

UN-AUDIT

FINANCIAL STATEMENTS

OF

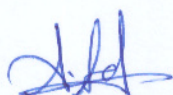
DJM SECURITIES LIMITED

FOR THE HALF YEAR ENDED DECEMBER 31, 2022.

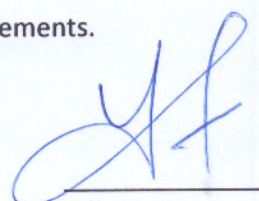
DJM SECURITIES LIMITED
BALANCE SHEET
FOR THE HALF YEAR ENDED DECEMBER 31, 2022.

	Note	31-Dec.22 Rupees	30-June.22 Rupees
<u>ASSETS</u>			
<u>Non - Current Assets</u>			
Property, plant and equipment	4	13,835,280	14,872,162
Intangible assets	5	357,977	361,396
Long term deposits	6	51,370,847	37,869,347
		65,564,104	53,102,905
<u>Current Assets</u>			
Short term investment	7	1,541,056,380	1,091,121,809
Trade debts	8	92,086,329	75,581,796
Advances and other receivables	9	151,621,676	1,798,027
Taxation - net	10	80,566,957	80,566,957
Cash and bank balances	11	69,103,717	21,161,352
		1,934,435,059	1,270,229,941
		1,999,999,163	1,323,332,846
SHARES CAPITAL AND RESERVE			
Authorized Share Capital		250,000,000	250,000,000
25,000,000 ordinary shares of Rs. 10/- each			
Issued, subscribed and paid up Share Capital			
12,500,000 ordinary shares of Rs: 10/-each	12	125,000,000	125,000,000
Unappropriated profit		845,507,246	1,139,096,252
		970,507,246	1,264,096,252
Current Liabilities			
Short term borrowing	13	813,055,576	18,304,569
Trade and other payables	14	216,436,341	22,040,178
Markup payable	-	-	18,891,847
		1,029,491,917	59,236,594
		1,999,999,163	1,323,332,846

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



Chief Executive

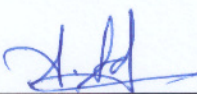


Director

DJM SECURITIES LIMITED**PROFIT & LOSS ACCOUNT
FOR THE HALF YEAR ENDED DECEMBER 31, 2022.**

PARTICULARS	Note	31-Dec.22	30-June.22
		Rupees	Rupees
Commission Income	15	13,999,251	52,206,197
Administrative expense	16	(19,873,252)	(72,075,873)
Operating Profit / (Loss)		(5,874,001)	(19,869,676)
Financial Charges	17	(7,024,723)	(63,220,391)
Other Income	18	(22,934,811)	(194,873,049)
Unrealized loss on revaluation of Investment			
Appreciation / (diminution) in value of short term investments		(254,741,357)	(516,592,975)
Unrealized Profit/(Loss) on revaluation of investment on PSX Shares		-	-
Profit / (loss) before taxation		(290,574,892)	(794,556,091)
Taxation	19	(3,014,114)	(31,348,061)
Profit / (Loss) after taxation		(293,589,006)	(825,904,152)
Statement of other comprehensive income			
Items that may be reclassified to profit and loss account subsequently		-	-
Total comprehensive income / (loss) for the year		(293,589,006)	(825,904,152)
Earning Profit / (Loss) per share -	20	(23.49)	(66.07)

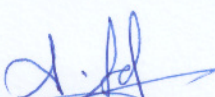
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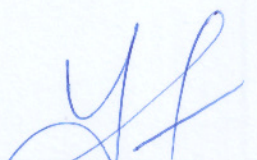


Chief Executive

DJM SECURITIES LIMITED**STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED DECEMBER 31, 2022.**

	<u>Issued, subscribed & paid up capital</u>	<u>Unappropriated profit</u>	<u>Total</u>
 R u p e e s		
Balance as on June 30, 2020	125,000,000	673,639,669	798,639,669
Profit /(Loss) after taxation for the Year ended June 30, 2021.	-	1,291,360,735	1,291,360,735
Balance as on June 30, 2021	125,000,000	1,965,000,404	2,090,000,404
Profit /(Loss) after taxation for the Year ended June 30, 2022.		(825,904,152)	(825,904,152)
Balance as on June 30, 2022	125,000,000	1,139,096,252	1,264,096,252
Profit /(Loss) after taxation for the Half Year ended December 31, 2022.		(293,589,006)	(293,589,006)
Balance as on Dec 31, 2022	125,000,000	845,507,246	970,507,246



Chief Executive

Director

D J M SECURITIES LIMITED

Notes to the financial for the half year ended December 31, 2022

4 PROPERTY, PLANT AND EQUIPMENT

Half Year ended December 31.2022.	Office Premises	Office Equipment	Office Furniture	Computer	Generator	Vehides	Total
Opening net Book Value.	920,192	183,903	499,282	7,159	639,027	12,622,602	14,872,165
Additions (at cost)	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-
Cost	-	-	-	-	-	-	-
Accumulated depreciation	-	-	-	-	-	-	-
Depriication charge for the year	(23,005)	(9,195)	(24,964)	(1,074)	(31,951)	(946,695)	(1,036,884)
Net Book Value	897,188	174,707	474,318	6,085	607,075	11,675,907	13,835,280
As at Dec. 31,2021.							
Cost	2,316,614	1,037,889	3,466,860	1,840,247	819,000	21,332,080	30,812,690
Accumulated depreciation	(1,419,426)	(863,182)	(2,992,542)	(1,834,162)	(211,925)	(9,656,173)	(16,977,410)
Net Book Value	897,188	174,707	474,318	6,085	607,075	11,675,907	13,835,280
Annual rate depreciation	5%.	10%.	10%.	30%.	10%.	15%.	

	Note	31,Dec-22 Rupees	30,Jun-22 Rupees
5 INTANGILBLE ASSETS			
Computer software	5.1	7,977	11,396
Trading Right Entitlement Certificate (TREC)	5.2	100,000	100,000
Membership Card	5.3	250,000	250,000
		357,977	361,396
5.1 Computer software			
cost			
Opening value		1,550,000	1,550,000
Addition / (deletion) during the year		-	-
Less: Amortization			
Opening value		1,538,604	1,533,720
Amortization for the year the year		3,419	4,884
Closing value		1,542,023	1,538,604
Written down value (WDV)		7,977	11,396
Annual rate amortization (%)		30%.	30%.
5.2 This represents Trading Right Entitlement Certificate (TREC) received from Pakistan Stock Exchange Limited after the merger of all the three stock exchange of pakistan in accordance with the requirement of the Stock Exchange (Corporation. Demutualization and integration) Act, 2012 (The Act).			
5.3 This represents Universal Membership at the National Commodity Exchange Limited under the Memorandum and Articles of Association and subject to the Rules and Regulation of the Exchange. Given under the hands and Seal of the Exchange at Karachi on March 31, 2003.			
6 LONG TERM DEPOSITS			
Long Term deposits and deferred cost	6.1	51,370,847	37,869,347
		51,370,847	37,869,347
6.1 Includes non interest bearing deposits under statutory obligations (NCCPL, CDC and PMEX etc.)			

7	SHORT TERM INVESTMENTS- fair value through profit and loss			
	Investment in quoted listed companies	7.1	<u>1,541,056,380</u>	<u>1,091,121,809</u>
7.1	Gain / (loss) on re-measurement of investment at fair value through profit and loss - held for trading			
	Market value		1,541,056,380	1,091,121,809
	Cost of Investment		2,037,734,796	1,333,058,868
	Fair value (loss) / gain (unrealized)		<u>(496,678,416)</u>	<u>(241,937,059)</u>
8	TRADE DEBITS			
	Considered good		92,086,329	75,581,796
	Considered doubtful		-	-
			<u>92,086,329</u>	<u>75,581,796</u>
	(Less) Provision for doubtful debts		-	-
			<u>92,086,329</u>	<u>75,581,796</u>
9	ADVANCES AND OTHER RECEIVABLES			
	Receivables from PSX / NCCPL		151,621,676	1,798,027
	Other receivables		-	-
			<u>151,621,676</u>	<u>1,798,027</u>
10	ADVANCE TAX			
	Opening balance		80,411,228	80,411,228
	Add: Paid / deducted during the year		155,729	155,729
			<u>80,566,957</u>	<u>80,566,957</u>
	Less: Provision for taxation			
	Current		-	-
	Prior		-	-
			<u>80,566,957</u>	<u>80,566,957</u>
11	CASH AND BANK BALANCES			
	Cash in hand		25,570	25,570
	Cash at banks:			
	Cash at bank - current accounts		69,061,527	21,119,162
	Cash at bank - saving accounts		16,620	16,620
			<u>69,103,717</u>	<u>21,161,352</u>
12	SHARE CAPITAL			
	Authorized Share Capital			
	Number of Shares	25,000,000.	Ordinary shares of Rs:10/-each	
			<u>250,000,000</u>	<u>250,000,000</u>
	ISSUED, SUBSCRIBED AND PAID-UP CAPITAL			
	12,500,000 Ordinary shares of Rs. 10/- each, issued for cash (12,500,000)		<u>125,000,000</u>	<u>125,000,000</u>

12.1. **Pattern of shareholding**

Name of Shares holders.	Percentage		Number of Shares	
	30.06.2022.	30.06.2021.	30.06.2022.	30.06.2021.
Muhammad Yaqoob	31.52	31.52	3,939,950	3,939,950
Abdul Samad Dawood	21.92	21.92	2,740,050	2,740,050
Sumya Abdul Qadir	21.60	21.60	2,700,100	2,700,100
Maryam Dawood	21.60	21.60	2,700,000	2,700,000
Shanila Dawood	2.56	2.56	319,900	319,900
Faiza Yaqoob	0.80	0.80	100,000	100,000
TOTAL	100.00	100.00	12,500,000	12,500,000

13	<u>SHORT TERM BORROWINGS</u>			
	Bank Al Habib Limited	13.1	<u>813,055,576</u>	<u>18,304,568</u>
			<u>813,055,576</u>	<u>18,304,568</u>
13.1.	These borrowings are secured against lien/pledge over Diversified portfolio of listed securities Mark-up is payable in arrears on a calendar Quarterly basis and the KIBOR + 1%. Per annum shall be revised on a calendar quarterly basis and is calculated as 3 Months Average.			
14	<u>TRADE AND OTHER PAYABLES</u>			
	Trade payables		184,107,077	20,414,821
	Accrued and other liabilities		32,329,264	1,625,356
	Provision for taxation		-	-
			<u>216,436,341</u>	<u>22,040,177</u>
15	<u>COMMISSION INCOME</u>			
	Brokerage revenue	15.1	13,999,251	52,206,197
15.1.	Brokerage commission			
	Gross brokerage commission		15,333,322	59,437,037
	Less: Sales tax and FED.		(1,334,071)	(7,230,840)
			<u>13,999,251</u>	<u>52,206,197</u>
16	<u>ADMINISTRATIVE EXPENSES</u>			
	Director remuneration		1,500,000	3,750,000
	Staff salary and benefits		5,284,466	12,685,070
	Utilities (internet/Telephone/Electric)		1,203,290	2,126,914
	Auditors' remuneration	16.1	-	280,000
	Rent, rate and taxes		405,886	805,772
	Entertainment		224,595	850,076
	Printing and stationery		-	21,616
	Travelling and conveyance		149,440	3,143,760
	Repair and maintenance expense/Vehicle Maintenance		213,328	532,050
	Fee and subscription charges		4,933,500	14,927,846
	Donation	16.2 & 16.3	2,500,000	29,250,000
	Miscellaneous expenses (General/Petty cash/Software/EOBI.)		1,573,398	1,071,952
	Legal and Professional charges		845,050	200,000
	Depreciation and amortization		1,040,299	2,430,817
	Loss on disposal of property and equipment		-	-
			<u>19,873,252</u>	<u>72,075,873</u>
16.1	AUDITORS' REMUNERATION			
	Audit fee		-	280,000
	Certificate charges		-	-
			<u>-</u>	<u>280,000</u>

16.2 The names of donees to whom donation is equal to or exceeds Rs: 0.5 million are All Pakistan Memon Federation, Bantwa town Memon welfare committee, Memon health and education foundation and the Indus hospital.

16.3 None of the directors or their spouses hold any interest in the donees.

17	<u>FINANCIAL CHARGES</u> mark-up on bank overdraft Bank charges	6,974,680 50,043 <u>7,024,723</u>	63,193,859 26,532 <u>63,220,391</u>
18	<u>OTHER INCOME / (loss)</u> Income from financial assets: Capital gain on sale of investment Dividend income from long and short term investments. Income of Property Income from Property agt.com-3. Rental Income	(37,112,589) 14,177,778 - - - <u>(22,934,811)</u>	(342,268,845) 70,385,075 45,000,000 5,000,000 27,000,000 <u>(194,883,770)</u>
19	<u>TAXATION</u> Current for the year Prior year charge Provision for deferred Taxation	- - - <u>-</u>	31,348,061 - - <u>31,348,061</u>
20	<u>EARNINGS / (LOSS) PER SHARE</u> Profit / (loss) after taxation Weighted average number of ordinary shares Earning / (loss) per shares	(293,589,006) 12,500,000 <u>(23.49)</u>	(825,904,152) 12,500,000 <u>(66.07)</u>
21	<u>CASH AND CASH EQUIVALENTS</u> Cash and bank balances shorttt term borrowings	- - <u>-</u>	21,161,352 (18,304,569) <u>2,856,783</u>
22	<u>PLEDGE SECURITIES</u> Pledged to financial institutions of brokerage house Pledged to financial institutions on behalf of cliend	Value - -	Value - -
23	<u>CUSTOMERS ASSETS HELD IN CDC</u> The house holds approx 132.5 million securities of his clients in the clients CDC sub accounts having fair value of Rs: 10.387 billion		

24 **REMUNERATION OF DIRECTORS AND CHIEF EXECUTIVE.**

	<u>Chief Executives</u>		<u>Directors</u>	
	RUPEES			
	<u>Dec-2022.</u>	<u>June-2022.</u>	<u>Dec-2022.</u>	<u>June-2022.</u>
Managerial remuneration	400,000	1,000,000	600,000	1,500,000
House rent allowance	160,000	400,000	240,000	600,000
Utilities	40,000	100,000	60,000	150,000
	600,000	1,500,000	900,000	2,250,000
No. of person	1	1	1	1

25 **NUMBER OF EMPLOYEES**

The number of employees as at June 30,2020 were 20. (2019 2020.) and average number of employees are 18 and (2019 2020).

26 **FINANCIAL INSTRUMENT AND RELATED DISCLOSURES**
FINANCIAL ASSETS AND LIABILITIES

	Mark-up bearing			Non-Mark-up bearing			31-12-2022 Total
	Maturity upto One year	Maturity after One year	Sub-Total	Maturity upto One year	Maturity after One year	Sub-Total	
Rupees							
Financial Assets							
Investment		-		1,541,056,380		1,541,056,380	1,541,056,380
Long term deposits			-		51,370,847	51,370,847	51,370,847
Trade debts			-	92,086,329		92,086,329	92,086,329
Receivables			-	151,621,676		151,621,676	151,621,676
Cash and bank balance			-	69,103,717		69,103,717	69,103,717
	-	-	-	1,853,868,102	51,370,847	1,905,238,949	1,905,238,949
Financial Liabilities							
Short term borrowing	813,055,576		813,055,576			-	813,055,576
Trade and other payables			-	216,436,341		216,436,341	216,436,341
Directors' loan			-	-		-	-
Loan and advances			-	-		-	-
Mark-up payable	-		-			-	-
	813,055,576	-	813,055,576	216,436,341	-	216,436,341	1,029,491,917

27 **FINANCIAL RISK MANAGEMENT**

The Company is exposed to a variety of financial risks: market risk (comprising interest rate risk, and other price risk), liquidity risk and credit risk that could result in a reduction in the Company's net assets or a reduction in the profits available for dividends.

The Company's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the company's financial performance.

27.1 **Market risk**

Market risk is the risk that the value of the financial instrument may fluctuate as a result of changes in market interest rates or the market price due to a change in credit rating of the issuer or the instrument, change in market sentiments, speculative activities, supply and demand of securities and liquidity in the market. Market risk comprises of three types of risk: currency risk, interest rate risk and other price risk.

* **Interest rate risk exposure**

Interest rate risk is the risk that the fair value or future cash flows of financial instruments will fluctuate because of changes in market interest rates

The Company has financial instruments with both fixed and floating interest rates as specifically disclosed in the respective notes. The company while dealing in financial instruments negotiates attractive interest rates, which reduces the interest rate price risk.

* **Equity price risk**

Equity price risk is the risk that the fair value of future cash flows of financial instruments will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. During the year the company does not have any exposure to equity price risk.

28.2 **Liquidity risk**

Liquidity risk is defined as the risk that the company will encounter difficulty in meeting obligations associated with financial liabilities. Liquidity risk arises because of the possibility that the company might be unable to meet its payment obligations when they fall due under normal circumstances.

28.3 **Credit Risk**

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The company attempts to control credit risk by monitoring credit exposures, limiting transactions with specific counterparties, and continually assessing the credit worthiness of the same.

29 **CAPITAL RISK MANAGEMENT**

The company's prime objective of managing capital is to safeguard the company's ability to continue as a going concern so that it can provide benefits to all stakeholders.

In order to maintain the balance of its capital structure the company may consider injecting further equity or issuing fresh debt. The company monitors its capital on the basis of its gearing ratio. Debt is calculated as total borrowings including both long term and short term borrowings. The gearing ratio as at 30 jne,2017 and 2016 was as follows:

Total borrowings	813,055,576	18,304,568
Paid up capital	125,000,000	125,000,000
Unappropriated profit	845,507,246	1,139,096,252
Gearing ratio	970,507,246	1,264,096,252
	-	-

30 **CAPITAL ADEQUACY LEVEL**

Total Assets	1,999,999,163	1,323,332,846
Less: Total Liabilities	(1,029,491,917)	(59,236,594)
	970,507,246	1,264,096,252

31 **DATE OF AUTHORIZATION**

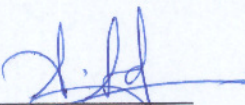
These Financial statements were authorized on _____ By the board of Directors of the company.

32 **CORRESPONDING FIGURES**

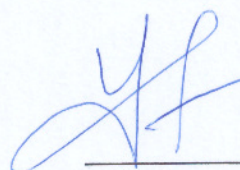
Corresponding figures have been re-classified, wherever necessary for the purposes of comparison.

33 **GENERAL**

Figures have been rounded off to the nearest rupee.



Chief Executive



Director