

**Spectrum Securities Limited**  
**Un-audited Financial Statements**  
**For the Period ended December 31, 2023**

**Spectrum Securities Limited.**  
**Balance Sheet**  
**As On 31 December 2023**

	<u>Notes</u>	(Un-audited) 31/12/2023 -- (Rupees) --	(Audited) 30/06/2023 --- (Rupees) ---
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property and equipments	1	22,035,639	16,221,781
Intangible assets	2	2,602,437	2,613,306
Deferred tax asset	3	728,495	728,495
Long term deposits	4	2,639,700	2,639,700
		<b>28,006,271</b>	<b>22,203,282</b>
<b>Current assets</b>			
Trade debts	5	19,070,466	4,136,376
Short term investments	6	105,463,501	26,168,268
Deposits, prepayments and other receivables	7	344,462,199	92,828,779
Receivable against margin financing		25,560,696	11,603,741
Cash and bank balances	8	7,019,693	5,201,985
		<b>501,576,555</b>	<b>139,939,149</b>
		<b>529,582,826</b>	<b>162,142,431</b>
<b>CAPITAL AND LIABILITIES</b>			
<b>Authorized share capital</b>			
3,000,000 Ordinary Shares of Rs. 100/ each		<b>300,000,000</b>	<b>100,000,000</b>
Issued, subscribed and paid-up capital	9	300,000,000	90,000,000
Advance against Share Capital		-	-
Reserves		76,249,492	36,531,790
		<b>376,249,492</b>	<b>126,531,790</b>
Long term loan			
<b>Current liabilities</b>			
Trade Payables		98,774,641	34,104,028
Accrued Expenses & Other Liabilities	10	54,558,693	1,506,612
Taxation-net		-	-
		<b>153,333,334</b>	<b>35,610,641</b>
Contingencies and commitments		-	-
		<b>529,582,826</b>	<b>162,142,431</b>

  
**Chief Financial Officer**  
**Spectrum Securities Ltd.**



**Spectrum Securities Limited.**  
**Profit & Loss Account**  
**As on 31 December 2023**

	<u>Notes</u>	(Un-audited) 31/12/2023 -- (Rupees) --
<b><u>Revenue</u></b>		
Operating revenue	12	63,506,347
Capital (loss)/gain on Sale of investments		17,955,398
Gain/ (Loss) on Remeasurement of Investments- Net		-
		<b>81,461,745</b>
<b><u>Operating Expenses</u></b>		
Administrative and operating expenses	13	(57,144,898)
Financial Charges	14	(1,318)
		<b>(57,146,216)</b>
<b>Operating Profit / Loss</b>		<b>24,315,529</b>
Other Charges	15	-
Other Income	16	15,402,173
<b>Profit / (Loss) before taxation</b>		<b>39,717,702</b>
Taxation	17	
<b>Profit after taxation</b>		<b>39,717,702</b>
Earning per share - basic	18	<b>13.24</b>



**Chief Financial Officer**  
**Spectrum Securities Ltd.**



**Spectrum Securities Ltd**  
**Notes of Accounts**

**1 Property, Plant and Equipments**

	Office	Office Equipment	Motor Vehicle	Furniture & Fixture	Computer Equipment	Total
<b>Net carrying value basis</b>						
Period Ended 31 DEC 2023						
Opening net book value (NBV)	6,108,780	2,578,767	3,565,236	2,665,119	1,303,879	16,221,781
Revaluation						
Addition (at cost)	-4,944,816	187,500	1,620,000	275,900	331,396	7,359,612
Disposal (at NBV)	-	-	-	-	-	-
Depreciation Charges	(552,680)	(138,313)	(388,893)	(220,576)	(245,291)	(1,545,754)
<b>Closing (NBV)</b>	<b>10,500,916</b>	<b>2,627,954</b>	<b>4,796,343</b>	<b>2,720,443</b>	<b>1,389,984</b>	<b>22,035,639</b>
<b>Gross carrying value basis</b>						
As at 31-12-2023						
Cost	12,820,145	4,576,724	6,680,000	6,352,114	5,080,956	35,509,939
Accumulated Depreciation	(2,319,229)	(1,948,770)	(1,883,657)	(3,631,671)	(3,690,972)	(13,474,300)
<b>Net Book Value (NBV)</b>	<b>10,500,916</b>	<b>2,627,954</b>	<b>4,796,343</b>	<b>2,720,443</b>	<b>1,389,984</b>	<b>22,035,639</b>
<b>Net carrying value basis</b>						
Year Ended JUN 30, 2023						
Opening net book value (NBV)	6,787,533	2,657,363	1,894,395	3,085,434	1,619,698	16,044,423
Revaluation	-	-	-	-	-	-
Addition (at cost)	-	207,934	2,300,000	50,000	242,987	2,800,921
Disposal (at NBV)	-	-	-	-	-	-
Depreciation Charges	(678,753)	(286,530)	(629,159)	(470,315)	(558,806)	(2,623,563)
	6,108,780	2,578,767	3,565,236	2,665,119	1,303,879	16,221,781
Impairment	-	-	-	-	-	-
<b>Closing (NBV)</b>	<b>6,108,780</b>	<b>2,578,767</b>	<b>3,565,236</b>	<b>2,665,119</b>	<b>1,303,879</b>	<b>16,221,781</b>
<b>Gross carrying value basis</b>						
As at JUN 30, 2023						
Cost	7,875,329	4,389,224	5,060,000	6,076,214	4,749,560	28,150,327
Accumulated Depreciation	(1,766,549)	(1,810,457)	(1,494,764)	(3,411,095)	(3,445,681)	(11,928,546)
	6,108,780	2,578,767	3,565,236	2,665,119	1,303,879	16,221,781
Impairment	-	-	-	-	-	-
<b>Net Book Value (NBV)</b>	<b>6,108,780</b>	<b>2,578,767</b>	<b>3,565,236</b>	<b>2,665,119</b>	<b>1,303,879</b>	<b>16,221,781</b>
<b>Depreciation Rate (% per annum)</b>	<b>10</b>	<b>10</b>	<b>15</b>	<b>15</b>	<b>30</b>	



**Spectrum Securities Limited**  
**Notes of Accounts**  
**as on 31-12-2023**

	<b>(Un-audited)</b>	<b>(Audited)</b>
	<b>31.12.2023</b>	<b>30.06.2023</b>
<b>2 Intangible Assets</b>		
Trading Right Entitlement Certificate - KSE	2,500,000	2,500,000
Trading Right Entitlement Certificate - LSE	-	-
Computer Software	102,437	113,306
	2,602,437	2,613,306
<b>2.1 Computer Software</b>		
Acquisition cost	789,000	789,000
Accumulated Balance of Amortization	(675,694)	(647,368)
	113,306	141,632
Amortization for the Year	(10,869)	(28,326)
Net Carrying Value	102,437	113,306
<b>3 Long Term Investment</b>		
Investment in shares of Karachi Stock Exchange	-	-
Investment in shares of Lahore Stock Exchange	-	-
	-	-
<b>4 Long Term Deposits</b>		
Pakistan Stock Exchange	400,000	400,000
Central Depository Company	100,000	100,000
National Clearing Company	1,000,000	1,000,000
Deposit Lahore Office	989,700	989,700
Base Minimum Capital	-	-
NCCPL Marhaba Financing	100,000	100,000
Telenor deposit for SMS	50,000	50,000
	2,639,700	2,639,700
<b>5 Trade Receivables - ( Unsecured Considered Good)</b>		
From Clients	44,631,162	4,136,376
	44,631,162	4,136,376
<b>6 Short Term Investment</b>		
<b>Investment at fair values through profit &amp; loss</b>		
<b>Listed Equity Securities</b>		
Listed Securities	105,463,501	24,389,439
Unrealized Gain/(Loss) as a result of measurement at market value	-	1,778,829
	105,463,501	26,168,268
<b>7 Advances, Deposits &amp; Other Receivables</b>		
Exposure Deposit	329,732,173	73,800,917
Advance payment of Taxes	5,209,846	14,029,278
Advances for Expenses	3,051,289	1,711,632
Advances to Contractor	-	-
Staff Loan	308,000	554,000
Other Receivables	6,160,891	2,732,952
	344,462,199	92,828,779



<b>8 Cash &amp; Bank Balances</b>		
Cash in hand	155,215	47,382
Cash at Banks	6,864,478	5,154,603
	<u>7,019,693</u>	<u>5,201,985</u>
<b>9 Issued, Subscribed &amp; Paid up Capital</b>		
Ordinary Shares of Rs. 100/- Each	300,000,000	90,000,000
	<u>300,000,000</u>	<u>90,000,000</u>
<b>10 Accrued Expenses and Other Liabilities</b>		
Accrued Expenses and Other Liabilities	54,558,693	1,506,612
Provision for Taxation	-	-
	<u>54,558,693</u>	<u>1,506,612</u>
<b>11 Contingencies and commitments</b>		
<b>12 Operating Revenue</b>		
Brokerage Commission	60,170,839	41,836,889
Dividend Income	3,335,508	79,056
	<u>63,506,347</u>	<u>41,915,945</u>
<b>13 Administrative Expenses</b>		
Staff Salaries & Benefits	40,076,832	43,685,008
Director Remuneration	2,400,000	4,800,000
Office Renovate Exp	440,220	-
Marketing Exp	-	-
Rent, Rates, & Taxes	2,622,310	5,228,478
Repair & Maintenance	1,896,667	1,523,642
Printing Stationery	522,930	485,731
Fees & Subscription	1,960,365	723,020
Travelling & Conveyance	324,300	210,675
Commission Expense	50,000	2,420,344
Insurance Expense	88,968	175,104
Computer & Software Expense	759,250	1,643,158
Entertainment	419,442	831,513
Vehicle Running Expense	-	1,638,610
Auditors Remuneration	-	350,000
Utilities & Communication	3,116,857	4,709,056
Postage & Courier Charges	67,352	123,232
Advertisement and Business Promotion	80,000	-
Misc. & General	699,323	970,157
Donation	30,500	33,000
Depreciation	1,545,754	2,623,563
Amortization of Software	10,869	28,326
Services Transaction Charges	32,959	2,147,860
allowance for expected credit loss	-	-
	<u>57,144,898</u>	<u>74,350,477</u>



**14 Financial Charges**

Bank Charges &amp; Commission

1,318	4,159
<u>1,318</u>	<u>4,159</u>

**15 Other Charges**

Impairment Loss

-	-
<u>-</u>	<u>-</u>

**16 Other Income**

Profit on Exposure Deposits

11,961,387

11,365,678

Gain on disposal of fixed assets

-

-

IPO Commission

-

-

Recoveries

2,178,336

2,532,906

Profit on Margin financing

-

362,587

Profit on deposit Retained by PSX

-

-

Profit on deposits against Margin Trading

1,262,450

653,200

15,402,173

14,914,371

**17 Taxation**

Current

-

1,568,888

Prior

(93,724)

Deferred

(2,085,120)

-

(609,956)

**18 Earning per Share - Basic**

Profit/ (Loss) after Taxation

39,717,702

(32,141,607)

Weighted Average number of Shares at the end of the year

3,000,000

900,000

13.24

(35.71)

  
**Chief Financial Officer**  
**Spectrum Securities Ltd.**

**SPECTRUM SECURITIES LIMITED**  
**CASH FLOW STATEMENT**  
**FOR THE HALF YEARLY DEC 31, 2023**

Note	Rupees Dec-23	Rupees Jun-23
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before taxation	39,717,702	(32,751,563)
<b>Add/(less) : Items not involved in movement of fund:</b>		
Depreciation	1,545,754	2,623,563
Amortization of computer software	10,869	28,326
Capital loss / (gain) on disposal of securities	(17,955,398)	16,200,763
Allowance / (reversal) for expected credit loss	-	805,309
Unrealised (gain) / loss on remeasurement of investment at fair value - through profit or loss	-	(1,778,829)
Finance costs	1,318	4,159
	<u>(16,397,457)</u>	<u>17,883,291</u>
Cash used in from operating activities before working capital changes	23,320,245	(14,868,272)
Net change in working capital	<u>(174,405,512)</u>	<u>(19,673,762)</u>
Finance costs paid	(1,318)	(4,159)
Income tax paid	(3,180,568)	(2,880,717)
<b>Net cash (used in) / generated from operating activities</b>	<u>(154,267,153)</u>	<u>(37,426,910)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Payment for acquisition of property and equipment	(7,359,612)	(2,800,921)
Short term investments	(61,339,835)	41,620,377
Long term deposits	-	-
<b>Net cash generated from / (used in) investing activities</b>	<u>(68,699,447)</u>	<u>38,819,456</u>
<b>Net decrease in cash and cash equivalents</b>	<u>(222,966,600)</u>	<u>1,392,546</u>
Cash and cash equivalents at the beginning of the year	5,201,985	3,809,439
<b>Cash and cash equivalents at the end of the year</b>	<u>(217,764,615)</u>	<u>5,201,985</u>
<b>(Increase) / decrease in current assets</b>		
Trade receivables	(40,494,786)	15,888,165
Receivable against margin financing	-	9,153,951
Advances, deposits, pre-payments & other receivables	(251,633,420)	3,765,460
	<u>(292,128,206)</u>	<u>28,807,576</u>
<b>Increase / (decrease) in current liabilities</b>		
Trade payables	64,670,613	(44,570,361)
Accrued expenses & other liabilities	53,052,081	(3,910,977)
	<u>117,722,694</u>	<u>(48,481,338)</u>
<b>Net change in working capital</b>	<u>(174,405,512)</u>	<u>(19,673,762)</u>

  
**Chief Operating Officer**  
**Spectrum Securities Ltd.**





**SPECTRUM SECURITIES LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	<i>Revenue Reserves</i>				Sub Total	Total
	Issued, subscribed & paid up capital	Capital Reserve	Unappropriated profit	Unrealised gain on remeasurement of investment at fair value-through other comprehensive income		
	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>		
Balance as at June 30, 2022	90,000,000	5,197,796	48,797,942	16,034,285	64,832,227	160,030,023
Loss for the year	-	-	(32,141,607)	-	(32,141,607)	(32,141,607)
<b><u>Other Comprehensive Income</u></b>						
Realised loss on sale of securities	-	-	(6,195,242)	(6,195,242)	-	-
Reclassification due to sale of investment held at fair value through OCI	-	-	16,034,285	(16,034,285)	-	-
Loss on remeasurement of investment at fair value - through other comprehensive income - net	-	-	-	-	-	-
Deferred tax on revaluation surplus of property	-	(1,356,625)	-	-	-	(1,356,625)
Transferred from revaluation surplus on property on account of incremental depreciation	-	(519,780)	519,780	-	519,780	-
<b>Balance as at June 30, 2023</b>	<b>90,000,000</b>	<b>3,321,391</b>	<b>27,015,157</b>	<b>(6,195,242)</b>	<b>33,210,399</b>	<b>126,531,791</b>
Raised Paid up Capital	210,000,000					210,000,000
profit for the year			39,717,702	-	39,717,702	39,717,702
<b><u>Other Comprehensive Income</u></b>						
Realised Profit on Sale of Securities						
<b>Balance as at Dec 31, 2023</b>	<b>300,000,000</b>	<b>3,321,391</b>	<b>66,732,859</b>	<b>(6,195,242)</b>	<b>72,928,101</b>	<b>376,249,493</b>

  
 Chief Financial Officer  
 Spectrum Securities Limited

