

**SPINZER EQUITIES
(PRIVATE) LIMITED**

**Unaudited Financial Statements
For the Half-Year Ended 31st December, 2019**

SPINZER EQUITIES (PRIVATE) LIMITED

Balance Sheet

As at 31st December, 2019

	Note	31-Dec-2019 Rupees (Un-audited)	30-Jun-2019 Rupees (Audited)
Non-Current Assets			
Fixed assets			
Property and equipment	4.1	3,459,145	3,713,960
Intangible asset	4.2	2,554,675	2,560,750
Long term investments	6	42,757,556	42,757,556
Long term deposits	7	505,000	505,000
		49,276,376	49,537,266
Current Assets			
Accounts receivables	8	4,407,408	1,291,199
Deposits, prepayments and other receivables	9	4,182,840	4,105,950
Income tax refundable		471,194	1,895,527
Short term investments	5	8,622,927	7,469,132
Cash and bank balances	10	17,644,815	4,709,372
		35,329,184	19,471,180
		84,605,560	69,008,446
Equity and Liabilities			
Authorized		40,000,000	40,000,000
4,000,000 (2018: 4,000,000) Ordinary Shares of Rupees 10/- each			
Issued, subscribed and paid up			
3,538,288 (2018: 3,538,288) Ordinary Shares of Rupees 10/- each fully paid			
Unrealized surplus / (deficit) on re-measurement of investment measured at market value		12,411,526	12,411,526
Unappropriated profit / (loss)		20,134,409	15,850,511
		67,928,815	63,644,917
Current Liabilities			
Trade and other payables	11	16,676,745	5,082,352
Provision for taxation		-	281,177
		16,676,745	5,363,529
Contingencies and commitments			
	12	-	-
		84,605,560	69,008,446

The annexed notes 1 to 20 form an integral part of these financial statements.

 Chief Executive

 Director



SPINZER EQUITIES (PRIVATE) LIMITED

Profit and Loss Account

For the Half-Year ended 31st December, 2019

	Note	31-Dec-2019 Rupees (Un-audited)	30-Jun-2019 Rupees (Audited)
Revenue			
Income from brokerage	13	4,957,599	6,755,057
Gain / (loss) on short term investments		1,153,795	(180,834)
Unrealized gain / (loss) on remeasurement of investments		1,250,041	(2,980,122)
		<u>7,361,435</u>	<u>3,594,101</u>
Operating and Administrative expenses	14	(4,331,853)	(8,138,379)
Profit / (loss) from operation		<u>3,029,582</u>	<u>(4,544,278)</u>
Financial charges	15	(3,379)	(16,535)
Other income / (loss)	16	1,257,695	1,592,710
Profit / (Loss) before taxation		<u>4,283,898</u>	<u>(2,968,103)</u>
Taxation		-	(281,176)
Profit / (Loss) after taxation		<u>4,283,898</u>	<u>(3,249,279)</u>

The annexed notes 1 to 20 form an integral part of these financial statements.



Chief Executive



Director


SPINZER EQUITIES (PRIVATE) LIMITED

Statement of Comprehensive Income

For the Half-Year ended 31st December, 2019

	<i>Note</i>	31-Dec-2019 Rupees (Un-audited)	30-Jun-2019 Rupees (Audited)
Profit / (Loss) after Taxation		4,283,898	(3,249,279)
Other comprehensive income for the year		-	-
Total Comprehensive income for the year		<u><u>4,283,898</u></u>	<u><u>(3,249,279)</u></u>

The annexed notes 1 to 20 form an integral part of these financial statements.



Chief Executive





Director

SPINZER EQUITIES (PRIVATE) LIMITED

Statement of Changes in Equity

For the Half-Year ended 31st December, 2019

	Share capital Rupees	Share premium Rupees	Unrealized Surplus Rupees	Unappropriated profit/ (Loss) Rupees	Total Rupees
Balance as at 01 July 2018	17,100,000	-	12,411,526	19,099,790	48,611,316
Shares issued during the period	18,282,880	-	-	-	18,282,880
Net profit / (loss) for the year ended 30 June, 2019	-	-	-	(3,249,279)	(3,249,279)
Balance as at 30 June, 2019	35,382,880	-	12,411,526	15,850,511	63,644,917
Balance as at 01 July 2019	35,382,880	-	12,411,526	15,850,511	63,644,917
Net profit / (loss) for the half-year ended 31 Dec, 2019	-	-	-	4,283,898	4,283,898
Balance as at 31 December, 2019	35,382,880	-	12,411,526	20,134,409	67,928,815

The annexed notes 1 to 20 form an integral part of these financial statements.



Chief Executive


Director

SPINZER EQUITIES (PRIVATE) LIMITED

Notes to the Financial Statements

For the Half-Year ended 31st December, 2014

1 The Company's operations and registered office

The company was incorporated on January 01, 2014 under the Companies Ordinance 1984 as a Private Limited company under the Companies Ordinance 1984 as a Private Limited company at Islamabad and is primarily engaged in the business of stocks, brokerage, portfolio management and in secondary capital market operations. It is also actively taking part in the initial public offerings(IPO's) and providing all relative services to the general public to promote investment and company does not hold assets in fiduciary capacity. Company office is situated at Stock Exchange Building Islamabad.

2 Statement of compliance

These accounts have been prepared in accordance with the approved International Accounting Standards (IAS) as applicable in Pakistan. Approved Accounting Standards comprise of such International Financial Reporting Standards (IFRS) issued by International Accounting Standard Board as are notified under the repealed Companies Ordinance, 1984. In case requirements differ, the provisions or directives of the repealed Companies Ordinance, 1984 shall prevail.

The financial statements of the company have been prepared in accordance with the provisions of the repealed Companies Ordinance, 1984 as per the directives of Securities and Exchange Commission of Pakistan issued vide Circular No.17 dated July 20, 2017

3 Significant accounting policies

3.1 Accounting Convention

The financial statements have been prepared under the historical cost convention except for certain financial assets and liabilities which are stated at their fair value or amortized cost as applicable.

The preparation of financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognized prospectively commencing from the period of revision.

3.2 Property and equipment

These are stated at historical cost less accumulated depreciation and impairment losses, if any, except freehold land and capital work in progress are stated at Cost.

Depreciation is calculated using the reducing balance method, at the rates specified in the fixed assets schedule, which are considered appropriate to write off the cost of the assets over their estimated useful lives. The Depreciation on property and equipment is charged on monthly basis.

3.3 Intangible assets

3.4 Long Term Deposits and Loans

Long term deposits and Loans are stated at Cost.

3.5 Account Receivables

Account Receivables are recognized and carried at original amount which is fair value of the consideration to be received in future. Debts considered irrecoverable are written-off.

3.6 Taxation

The charge for current taxation is based on taxable income at current rate of taxation of the Income Tax Ordinance, 2001 after taking into account applicable tax credits and rebates, if any. On Income subject to Normal Taxation and on presumptive basis on Income subject to Final Taxation.

3.7 Trade and settlement date accounting

All "regular way" purchases and sales of listed securities are recognized on the trade date, i.e. the date that the Company commits to purchase/ sell the asset. Regular way purchase or sale of financial assets are those, the contract for which requires delivery of assets within the time frame established generally by regulation or convention in the market place concerned.

3.8 Securities under repurchase/reverse repurchase agreements

Transactions of repurchase/ reverse repurchase of investment securities are entered into at contracted rate for specified periods of time.

3.9 Revenue recognition

- a) Brokerage, advisory fees, commission and other income are accrued as and when due.
- b) Dividend income on equity investments is recognized, when receive the same.
- c) Gains or losses on sale of investments are recognized in the period in which they arise.
- d) Unrealized capital gains/(losses) arising from marking to market of investments classified as 'financial assets at fair value through profit or loss - held for trading are included in profit and loss account in the period in which they arise.

3.10 Provisions

A provision is recognized when the Company has a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of obligation.

3.11 Cash and cash equivalents

For the purpose of cash flow statement, cash and cash equivalents comprise of cash in hand, balance with banks on current and deposit accounts and short term running finance account.

3.12 Contingencies and Commitments

A contingent liability is disclosed when the Company has a possible obligation as a result of past event, existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Company; or the Company has a present legal or constructive obligation that arises from past event, but it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation, or the amount of the obligation cannot be measured with sufficient reliability.

		31-Dec-15	30-Jun-15	
4	Property and equipment	4.1	3,459,145	354,867
	Intangible	4.2	2,554,675	4,000,000
			<u>6,013,820</u>	<u>4,354,867</u>

4 Property and Equipmmt

PARTICULARS	COST			DEPRECIATION			Book value as at 30-Dec 2019
	As at 1 July 2019	Additions/(Deletion)during the period	As at 30-Dec 2019	Rate	As at 1 July 2019	For the period	
4.1 Tangible							
OWNED							
Office equipments	324,100	51,400	375,500	10	116,120	12,969	246,411
Computer equipments	314,910	57,865	372,775	30	234,528	20,737	117,510
Furniture and Fixture	168,500	8,000	176,500	10	76,780	4,986	94,734
Vehicle	5,209,184	-	5,209,184	20	1,875,306	333,388	3,000,490
Rupees	6,016,694	117,265	6,133,959		2,302,734	372,080	3,459,145

4.2 Intangible

	30-Dec-19
Trading Rights Entitlement Certificate	Rupees 2,500,000
Accounting Software	75,000
Less: Acc. Depreciation	20,325
	54,675
	2,554,675

5 Short term investments

S.N.	Symbol	Company Name (Listed)	Qty	Price	Amount
1	ATRL	ATTOCK REFINERY LIMITED	1,000	111.69	111,690
2	BYCO	BYCO PETROLEUM LIMITED	70,000	6.82	477,400
3	EBERT	ENGRO FERTILIZER LIMITED	6,000	73.43	440,580
4	FATIMA	FATIMA FERTILIZER LIMITED	70,000	26.59	1,861,300
5	FCEPL	ENGRO FOODS LIMITED	6,000	79.3	475,800
6	PFC	FAUJI FERTILIZER COMPANY LIMITED	15,000	101.47	1,522,050
7	GAIL	GHANI AUTO INDUSTRIES LIMITED	20,000	4.83	96,600
8	HASCOL	HASCOL LIMITED	5,000	26.9	134,500
9	HCAR	HONDA ATLAS	2,000	218.94	437,880
10	KEL	KARACHI ELECTRIC	120,000	4.37	524,400
11	NRL	NATIONAL REFINERY LIMITED	2,000	141.08	282,160
12	PACE	PACE PAKISTAN LIMITED	60,000	2.34	140,400
13	PIBTL	PAKISTAN INTERNATIONAL BULK TERMINAL LIMITED	50,000	10.81	540,500
14	POWER	POWER CEMENT LIMITED	80,000	6.15	492,000
15	PSO	PAKISTAN STATE OIL LIMITED	3,413	191.64	654,067
16	PSX	PAKISTAN STOCK EXCHANGE LIMITED	5,000	12.48	62,400
17	PTC	PAKISTAN TELECOMMUNICATIONS CO. LIMITED	30,000	9.36	280,800
18	TPL	TPL CORPORATION	20,000	4.42	88,400

8,622,927

SPINZER EQUITIES (PRIVATE) LIMITED

	<i>Note</i>	31-Dec-2019	30-Jun-2019
		Rupees	Rupees
6 Long term investments			
ISE Towers REIT Mgmt Ltd (unquoted)		<u>42,757,556</u>	<u>42,757,556</u>
		<u>42,757,556</u>	<u>42,757,556</u>
6.1 These represent the shares received from ISE Towers REIT Management Limited (Formerly Islamabad Stock Exchange (ISE)) in pursuance of corporatization and demutualization of ISE as public company limited by shares in accordance with the requirement of the Stock Exchanges (Corporatization, Demutualization and Integration Act, 2012 (the Act)).			
6.2 Accordingly, the company has been allotted 3,034,603 shares of ISE of Rs. 10/- each based on the valuation of their assets and liabilities as approved by the SECP. The company has received 40% equity shares i.e. 1,213,841 shares of ISE. The remaining 60% shares are transferred to CDC sub-account in company's name under ISE's participant IDs with the CDC which will remain blocked until these are divested to strategic investor's), general public and financial institutions. Now all these shares as 3,034,603 are pledged with ISE's participant IDs to maintain the Base Minimum Capital "BMC".			
7 Long term deposits			
CDC deposits		100,000	100,000
NCCPL deposits		205,000	205,000
Pakistan Stock Exchange Ltd deposits		<u>200,000</u>	<u>200,000</u>
		<u>505,000</u>	<u>505,000</u>
8 Accounts receivables			
Accounts receivables		<u>4,407,408</u>	1,291,199
	<i>8.1</i>	<u>4,407,408</u>	<u>1,291,199</u>
8.1 Receivables from clients relate to operating revenues, are secured and considered good by the Management.			
9 Deposits, prepayments and other receivables			
Rent and other prepayments		2,569,350	2,834,775
NCSS receivables		-	1,247,277
Advance tax		1,593,048	-
other receivables		<u>20,442</u>	<u>23,898</u>
		<u>4,182,840</u>	<u>4,105,950</u>
10 Cash and bank balances			
Cash in hand		8,262	15,565
Cash at Bank			
In proprietary account		<u>48,597</u>	<u>553,425</u>
In client account		<u>17,587,956</u>	<u>4,140,382</u>
		<u>17,636,553</u>	<u>4,693,807</u>
		<u>17,644,815</u>	<u>4,709,372</u>
11 Trade and other payables			

SPINZER EQUITIES (PRIVATE) LIMITED

	31-Dec-2019	30-Jun-2019
<i>Note</i>	Rupees	Rupees
Trade creditors	14,327,710	4,545,390
NCSS payables	1,359,882	-
Tax payable	194,448	67,377
Accrued expenses and other payables	794,705	469,585
	<u>16,676,745</u>	<u>5,082,352</u>
12 Contingencies and Commitments		
12.1 The Company has pledged/hypothecated TRE Certificate of Pakistan Stock Exchange Limited (PSX) and 3,034,603 ordinary shares of LSEFSL with PSX in compliance with Base Minimum Capital (BMC) requirement under Regulation 2.1 of the Regulations Governing Risk Management of the PSX.		
13 Income from brokerage		
Commission Income - Net	4,957,599	6,755,057
	<u>4,957,599</u>	<u>6,755,057</u>
14 Operating and Administrative expenses		
Staff Salaries	1,967,453	3,324,388
Communication charges	43,058	130,100
Legal & Professional Charges	31,138	45,000
Rent, Rates, and Taxes	792,000	1,584,000
Postage & Courier	4,827	941
Printing and Stationery	48,635	50,773
Website Charges	8,000	86,000
EOBI	14,208	42,970
Fee and Subscription	50,000	66,060
Provision for doubtful debts	-	38,172
Entertainment	55,884	182,137
Misc Charges	27,900	54,249
CDC Charges	86,744	277,177
NCCPL Charges	87,142	190,461
ISE Charges	208,403	523,637
PSX Charges	404,616	481,486
Software	21,140	-
Repair and Maintenance	7,550	8,300
Auditors remuneration	95,000	150,000
Depreciation & Amortization	378,155	902,528
	<u>4,331,853</u>	<u>8,138,379</u>
15 Financial charges		
Bank charges	3,379	16,535
	<u>3,379</u>	<u>16,535</u>
16 Other Income / (loss)		
Other Income	317,200	306,682
Dividend income	940,495	1,286,028
	<u>1,257,695</u>	<u>1,592,710</u>

SPINZER EQUITIES (PRIVATE) LIMITED

Note	31-Dec-2019 Rupees	30-Jun-2019 Rupees
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17 Accounting Estimates And Judgments

17.1 Property, plant and equipment

The Company reviews the rate of depreciation/useful life, residual values and value of assets for possible impairment on an annual basis. Any change in the estimates in future years might affect the carrying amounts of the respective items of property, plant and equipment with a corresponding affect on the depreciation charge and impairment.

17.2 Intangible assets

The Company reviews the rate of amortization and value of intangible assets for possible impairment on an annual basis. Any change in the estimates in future years might affect the carrying amounts of respective items of intangible asset with a corresponding affect on the amortization charge and impairment.

17.3 Investment stated at fair value

The Company has determined fair value of certain investments by using quotations from active market. Fair value estimates are made at a specific point in time based on market conditions and information about financial instruments. These estimates are subjective in nature and involve uncertainties and matter of judgments (e.g. valuation, interest rates, etc.) and therefore cannot be determined with precision.

17.4 Trade debts

The Company reviews its debts portfolio regularly to assess amount of any provision required against such debtors.

18 Number of employees

Total number of employees at the end of year was 8.

19 Authorization


19.1 These financial statements were authorized for issue on 27-Feb-2020 by the Board of Directors of the Company.

20 General

20.1 Figures have been rounded off to the nearest of rupee.

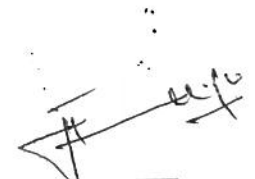
20.2 Corresponding figures have been rearranged, wherever necessary for the purposes of comparison. However, no significant rearrangement / reclassification have been made in these financial statements.

The annexed notes 1 to 20 form an integral part of these financial statements.



Chief Executive





Director