



Dated: February 26, 2021

Mr. Ahmed Abbas

Deputy General Manager - Operations
Stock Exchange Building
Karachi – Pakistan.

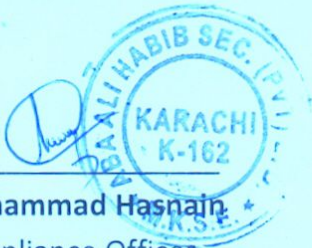
Subject: Submission of Half yearly accounts

Dear Sir,

With reference to the subject captioned above, we are submitting Unaudited half yearly accounts for the half year ended December 31, 2020

Should you have any queries or concerns, please feel free to contact the undersigned.

Thanks & Regards,



Muhammad Hasnain
Compliance Officer



ABA ALI HABIB SECURITIES (PRIVATE) LIMITED
CONDENSED INTERIM BALANCE SHEET (Unaudited)
AS ON DECEMBER 31, 2020

<u>CAPITAL & LIABILITIES</u>	Notes	31-Dec-20 (UN-AUDITED) (Rupees)	30-Jun-20 AUDITED (Rupees)
Authorized Capital		<u>200,000,000</u>	<u>200,000,000</u>
Issued, Subscribed & Paid up Capital	3	200,000,000	200,000,000
Unappropriated profit		621,015,807	376,549,184
Shareholder's Equity		821,015,807	576,549,184
<u>NON CURRENT LIABILITIES</u>			
Deferred taxation		853,602	853,602
<u>CURRENT LIABILITIES</u>			
Short term loan from related parties-unsecured	4	128,521,942	-
Short term borrowing	5	442,089,676	420,201,208
Trade and other payable	6	186,829,915	147,169,047
Accrued Markup		-	4,653,368
		757,441,533	572,023,623
		<u>1,579,310,942</u>	<u>1,149,426,409</u>
<u>PROPERTY & ASSETS</u>			
Property, Plant & Equipment	7	9,562,286	9,562,286
Intangible Assets	8	2,500,000	2,500,000
Long Term Deposit	9	1,685,000	1,685,000
		13,747,286	13,747,286
<u>CURRENT ASSETS</u>			
Trade and other receivables	10	92,035,131	36,895,550
Short Term Investment	11	1,274,440,257	852,743,991
Advance income tax/Refundable		123,313,336	120,745,578
Cash & Bank Balances	12	75,774,932	125,294,004
		1,565,563,656	1,135,679,123
CONTINGENCIES AND COMMITMENTS	13	<u>1,579,310,942</u>	<u>1,149,426,409</u>

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

ABA ALI HABIB SECURITIES (PRIVATE) LIMITED
CONDENSED INTERIM PROFIT AND LOSS (UNAUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2020

	Notes	Dec-20 (Rupees)	Dec-19 (Rupees)
Operating Revenue	14	93,944,770	50,611,234
Operating Expenses	15	(36,560,845)	(27,242,830)
Operating Profit		<u>57,383,925</u>	<u>23,368,403</u>
Unrealized (Gain)		186,871,960	111,428,259
Capital (Loss)		-	(68,628,152.3)
Other Income	16	11,792,335	18,308,684
Financial Charges	17	(5,579,030)	(2,483,482)
Profit Before Taxation		<u>250,469,190</u>	<u>81,993,713</u>
(Loss)/Profit for the Period		<u>250,469,190</u>	<u>81,993,713</u>
Unappropriated Profit brought forward		370,546,617	377,842,613
Unappropriated Loss / Profit carried forward		<u>621,015,807</u>	<u>459,836,326</u>
Earnings per share	18	<u>12.523</u>	<u>4.100</u>

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

ABA ALI HABIB SECURITIES (PRIVATE) LIMITED
NOTES TO THE INTERIM FINANCIAL INFORMATION
FOR THE HALF YEAR ENDED DECEMBER 31, 2020

STATUS AND NATURE OF BUSINESS

- 1
- 1.1 The company was incorporated on 8th May 1996 as a private limited company under the Companies Ordinance, 1984. The main object of the company is the business of brokerage in stock, shares, securities and other related jobs. The registered office of the Company is 419, Stock Exchange Building, Stock Exchange Road, Karachi.

Significant Accounting Policies

2 2.1 **Basis of preparation**

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of Accounting and financial Reporting Standard for Medium-Sized Entities (MSEs) issued by the Institute of Chartered Accountants of Pakistan and provisions of and directives issued under the Companies Ordinance, 1984. In case requirements differ, the provisions or directives of the Companies Ordinance, 1984 shall prevail.

2.2 **Accounting Convention:**

These accounts have been prepared under the historical cost convention.

2.3 **Taxation**
Current

Provision for current taxation is based on taxable income at current rates of taxation after taking into account tax credit and tax rebates available, if any.

2.4 **Property and Equipment**

These are stated at cost less accumulated depreciation and impairment loss, if any. Depreciation on property, plant and equipment are charged on yearly basis to income by applying diminishing method at the rates specified in note 7 to the financial statements. Full year depreciation is charged on additions during the year while no depreciation is charged on assets disposed off during the year.

2.5 **Intangible assets**

These assets have an indefinite useful life and are stated at acquisition cost. Provision are made for permanent diminution in value of these assets, if any, Gains and losses on disposal, if any, are taken to profit and loss account.

2.6 **Investments**

Investments are initially recognized on trade-date at cost, comprising of consideration paid and cost of transaction. For listed securities, closing quotations of stock exchange on last working day of the accounting year are considered for determining fair value, while for unquoted securities, fair value is determined considering break-up value of the securities.

2.7 **Trade debts and Other receivables**

These are stated net of provision for doubtful debts. Full provision is made against the debts considered doubtful.

2.8 **Deferred Cost**

Deferred cost is to be amortized over a period of five years from the year of commercial activity.

			<u>Dec-20</u>	<u>Jun-20</u>
			(RUPEES)	(RUPEES)
3	ISSUED , SUBSCRIBED AND PAID-UP-CAPITAL			
	<u>Dec-20</u>	<u>Jun-20</u>		
	<u>No.of shares</u>	<u>No.of shares</u>		
	13,500,000	13,500,000	ordinary shares of Rs.10/- each in consideration other than cash.	135,000,000
	6,500,000	6,500,000	ordinary shares of Rs.10/- each in cash.	65,000,000
	<u>20,000,000</u>	<u>20,000,000</u>		<u>200,000,000</u>
				<u>200,000,000</u>
4	Short term loan from related parties-unsecured			
			<u>Dec-20</u>	<u>Jun-20</u>
			(RUPEES)	(RUPEES)
	Loan from Abid Ali habib securities (Pvt) ltd		68,593,873	-
	Loan from Directors		59,928,069	-
			<u>128,521,942</u>	<u>-</u>
5	Short term borrowings			
			<u>Dec-20</u>	<u>Jun-20</u>
			(RUPEES)	(RUPEES)
	Bank Alfalah		196,950,824	171,667,860
	Soneri Bank Limited		124,408,350	131,004,908
	JS Bank Limited		-	116,269,176
	Bank Alhabib Limited		119,319,752	-
	Askari Bank Limited		1,410,750	1,259,264
			<u>442,089,676</u>	<u>420,201,208</u>
6	Trade and other payable			
			<u>Dec-20</u>	<u>Jun-20</u>
			(RUPEES)	(RUPEES)
	Trade Payables		74,465,745	123,779,700
	Future profit and Cash Margin withheld		104,919,006	18,513,872
	Sales tax payable		1,390,601	431,947
	Withholding tax payable		-	315,966
	CDC and NCSS Payable		3,856	830,824
	Accrued expenses		324,999	602,238
	Dealer payable		1,953,936	1,266,399
	Other payables		3,771,773	1,428,101
			<u>186,829,915</u>	<u>147,169,047</u>
7	Fixed Assets			
	Operating fixed assets		<u>9,562,286</u>	<u>9,562,286</u>
8	INTANGIBLE ASSETS			
	Trading Right Entitlement Certificate		<u>2,500,000</u>	<u>2,500,000</u>
9	Long term Deposits			
			<u>Dec-20</u>	<u>Jun-20</u>
			(RUPEES)	(RUPEES)
	Clearing House Deposit		200,000	200,000
	Pakistan Stock Exchange		10,000	10,000
	Booth deposit		75,000	75,000
	SLB Exposure		100,000	100,000
	National Clearing Company of Pakistan Limited		1,200,000	1,200,000
	Central Depository Company		100,000	100,000
			<u>1,685,000</u>	<u>1,685,000</u>

Dec-20 **Jun-20**
(RUPEES) **(RUPEES)**

10 Trade & Other receivables -Secured-Considered Good.

Trade debts- considered good	11,034,423	7,579,494
Receivable under Margin Finance	49,786,431	24,265,385
Other receivables	31,214,277	5,050,671
	92,035,131	36,895,550

11 Short Term Investment - at fair value through Profit or loss

Quoted equity securities	1,266,000,507	844,304,241
Unquoted equity securities	8,439,750	8,439,750
	1,274,440,257	852,743,991

Dec-20 **Jun-20**
(RUPEES) **(RUPEES)**

12 Bank balances

Cash in hand	252,390	3,566
Balance with banks in Saving Account	995,208	654,477
Current Account	74,527,334	124,635,961
	75,774,932	125,294,004

13 Contingencies and Commitments

A bank guarantee of Rs. 35 million has been provided to the Pakistan Stock Limited - National Clearing Company of Pakistan Limited for deposit of Margin/Exposure to Pakistan Stock Exchange Limited/National Clearing Company of Pakistan Limited against the Security of Pledge of shares and Personal Guarantee of only one sponsor director Mr. Aba Ali Habib

14 Operating Revenue

Dec-20 **Dec-19**
(RUPEES) **(RUPEES)**

Commission income and it's related income	40,793,342	50,611,234
Capital gain/(Loss) on disposal of investments - net	53,151,428	-
Gain/(Loss) on remeasurement of investments carried at fair value through profit and loss	-	-
	93,944,770	50,611,234

15 Operating Expenses

Dec-20 **Dec-19**
(RUPEES) **(RUPEES)**

Salaries, Commission and allowances	10,545,551	9,493,691
Printing & Stationary	58,668	41,099
Legal & professional charges	1,043,156	3,644,759
Auditor Remuneration	-	163,200
CDC Expenses	1,348,540	982,292
Laga Expenses	13,607,755	7,652,437
Computer Hardware and software Expenses	1,313,764	1,093,831
Office Maintenance & Rent Expenses	545,640	455,800
Telephone & Mobile Expenses	310,363	328,319
Electricity Expenses	593,660	415,991
Vehicle running and maintenance expense	443,795	220,573
Entertainment expenses	191,999	162,170
Misc & General Expenses	5,882,202	2,051,468
Marketing	185,000	150,000
Donation Expense	477,325	351,570
Courier & Postage Expense	13,427	35,631
	36,560,845	27,242,830

16 Other Income - Financial Assets	Dec-20	Dec-19
	(RUPEES)	(RUPEES)
Profit on Bank Deposit	431,646	1,622,219
Profit on cash margin KSE	581,643	716,885
Income from MFS/MTS	1,789,312	14,595,449
Dividend Income	8,989,734	1,374,131
	11,792,335	18,308,684

17 Financial Charges	Dec-20	Dec-19
	(RUPEES)	(RUPEES)
Bank mark up and charges	5,579,030	2,483,482

18 Earnings per share- Basic and diluted	Dec-20	Dec-19
	(RUPEES)	(RUPEES)
Profit after taxation	250,469,190	81,993,713
Number of ordinary share	20,000,000	20,000,000
Earnings per share	12.523	4.100

19 Corresponding Figures

Corresponding figures have been re arranged and/or re-classified for the purpose of better presentation, wherever considered appropriate.

20 Date of Authorisation for Issue

These financial statements were authorised for issue on 29 January 2021 by the Board of Directors of the Company