

NEW PEAK SECURITIES (PVT) LTD.

Un-audited Financial Statements

For the Year Ended December 31, 2021

NEW PEAK SECURITIES (PVT) LTD
Un-audited Statement of Financial Position
As at December 31, 2021

	Note	Dec-2021 Rupees	Jun-2021 Rupees
ASSETS			
Non-current assets			
Property and equipment	5	5,948,377	6,439,488
Intangible assets	6	2,521,334	2,521,334
Long term investments	7	50,890,292	50,890,292
Long term deposits	8	1,431,000	1,431,000
		60,791,003	61,282,114
Current assets			
Trade debts - net	9	39,356,722	38,776,384
Loans and advances	10	1,780,547	1,443,108
Prepayments & Advances	11	20,388,197	57,160,167
Short term investments	12	44,226	684,532
Cash and bank balances	13	40,061,784	20,145,659
		101,631,477	118,209,850
		162,422,479	179,491,964
EQUITY & LIABILITIES			
Share capital and reserves			
Issued, subscribed and paid-up capital	14	40,000,000	40,000,000
Unappropriated profit		38,831,656	37,346,287
Unrealized surplus / (deficit) on re-measurement of investments measured at FVOCI		20,544,262	20,544,262
Total equity		99,375,918	97,890,549
Non-current liabilities			
Finance lease liability	15	656,147	1,139,912
		656,147	1,139,912
Current liabilities			
Current portion of long term liabilities	15	851,892	851,892
Trade and other payables	16	60,412,767	78,483,856
Provision for taxation	17	1,125,755	1,125,755
		62,390,414	80,461,503
Contingencies and commitments	18	-	-
		162,422,479	179,491,964

The annexed notes from 1 to 37 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, 2021

	<i>Note</i>	Dec-2021 Rupees	Jun-2021 Rupees
Operating revenue	19	10,870,625	32,919,369
Gain/(loss) on sale of short term investments		-	(1,453,008)
Unrealized gain/(loss) on remeasurement of investments classified at FVTPL		(1,873,034)	52,503
		8,997,591	31,518,864
Operating and administrative expenses	20	(9,687,429)	33,943,988
Operating profit / (loss)		(689,838)	(2,425,124)
Financial charges	21	(2,322)	17,113
Other income and losses	22	2,177,529	2,575,427
Profit / (loss) before taxation		1,485,369	133,190
Taxation	23	-	(211,775)
Profit/(loss) for the year		1,485,369	344,965
Earnings/(loss) per share - basic	24	3.71	0.86

The annexed notes from 1 to 37 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 year ended December 31, 2021

	Note	Dec-2021 Rupees	Jun-2021 Rupees
Profit/(loss) for the year		1,485,369	344,965
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		-	4,005,673
Total comprehensive income/(loss) for the year		<u><u>1,485,369</u></u>	<u><u>4,350,638</u></u>

The annexed notes from 1 to 37 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 year ended December 31, 2021

	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, 2020	40,000,000	37,001,322	16,538,589	93,539,911
Total comprehensive income for the year				
Profit for the year		344,965		344,965
Other comprehensive income/(loss)			4,005,673	4,005,673
	-	344,965	4,005,673	4,350,638
Balance as at June 30, 2021 - restated	40,000,000	37,346,287	20,544,262	97,890,549
Issuance of bonus shares				
Total comprehensive income for the year				
Profit/(loss) for the year		1,485,369		1,485,369
Other comprehensive income/(loss)			-	-
	-	1,485,369	-	1,485,369
Balance as at December 31, 2021	40,000,000	38,831,656	20,544,262	99,375,918

The annexed notes from 1 to 37 form an integral part of these financial statements.


 Chief Executive Officer




 Director

NEW PEAK SECURITIES (PVT) LTD

Un-audited Statement of Cash Flows

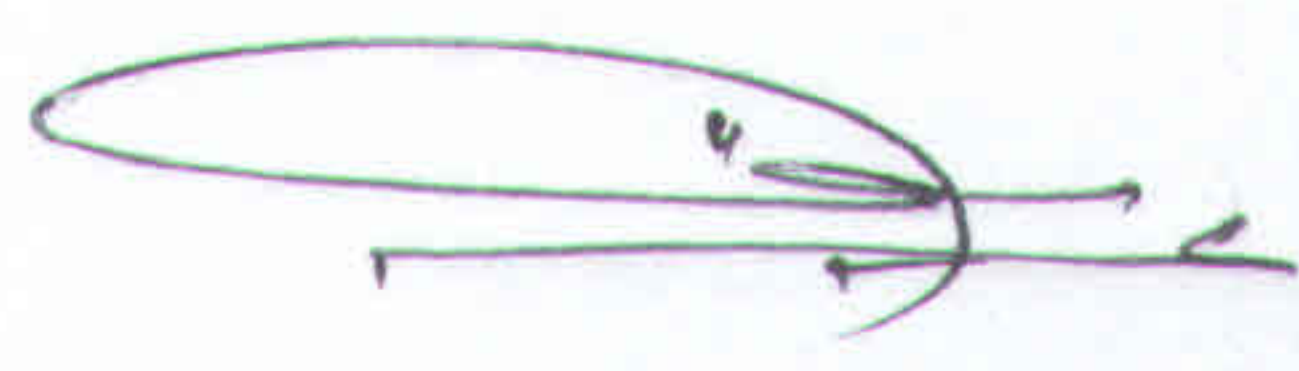
For the year ended December 31, 2021

	Note	Dec-2021 Rupees	Jun-2021 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		1,485,369	133,190
Adjustments:			
Depreciation and impairment		491,111	1,275,799
Provision for doubtful debts		-	(2,048,431)
Realized loss / (gain) on sale of short-term investments		-	1,453,008
Unrealized loss / (gain) on short-term investments		-	(52,503)
Interest income		-	-
Dividend income		-	(1,165,168)
Finance charges		2,322	17,113
		493,433	(520,182)
Operating profit before working capital changes		1,978,802	(386,992)
(Increase)/decrease in current assets			
Trade debts - net		(580,339)	10,202,176
Loans and advances		(337,439)	587,695
Prepayments & Advances		37,859,567	(29,456,085)
Increase/(decrease) in current liabilities			
Trade and other payables		(18,071,089)	5,820,193
		18,870,700	(12,846,021)
Cash generated from / (used in) operations		20,849,502	(13,233,013)
Proceeds from / (Acquisition) of short-term investments		640,306	(1,861,941)
Dividends received		-	1,165,168
Interest paid		(2,322)	(17,113)
Interest income		-	-
Taxes paid		(1,087,597)	(2,773,865)
		(449,613)	(3,487,751)
Net cash from operating activities		20,399,889	(16,720,764)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of / (acquisition of) property and equipment		-	(9,082,581)
Sale / (acquisition) of fixed assets		-	3,600,000
Net cash generated from / (used in) investing activities		-	(5,482,581)
CASH FLOWS FROM FINANCING ACTIVITIES			
Finance lease payments		(483,765)	1,139,912
Net cash generated from / (used in) financing activities		(483,765)	1,139,912
Net (decrease)/increase in cash and cash equivalents		19,916,124	(21,063,433)
Cash and cash equivalents at the beginning of the year		20,145,657	41,209,090
Cash and cash equivalents at the end of the year	13	40,061,781	20,145,657

The annexed notes from 1 to 37 form an integral part of these financial statements.


Chief Executive Officer




Director

5 PROPERTY AND EQUIPMENT

2021

	Cost			Accumulated Depreciation				Net book value as at Dec 31, 2021	Rate of depreciation %age	
	As at 1 July 2021	Additions	Deletions	As at Dec 31, 2021	As at 1 July 2021	For the Year	Adjustments			As at Dec 31, 2021
	Rupees									
OWNED										
Office equipment	49,477			49,477	38,373	833		39,206	10,271	15%
Computer equipment	434,220			434,220	343,673	14,940		358,613	75,607	33%
Furniture and fixtures	154,050			154,050	115,038	2,926		117,963	36,087	15%
Vehicles	4,295,793			4,295,793	2,870,359	106,908		2,977,267	1,318,526	15%
Leasehold Improvements	82,754			82,754	65,194	1,317		66,511	16,243	15%
	5,016,294	-	-	5,016,294	3,432,637	126,924	-	3,559,560	1,456,734	
Lease Vehicle	5,111,400			5,111,400	255,570	364,187		619,757	4,491,643	15%
Total	10,127,694	-	-	10,127,694	3,688,207	491,111	-	4,179,317	5,948,377	

During the current year, Company has transferred the ownership of the motor vehicle upon lease maturity.

2021

	Cost			Accumulated Depreciation				Net book value as at 30 June 2021	Rate of depreciation %age	
	As at 1 July 2020	Additions	Deletions	As at 30 June 2021	As at 1 July 2020	For the Year	Adjustments			As at 30 June 2021
	Rupees									
OWNED										
Office equipment	49,477	-	-	49,477	36,414	1,959	-	38,373	11,104	15%
Computer equipment	359,220	75,000	-	434,220	319,084	24,589	-	343,673	90,547	33%
Furniture and fixtures	154,050	-	-	154,050	108,153	6,885	-	115,038	39,012	15%
Vehicles	4,832,793	3,896,181	4,433,181	4,295,793	3,508,265	633,697	1,271,603	2,870,359	1,425,434	15%
Leasehold Improvements	82,754	-	-	82,754	62,095	3,099	-	65,194	17,560	15%
	5,478,294	3,971,181	4,433,181	5,016,294	4,034,011	670,229	1,271,603	3,432,637	1,583,657	
Lease Vehicle		5,111,400		5,111,400	-	255,570	-	255,570	4,855,830	15%
Total	5,478,294	9,082,581	4,433,181	10,127,694	4,034,011	925,799	1,271,603	3,688,207	6,439,487	

Handwritten signature



NEW PEAK SECURITIES (PVT) LTD

Notes to the Financial Statements

For the year ended December 31, 2021

6 INTANGIBLE ASSETS

	Note	Dec-2021 Rupees	Jun-2021 Rupees
Trading Rights Entitlement Certificate ("TREC")	6.1	2,500,000	2,500,000
		2,500,000	2,500,000
Impairment	6.2	-	-
		2,500,000	
Back Office (Smart Stock LSE)	6.2	21,334	21,334
Amortization		-	-
		2,521,334	2,478,666

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.

6.2 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.

6.2 This balance includes the software Back Office (Smart Stock LSE) purchased by the Company. The software is amortized on reducing balance method at 33.3%.

7 LONG-TERM INVESTMENTS

Investments at fair value through OCI

ISE Towers REIT Management Limited (unquoted) - opening	7.1	50,890,292	46,884,619
Adjustment for remeasurement to fair value		-	4,005,673
		50,890,292	50,890,292

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
		1,431,000	1,431,000

9 TRADE DEBTS

Considered good	9.1	39,356,722	38,776,384
Considered doubtful		4,499,857	4,499,857
		43,856,579	43,276,241
Less: Provision for doubtful debts	9.2	(4,499,857)	(4,499,857)
		39,356,722	38,776,384

9.1 The Company holds client-owned securities with a total fair value of PKR XXX (2021: PKR 98,028,621) as collateral against trade debts. Refer to note 4.7 for details around the Company's methodology for computing estimated credit losses under the expected loss model under IFRS 9.

This include amount of PKR. 0/- due to related parties.



Shirah

9.2 Movement in provision against trade debts is as under:

Note	Dec-2021 Rupees	Jun-2021 Rupees
Opening balance (as at July 1)	4,499,857	4,976,451
Charged to profit and loss during the year	-	(476,594)
	<u>4,499,857</u>	<u>4,499,857</u>
Amounts written off during the year	-	-
Closing balance (as at June 30)	<u>4,499,857</u>	<u>4,499,857</u>

10 LOANS AND ADVANCES & OTHER RECEIVABLE

Staff advances - unsecured, considered good	1,780,547	1,443,108
	<u>1,780,547</u>	<u>1,443,108</u>

11 PREPAYMENTS & ADVANCES

Deposits against exposure		12,246,000	47,525,000
Receivable from NCCPL		5,711,328	8,259,414
Other Receivables		116,415	148,895
Advance For Car		1,000,000	1,000,000
Income tax refundable	11.1	1,314,455	226,858
		<u>20,388,197</u>	<u>57,160,167</u>

11.1 The balances include deposits made by clients amounting to PKR. XXX/

11.1 Income Tax Refundable

Opening balance (as at July 1)		226,858	-
Add: Prior year adjustment		-	-
Add: Current year additions		1,087,597	2,773,865
		<u>1,314,455</u>	<u>2,773,865</u>
Less: Adjustment against previous year provision for taxation		-	(2,547,007)
Adjustment against current year provision for taxation		-	-
Balance at the end of the year		<u>1,314,455</u>	<u>226,858</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	44,226	6,009	68,382
-	-	25,000	143,750
-	-	10,000	472,400
1,213,841		1,213,841	-
<u>1,219,850</u>	<u>44,226</u>	<u>1,254,850</u>	<u>684,532</u>

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

Excluding ISE shares pledged against Base Minimum Capital requirements as disclosed elsewhere, shares with fair value PKR (2021: 540,782) have been pledged against various requirements.

13 CASH AND BANK BALANCES

Note	Dec-2021 Rupees	Jun-2021 Rupees
Cash in hand	1,159,700	-
Cash at bank		
Proprietary accounts	642,728	2,450,271
Client accounts	13.1	38,259,356
	<u>40,061,784</u>	<u>20,145,659</u>

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



Handwritten signature

14 ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

<p>14.1 Authorized capital 400,000 (2021: 400,000) ordinary shares of PKR 100 each.</p>	<p><u>40,000,000</u> <u>40,000,000</u></p>
<p>14.2 Issued, subscribed and paid-up share capital 200,000 (2021: 200,000) ordinary shares of PKR 100/- each, issued for cash 200,000 (2021: 200,000) ordinary shares of PKR 100/- each, issued as bonus shares</p>	<p>20,000,000 20,000,000 20,000,000 20,000,000 <u>40,000,000</u> <u>40,000,000</u></p>
<p>14.3 Shareholders holding 5% or more of total shareholding</p>	

Abdul Basit
Amina Arshad Meer
Ghulam Mujtaba Butt

Number of Shares		Percentage	
2022	2021	2022	2021
-	167,000	0.0%	41.9%
-	30,000	0.0%	7.5%
-	201,950	0.0%	50.6%
-	<i>398,950</i>	<i>0%</i>	<i>100%</i>

15 FINANCE LEASE LIABILITY

<p>Present value of minimum lease payments</p> <p>Less: Current portion</p>	<p><i>15.1</i></p> <p>656,147 1,139,912 851,892 851,892 <u>1,508,039</u> <u>1,991,804</u></p>
<p>Minimum lease rentals payable Within one year After one year but within five years After five years</p>	<p>- 851,892 - 1,139,912 - - <u>-</u> <u>1,991,804</u></p>
<p>Net lease obligation</p>	<p><u>1,508,039</u> <u>1,991,804</u></p>

15.1 This represents a liability to a commercial lender against a vehicle subject to finance lease. The liability, which carries mark-up at KIBOR (12 Month) +2.5% , is due for repayment in its entirety prior to December 31, 2021. As such, the entire amount has been classified as payable in the short-term.

Ghulam Mujtaba Butt



16 TRADE AND OTHER PAYABLES

Trade creditors	16.1	55,782,462	74,413,070
Accrued and other payables		4,630,305	4,070,786
Accrued and other payables		350,280	164,041
Auditor's remuneration payable		-	700,000
Withholding tax payable		1,735,109	357,038
Worker welfare fund -Punjab		499,977	499,977
FED Payable		-	339,888
NCCPL futures payables		2,044,939	2,009,841
		<u>60,412,767</u>	<u>78,483,856</u>

16.1 This include amount of PKR. XXX due to related parties.

17 PROVISION FOR TAXATION

	Note	Dec-2021 Rupees	Jun-2021 Rupees
Balance at the beginning of the year		1,125,755	3,884,537
Add: current year provision		-	1,125,755
		<u>1,125,755</u>	<u>5,010,292</u>
Less: adjustment against previous year advance tax		-	(2,547,007)
Less; Adjustment against current year advance tax		-	-
Less: adjustment previous year Provision		-	(1,337,530)
Balance at the end of the year		<u>1,125,755</u>	<u>1,125,755</u>

18 CONTINGENCIES AND COMMITMENTS

18.1 There are no contingencies or commitments of the Company as at Dec 31, 2021(2021: Nil).

19 OPERATING REVENUE

Brokerage income	10,870,625	31,754,201
Dividend income	-	1,165,168
	<u>10,870,625</u>	<u>32,919,369</u>

20 OPERATING & ADMINISTRATIVE EXPENSES

Director's remuneration		2,151,000	5,570,709
Staff salaries, allowances and other benefits		187,000	4,888,602
Utilities		85,741	384,970
Postage and telephone		26,335	36,859
Entertainment		18,000	1,542,500
legal and professional charges		-	-
Provision for doubtful debts		-	1,571,837
Auditors' remuneration	20.1	355,225	431,775
Commission paid to agents		3,768,276	10,436,841
Rent, rates and taxes		194,419	580,327
Printing and stationery		16,000	416,000
Vehicle running expenses		-	243,000
Telephone and internet charges		229,774	565,557
Service Charges		350,693	450,098
Travelling and conveyance		177,400	186,350
Fee and subscription		921,580	402,030
Central Depository Company charges		-	405,907
National Clearing Company charges		-	1,141,251
LSE service charges		534,826	110,960
PSX clearing charges		-	2,782,373
Repair and Maintenance		25,049	256,300
Trading Taxes		-	-
Bad Debt		-	-
Amortization - Intangibles		-	350,000
Worker welfare fund -Punjab		-	-
Miscellaneous expenses		-	263,943
Penalty PSX		155,000	



Shitab

Impairment loss on TREC
Depreciation

5

	491,111	925,799
	<u>9,687,429</u>	<u>33,943,988</u>

20.1. Auditor's remuneration

Statutory audit	355,225	300,000
Certifications and other charges	-	50,000
	<u>355,225</u>	<u>350,000</u>

21 FINANCIAL CHARGES

Mark-up on interest-bearing liabilities
Bank and other charges

Note	Dec-2021 Rupees	Jun-2021 Rupees
	-	-
	2,322	17,113
	<u>2,322</u>	<u>17,113</u>

22 OTHER INCOME / LOSSES

Income from financial assets / financial liabilities

Mark-up on Bank balances	-	2,022
Adjustment of lease liability	-	2,022
	-	<u>2,022</u>

Income from non-financial assets/liabilities

Gain on sale of fixed assets	-	438,422
Reversal of Provision for doubtful debts	-	476,594
Sundry / miscellaneous income	2,177,529	1,658,389
	<u>2,177,529</u>	<u>2,575,427</u>

23 TAXATION

Current tax expense / (income)

for the year
prior years

Note	Dec-2021 Rupees	30-Jun-21 Rupees
	-	1,125,755
	-	(1,337,530)
	-	<u>(211,775)</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	1,485,369	344,965
Weighted average number of ordinary shares in issue during the year	400,000	400,000
Earnings per share	3.71	0.86

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		2021	
Remuneration	# of persons	Remuneration	# of persons
-	0	2,141,209	1
0	0	3,429,500	4

Shitabs





Chief Executive Officer
Directors