

AL Habib Capital Markets (Private) Limited

Financial Statements (Un-Audited)

For the half year ended

June 30, 2022

AL Habib Capital Markets (Private) Limited

Balance Sheet (Un-Audited)

As at 30 June 2022

	Note	30 June 2022 (Rupees)
ASSETS		
NON-CURRENT ASSETS		
Property and equipment	1	6,013,279
Intangible assets	2	2,552,083
Long term loans, advances and deposits	3	10,714,044
Deferred tax asset - net		<u>5,439,444</u>
		24,718,850
CURRENT ASSETS		
Short term investments	4	277,577,605
Trade debts	5	579,138,990
Loans and advances	6	240,370
Deposits and prepayments	7	211,343,050
Other receivables	8	5,192,700
Taxation - net		25,495,008
Cash and bank balances	9	216,431,501
		<u>1,315,419,224</u>
		<u><u>1,340,138,075</u></u>
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Issued, subscribed and paid-up capital	10	300,000,000
Unappropriated profit		86,431,319
Unrealized gain on re-measurement of available-for-sale investments		<u>(28,158,094)</u>
		358,273,225
CURRENT LIABILITIES		
Short term borrowing	11	674,946,595
Trade payables, accrued expenses and other liabilities	12	306,598,901
Sales tax and FED payable		319,354
		<u>981,864,850</u>
		<u><u>1,340,138,075</u></u>

The annexed notes 1 to 16 form an integral part of these financial statements.



Chief Executive



Chief Financial Officer

AL Habib Capital Markets (Private) Limited
Profit and Loss Account (Un-Audited)
For the half year ended 30 June 2022

	<i>Note</i>	30 June 2022 (Rupees)
INCOME		
Brokerage revenue	13	28,254,172
Share subscription income		9,073
Dividend income		3,661,200
Interest income from Pakistan Investment bond		6,108,714
Interest income from MFS		5,213,738
Interest income from MTS		15,372,549
Profit on saving and deposit accounts		75,207
Capital gain/(loss) on sale of equity securities at FVTPL		10,485,419
Other income	14	<u>15,202,709</u>
		84,382,781
EXPENSES		
Administrative expenses	15	<u>(55,471,217)</u>
Finance cost	16	<u>(26,197,498)</u>
		(81,668,715)
Workers' Welfare Fund		(59,099)
		<u>2,654,967</u>
PROFIT BEFORE TAXATION		
Taxation - current		<u>(2,332,659)</u>
- deferred		301,835
		<u>(2,030,824)</u>
PROFIT AFTER TAXATION		
		<u><u>624,142</u></u>

The annexed notes 1 to 16 form an integral part of these financial statements.



Chief Executive




Chief Financial Officer

1. PROPERTY AND EQUIPMENT

	30 June 2022							Rate of depreciation per annum
	Cost			Accumulated depreciation			Written down As at 30 June 2022	
	As at 01 Jan 2022	Additions / (disposals)	As at 30 June 2022	As at 01 Jan 2022	Charge for the period / (disposals)	As at 30 June 2022		
	(Rupees)							%
Room and booths	14,500,000	-	14,500,000	11,600,037	362,502	11,962,539	2,537,461	5
Motor vehicles	3,940,300	160,100 (1,659,400)	2,441,000	2,372,376	257,006 (1,093,540)	1,535,842	905,158	20
Furniture and fixture	2,435,282	59,000	2,494,282	1,998,451	37,288	2,035,739	458,543	10
Office equipments	7,623,905	286,000 (35,000)	7,874,905	6,267,716	216,089 (6,417)	6,477,388	1,397,517	20
Computer equipment	6,596,035	151,500 (56,970)	6,690,565	5,882,487	138,104 (44,626)	5,975,965	714,600	20
	<u>35,095,522</u>	<u>656,600</u> <u>(1,751,370)</u>	<u>34,000,752</u>	<u>28,121,067</u>	<u>1,010,989</u> <u>(1,144,583)</u>	<u>27,987,473</u>	<u>6,013,279</u>	

2. INTANGIBLE ASSETS

	30 June 2022							Rate of Amortisation per annum
	Cost			Accumulated amortisation / impairment			Written down As at 30 June 2022	
	As at 01 Jan 2022	Additions	As at 30 June 2022	As at 01 Jan 2022	Charge for the period	As at 30 June 2022		
	(Rupees)							%
Website	275,000	-	275,000	229,171	25,002	254,173	20,827	50
Computer software	5,167,499	-	5,167,499	5,064,333	71,910	5,136,243	31,256	50
Trading right entitlement certificate	2,500,000	-	2,500,000	-	-	-	2,500,000	-
	<u>7,942,499</u>	<u>-</u>	<u>7,942,499</u>	<u>5,293,504</u>	<u>96,912</u>	<u>5,390,416</u>	<u>2,552,083</u>	

Note

Un-Audited
30 June
2022
(Rupees)

3. LONG TERM LOANS, ADVANCES & DEPOSITS

Long term loans

Staff loan	48,385
Less: current portion of staff loan	(31,146)
Long term portion of staff loan	17,239

Security deposits

- security deposit	1,400,000
-Modarba deposit for vehicle	9,285,305
-other deposit	11,500
	-
	10,696,805

10,714,044

4. SHORT TERM INVESTMENTS

Available-for-sale

Equity securities-FVOCI	4.1	74,037,008
Equity securities-FVTPL		48,647,010
Pakistan Investment bond		154,893,587
		277,577,605

4.1 * These shares are pledged against PSX/NCCPL/Banks as collateral. Details of shares pledged are as follows:

	(Number of Shares)
The Hub Power Company Limited *	285,000
Pakistan Petroleum Limited *	177,000
Habib Bank Limited *	87,000
Attock Petroleum Limited *	9,000
Engro Corporation Limited *	35,200
Pakistan Stock Exchange Limited*	1,902,953
Oil & Gas Development Company Limited*	42,000

5. TRADE DEBTS - considered good

Due from clients against trading of securities	196,983,529
Due from National Clearing Company of Pakistan Limited	18,374,617
Due from clients against Margin Financing	70,848,141
Due against Margin Trading	292,099,792
Due from associated companies / persons against trading of securities	832,911
	579,138,990

5.1 The aging analysis of the trade debts is as follows:

Upto 5 days	192,492,389
More than 5 days*	386,646,601
	579,138,990

* The custody available against these receivable is Rs.3,720 804 million.

6. LOANS AND ADVANCES

Current portion Loan to employees - secured	31,146
Advances to employees - secured	176,224
Advance for expenses to contractors & suppliers	33,000
	240,370

7. DEPOSITS AND PREPAYMENTS

Exposure deposit with National Clearing Company of Pakistan Limited	211,343,050
	211,343,050

8. OTHER RECEIVABLES	Note	Un-Audited 30 June 2022 (Rupees)
Interest on PLS A/cs.		16,205
Interest receivable on Pakistan Investment Bonds		3,812,672
Others		1,363,823
		<u>5,192,700</u>

9. CASH AND BANK BALANCES

Cash in hand	101,417
Cash with banks in:	
- Current accounts	18,008,887
- Saving accounts	198,321,197
	<u>216,330,084</u>
	<u>216,431,501</u>

9.1 This includes Rs. 215.221 million kept in designated bank accounts maintained on behalf of clients.

10. SHARE CAPITAL

10.1 Authorised Capital

30 June 2022 (Number of shares)		30 June 2022 (Rupees)
<u>50,000,000</u>	Ordinary shares of Rs. 10/- each fully paid in cash	<u>500,000,000</u>

10.2 Issued, subscribed and paid-up share capital

<u>30,000,000</u>	Ordinary shares of Rs. 10/- each fully paid in cash	<u>300,000,000</u>
-------------------	--	--------------------

10.3 Pattern of shareholding

Categories of Shareholders	Number of shares held	% of shares held
Bank AL Habib Limited (Holding Company)	19,999,600	66.67%
Others	2,499,898	8.33%
Individuals	7,500,502	25.00%
	<u>30,000,000</u>	<u>100.00%</u>

11. SHORT TERM BORROWING

Short Term Running Finance - Secured	11.1	<u>674,946,595</u>
--------------------------------------	------	--------------------

11.1 The running finance facilities available to the Company at period end amounts to Rs. 750 million and Rs. 100 million and 100 million from Bank Al Habib Ltd (BAHL) & Bank Alfalah Ltd (BAFL) & Askari Bank Ltd (AKBL) respectively. The facilities carry mark-up rate at 3 month Avg KIBOR Ask +1 % to 2% .These facilities are secured by pledge of listed equity securities, Govt. securities and in case of BAHL & AKBL there is also secured against hypothecation charge on book debts of the company.

12. TRADE PAYABLES, ACCRUED EXPENSES AND OTHER LIABILITIES	Note	Un-Audited 30 June 2022 (Rupees)
Due to clients against trading of securities		282,148,234
Workers' Welfare Fund payable		2,403,756
Accrued expenses		6,660,740
Other liabilities		<u>15,386,171</u>
		<u>306,598,901</u>
13. BROKERAGE REVENUE		
Retail customers		14,816,443
Institutional customers		12,441,286
Proprietary trade		<u>996,443</u>
		<u>28,254,172</u>
14. OTHER INCOME		
Profit on PSX exposure		3,663,575
Interest on staff loans		5,265
Gain on disposal of property and equipment		3,373,213
Fee charged for clients' fund management		5,962,143
Miscellaneous income		<u>2,198,513</u>
		<u>15,202,709</u>
15. ADMINISTRATIVE EXPENSES		
Salaries and other benefits		35,369,829
Printing and stationery		92,621
Auditors' remuneration		330,100
Rent, rates and taxes		1,660,298
Vehicles running		1,389,552
Utilities		1,320,527
Legal and professional charges		677,004
Insurance		978,084
Newspapers and periodicals		8,949
Entertainment		112,602
Advertisement and business promotion		8,700
Computer expenses		1,479,528
Clearing house charges		4,557,548
Office security		533,910
Depreciation	1	1,010,989
Amortization	2	96,912
Repairs and maintenance		197,815
Conveyance and travelling		160
Communication		588,958
Fee and subscription		3,112,968
Lease rental of vehicles		1,607,547
Office supplies		203,268
Others		116,196
Postage		<u>17,153</u>
		<u>55,471,217</u>
16. FINANCE COST		
Mark-up on short term running finance		26,071,186
Bank charges		<u>126,312</u>
		<u>26,197,498</u>


Chief Executive




Chief Financial Officer