



**First Quarter Accounts**  
for the Period Ended  
**September 30, 2017**

**PERVEZ AHMED**  
SECURITIES LIMITED

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**COMPANY INFORMATION**

Board of Directors	Mr. Pervez Ahmed Mrs. Rehana Pervez Ahmed Mrs. Ayesha Ahmed Mansoor Mr. Ali Pervez Ahmed Mr. Muhammad Khalid Khan Mr. Mazhar Pervaiz Malik Mian Basit Rasheed	Chief Executive
Audit Committee	Mr. Muhammad Khalid Khan Mrs. Ayesha Ahmed Mansoor Mr. Mazhar Pervaiz Malik	Chairman
Chief Financial Officer	Mr. Muhammad Yousuf	
Company Secretary	Mr. Rizwan Atta	
Auditors	M/s Rahman Sarfaraz Rahim Iqbal Rafiq Chartered Accountants	
Legal Advisor	Cornelius, Lane & Mufti Advocates & Solicitors	
Banks	Al Baraka Bank (Pakistan) Limited Dubai Islamic Bank Pakistan Limited MCB Bank Limited NIB Bank Limited Summit Bank Limited	
Registered Office	20-K, Gulberg II, Lahore.	
Share Registrars	THK Associates (Pvt.) Limited First Floor, 40-C, Block - 6 P.E.C.H.S. Karachi - 75400	
Website	<a href="http://www.pervezahmed.net">www.pervezahmed.net</a>	

**DIRECTORS' REPORT**

The Board of Directors of Pervez Ahmed Securities Limited is pleased to present the Company's unaudited financial statements for the first quarter ended September 30, 2017.

**Capital Market Review**

During the first quarter ended September 30, 2017 the Pakistan Stock Exchange 100-Index decreased by 4,156 points from 46,565 points to 42,409 points mainly due to political unrest in the country. Average daily volume also remained low.

**Financial Results of the Company**

During the first quarter ended September 30, 2017 the Company suffered loss of Rs. 0.622 million versus profit of Rs. 4.82 million in the same period of last year.

**Future Outlook**

Besides the present political and law and order challenges positive economic activity is expected on the back of lowering inflation and interest rates. We might see a stable positive development in the Pakistan Stock market on the back of improving economic indicators

**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 Pakistan Stock Exchange Limited for their valuable support, assistance and guidance. The Board also appreciates the employees of the Company for their dedication and hard work.

For & on behalf of the Board

Lahore  
October 30, 2017

Pervez Ahmed  
Chief Executive

PERVEZ AHMED SECURITIES LIMITED

CONDENSED INTERIM BALANCE SHEET AS AT SEPTEMBER 30, 2017

	Note	Sep. 30 2017 (Un-Audited) Rupees	June 30 2017 (Audited) Rupees
<b>Non Current Assets</b>			
Property and equipment		219,647	233,282
Long term investment in associate		159,379,480	159,630,115
Long term security deposits		350,000	350,000
		<u>159,949,127</u>	<u>160,213,397</u>
<b>Current Assets</b>			
Short term investments		16,007,085	18,255,569
Advance taxation		7,435,229	7,323,577
Bank balances		1,878,011	1,589,383
		25,320,325	27,168,529
<b>Current Liabilities</b>			
Trade and other payables		(490,838,749)	(490,329,496)
Accrued interest / mark up		(21,757,327)	(21,757,327)
Short term borrowings		(105,440,931)	(105,440,931)
Due to related parties		(46,073,097)	(48,073,097)
		<u>(664,110,104)</u>	<u>(665,600,851)</u>
<b>Net Current Assets</b>		(638,789,779)	(638,432,322)
<b>Non Current Liabilities</b>			
Deferred liability		(3,107,244)	(3,107,244)
<b>NET ASSETS</b>		<u><b>(481,947,896)</b></u>	<u><b>(481,326,169)</b></u>
<b>REPRESENTED BY</b>			
Issued, subscribed and paid up capital		1,865,684,870	1,865,684,870
Discount on issue of shares		(818,331,810)	(818,331,810)
Accumulated losses		<u>(1,549,923,806)</u>	<u>(1,549,302,079)</u>
		(502,570,746)	(501,949,019)
Advance against issue of ordinary shares		20,622,850	20,622,850
		<u>(481,947,896)</u>	<u>(481,326,169)</u>
<b>Contingencies and Commitments</b>	4	-	-
		<u><b>(481,947,896)</b></u>	<u><b>(481,326,169)</b></u>

The annexed notes form an integral part of these un-audited accounts.

CHIEF EXECUTIVE

DIRECTOR

**PERVEZ AHMED SECURITIES LIMITED**

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT  
FOR THE QUARTER ENDED SEPTEMBER 30, 2017

	<b>July 1 to September 30 2017 (Un-Audited) Rupees</b>	<b>July 1 to September 30 2016 (Un-Audited) Rupees</b>
Operating income - Net	(98,684)	714
Administrative expenses	(881,483)	(809,924)
<b>Operating (Loss)</b>	(980,167)	(809,210)
Surplus on remeasurement of investments at fair value through profit and loss - Net	609,075	5,340,096
<b>(Loss) / Profit before Taxation and Share from Associated Undertaking</b>	(371,092)	4,530,886
Share of (loss) / Profit of associated undertaking	(250,635)	288,366
Taxation	-	-
<b>(Loss) / Profit after Taxation</b>	(621,727)	4,819,252
<b>(Loss) / Profit per Share</b>	(0.00)	0.03

The annexed notes form an integral part of these un-audited accounts.

CHIEF EXECUTIVE

DIRECTOR

**PERVEZ AHMED SECURITIES LIMITED**

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE  
INCOME FOR THE QUARTER ENDED SEPTEMBER 30, 2017

	July 1 to September 30 2017 (Un-Audited) Rupees	July 1 to September 30 2016 (Un-Audited) Rupees
(loss) / Profit after taxation	(621,727)	4,819,252
Other comprehensive income	-	-
<b>Total comprehensive (loss) / Profit for the quarter</b>	<b><u>(621,727)</u></b>	<b><u>4,819,252</u></b>

The annexed notes form an integral part of these accounts.

CHIEF EXECUTIVE

DIRECTOR

**PERVEZ AHMED SECURITIES LIMITED**

**CONDENSED INTERIM CASH FLOW STATEMENT  
FOR THE QUARTER ENDED SEPTEMBER 30, 2017**

	<b>July 1 to September 30 2017 (Un-Audited) Rupees</b>	<b>July 1 to September 30 2016 (Un-Audited) Rupees</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
(Loss) / Profit before taxation	(621,727)	4,819,252
Adjustments for:		
- (Surplus) / Deficit on remeasurement of investments at fair value through profit and loss - Net Share of (profit) / loss from investment in associate	(609,075)	(5,340,096)
- Provision for gratuity	250,635	(288,366)
- Depreciation	-	2,000
	13,635	18,275
	<u>(344,805)</u>	<u>(5,608,187)</u>
<b>Operating (Loss) before Working Capital Changes</b>	(966,532)	(788,935)
(increase) / decrease in current assets	-	-
Increase / (decrease) in current liabilities:		
- Trade and other payables	509,253	(238,689)
	<u>509,253</u>	<u>(238,689)</u>
<b>Cash used in Operations</b>	(457,279)	(1,027,624)
Taxes paid	(111,652)	-
<b>Net Cash used in Operating Activities</b>	(568,931)	(1,027,624)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Proceeds from sale of investments	2,857,559	-
- Long term security deposits	-	705,000
- Funds (Repaid to) / received from associated undertaking	(2,000,000)	7,025
<b>Net Cash from Financing Activities</b>	-	-
<b>Net Increase in Cash and Cash Equivalents</b>	288,628	(315,599)
Cash and cash equivalents at the beginning of the period	1,589,383	2,117,842
<b>Cash and Cash Equivalents at the End of the period</b>	<b><u>1,878,011</u></b>	<b><u>1,802,243</u></b>

The annexed notes form an integral part of these accounts.

**CHIEF EXECUTIVE**

**DIRECTOR**



PERVEZ AHMED SECURITIES LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED SEPTEMBER 30, 2017

	Share Capital Rupees (Un-Audited)	Share Deposit Money Rupees (Un-Audited)	Discount on Issue of Shares Rupees (Un-Audited)	Unappropriated (Loss) Rupees (Un-Audited)	Total Rupees (Un-Audited)
<b>Balance as at July 1, 2016</b>	1,865,684,870	20,622,850	(818,331,810)	(1,319,305,488)	(251,329,578)
Total comprehensive income for the quarter ended September 30, 2016	-	-		4,819,252	4,819,252
<b>Balance as at September 30, 2016</b>	<b><u>1,865,684,870</u></b>	<b><u>20,622,850</u></b>	<b><u>(818,331,810)</u></b>	<b><u>(1,314,486,236)</u></b>	<b><u>(246,510,326)</u></b>
<b>Balance as at July 1, 2017</b>	1,865,684,870	20,622,850	(818,331,810)	(1,549,302,079)	(481,326,169)
Total comprehensive loss for the quarter ended September 30, 2017	-	-		(621,727)	(621,727)
<b>Balance as at September 30, 2017</b>	<b><u>1,865,684,870</u></b>	<b><u>20,622,850</u></b>	<b><u>(818,331,810)</u></b>	<b><u>(1,549,923,806)</u></b>	<b><u>(481,947,896)</u></b>

The annexed notes form an integral part of these accounts.

CHIEF EXECUTIVE

DIRECTOR

**PERVEZ AHMED SECURITIES LIMITED**

**NOTES TO THE CONDENSED INTERIM UN-AUDITED FINANCIAL  
INFORMATION FOR THE QUARTER ENDED SEPTEMBER 30, 2017**

Note 1

**The Company and its Operations**

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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 trading of shares, consultancy services and underwriting. The registered office of the Company is situated at 20-K Gulberg II, Lahore.

Note 2

**Basis of Preparation**

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

This condensed interim financial information should be read in conjunction with annual audited financial statements for the year ended June 30, 2017. Comprehensive balance sheet is extracted from annual audited financial statements for the year ended June 30, 2017 whereas comparative profit & loss account, statement of comprehensive income, statement of changes in equity and cash flow statement are stated from unaudited interim financial information for the quarter ended on September 30, 2016.

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**

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The accounting policies and methods of computation followed in the preparation of these financial statements are the same as those of the published in the annual financial statements of the Company for the year ended June 30,2017.

Note 4

**Contingencies and Commitments**

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**Contingencies**

One of the creditors of the Company filed suit against the Company for the recovery of Rs. 36.57 million including late payment surcharge amounting to Rs. 17.45. million. The Company has filed a counter claim of Rs. 18.86 million against the creditor. No additional liability has been provided as management expects favourable outcome of the suit.

The Additional Registrar of Companies has filed a petition in the Lahore High Court against the Company and its directors. The petition is pending adjudication. (As explained in note 21 of the annual accounts for the year ended June 30, 2017)

**Commitments**

There are no material commitments outstanding at the close of the balance sheet date (June 30, 2017: Nil).

Note 5

**Transactions with Related Parties**

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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.

	<b>July 1 to September 30, 2017 Rupees</b>	<b>July 1 to September 30, 2016 Rupees</b>
Associated undertaking		
Funds (repaid) / received from associated undertaking	(2,000,000)	7,025
Directors		
Funds received from director(s)	-	-

Note 6

**Authorization of Financial Statements**

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These interim financial information have been authorized for issue on October 30, 2017 by the Board of Directors of the Company.

Note 7

**General**

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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**

**Registered Office:** | 20-K Gulberg II, Lahore.

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