

NEW PEAK SECURITIES (PVT) LTD.
Un-audited Financial Statements
For the Half Year Ended December 31, 2022

NEW PEAK SECURITIES (PVT) LTD
Un-audited Statement of Financial Position
As at December 31, 2022

ASSETS	Note	Dec-2022 Rupees	Jun-2022 Rupees
Non-current assets			
Property and equipment	5	7,326,793	7,926,761
Intangible assets	6	2,500,000	2,500,000
Long term investments	7	50,890,292	50,890,292
Long term deposits	8	1,431,000	1,431,000
		62,148,085	62,748,053
Current assets			
Trade debts - net	9	39,536,699	35,937,568
Loans and advances	10	2,731,322	2,637,757
Prepayments & Advances	11	6,950,283	19,143,930
Short term investments	12	28,483	36,174
Cash and bank balances	13	9,492,286	6,157,247
		58,739,073	63,912,676
		120,887,158	126,660,729
EQUITY & LIABILITIES			
Share capital and reserves			
Issued, subscribed and paid-up capital	14	40,000,000	40,000,000
Unappropriated profit		40,504,125	34,833,423
Unrealized surplus / (deficit) on re-measurement of investments measured at FVOCI		20,544,262	20,544,262
Total equity		101,048,387	95,377,685
Non-current liabilities			
Finance lease liability	15	422,509	1,009,335
		422,509	1,009,335
Current liabilities			
Current portion of long term liabilities	15	1,119,333	1,119,333
Trade and other payables	16	18,296,929	29,154,376
Provision for taxation	17	-	-
		19,416,262	30,273,709
Contingencies and commitments	18	-	-
		120,887,158	126,660,729

The annexed notes from 1 to 25 form an integral part of these financial statements.



Chief Executive Officer




Director

NEW PEAK SECURITIES (PVT) LTD
Un-audited Statement of Profit or Loss
For the year ended December 31, 2022

	<i>Note</i>	Dec-2022 Rupees	Jun-2022 Rupees
Operating revenue	19	13,583,519	20,967,763
Gain/(loss) on sale of short term investments		-	2,006,636
Unrealized gain/(loss) on remeasurement of investments classified at FVTPL		-	-
		13,583,519	22,974,399
Operating and administrative expenses	20	10,354,583	26,450,753
Operating profit / (loss)		3,228,936	(3,476,354)
Financial charges	21	4,364	8,125
Other income and losses	22	2,446,130	1,225,613
Profit / (loss) before taxation		5,670,702	(2,258,866)
Taxation	23	-	253,998
Profit/(loss) for the year		5,670,702	(2,512,864)
Earnings/(loss) per share - basic	24	14.18	(6.28)

The annexed notes from 1 to 25 form an integral part of these financial statements.



Chief Executive Officer




Director

NEW PEAK SECURITIES (PVT) LTD
Un-audited Statement of Comprehensive Income
For the Half year ended December 31, 2022

	Note	Dec-2022 Rupees	Jun-2022 Rupees
Profit/(loss) for the year		5,670,702	(2,512,864)
Other comprehensive income			
Items that will not be reclassified subsequently to profit or loss			
Unrealized gain / (loss) during the period in the market value of investments measured at FVOCI		-	-
Total comprehensive income/(loss) for the year		<u>5,670,702</u>	<u>(2,512,864)</u>

The annexed notes from 1 to 25 form an integral part of these financial statements.



Chief Executive Officer



Director

NEW PEAK SECURITIES (PVT) LTD
 Un-audited Statement of Changes in Equity
 For the Half year ended December 31, 2022

	Issued, subscribed and paid-up capital	Unappropriated profit/ (loss)	Unrealized surplus / (deficit) on re- measurement of investments measured at FVOCI	Total
Rupees.....			
Balance as at July 1, 2021	40,000,000	37,346,287	20,544,262	97,890,549
Total comprehensive income for the year				
Profit for the year		(2,512,864)		(2,512,864)
Other comprehensive income/(loss)			-	-
	-	(2,512,864)	-	(2,512,864)
Balance as at June 30, 2022	40,000,000	34,833,423	20,544,262	95,377,685
Issuance of bonus shares				
Total comprehensive income for the year				
Profit/(loss) for the half year		5,670,702		5,670,702
Other comprehensive income/(loss)			-	-
	-	5,670,702	-	5,670,702
Balance as at December 31, 2022	40,000,000	40,504,125	20,544,262	101,048,387

The annexed notes from 1 to 25 form an integral part of these financial statements.



Chief Executive Officer




Director

NEW PEAK SECURITIES (PVT) LTD
Un-audited Statement of Cash Flows
For the year ended December 31, 2022

	Note	Dec-2022 Rupees	Jun-2022 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		5,670,702	(2,258,866)
Adjustments:			
Depreciation and impairment		599,967	1,454,453
Provision for doubtful debts		-	-
Realized loss / (gain) on sale of short-term investments		-	2,006,636
Dividend income		-	(1,820,762)
Finance charges		4,364	8,125
		604,331	1,648,452
Operating profit before working capital changes		6,275,033	(610,414)
(Increase)/decrease in current assets			
Trade debts - net		(3,599,131)	2,838,816
Loans and advances		(93,565)	(1,194,649)
Prepayments & Advances		12,193,647	37,968,928
Increase/(decrease) in current liabilities			
Trade and other payables		(10,857,447)	(49,329,480)
		(2,356,496)	(9,716,385)
Cash generated from / (used in) operations		3,918,537	(10,326,799)
Proceeds from / (Acquisition) of short-term investments		7,691	(1,173,016)
Dividends received		-	1,820,762
Interest paid		(4,364)	(8,125)
Taxes paid		-	(1,332,444)
		3,327	(692,823)
Net cash from operating activities		3,921,864	(11,019,622)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of / (acquisition of) property and equipment		-	(4,738,211)
Sale / (acquisition) of fixed assets		-	1,900,000
Net cash generated from / (used in) investing activities		-	(2,838,211)
CASH FLOWS FROM FINANCING ACTIVITIES			
Finance lease payments		(586,826)	(130,577)
Net cash generated from / (used in) financing activities		(586,826)	(130,577)
Net (decrease)/increase in cash and cash equivalents		3,335,038	(13,988,410)
Cash and cash equivalents at the beginning of the year		6,157,247	20,145,656
Cash and cash equivalents at the end of the year	13	9,492,286	6,157,247

The annexed notes from 1 to 25 form an integral part of these financial statements.


Chief Executive Officer




Director

Dec 2022

	Cost			Accumulated Depreciation			Net book value as at Dec 31, 2022	Rate of depreciation %age
	As at 1 July 2022	Additions	Deletions	As at Dec 31, 2022	For the Year	Adjustments		
OWNED								
Office equipment	49,477			49,477	708		40,747	15%
Computer equipment	434,220			434,220	10,010		383,564	33%
Furniture and fixtures	554,050			554,050	29,112		195,002	15%
Vehicles	5,175,793			5,175,793	162,873		3,167,031	15%
Leasehold Improvements	82,754			82,754	1,119		68,947	15%
	6,296,294			6,296,294	203,822		3,855,291	
Lease Vehicle	6,469,611			6,469,611	396,145		1,583,821	15%
Total	12,765,905			12,765,905	599,967		5,439,112	7,326,793

June 2022

	Cost			Accumulated Depreciation			Net book value as at 30 June 2022	Rate of depreciation %age
	As at 1 July 2021	Additions	Deletions	As at 30 June 2022	For the Year	Adjustments		
OWNED								
Office equipment	49,477			49,477	1,666		40,039	15%
Computer equipment	434,220			434,220	29,881		373,554	33%
Furniture and fixtures	154,050	400,000		554,050	50,852		165,890	15%
Vehicles	4,295,793	2,980,000	2,100,000	5,175,793	437,315	303,516	3,004,158	15%
Leasehold Improvements	82,754			82,754	2,634		67,828	15%
	5,478,294	3,971,181	4,433,181	6,296,294	670,229	1,271,603	3,651,469	2,644,825

Lease Vehicle

	5,111,400	1,358,211		6,469,611	932,106		1,187,676	5,281,935	15%
Total	10,589,694	5,329,392	4,433,181	12,765,905	1,602,335	1,271,603	4,839,145	7,926,761	

NEW PEAK SECURITIES (PVT) LTD
Notes to the Financial Statements
For the Half year ended December 31, 2022

6 INTANGIBLE ASSETS

	Note	Dec-2022 Rupees	Jun-2022 Rupees
Trading Rights Entitlement Certificate ("TREC")	6.1	2,500,000	2,500,000
		<u>2,500,000</u>	<u>2,500,000</u>

6.1 This represents TREC received by the Company in accordance with the Stock Exchanges (Corporatization, Demutualization and Integration) Act, 2012. These have been carried at cost less accumulated impairment losses.

Vide its notice dated November 10, 2017, the PSX revised the notional value of the TREC from PKR 4 million to PKR 2.5M. As a result, the Company recognized an impairment loss of PKR 1.5 million on the TREC during fiscal 2018.

7 LONG-TERM INVESTMENTS

Investments at fair value through OCI

ISE Towers REIT Management Limited (unquoted) - opening	7.1	50,890,292	50,890,292
Adjustment for remeasurement to fair value		-	-
		<u>50,890,292</u>	<u>50,890,292</u>

7.1 As a result of the demutualization and corporatization of stock exchanges, the Company received 3,034,603 shares of ISE Towers REIT Management Limited. Of these, 60% (1,820,762 shares) were held in a separate Central Depository Company Limited ("CDC") sub-account, blocked until they are sold to strategic investors, financial institutions and/or the general public. The remaining shares (40% of total, or 1,213,841 shares) were allotted to the Company.

Until June 30, 2018, these shares were carried as available-for-sale investments (cost election) under the now-superseded IAS 39. Under IFRS 9, these shares are carried at FVOCI, resulting in a remeasurement gain in the prior year. The Company's financial statements have not been restated to reflect the change, consistent with transitional and first-time adoption provisions pertaining to IFRS 9. See Note 4.5 for a categorization, measurement basis and carrying value comparison between IAS 39 and IFRS 9.

These shares are neither listed on any exchange nor are they actively traded. As a result, fair value has been estimated by reference to the latest break-up or net asset value per share of these shares notified by ISE Towers REIT Management Limited. Remeasurement to fair value resulted in a gain of PKR XXX in the prior year (2021: 4,005,673).

3,034,603 shares of ISE Towers REIT Management Limited are pledged with the PSX to meet BMC requirements.

8 LONG-TERM DEPOSITS

Central Depository Company Limited	100,000	100,000
National Clearing Company of Pakistan Limited	1,200,000	1,200,000
PSX membership deposit	50,000	50,000
Office security deposits	81,000	81,000
	<u>1,431,000</u>	<u>1,431,000</u>

9 TRADE DEBTS

Considered good	39,536,699	35,937,568
Considered doubtful	4,817,390	4,817,390
	<u>44,354,089</u>	<u>40,754,958</u>
Less: Provision for doubtful debts	(4,817,390)	(4,817,390)
	<u>39,536,699</u>	<u>35,937,568</u>

10 LOANS AND ADVANCES & OTHER RECEIVABLE

Staff advances - unsecured, considered good	2,731,322	2,637,757
	<u>2,731,322</u>	<u>2,637,757</u>

11 PREPAYMENTS & ADVANCES

Deposits against exposure		6,209,500	11,886,500
Receivable from NCCPL		60,822	6,962,622
Other Receivables		500,412	115,259
Advance For Car		-	-
Income tax refundable	11.1	179,549	179,549
		<u>6,950,283</u>	<u>19,143,930</u>

12 SHORT TERM INVESTMENTS

Investments at fair value through profit or loss

Investment in Listed Securities in the name of Company

Pakistan International Bulk Terminal Limited
Pakistan International Airlines Corporation
Engro Polymer & Chemicals
Ise Towers Reit Management Company Limited

No. of Securities	Amount	No. of Securities	Amount
6,009	28,483	6,009	36,174
-	-	-	-
-	-	-	-
-	-	-	-
<u>6,009</u>	<u>28,483</u>	<u>6,009</u>	<u>36,174</u>

These investments are stated at fair value at the year end, using the year end redemption and share price.

13 CASH AND BANK BALANCES

	Note	Dec-2022 Rupees	Jun-2022 Rupees
Cash in hand		3,148,700	2,278,700
Cash at bank			
Proprietary accounts		240,262	422,241
Client accounts	13.1	6,103,324	3,456,306
		<u>9,492,286</u>	<u>6,157,247</u>

13.1 Cash at bank includes customers' assets in the amount of PKR (2021: 17,695,388) held in designated bank accounts.

14 ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

14.1 Authorized capital			
400,000 (2021: 400,000) ordinary shares of PKR 100 each.		<u>40,000,000</u>	<u>40,000,000</u>
14.2 Issued, subscribed and paid-up share capital			
200,000 (2022: 200,000) ordinary shares of PKR 100/- each, issued for cash		20,000,000	20,000,000
200,000 (2022: 200,000) ordinary shares of PKR 100/- each, issued as bonus shares		20,000,000	20,000,000
		<u>40,000,000</u>	<u>40,000,000</u>

14.3 Shareholders holding 5% or more of total shareholding

	Number of Shares		Percentage	
	2022	2021	2022	2021
Abdul Basit	-	167,000	0.0%	41.9%
Amina Arshad Meer	-	30,000	0.0%	7.5%
Ghulam Mujtaba Butt	-	201,950	0.0%	50.6%
	-	<u>398,950</u>	<u>0%</u>	<u>100%</u>

15 FINANCE LEASE LIABILITY

Present value of minimum lease payments	15.1	1,541,842	2,128,668
Less: Current portion		(1,119,333)	(1,119,333)
		<u>422,509</u>	<u>1,009,335</u>
Minimum lease rentals payable			
Within one year		1,119,333	1,119,333
After one year but within five years		422,509	1,009,335
After five years		-	-
		<u>1,541,842</u>	<u>2,128,668</u>
Net lease obligation		<u>1,964,351</u>	<u>2,128,668</u>

16 TRADE AND OTHER PAYABLES

Trade creditors	10,860,679	22,180,542
Accrued and other payables	7,436,250	6,973,834
	<u>18,296,929</u>	<u>29,154,376</u>

17 PROVISION FOR TAXATION

	Note	Dec-2022 Rupees	Jun-2022 Rupees
Balance at the beginning of the year		-	1,125,755
Add: current year provision		-	527,772
		<u>-</u>	<u>1,653,527</u>
Less: adjustment against previous year advance tax		-	(527,772)
Less; Adjustment against current year advance tax		-	(273,774)
Less: adjustment previous year Provision		-	(851,981)
Balance at the end of the year		<u>-</u>	<u>-</u>

18 CONTINGENCIES AND COMMITMENTS

18.1 There are no contingencies or commitments of the Company as at Dec 31, 2022(2022: Nil).

19 OPERATING REVENUE

Brokerage income	13,583,519	19,147,001
Dividend income	-	1,820,762
	<u>13,583,519</u>	<u>20,967,763</u>

20 OPERATING & ADMINISTRATIVE EXPENSES

Director's remuneration		2,608,000	6,196,000
Staff salaries, allowances and other benefits		4,527,098	6,599,196
Utilities		65,189	175,283
Postage and telephone		57,170	42,185
Entertainment		10,000	18,000
legal and professional charges		-	-
Provision for doubtful debts		-	317,533
Auditors' remuneration	20.1	373,425	391,725
Commission paid to agents		130,900	7,051,612
Rent, rates and taxes		-	254,419
Printing and stationery		-	16,000
Computer IT expenses		20,220	-

Telephone and internet charges	-	194,294
Service Charges	-	307,219
Travelling and conveyance	-	177,400
Fee and subscription	50,025	110,025
Central Depository Company charges	180,596	510,922
National Clearing Company charges	389,726	913,875
LSE service charges	-	111,278
PSX clearing charges	611,589	1,482,472
Repair and Maintenance	-	25,049
Trading Taxes	-	-
Bad Debt	-	21,334
Amortization - Intangibles	-	-
Worker welfare fund -Punjab	-	-
Miscellaneous expenses	16,856	80,479
Penalty PSX	20,000	-
Business Promotion	490,000	-
Depreciation	5	803,789
		1,454,453
		<u>10,354,583</u>
		<u>26,450,753</u>

20.1. Auditor's remuneration

Statutory audit	300,000	300,000
Certifications and other charges	73,425	91,725
	<u>373,425</u>	<u>391,725</u>

21 FINANCIAL CHARGES

Note	Dec-2022 Rupees	Jun-2022 Rupees
Mark-up on interest-bearing liabilities	-	-
Bank and other charges	4,364	8,125
	<u>4,364</u>	<u>8,125</u>

22 OTHER INCOME / LOSSES

Income from financial assets / financial liabilities

Mark-up on Bank balances	-	-
Adjustment of lease liability	-	-
	<u>-</u>	<u>-</u>

Income from non-financial assets/liabilities

Gain on sale of fixed assets	-	103,516
Reversal of Provision for doubtful debts	-	-
Sundry / miscellaneous income	2,446,130	1,122,097
	<u>2,446,130</u>	<u>1,225,613</u>

23 TAXATION

Note	Dec-2022 Rupees	30-Jun-22 Rupees
Current tax expense / (income)	-	527,772
for the year	-	(273,774)
prior years	-	253,998
	<u>-</u>	<u>253,998</u>

The tax provision made in the financial statements is considered sufficient.

24. EARNINGS PER SHARE

Basic earnings per share is calculated by dividing profit after tax for the year by the weighted average number of shares outstanding during the period, as follows:

Profit / (loss) after taxation, attributable to ordinary shareholders	5,670,702	(2,512,864)
Weighted average number of ordinary shares in issue during the year	400,000	400,000
Earnings per share	14.18	(6.28)

No figure for diluted earnings per share has been presented as the Company has not issued any dilutive instruments carrying options which would have an impact on earnings per share when exercised.

25. REMUNERATION OF CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVES


The aggregate amounts charged in the financial statements for remuneration, including benefits, to the chief executive, directors and executives of the Company as per the terms of their employment are as follows:

	2021		2022	
	Remuneration	# of persons	Remuneration	# of persons
Chief Executive Officer	850,000	0	2,480,000	1
Directors	1,758,000	0	3,716,000	4



 Chief Executive Officer





 Director