

MONEYLINE SECURITIES (PVT) LTD.

Un-Audited Financial Statements

For the Period Ended December 31, 2021

MONEYLINE SECURITIES (PVT) LTD.
Un-Audited Statement of Financial Position

As at 31 December 2021

	Note	Un-Audited	Audited
		Dec-21 Rupees	Jun-21 Rupees
ASSETS			
Non-current assets			
Property and equipment	5	5,351,614	5,140,311
Intangible assets	6	5,000,000	5,000,000
Long term investments	7	20,533,912	20,533,912
Long term deposits	8	3,237,500	3,237,500
		34,123,025	33,911,723
Current assets			
Trade debts - net	9	14,877,912	9,042,569
Loans and advances	10	29,050,348	30,011,758
Trade deposits and short-term prepayments	11	1,501,000	9,950,000
Other receivables	12	9,862	194,481
Income tax refundable	13	230,508	(22,503)
Short term investments	14	13,478,528	13,636,666
Cash and bank balances	15	17,586,193	26,778,200
		76,734,351	89,591,171
		110,857,377	123,502,892
EQUITY & LIABILITIES			
Share capital and reserves			
Issued, subscribed and paid-up capital	16	100,000,000	100,000,000
Unappropriated loss		(19,057,879)	(20,622,236)
Unrealized surplus / (deficit) on re-measurement of investments measured at FVOCI		10,895,717	10,895,717
Total equity		91,837,838	90,273,481
Current liabilities			
Trade and other payables	17	18,082,786	28,872,268
Short-Term Borrowing	18	854,296	4,357,143
Provision for taxation	19	82,457	-
		19,019,539	33,229,411
Contingencies and commitments	20		
		110,857,377	123,502,892

The annexed notes from 1 to 26 form an integral part of these financial statements.

Chief Executive Officer



Director

MONEYLINE SECURITIES (PVT) LTD.**Projected Statement of Profit and Loss***For the Period Ended 31 December, 2021*

		<i>Un-Audited</i>	<i>Audited</i>
		Dec-21	Jun-21
	<i>Note</i>	Rupees	Rupees
Operating revenue	21	6,596,536	20,691,475
Gain/(loss) on sale of short term investments			531,315
Unrealized gain/(loss) on remeasurement of investments classified at FVTPL		6,113,534	380,068
		12,710,070	21,602,858
Operating and administrative expenses	22	10,579,115	15,134,251
Operating profit / (loss)		2,130,955	6,468,608
Financial charges	23	101,613	116,852
Other income and losses	24	382,529	1,684,088
Profit / (loss) before taxation		1,646,814	8,035,844
Taxation	25	82,457	503,254
Profit/(loss) for the year		1,564,357	7,532,590
Earnings/(loss) per share - basic	26	15.64	75.33

The annexed notes from 1 to 26 form an integral part of these financial statements.

Chief Executive Officer



Director

MONEYLINE SECURITIES (PVT) LTD.
Un-Audited Statement of Comprehensive Income
For the Period Ended 31 December, 2021

	Note	Un-Audited	Audited
		Dec-21 Rupees	Jun-21 Rupees
Profit/(loss) for the year		1,564,357	7,532,590
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		-	928,373
Total comprehensive income/(loss) for the year		1,564,357	8,460,963

The annexed notes from 1 to 39 form an integral part of these financial statements.

Chief Executive Officer



Director

MONEYLINE SECURITIES (PVT) LTD.

Un-Audited Statement of Cash Flows

For the Period Ended 31 December, 2021

	Note	Dec-21 Rupees	Jun-21 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		1,564,357	7,532,590
Adjustments:			
Depreciation and impairment		171,697	311,962
Impairment losses		-	-
Provision for doubtful debts		-	(938,898)
Realized loss / (gain) on sale of short-term investments		-	(531,315)
Unrealized loss / (gain) on short-term investments		(6,113,534)	(380,068)
Interest income		(165,338)	(105,455)
Dividend Received		-	(1,570,394)
Finance charges		101,613	82,516
		<u>(6,005,563)</u>	<u>(3,131,651)</u>
Operating profit before working capital changes		(4,441,206)	4,400,939
(Increase)/decrease in current assets			
Trade debts - net		(5,835,343)	(3,431,209)
Loans and advances		961,410	(20,393,916)
Other Receivables		184,619	4,419,207
Trade deposits and short-term prepayments		8,478,449	(4,150,000)
Increase/(decrease) in current liabilities			
Trade and other payables		(10,789,482)	15,090,173
		<u>(7,000,347)</u>	<u>(8,465,745)</u>
Cash generated from / (used in) operations		(11,441,553)	(4,064,807)
Proceeds from net sales of / (acquisition of) short-term investments		5,738,453	5,551,692
Finance charges paid		101,613	(82,516)
Interest income		165,338	105,455
Dividend Received		-	1,570,394
Taxes paid		(253,011)	(285,674)
		<u>5,752,393</u>	<u>6,859,351</u>
Net cash from operating activities		(5,689,161)	2,794,545
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property and equipment		-	-
Decrease / (increase) in long-term deposits		-	(500,000)
		<u>-</u>	<u>(500,000)</u>
Net cash generated from / (used in) investing activities		-	(500,000)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from / (repayment of) Short Term Loan		(3,502,847)	4,297,595
Net cash generated from / (used in) financing activities		(3,502,847)	4,297,595
Net (decrease)/increase in cash and cash equivalents		(9,192,007)	6,592,140
Cash and cash equivalents at the beginning of the year		26,778,200	20,186,060
Cash and cash equivalents at the end of the year	15	<u>17,586,193</u>	<u>26,778,200</u>

The annexed notes from 1 to 39 form an integral part of these financial statements.

[Signature]
Chief Executive Officer



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MONEYLINE SECURITIES (PVT) LTD.
Un-Audited Statement of Changes in Equity
For the Period Ended 31 December, 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	100,000,000	(28,154,826)	9,967,344	81,812,518
Total comprehensive income for the year				
Profit/ loss for the year		7,532,590		7,532,590
Other comprehensive income/(loss)			928,373	928,373
	-	7,532,590	928,373	8,460,963
Balance as at June 30, 2021	100,000,000	(20,622,236)	10,895,717	90,273,481
Total comprehensive income for the year				
Profit/ loss for the year		1,564,357		1,564,357
Other comprehensive income/(loss)				
	-	1,564,357	-	1,564,357
Balance as at 30 June, 2022	100,000,000	(19,057,879)	10,895,717	91,837,838

The annexed notes from 1 to 39 form an integral part of these financial statements.


 Chief Executive Officer




 Director

MONEYLINE SECURITIES (PRIVATE) LIMITED
UN-AUDITED NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2021

1. LEGAL STATUS AND NATURE OF BUSINESS

Moneyline Securities (Private) Limited (the "Company") was incorporated in Pakistan on April 04, 2004 as a private limited company, limited by shares, under the Companies Ordinance, 1984 repealed by Company Act 2017. The Company's registered office is situated AT Room No 303 & 304, 3rd Floor, LSE Plaza, Lahore. The Company is a holder of Trading Rights Entitlement Certificate ("TREC") of Pakistan Stock Exchange Limited and Universal member of Pakistan Mercantile Exchange Limited (PMEX). The Company is principally engaged in the business of investment advisory, purchase and sale of securities, financial consultancy, brokerage, portfolio management and securities research.

2. BASIS OF PREPARATION

2.1. Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards as applicable in Pakistan comprises of:

- Financial Reporting Standard for Small and Medium Sized Entities (IFRS for SMEs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017, and relevant provisions of the Securities Brokers (Licensing and Operations) Regulations 2016 (the "Regulations").
- Financial Statements prepared on

In case requirements differ, the provisions or directives of the Companies Act, 2017 and/or the Regulations shall prevail.

2.2. Accounting convention

These financial statements have been prepared under the historical cost convention, except:

- Investments in quoted equity securities (whether classified as assets at fair value through profit or loss, or at fair value through other comprehensive income), which are carried at fair value;
- Investments in unquoted equities, measured at fair value through other comprehensive income;
- Investments in associates, which are recorded in accordance with the equity method of accounting for such investments; and
- Derivative financial instruments, which are marked-to-market as appropriate under relevant accounting and reporting standards.

2.3. Functional and presentation currency

Items included in these financial statements are measured using the currency of the primary economic

MONEYLINE SECURITIES (PRIVATE) LIMITED
Projected Notes to the Financial Statements
For the Period Ended 31 December, 2021

5 PROPERTY AND EQUIPMENT

Description	Cost			Accumulated Depreciation			Net book value as at 31 Dec 2021	Rate of depreciation %age
	As at 1 July 2021	Additions	Deletions	As at 31 Dec 2021	For the Year	As at 31 Dec 2021		
	Rupees							
Building	7,517,894	-	-	7,517,894	118,596	2,892,660	4,625,234	5
Office equipment	457,442	-	-	457,442	8,597	294,102	163,340	10
Computer equipment	1,370,951	88,600	-	1,459,551	21,763	1,336,225	123,326	30
Furniture and fixtures	235,430	294,400	-	529,830	18,604	176,348	353,482	10
Vehicles	929,000	-	-	929,000	4,137	891,768	37,232	20
Soft Man	49,000	-	-	49,000	-	-	49,000	-
	10,559,717			10,942,717	171,697	5,591,103	5,351,614	

Description	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	For the Year	As at 30 June 2021		
	Rupees							
Building	7,517,894	-	-	7,517,894	249,675	2,774,064	4,743,830	5
Office equipment	457,442	-	-	457,442	19,104	285,505	171,937	10
Computer equipment	1,370,951	-	-	1,370,951	24,209	1,314,462	56,489	30
Furniture and fixtures	235,430	-	-	235,430	8,632	157,744	77,686	10
Vehicles	929,000	-	-	929,000	10,342	887,631	41,369	20
Soft Man	49,000	-	-	49,000	-	-	49,000	-
	10,559,717			10,559,717	311,962	5,419,406	5,140,311	

MONEYLINE SECURITIES (PVT) LTD.
UN-AUDITED NOTES TO THE FINANCIAL STATEMENTS
For the year ended December 31, 2021

6 INTANGIBLE ASSETS

	Note	Dec-22 Rupees	Jun-21 Rupees
Trading Rights Entitlement Certificate ("TREC") Pakistan Mercantile Exchange Limited	6.1	2,500,000	2,500,000
		2,500,000	2,500,000
		5,000,000	5,000,000
Impairment	6.2		
		5,000,000	5,000,000

- 6.1 Pursuant to the Stock Exchange (Corporatization, Demutualization and Integration) Act, 2012, stock exchanges operating as guarantee limited companies were converted to public limited companies. Ownership rights in exchanges were segregated from the right to trade on an exchange. As a result of such demutualization and corporatization, the Company received shares of the relevant exchange and a Trading Rights Entitlement Certificate ("TREC") against its membership card.

The TREC has been recorded as an indefinite-life intangible asset pursuant to the provisions and requirements of IAS 38. As the TREC is not a commonly tradable instrument, the value approved by the Board of Directors of the Pakistan Stock Exchange Limited ("PSX") post-mutualization was used as the initial value of the intangible. The TREC, which has been pledged with the PSX to meet Base Minimum Capital ("BMC") requirements, is assessed for impairment in accordance with relevant approved accounting standards.

- 6.2 Vide its notice dated November 10, 2017, the PSX revised the notional value of the TREC to PKR 2.5 million. As a result, the Company recognized an impairment loss on the TREC in the amount of PKR 1.5 million in fiscal 2021.

7 LONG-TERM INVESTMENTS

Investments at fair value through OCI

LSE Financial Services Limited (unquoted) - at fair value	7.1	20,533,912	19,605,539
Adjustment for remeasurement to fair value			928,373
		20,533,912	20,533,912

- 7.1 As a result of the demutualization and corporatization of stock exchanges as detailed in note 6.1, the Company received 843,975 shares of LSE Financial Services Limited. Of these, 60% (506,385 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 337,590 shares) were allotted to the Company.

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 LSE Financial Services Limited (PKR XXX / per share as at June 30, 2021, compared to PKR 24.33 / per share as at June 30, 2021). Remeasurement to fair value resulted in a gain/(Loss) of PKR XXXX as at June 30, 2022, (2021: PKR 928,373).

8 LONG-TERM DEPOSITS

Central Depository Company Limited	100,000	100,000
National Clearing Company of Pakistan Limited	1,337,500	1,337,500
Other security deposits	550,000	550,000
PMEX membership deposit	1,250,000	1,250,000
	3,237,500	3,237,500

9 TRADE DEBTS

	Note	Dec-22 Rupees	Jun-21 Rupees
Considered good	9.1	14,877,912	9,042,569
Considered doubtful		18,831,878	18,831,878
		<u>40,568,956</u>	<u>27,874,447</u>
Less: Provision for doubtful debts	9.2	-	(18,831,878)
		<u>40,568,956</u>	<u>9,042,569</u>

9.1 The Company holds client-owned securities with a total fair value of PKR: XXXXX(2021: PKR 62,050,096) 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.

Trade debts include PKR XXX/- receivable from related parties.

9.2 Movement in provision against trade debts is as under:

Opening balance (as at July 1)	18,831,878	19,770,776
Charged to profit and loss during the year	-	(938,898)
	<u>18,831,878</u>	<u>18,831,878</u>
Amounts written off during the year	-	-
Closing balance (as at June 30)	<u>18,831,878</u>	<u>18,831,878</u>

10 LOANS AND ADVANCES

Loan to Employees	550,348	550,348
Staff advances - unsecured, considered good	-	-
Advance Against Land	28,500,000	28,500,000
MF given to Client	-	961,410
	<u>29,050,348</u>	<u>30,011,758</u>

11 TRADE DEPOSITS AND SHORT-TERM PREPAYMENTS

Clearing House Deposits (Reg. & Future)	1,501,000	9,950,000
	<u>1,501,000</u>	<u>9,950,000</u>

12 Other Receivables

Receivable from NCCPL	9,862	9,862
Other receivables	-	184,619
	<u>9,862</u>	<u>194,481</u>

13 INCOME TAX REFUNDABLE

Opening balance (as at July 1)	(22,503)	195,078
Add: Current year additions	253,011	285,674
	<u>230,508</u>	<u>480,752</u>
Less: Adjustment against previous year provisions for taxation	-	-
Less: Adjustment against current year provisions for taxation	-	(503,254)
Balance at the end of the year	<u>230,508</u>	<u>(22,503)</u>

14 SHORT TERM INVESTMENTS

	Note	Dec-22 Rupees	Jun-21 Rupees
Investments at fair value through profit or loss			
Investments in listed securities		13,636,666	12,725,283
Realized on Regular Trade		-	531,315
Unrealized gain loss/gain of short term investment		(158,138)	380,068
Investments in listed securities		<u>13,478,528</u>	<u>13,636,666</u>

Shares PKR. XXX/- amounting of various quoted securities have been pledged against base minimum capital requirements and other

15 CASH AND BANK BALANCES

Cash in hand		11,615	50,282
Cash at bank			
Proprietary Account	15.1	742,933	2,560,318
Clients Account		16,831,645	24,167,600
		<u>17,586,193</u>	<u>26,778,200</u>

15.1 Cash at bank accounts includes customers' assets in the amount of PKR XXX (2021: 24,167,600) held in designated bank

16 ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

16.1 Authorized capital			
100,000 (2022: 100,000) ordinary shares of PKR 1,000 each.		<u>100,000,000</u>	<u>100,000,000</u>
16.2 Issued, subscribed and paid-up share capital			
100,000 (2022: 100,000) ordinary shares of PKR 1,000/- each, issued for cash		100,000,000	100,000,000
		<u>100,000,000</u>	<u>100,000,000</u>

16.3 Shareholders holding 5% or more of total shareholding

	Number of Shares		Percentage	
	2022	2021	2022	2021
Afrab Mohi Ud Din	16,500	16,500	17%	17%
Dr.Zeeshan Miraj	33,000	33,000	33%	33%
Dr.Khalid Perviaz Saqib	16,500	16,500	17%	17%
Shams Tabryaz	1,000	1,000	1%	1%
Dr.Manzoor qadir	33,000	33,000	33%	33%
	<u>102,022</u>	<u>100,000</u>	<u>100%</u>	<u>100%</u>

17 TRADE AND OTHER PAYABLES

Trade creditors	17.1	14,137,096	19,304,157
Auditor's remuneration payable		180,775	180,775
Accrued and Other payables		398,912	409,862
Tax Payable		1,529,148	1,767,341
National clearing future trades payables		1,836,855	7,210,134
		<u>18,082,786</u>	<u>28,872,268</u>

17.1 This include amount of Rs: 2,536,948/-due to related parties.

18 SHORT-TERM BORROWINGS

	Note	Dec-22 Rupees	Jun-21 Rupees
Running Finance From MCB	18.1	854,296	4,357,143
		<u>854,296</u>	<u>4,357,143</u>

18.1 The balance represents the amount drawn down against a total facility of PKR 9 million obtained from MCB Bank Limited. It carries mark-up of 4% per annum + 3-month KIBOR average ask rate.

19 PROVISION FOR TAXATION

Balance at the beginning of the year	-	-
Add: Current year provision	82,457	503,254
	<u>82,457</u>	<u>503,254</u>
Less: Adjustment against previous year advance tax	-	-
Less: Adjustment against current year advance tax	-	(503,254)
Balance at the end of the year	<u>82,457</u>	<u>-</u>

20 CONTINGENCIES AND COMMITMENTS

20.1 There are no contingencies or commitments of the Company as at June 30, 2022 (2021: Nil).

21 OPERATING REVENUE

Brokerage income	6,151,507	23,188,469
Less: Commission Expense	(1,108,078)	(4,067,387)
Dividend income	1,553,107	1,570,394
	<u>6,596,536</u>	<u>20,691,475</u>

22 OPERATING & ADMINISTRATIVE EXPENSES

Director's remuneration	2,440,000	4,200,000
Staff salaries, allowances and other benefits	3,040,500	6,019,000
Utilities	252,697	375,905
Postage and telegram	1,818,863	12,638
Entertainment	237,217	365,516
Legal & professional charges	217,000	500,000
Audit Fee	150,000	155,300
Telephone and internet charges	94,900	177,840
Fee and subscription	149,832	292,393
Printing and Stationary	50,935	122,873
CDC charges	565,218	361,373
NCSS charges	379,706	1,708,900
Clearing house fee	134,388	125,000
Rent, Rates & Taxes	70,000	230,000
Charity donations	15,000	7,000
Travelling and conveyance	-	1,500
Newspaper and Periodicals	4,472	10,767
Repair and Maintenance	786,690	156,283
Miscellaneous / sundry expenses	-	-
Depreciation	171,697	311,963
	<u>10,579,115</u>	<u>15,134,251</u>

22.1 Auditor's remuneration

Statutory audit	150,000	155,300
Certifications and other charges	-	-
	<u>150,000</u>	<u>155,300</u>

23. FINANCIAL CHARGES

Note	Dec-22 Rupees	Jun-21 Rupees
Mark-up on interest-bearing loans	74,277	82,516
Bank and other charges	27,336	34,336
	<u>101,613</u>	<u>116,852</u>

24. OTHER INCOME / LOSSES

Income from financial assets

Mark-up on:

Profit on MF	128,732	-
Bank Profit	36,606	105,455
	<u>165,338</u>	<u>105,455</u>

Income / loss from non-financial assets/liabilities

Unrealized loss on investment	-	-
Realized loss on investment	-	-
Other income	-	639,735
(Loss) / gain on sale of fixed assets	-	-
Reversal Of Provision For Taxation	-	938,898
Sundry / miscellaneous income	217,191	-
Expenses Write-Off	-	-
	<u>382,529</u>	<u>1,684,088</u>

25. TAXATION

Current tax expense / (income)		
	for the year	
	prior years	
	82,457	503,254
	-	-
	<u>-</u>	<u>503,254</u>

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

26. 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

Profit / (loss) after taxation, attributable to ordinary shareholders	1,564,357	7,532,590
Weighted average number of ordinary shares in issue during the year	100,000	100,000
Earnings per share	<u>15.64</u>	<u>75.33</u>

No figure for diluted earnings per share has been presented as the Company has not issued any dilutive instruments carrying options


Chief Executive Officer




Director