

GROWTH SECURITIES (PVT) LTD

Registered Office: 1st Floor, Plot No. 1, Sector 1, Gurgaon, Haryana
Tel: (+91) 122 336 1020/1021/1022/1023/1024/1025/1026/1027/1028/1029/1030
Email: info@growthsec.com, sales@growthsec.com
Trading Right Statement Certificate Number: 12345678901234567890
(Company Name: Growth Securities Private Limited)

FINANCIAL STATEMENT REPORT

FOR THE 1st QUARTER ENDED SEPTEMBER 30, 2021

GROWTH SECURITIES (PRIVATE) LIMITED UNAUDITED 1st QUARTER FINANCIAL STATEMENTS AS AT September 30, 2021

On behalf of the board
For Growth Securities (Private) Ltd.

Chief Executive Officer
(Authorized Signatory)

Signature
October 28, 2021



GROWTH SECURITIES (PVT) LTD.

Room # 82 83, Second Floor, Pakistan Stock Exchange Building, I.I. Chundrigar Road, Karachi.-74000.

Ph: (+92-21) 32463002-04 <http://www.growthsecurities.com.pk>

E-mail: info@growthsecurities.com.pk

Trading Right Entitlement Certificate Holder of Pakistan Stock Exchange Limited
(Formerly: Karachi Stock Exchange Limited)

DIRECTORS REPORT TO THE SHAREHOLDERS FOR THE 1st QUATER ENDED September 30, 2021

Your Directors are pleased to place before you 1st Quarter Report along with the un audited accounts of the company for the period ended Setember 30, 2021. The working results of the company for the said period are given as under:

Total Income	Rs. 16,003,442
Operating expenses	<u>Rs (11,693,749)</u>
Profit before taxation	Rs. 4,309,693
Taxation	<u>Rs (228,353)</u>
Profit after taxation	Rs. 4,081,340

On behalf of the board
For Growth Securities (Private) Ltd.

Chief Executive Officer
Mohammad Shahid

Director
Zeeshan

Karachi
October 28, 2021

GROWTH SECURITIES (PRIVATE) LIMITED
BALANCE SHEET
AS At September 30, 2021

EQUITY AND LIABILITIES

SHARE CAPITAL AND RESERVE

Authorized Share Capital

10,000,000 Ordinary shares of Rs. 10/- each

2021
Note Rupees

100,000,000

Issued, Subscribed and Paid up Share Capital

10,000,000 (2016: 10,000,000) Ordinary shares of Rs. 10/- each

Unappropriated profit

Unrealized (loss) / gain on revaluation of investment

3

100,000,000
364,195,353
(27,996,563)

436,198,790

Capital reserves

436,198,790

Non - Current Liabilities

Loan from director

92,800,000

Current Liabilities

Creditors, accrued and other liabilities

Short term loan from director

Bank overdraft

4 54,294,964
257,500,000
12.1 -

840,793,754

ASSETS

Non - Current Assets

Property, plant and equipment

Intangible

Investment in PIBs

Long term deposits

59,427,829
5 2,500,000
6 -
7 1,500,000

Current Assets

Trade debts (including Margin Finance Amount)

Advances, deposits, prepayments and other receivables

Loans and advances

Investment

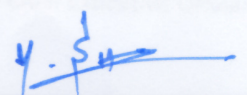
Investment in MCB Cash Management

Cash and bank balances

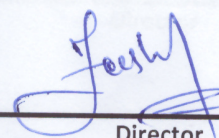
8 247,369,187
9 113,353,531
10 542,500
11 386,054,895
12 30,045,812

840,793,754

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



Chief Executive Officer

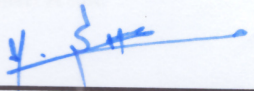


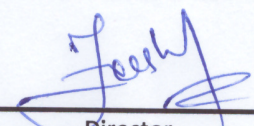
Director

GROWTH SECURITIES (PRIVATE) LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED-September 30, 2021

	Note	2021 Rupees
Commission income		7,681,041
Operating expenses	13	(11,453,322)
Operating (loss)		(3,772,281)
Financial and other charges	14	(240,427)
Other income	15	8,322,401
Profit before taxation		4,309,694
Taxation		
- Current		(228,353)
- Prior		(228,353)
Profit for the year		4,081,341
Earnings per share		0.41

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


 Chief Executive Officer


 Director

GROWTH SECURITIES (PRIVATE) LIMITED
NOTES TO THE FINANCIAL STATEMENTS

1. NATURE OF BUSINESS AND OPERATIONS

- 1.1** The Company was incorporated in Pakistan on February 24, 2005 as a Private Company limited by shares under the Companies Ordinance, 1984. The registered office of the Company is situated at Room No. 82 to 83, 2nd Floor, Stock Exchange Building, Stock Exchange Road, Karachi. The principal activities of the company is to carry on the business of stock, brokerage, underwriting and investment etc.
- 1.2** The financial statements are presented in Pak Rupee, which is the Company's functional and presentation currency.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Accounting Convention

These financial statements have been prepared under the 'historical cost convention'.

The preparation of these financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. The estimates / judgments and associated assumptions used in the preparation are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The resulting accounting estimates / judgments / assumptions will, by definition, seldom equal the related actual results. The estimates / judgments and associated assumptions are reviewed on an ongoing basis. Revision to the accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in period of revision and future periods if the revision affects both current and future periods.

2.2 Statement of Compliance

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan and the requirements of the Company Ordinance, 1984. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) as are notified under the provisions of the Company Ordinance, 1984. Wherever the requirements of the Company Ordinance, 1984 or directives issued by the Securities and Exchange Commission of Pakistan differ with the requirements of these standards, the requirements of the Company Ordinance, 1984 or the requirements of the said directives shall prevail.

2.3 Taxation

Current

Provision for current taxation is based on taxable income at the current rates of taxation after taking into account tax credits and tax rebates available, if any, in accordance with the provisions of the Income Tax Ordinance, 2001.

2.4 Trade and other Debts

Trade and other debts are carried at original invoice amount. Debts considered irrecoverable are written off and provision is made against those considered doubtful of recovery.

2.5 Trade and Other Payables

Liabilities for trade and other amounts payable are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received, whether or not billed to the Company.

2.6 Provisions

Provisions are recognised in the balance sheet when the company has a legal or constructive obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

2.7 Cash and Cash Equivalents

Cash and cash equivalents comprises cash balances and bank deposits. Cash and cash equivalents are carried in the balance sheet at cost.

2.8 Revenue Recognition

Sales and purchases of securities are recognized on the date of contract. Capital gain or loss on sale of marketable securities is taken to income in the period in which it arises.

Brokerage and other income is accrued as and when due.

2.9 Investments

Investment at fair value through profit or loss

Investment classified as investments at fair value through profit or loss are initially measured at cost being fair value of consideration given. At subsequent dates these investment are measured at fair value with any resulting gains or losses recognized directly in the profit and loss account. The fair value of such investment is determined on the basis of prevailing market prices.

Available for sale

Investments intended to be held for an indefinite period of time, which may be sold in response to need for liquidity, or changes to interest rates or equity prices are classified as available-for-sale.

2.10 Financial Instruments

All the financial assets and liabilities are recognized at the time when the company becomes a party to the contractual provisions of the instruments. All the financial assets are derecognized at the time when the company loses control of the contractual right that comprise the financial assets. All financial liabilities are derecognized at the time when they are extinguished that is, when the obligation specified in the contract is discharged, cancelled or expires. Any gain or loss on derecognizing of the financial assets and financial liabilities is taken to profit and loss account, currently.

3. SHARE CAPITAL

Authorized Share Capital

Number of Shares

12-Jul-05

10,000,000

Ordinary shares of Rs.10/- each

2021
Rupees

100,000,000

Issued, Subscribed and Paid-up Share Capital

3.1 Pattern of shareholding

Name of Shares holders	Percentage	Number of Shares
- Muhamamd Shahid	51.000%	5,100,000
- Muhamamd Iqbal	48.995%	4,899,500
Zeeshan	0.005%	500
	<u>100%</u>	<u>10,000,000</u>

4. CREDITORS, ACCRUED AND OTHER LIABILITIES

Creditors	26,037,059
Accrued expenses and other payable	4,795,767
DFC Profit Held	22,359,785
Other Liabilities:	
- Sindh sales tax and withholding tax	1,102,353
	54,294,964

5. INTANGIBLE

	Note	2021 Rupees
Trading rights entitlement certificates	5	2,500,000
		2,500,000

5 Pakistan Stock Exchange Limited vide their letter dated 08 August 2017 has determined value of Pakistan Stock Exchange Limited Trading Rights Entitlement Certificate for base minimum capital purpose amounting to Rs. 2.5 million.

6. INVESTMENT IN PIBS

	Note	2021 Rupees
Investment in Pakistan Investment Bond securities		-
		-

7. LONG TERM DEPOSITS

	Note	2021 Rupees
CDC deposit		100,000
NCCPL deposit		1,200,000
PSX deposit		200,000
		1,500,000

8. TRADE DEBTS

Debtors Unsecured - considered good	201,404,901
Receivables against margin finance	45,964,286
	247,369,187

9. ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

Advance tax	29,507,681
Deposit into NCCPL against exposure	-
Deposit against sale of PSX Shares	-
PSX deposit BMC maintenance	-
Prepayments/Staff Advance	142,500
Dividend receivable	165,806
Receivable from PSX/NCCPL	83,392,044
Other receivables	145,500
	113,353,531

10. LOANS AND ADVANCES		
Staff loan		542,500
		<u>542,500</u>
11. INVESTMENT - fair value through profit and loss		
Investment in listed securities		386,054,895
		<u>386,054,895</u>
12. CASH AND BANK BALANCES		
Cash in hand		6,972
Cash at banks:		
- Current accounts		2,076,392
- Saving accounts		27,962,448
		<u>30,045,812</u>
12.1		
12.2 Bank Overdraft		
		<u>-</u>
13. OPERATING EXPENSES		
	Note	2021 Rupees
Salaries, wages and benefits	13.1	9,301,000
Repair and maintenance		302,950
Travelling and conveyance		185,850
Utility charges		405,557
Entertainment		66,515
KSE charges		151,350
Printing and stationery		18,200
Professional charges		146,250
Computer and software expenses		605,650
Annual Membership and other Fees		270,000
Miscellaneous expenses		-
Insurance Expense		-
Medical Expense		-
Nadra Verisys		-
Audit Fee		-
		<u>11,453,322</u>
13.1		
14. FINANCIAL AND OTHER CHARGES		
Bank charges		-
Mark-up on bank overdraft		240,427
		<u>240,427</u>
15. OTHER INCOME		
Realized gain on investment in shares		5,042,425
Interest on bank deposits		381,340
Dividend income		522,567
Gain on future exposure		254,802
Premium on MF		1,496,299
Gain /(Loss) on Investment Mutual Fund/PIB		292,955
Other Income		332,013
		<u>8,322,401</u>

16. EARNINGS PER SHARE

Profit after taxation	4,081,341
Number of ordinary shares	10,000,000
Earnings per share	<u>0.41</u>

17. CASH AND CASH EQUIVALENT

	2021 Rupees
Cash and bank balances	30,045,812
Bank overdraft	-
	<u>30,045,812</u>

18. CAPITAL ADEQUACY LEVEL

Total Assets	840,793,754
Less: Total Liabilities	(404,594,964)
Revaluation reserves (created upon revaluation of fixed assets)	-
Capital Adequacy Level	<u>436,198,790</u>


Chief Executive Officer


Director