

Company Information

Board of Directors	Mr. Pervez Ahmed Mrs. Rehana Pervez Ahmed Mr. Ali Pervez Ahmed Mr. Hassan Ibrahim Ahmed Mr. Suleman Ahmed Mrs. Ayesha Ahmed Mansoor Mr. Muhammad Khalid Khan	Chief Executive
Audit Committee	Mr. Muhammad Khalid Khan Mr. Ali Pervez Ahmed Mr. Suleman Ahmed	Chairman
Chief Financial Officer	Mr. Muhammad Yousuf	
Company Secretary	Mr. Rizwan Alla	
Auditors	M/s Horwath Hussain Chaudhury & Co. Chartered Accountants	
Legal Advisor	Cornelius, Lane & Mufti Advocates & Solicitors	
Banks	Arif Habib Bank Limited Dawood Islamic Bank Limited Dubai Islamic Bank Pakistan Limited MCB Bank Limited NIB Bank Limited Silk Bank Limited	
Registered Office	20-K, Gulberg II, Lahore.	
Stock Exchange Office	Room No. 317, Third Floor, Lahore Stock Exchange Building, 19-Khayaban-e-Aiwan-e-Iqbal, Lahore.	
Share Registrars	Gangjees Registrar Services (Pvt.) Limited 516-Clifton Centre, Khayaban-e-Roomi, Block - 5, Clifton, Karachi - 75 600	
Website	www.pervezahmed.net	

DIRECTORS' REVIEW

On behalf of the Board of Directors of Pervez Ahmed Securities Limited, I present to you the Company's un-audited financial statements for the quarter ended September 30, 2009.

Capital Market Review

During the period under review, the benchmark KSE 100 index increased by 2,176 points which started from 7,174 points on July 1, 2009 and closed at 9,350 points on September 30, 2009. The political climate was stable and the government seems to be committed to control law and order situation. Positive steps are already been taken by the government to control the power crises in Pakistan. The crises is not over yet but all these factors led to increase foreign exchange inflows in the capital market. The foreigners showed their interest in major sectors including oil & gas which led to handsome increase in the stock prices. The inflation numbers also started to ease off. This has increased the local investor's confidence and overall trading volumes of the market are also increasing gradually.

Financial Results of the Company

The Company suffered a loss of Rs. 13 million during the three months period ended September 30, 2009 as compared to loss of Rs. 491 million during the corresponding period of last year. Loss for the period is mainly attributable to high finance cost which has increased to Rs. 24.4 million against Rs. 12 million for the previous corresponding period.

Future Outlook

The future outlook and profitability of the Company is mainly dependent on the stock market performance which has shown its fundamental strength in last quarter and we can expect positive returns from it in the future as well. Your Company has also announced 231.08% right issue at 50% discount to the par value of Rs. 10 per share and we are completing all the relevant formalities in this regard. After the right issue your Company will be in a better position to get the benefit out of rising stock market.

Acknowledgement

The Board is thankful to its valued shareholders for their confidence in the Company, its clients, the Securities & Exchange Commission of Pakistan and to the management of Karachi & Lahore Stock Exchanges for their valuable support, assistance and guidance. The Board also appreciates the employees of the Company for their dedication and hard work.

Lahore
October 31, 2009

For & on behalf of the Board



Pervez Ahmed
Chief Executive

PERVEZ AHMED SECURITIES LIMITED

BALANCE SHEET AS AT SEPTEMBER 30, 2009

	Sep. 30 2009 Rupees	June 30 2009 Rupees
Non Current Assets		
Property and equipment	2,371,159	3,959,850
Intangible assets	42,202,209	40,000,000
Long term investment in associate	108,102,909	106,190,825
Long term security deposits	4,255,200	4,055,000
	<u>152,528,364</u>	<u>154,115,635</u>
Current Assets		
Short term investments	60,272,273	47,952,734
Advances, tax refundable and other receivables	7,165,743	7,356,959
Assets held for sale	225,002,069	226,000,000
Cash and bank balances	4,722,743	1,644,525
	<u>295,771,771</u>	<u>262,967,188</u>
Current Liabilities		
Trades and other payables	(585,778,342)	(565,097,500)
Accrued interest / mark up	(22,092,179)	(22,044,830)
Short term borrowings	(305,152,263)	(304,875,627)
	<u>(911,022,324)</u>	<u>(892,018,017)</u>
Net Current Assets	<u>(527,751,551)</u>	<u>(609,051,739)</u>
Non Current Liabilities		
Deferred liabilities	4,424,722	2,126,422
NET ASSETS	<u>(470,153,309)</u>	<u>(457,064,526)</u>
REPRESENTED BY		
Issued, subscribed and paid up capital	774,575,799	774,575,799
Share deposit money	306,202,209	306,000,000
Unappointed assets	(1,952,729,299)	(1,937,640,316)
	<u>(470,151,109)</u>	<u>(457,065,516)</u>
Contingencies and Commitments		
	<u>(470,153,309)</u>	<u>(457,064,526)</u>

The annexed maps form an integral part of these accounts.



CHIEF EXECUTIVE



DIRECTOR

PERVEZ AHMED SECURITIES LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED SEPTEMBER 30, 2009

	July 1 to September 30 2009 Rupees	July 1 to September 30 2008 Rupees
Operating income - Net	1,137,702	(132,131,669)
Administrative expenses	(1,047,943)	(5,260,859)
Operating Loss	(710,241)	(437,395,528)
Finance cost	(24,425,527)	(17,024,129)
Other operating charges	-	(19,799)
Other operating income	148,369	3,353
Surplus / (Deficit) on remeasurement of investments at fair value through profit and loss - Net	(24,987,393)	(449,436,103)
Profit before Taxation	(13,088,783)	(491,065,935)
Taxation	-	(129,100)
Profit after Taxation	(13,088,783)	(191,195,035)
Earnings per Share	(0.17)	(6.34)

The annexed notes form an integral part of these accounts.


CHIEF EXECUTIVE


DIRECTOR

PERVEZ AHMED SECURITIES LIMITED

CASH FLOW STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 30, 2009

	July 1 to September 30 2009 Rupees	July 1 to September 30 2008 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss) before taxation	(13,088,783)	(491,065,935)
Adjustments for:		
- Deficit / (Surplus) on remeasurement of investments at fair value through profit and loss - Net	(11,886,610)	41,629,832
- Dividend income	(31,500)	(1,291,000)
- Provision for gratuity	305,800	219,678
- Depreciation	777,100	341,678
- Gain on disposal of property & equipments	(245,369)	-
- Finance cost	24,425,521	12,024,129
	12,619,962	52,951,317
Operating (Loss) before Working Capital Changes	(286,841)	(438,211,618)
(Increase) / decrease in current assets:		
- Short term investments	(1,017,934)	1,775,775
- Advances and other receivables	14,849	795,149
Increase / (decrease) in current liabilities:		
- Trade and other payables	20,681,382	(879,875,613)
	19,678,327	396,887,108
Cash used in Operations	19,409,486	(41,224,510)
Taxes paid	(15,069)	(88,000)
Gratuity paid	(5,500)	-
Finance costs paid	(24,380,232)	(9,71,742)
Dividend income received	285,900	1,095,070
Net Cash used in Operating Activities	(4,708,455)	(46,339,772)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of property & equipments	1,510,000	-
Net Cash generated from Investing Activities	1,510,000	
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from duplicate IPO applications deposited with the SECP		(325,000)
Dividend paid		(1,63,118)
Short term borrowings	4,280,636	17,928,253
Net Cash from Financing Activities	4,280,636	17,130,835
Net Increase / (Decrease) in Cash and Cash Equivalents	1,087,271	(17,205,437)
Cash and cash equivalents at the beginning of the period	1,644,525	33,654,870
Cash and Cash Equivalents at the End of the period	2,726,746	21,449,433

The annexed notes form an integral part of these accounts.


 CHIEF EXECUTIVE


 DIRECTOR

PERVEZ AHMED SECURITIES LIMITED**STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED SEPTEMBER 30, 2009**

	Share Capital	Share Deposit Money	Unappropriated (Loss)	Deficit on Revaluation of Investments Available for Sale	Total
	Rupees	Rupees	Rupees	Rupees	Rupees
Balance as at July 1, 2008	774,375,530	870,000	(124,852,879)	(127,643,537)	522,749,114
Net loss for the period	-	-	(491,195,035)	-	(491,195,035)
(Deficit) on remeasurement of available for sale investments	-	-	-	(351,810,616)	(351,810,616)
Issue of share capital against share deposit money	80,000	(80,000)	-	-	-
Bonus shares issued	23,360	-	(23,360)	-	-
Transfer of share deposit to SECP for fictitious / duplicate applications	-	(325,000)	-	-	(325,000)
Balance as at Sep 30, 2008	774,478,890	465,000	(616,071,274)	(479,454,153)	(320,581,537)
Balance as at July 1, 2009	774,575,790	306,000,000	(1,537,640,316)	-	(457,064,526)
Net loss for the period	-	-	(13,088,783.00)	-	(13,088,783)
Balance as at Sep 30, 2009	774,575,790	306,000,000	(1,550,729,099)	-	(470,153,309)

The annexed notes form an integral part of these accounts.



CHIEF EXECUTIVE



DIRECTOR

PERVEZ AHMED SECURITIES LIMITED
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2009

Note 1

The Company and its Operations

Pervez Ahmed Securities Limited was incorporated under the Companies Ordinance, 1984 on June 8, 2005 as a single member company and was listed on Karachi and Lahore Stock Exchanges on June 21, 2007. The principal activities of the Company include shares brokerage and trading, consultancy services and underwriting. The registered office of the Company is situated at 20-K Gulberg II, Lahore.

Note 2

Statement of Compliance

These accounts have been prepared in accordance with the requirements of the Companies Ordinance, 1984 and International accounting Standard, IAS 34 "Interim Financial Reporting."

These accounts are un-audited and are being submitted to the shareholders as required by Section 245 of the Companies Ordinance 1984.

Note 3

Accounting Policies

The accounting policies and methods of computation followed in the preparation of these financial statements are the same as those of the published annual financial statements of the Company for the year ended June 30, 2009.

Note 4

Assets Held for Sale

This represents commercial & residential properties of the directors of the Company which are under courtable mortgage with the banks against which financial facilities have been obtained by the Company. The directors have relinquished ownership of the properties in favour of the Company. The transfer of title is subject to clearance from the lending banks. Once all approvals/clearances from the competent authorities are in place, shares of the corresponding values will be issued to directors of the Company.

Note 5

Contingencies and Commitments

Contingencies

There are no material contingencies outstanding at the close of the balance sheet date (June 30, 2009: Nil).

Commitments

There are no material commitments outstanding at the close of the balance sheet date (June 30, 2009: Nil).

Note 6

Transactions with Related Parties

The related parties comprise related group companies, associated companies, directors and key management personnel. Transactions with related parties other than remuneration and benefits to key management personnel under the terms of their employment.

	July 1 to September 30, 2009 Rupees	July 1 to September 30, 2008 Rupees
Associated undertakings		
Funds received from associated undertakings	711,000	74,035,000
Funds repaid to director	(68,500)	

Note 7

Authorization of Financial Statements

These interim financial statements have been authorized for issue on October 31, 2009 by the Board of Directors of the Company.

Note 8

General

Figures have been rounded off to the nearest rupees.


Figures of the corresponding period have been re-arranged, wherever necessary, to facilitate comparison. No material rearrangement has been made during the period.



CHIEF EXECUTIVE



DIRECTOR



Ist
Quarter Accounts
for the Period Ended
September 30, 2009

PERVEZ AHMED SECURITIES LIMITED