welfare fund payable		1,842,422	1,842,422
Tax deducted at source payable		345,880	500,399
Other liabilities		28,010	28,010
		<u>280,808,263</u>	<u>88,776,147</u>
	Note	Dec-2023 Rupees	June-2023 Rupees
22 CONTINGENCIES AND COMMITMENTS			

	Note	Dec-2023 Rupees	June-2023 Rupees
23 BROKERAGE AND COMMISSION			
Brokerage and commission - Gross		41,814,683	59,880,188
Less: Sales tax		5,757,021	8,241,215
		<u>36,057,662</u>	<u>51,638,973</u>
24 DIRECT COSTS			
Charges paid to/against:			
Pakistan Stock Exchange Ltd.		1,501,923	1,467,369
National Clearing Company of Pakistan Ltd.		582,332	836,739
Central Depository Company of Pakistan Ltd.		1,967,844	3,004,796
SECP Transaction Fee		163,764	147,703
Commission expenses		1,530,492	7,473,857
		<u>5,746,355</u>	<u>12,930,464</u>
	Note	Dec-2023 Rupees	June-2023 Rupees
25 OPERATING EXPENSES			
Directors' remuneration		5,270,000	9,300,000
Staff salaries and benefits		15,303,053	28,279,864
Rent, rates and taxes		2,598,166	5,301,229
Communication expenses		1,751,763	2,431,967
Utility charges		2,587,501	3,342,429
Postage and courier charges		92,416	190,890
Printing and stationery		631,927	250,501
Repair and maintenance		1,571,816	5,457,573
Insurance		533,073	316,014
Legal and professional charges		682,038	1,041,859
Fee and subscription		175,240	321,788
Charity and donation		21,000	42,000
Books and newspapers		24,495	55,507
Entertainment		1,234,945	2,242,326
Travelling and conveyance		3,087,885	5,539,706
Advertisement expense		-	11,000
Vehicle running and maintenance		396,961	875,880
Depreciation	1	2,442,756	5,721,851
Amortization	2.2	84,816	164,884
Penalties		80,050	-
Others		4,610,884	1,462,556
		<u>43,180,785</u>	<u>72,349,824</u>
26 OTHER OPERATING EXPENSES			
Loss on disposal of fixed assets		-	517
Loss on remeasurement of investment at fair value through profit or loss		5,487,612	-
Provincial workers' welfare fund		-	-
Balances written off		-	-
Provision for doubtful debts		995,054	6,863,530
		<u>6,482,667</u>	<u>6,864,047</u>

		Dec-2023 Rupees	June-2023 Rupees
27 OTHER INCOME			
Income from financial assets			
Dividend income		1,692,840	5,356,165
Interest income		12,676,161	18,262,546
Gain on sale of fixed asset		-	-
Un-realized gain on remeasurement of long term investment at fair value through profit or loss		-	4,133,640
Un-realized gain on remeasurement of short term investment at fair value through profit or loss		28,727,232	14,280,129
		43,096,233	42,032,480
Income from assets other than financial assets			
Gain on settlement of long term advances	27.1	-	-
IPO Commission		-	-
Other income		622,148	649,131
		622,148	649,131
		<u>43,718,381</u>	<u>42,681,611</u>
	Note	Dec-2023 Rupees	June-2023 Rupees
28 FINANCE COST			
Bank charges		164,716	217,497
		<u>164,716</u>	<u>217,497</u>
29 TAXATION			
Income tax:			
-Current		-	1,457,677
-Prior year		-	-
-Deferred	18	-	12,209,539
		<u>-</u>	<u>13,667,216</u>
		Dec-2023	June-2023
30 EARNINGS PER SHARE - BASIC AND DILUTED			
Loss for the year-Rupees		<u>38,645,467</u>	<u>(29,897,857)</u>
Weighted average number of ordinary shares outstanding during the year-Numbers		<u>2,000,000</u>	<u>2,000,000</u>
Earnings per share-Rupees		<u>19.32</u>	<u>(14.95)</u>