

GROWTH SECURITIES (PVT) LTD.

101/102, Second Floor, Park View, Phase II, Chandigarh Road, Ranchi - 834 001
Ph: +91-261-2511002 Or Visit: www.growthsecurities.com
Email: info@growthsecurities.com
Listing Right Holder and Listing Holder of Public Stock Exchange Limited
(Incorporated in India, Sec. 13(1)(a) of Companies Act, 1956)

DIRECTORS REPORT TO THE SHAREHOLDERS
FOR THE Half Year Ended December 31, 2022

GROWTH SECURITIES (PRIVATE) LIMITED UNAUDITED HALF YEAR ENDED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2022

Net Income
Operating expenses
Profit before taxation
Taxation
Profit after taxation

Approved on behalf of the Board
Director/Chairman (Signature)

Chief Executive Officer
(Signature)

Ranchi
February 15, 2023





GROWTH SECURITIES (PVT) LTD.

Room # 82 83, Second Floor, Pakistan Stock Exchange Building, I.I. Chundrigar Road, Karachi.-74000.
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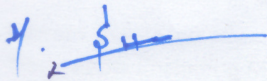
Trading Right Entitlement Certificate Holder of Pakistan Stock Exchange Limited
(Formerly: Karachi Stock Exchange Limited)

DIRECTORS REPORT TO THE SHAREHOLDERS FOR THE Half Year Ended December 31 2022

Your Directors are pleased to place before you Half Year Report along with the un audited accounts of the company for the period ended December 31, 2022. The working results of the company for the said period are given as under:

Total Income	Rs. 13,831,724
Operating expenses	Rs (29,781,611)
Profit before taxation	Rs. (15,949,887)
Taxation	Rs (1,474,237)
Profit after taxation	Rs. (17,424,124)

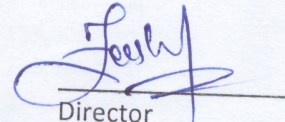
On behalf of the board
For Growth Securities (Private) Ltd.



Chief Executive Officer
Mohammad Shahid

Karachi
February 14, 2023

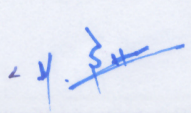



Director
Zeeshan

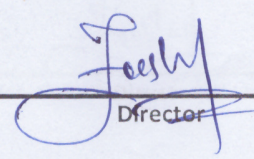
GROWTH SECURITIES (PRIVATE) LIMITED
BALANCE SHEET
As At December 31, 2022

EQUITY AND LIABILITIES	Note	2022 Rupees
SHARE CAPITAL AND RESERVE		
Authorized Share Capital		
10,000,000 Ordinary shares of Rs. 10/- each		<u>100,000,000</u>
Issued, Subscribed and Paid up Share Capital		
10,000,000 (2016: 10,000,000) Ordinary shares of Rs. 10/- each	3	100,000,000
Unappropriated profit		318,306,169
Unrealized (loss) / gain on revaluation of investment		-
		<u>418,306,169</u>
Capital reserves		
		<u>-</u>
		<u>418,306,169</u>
Non - Current Liabilities		
Loan from director		92,800,000
Current Liabilities		
Creditors, accrued and other liabilities	4	14,300,068
Short term loan from director		188,000,000
Bank overdraft	11.2	2,815,296
		<u>716,221,533</u>
ASSETS		
Non - Current Assets		
Property, plant and equipment		80,655,336
Intangible	5	2,500,000
Long term deposits	6	1,500,000
Current Assets		
Trade debts (including Margin Finance Amount)	7	119,905,716
Advances, deposits, prepayments and other receivables	8	216,905,071
Investment	9	280,218,304
Cash and bank balances	10	14,537,106
		<u>716,221,533</u>

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


 Chief Executive Officer




 Director

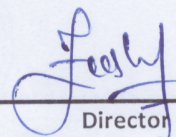
GROWTH SECURITIES (PRIVATE) LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED December 31, 2022

	Note	2022 Rupees
Commission income		13,213,005
Operating expenses	11	(27,911,015)
Operating (loss)		<u>(14,698,010)</u>
Financial and other charges	12	(1,870,596)
Other income	15	618,719
Profit before taxation		<u>(15,949,887)</u>
Taxation		
- Current		(3,402,560)
- Prior		1,928,323
		<u>(1,474,237)</u>
Profit for the year		<u><u>(17,424,124)</u></u>
Earnings per share		<u><u>(1.74)</u></u>

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 / judgements / assumptions will, by definition, seldom equal the related actual results. The estimates / judgements 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 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.

2.4 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.

2.5 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.



2.6 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.

2.7 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.

2.8 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

2022
Rupees

Number of Shares
12-Jul-05

10,000,000

Ordinary shares of Rs.10/- each

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	9,297,892
Accrued expenses and other payable	4,550,154
Other Liabilities:	-
- Sindh sales tax and withholding tax	452,022
	<u>14,300,068</u>

5. INTANGIBLE	Note	2022 Rupees
Trading rights entitlement certificates	5	2,500,000
		<u>2,500,000</u>

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. LONG TERM DEPOSITS	Note	2022 Rupees
CDC deposit		100,000
NCCPL deposit		1,200,000
PSX deposit		200,000
		<u>1,500,000</u>

7. TRADE DEBTS		
Debtors Unsecured - considered good		89,853,693
Receivables against margin finance		30,052,023
		<u>119,905,716</u>

8. ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

Advance tax	25,601,593
Deposit into NCCPL against exposure	26,275,698
Prepayments	156,750
Dividend receivable	-
Receivable from PSX/NCCPL	163,822,780
Advnces and Loans	1,048,250
	<u>216,905,071</u>



3. INVESTMENT - fair value through profit and loss

Investment in listed securities	270,218,304
Investment in Mutual Fund	<u>10,000,000</u>
	280,218,304

11. CASH AND BANK BALANCES

Cash in hand	15,000
Cash at banks:	
- Current accounts	5,651,925
- Saving accounts	8,870,181

14,537,106

11.1 Proprietor and customer wise Bank Balances

Proprietor Bank Balances including cash inhand	2,698,329
Client Account Bank Balances	<u>11,838,777</u>
	<u>14,537,106</u>

11.2 Bank Overdraft	<u>2,815,296</u>
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11. OPERATING EXPENSES

Note	2022 Rupees
11.1	23,012,576
	245,076
	754,858
	918,016
	417,396
	303,900
	163,502
	495,764
	1,060,205
	65,025
	171,147
	303,550
	<u>27,911,015</u>

11.1

12. FINANCIAL AND OTHER CHARGES

Bank charges	50,922
Mark-up on bank overdraft	1,819,674
	<u>1,870,596</u>

15. OTHER INCOME

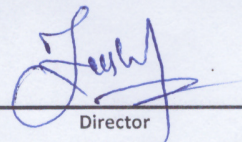
Realized Gain/(Loss) on investment in shares	(3,466,866)
Unrealized Gain / (Loss)	18,311
Interest on bank deposits	1,268,550
Dividend income	1,018,901
Gain on future exposure	1,227,813
Premium on MF	552,010
Gain /(Loss) on Investment Mutual Fund/PIB	-
Other Income	-
	<u>618,719</u>



	Note	2022 Rupees
EARNINGS PER SHARE		
Profit after taxation		(17,424,124)
Number of ordinary shares		10,000,000
Earnings per share		<u>(1.74)</u>
17. CASH AND CASH EQUIVALENT		
Cash and bank balances		14,537,106
Bank overdraft		(2,815,296)
		<u>11,721,810</u>
18. CAPITAL ADEQUACY LEVEL		
Total Assets		716,221,533
Less: Total Liabilities		(297,915,364)
Revaluation reserves (created upon revaluation of fixed assets)		-
Capital Adequacy Level		<u>418,306,169</u>



Chief Executive Officer

Director