

The background features a complex arrangement of overlapping geometric shapes in various shades of blue, from deep navy to light sky blue, and white. These shapes include rectangles, trapezoids, and parallelograms, some with thin white outlines, creating a sense of depth and movement. The overall composition is clean and modern, typical of a corporate financial report cover.

**3rd Quarter &  
Nine Months Accounts  
for the Period ended  
31st March, 2015**

**Pervez Ahmed Securities Limited**

## **CONTENTS**

|  |    |
|--|----|
| Company Information  | 2  |
| Directors' Report  | 3  |
| Auditor's Report to the Members on Review of Interim Financial Information | 4  |
| Condensed Interim Balance Sheet  | 5  |
| Condensed Interim Profit & Loss Account                                    | 6  |
| Condensed Interim Statement of Comprehensive Income                        | 7  |
| Condensed Interim Cash Flow Statements                                     | 8  |
| Condensed Interim Statement of Changes in Equity                           | 9  |
| Notes to the Condensed Interim Un-audited Financial Information            | 10 |

### COMPANY INFORMATION

|                         |   |                 |
|-------------------------|---|-----------------|
| Board of Directors      | Mr. Pervez Ahmed<br>Mrs. Rehana Pervez Ahmed<br>Mrs. Ayesha Ahmed Mansoor<br>Mr. Ali Pervez Ahmed<br>Mr. Hassan Ibrahim Ahmed<br>Mr. Muhammad Khalid Khan<br>Mr. Mazhar Pervaiz Malik | Chief Executive |
| Audit Committee         | Mr. Muhammad Khalid Khan<br>Mrs. Ayesha Ahmed Mansoor<br>Mr. Mazhar Pervaiz Malik   | Chairman        |
| Chief Financial Officer | Mr. Muhammad Yousuf   |                 |
| Company Secretary       | Mr. Rizwan Atta   |                 |
| Auditors                | M/s Rahman Sarfaraz Rahim Iqbal Rafiq<br>Chartered Accountants  |                 |
| Legal Advisor           | Cornelius, Lane & Mufti<br>Advocates & Solicitors   |                 |
| Banks                   | Burj Bank Limited<br>Dubai Islamic Bank Pakistan Limited<br>MCB Bank Limited<br>NIB Bank Limited<br>Silk Bank Limited<br>Summit Bank Limited  |                 |
| Registered Office       | 20-K, Gulberg II, Lahore.   |                 |
| Stock Exchange Office   | Room No. 317, Third Floor,<br>Lahore Stock Exchange Building,<br>19-Khayaban-e-Aiwan-e-Iqbal,<br>Lahore.  |                 |
| Share Registrars        | THK Associates (Pvt.) Limited<br>Ground Floor, State Life Building No 3,<br>Dr. Ziauddin Ahmed Road,<br>Karachi - 75530   |                 |
| Website                 | <a href="http://www.pervezahmed.net">www.pervezahmed.net</a>  |                 |

### **DIRECTORS' REPORT**

On behalf of the Board of Directors of Pervez Ahmed Securities Limited, I present to you the Companies' reviewed financial statements for the period of nine months ended March 31, 2015

### **Capital Market Review**

The stock market of Pakistan moved both ways during the nine months under review. During this period the stock market benchmark KSE-100 index made highest ever closing 34,826 on February 3, 2015. But the market was unable to sustain this level and the index closed at 30,233 showing a gain of only 1.96% in 9MFY-2015. Foreigners also started to withdraw the funds in the 3rd Quarter and remained net sellers US\$ 18 million in nine months.

### **Financial Results of the Company**

During the nine months period ended March 31, 2015 the Company suffered net loss of Rs. 18.18 million as against profit of Rs. 485.60 million during the corresponding period of last year. Loss for the period is mainly due to share of loss from investment in associated undertaking and change in fair value of investment .

### **Future Outlook**

The news regarding privatization and favourable environment for fertilizers and cement producers is expected to do well for the market in the future. On the downside the expected increase in the interest rate may hinder the upside momentum. Falling inflation, lowering crude oil prices and increased foreign exchange reserves done well for the economy and these factors also contributed well for the stock markets to touch historical highs.

### **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.

For & on behalf of the Board

Lahore  
April 29, 2015

Perez Ahmed  
Chief Executive

**PERVEZ AHMED SECURITIES LIMITED**  
CONDENSED INTERIM BALANCE SHEET AS AT MARCH 31, 2015

|  | Note | March 31<br>2015<br>(Un-Audited)<br>Rupees | June 30<br>2014<br>(Audited)<br>Rupees |
|--|------|--|--|
| <b>Non Current Assets</b>                |      |  |  |
| Property and equipment                   |      | 438,042                                    | 538,698                                |
| Intangible assets                        |      | 2,000,000                                  | 7,000,000                              |
| Long term investments                    |      | 625,375,845                                | 651,447,462                            |
| Long term security deposits              |      | 1,055,000                                  | 1,055,000                              |
|  |      | 628,868,887                                | 660,041,160                            |
| <b>Current Assets</b>                    |      |  |  |
| Short term investments                   |      | 14,690,105                                 | 19,062,512                             |
| Tax refundable                           |      | 6,332,598                                  | 6,326,358                              |
| Advances & receivables                   |      | 12,375,900                                 | -                                      |
| Bank balances                            |      | 1,867,844                                  | 1,635,421                              |
|  |      | 35,266,447                                 | 27,024,291                             |
| <b>Current Liabilities</b>               |      |  |  |
| Trade and other payables                 |      | (490,421,117)                              | (490,681,914)                          |
| Accrued interest / mark up               |      | (21,757,327)                               | (21,757,327)                           |
| Short term borrowings                    |      | (107,940,931)                              | (107,940,931)                          |
| Due to related parties                   |      | (58,115,072)                               | (62,608,207)                           |
|  |      | (678,234,447)                              | (682,988,379)                          |
| <b>Net Current Assets</b>                |      | (642,968,000)                              | (655,964,088)                          |
| <b>Non Current Liabilities</b>           |      |  |  |
| Deferred liability                       |      | (3,089,244)                                | (3,083,244)                            |
| <b>NET ASSETS</b>                        |      | <b>(17,188,357)</b>                        | <b>993,828</b>                         |
| <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)                          |
| Unappropriated losses                    |      | (1,085,164,267)                            | (1,066,982,082)                        |
|  |      | (37,811,207)                               | (19,629,022)                           |
| Advance against issue of ordinary shares |      | 20,622,850                                 | 20,622,850                             |
| <b>Contingencies and Commitments</b>     | 4    | -  | -                                      |
|  |      | <b>(17,188,357)</b>                        | <b>993,828</b>                         |

The annexed notes form an integral part of these accounts.

CHIEF EXECUTIVE

DIRECTOR

**PERVEZ AHMED SECURITIES LIMITED**  
**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)**  
**FOR THE QUARTER AND NINE MONTH ENDED MARCH 31, 2015**

|   | Quarter Ended March 31 |                        | Nine Months Ended March 31 |                        |
|---|------------------------|------------------------|----------------------------|------------------------|
|   | 2015                   | 2014                   | 2015                       | 2014                   |
|   | (Un-Audited)<br>Rupees | (Un-Audited)<br>Rupees | (Un-Audited)<br>Rupees     | (Un-Audited)<br>Rupees |
| Operating income - Net  | -                      | -                      | 9,405,120                  | -                      |
| Administrative expenses   | (194,535)              | (540,331)              | (1,174,211)                | (2,031,509)            |
| <b>Operating (Loss) / Profit</b>  | (194,535)              | (540,331)              | 8,230,909                  | (2,031,509)            |
| Bank & other charges  | (17,775)               | (2,007)                | (184,490)                  | (2,007)                |
| Impairment loss on intangible assets  | -                      | (2,360,000)            | -                          | (2,360,000)            |
| Impairment loss on advances & receivables                                       | -                      | (666,969)              | -                          | (666,969)              |
| Other operating charges   |                        |                        |                            |                        |
|   | (212,310)              | (3,569,307)            | 8,046,419                  | (5,060,485)            |
| Change in fair value of investments at fair value through profit and loss - Net | (3,649,233)            | 508,510,655            | (2,632,887)                | 509,971,695            |
| <b>(Loss) / Profit before Taxation and Share from Associated Undertaking</b>    | (3,861,543)            | 504,941,348            | 5,413,532                  | 504,911,210            |
| Share of (loss) / Profit from associated undertaking                            | (6,898,766)            | 602,892                | (22,695,717)               | (19,312,234)           |
| <b>(Loss) / Profit before Taxation</b>  | (10,760,309)           | 505,544,240            | (17,282,185)               | 485,598,976            |
| Taxation  | -                      | -                      | (900,000)                  | -                      |
| <b>(Loss) / Profit after Taxation</b>   | (10,760,309)           | 505,544,240            | (18,182,185)               | 485,598,976            |
| <b>(Loss) / Earning per Share</b>   | (0.06)                 | 2.71                   | (0.10)                     | 2.60                   |

The annexed notes form an integral part of these accounts.

CHIEF EXECUTIVE

DIRECTOR

**PERVEZ AHMED SECURITIES LIMITED**  
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME  
(UN-AUDITED)  
FOR THE QUARTER AND NINE MONTH ENDED MARCH 31, 2015

|  | Quarter Ended March 31     |                           | Nine Months Ended March 31 |                           |
|--|----------------------------|---------------------------|----------------------------|---------------------------|
|  | 2015                       | 2014                      | 2015                       | 2014                      |
|  | (Un-Audited)<br>Rupees     | (Un-Audited)<br>Rupees    | (Un-Audited)<br>Rupees     | (Un-Audited)<br>Rupees    |
| (Loss) / profit after taxation             | (10,760,309)               | 505,544,240               | (18,182,185)               | 485,598,976               |
| Other comprehensive income                 | -                          | -                         | -                          | -                         |
| <b>Total comprehensive (loss) / income</b> | <b><u>(10,760,309)</u></b> | <b><u>505,544,240</u></b> | <b><u>(18,182,185)</u></b> | <b><u>485,598,976</u></b> |

The annexed notes form an integral part of these accounts.

**PERVEZ AHMED SECURITIES LIMITED**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE NINE MONTH ENDED MARCH 31, 2015**

|   | <b>Nine Months Ended March 31</b> |                                |
|---|-----------------------------------|--------------------------------|
|   | <b>2015</b>                       | <b>2014</b>                    |
|   | <b>(Un-Audited)<br/>Rupees</b>    | <b>(Un-Audited)<br/>Rupees</b> |
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>  |                                   |                                |
| (Loss) / profit before taxation   | (17,282,185)                      | 485,598,976                    |
| Adjustments for:  |                                   |                                |
| - Deficit / (surplus) on remeasurement of investments at fair value through profit and loss - Net | 2,632,887                         | (509,971,695)                  |
| - Impairment loss on intangible assets  | -                                 | 2,360,000                      |
| - Impairment loss on advances & other receivables   | -                                 | 666,969                        |
| - Share of loss from investment in associate  | 22,695,717                        | 19,312,234                     |
| - Provision for gratuity  | 6,000                             | 6,000                          |
| - Dividend income   | (9,000,000)                       | -                              |
| - Depreciation  | 100,656                           | 138,225                        |
|   | <u>16,435,260</u>                 | <u>(487,488,267)</u>           |
| <b>Operating (Loss) before Working Capital Changes</b>  | <b>(846,925)</b>                  | <b>(1,889,291)</b>             |
| (increase) / decrease in current assets   |                                   |                                |
| - Short term investments  | 1,739,520                         | -                              |
| - Advances and other receivables  | (3,375,900)                       | -                              |
| Increase / (decrease) in current liabilities:   |                                   |                                |
| - Trade and other payables  | (1,160,797)                       | 566,857                        |
| - Due to related parties  | (4,493,135)                       | -                              |
|   | <u>(7,290,312)</u>                | <u>566,857</u>                 |
| <b>Cash used in Operations</b>  | <b>(8,137,237)</b>                | <b>(1,322,434)</b>             |
| Taxes paid  | (6,240)                           | -                              |
| Funds received from related parties   | -                                 | 1,225,000                      |
| <b>Net Cash used in Operating Activities</b>  | <b>(8,143,477)</b>                | <b>(97,434)</b>                |
| <b>CASH FLOW FROM FINANCING ACTIVITIES</b>  |                                   |                                |
| Sale of TREC of Lahore Stock Exchange Limited   | 5,000,000                         | -                              |
| Sale of 337,590 Shares of Lahore Stock Exchange Limited   | 3,375,900                         | -                              |
| <b>Net Cash from Financing Activities</b>   | <b>8,375,900</b>                  | <b>-</b>                       |
| <b>Net Increase in Cash and Cash Equivalents</b>  | <b>232,423</b>                    | <b>(97,434)</b>                |
| Cash and cash equivalents at the beginning of the period  | 1,635,421                         | 1,590,748                      |
| <b>Cash and Cash Equivalents at the End of the period</b>   | <b><u>1,867,844</u></b>           | <b><u>1,493,314</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**  
**(UN-AUDITED)**  
**FOR THE NINE MONTH ENDED MARCH 31, 2015**

|                                     | Share<br>Capital<br>Rupees<br>(Un-Audited) | Share<br>Deposit Money<br>Rupees<br>(Un-Audited) | Discount on<br>Issue of Shares<br>Rupees<br>(Un-Audited) | Unappropriated<br>(Loss)<br>Rupees<br>(Un-Audited) | Total<br>Rupees<br>(Un-Audited) |
|-------------------------------------|--|--|--|--|---------------------------------|
| <b>Balance as at July 1, 2013</b>   | 1,865,684,870                              | 20,622,850                                       | (818,331,810)  | (1,564,796,994)                                    | (496,821,084)                   |
| Profit after taxation               | -  | -  |  | 485,598,976  | 485,598,976                     |
| <b>Balance as at March 31, 2014</b> | <u><u>1,865,684,870</u></u>                | <u><u>20,622,850</u></u>                         | <u><u>(818,331,810)</u></u>                              | <u><u>(1,079,198,018)</u></u>                      | <u><u>(11,222,108)</u></u>      |
| <b>Balance as at July 1, 2014</b>   | <b>1,865,684,870</b>                       | <b>20,622,850</b>                                | <b>(818,331,810)</b>                                     | <b>(1,066,982,082)</b>                             | <b>993,828</b>                  |
| (Loss) after taxation               | -  | -  |  | (18,182,185)                                       | (18,182,185)                    |
| <b>Balance as at March 31, 2015</b> | <u><u>1,865,684,870</u></u>                | <u><u>20,622,850</u></u>                         | <u><u>(818,331,810)</u></u>                              | <u><u>(1,085,164,267)</u></u>                      | <u><u>(17,188,357)</u></u>      |

The annexed notes form an integral part of these accounts.

**PERVEZ AHMED SECURITIES LIMITED**

**NOTES TO THE CONDENSED INTERIM UN-AUDITED FINANCIAL  
INFORMATION FOR THE NINE MONTH ENDED MARCH 31, 2015**

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

**Basis of Preparation**

---

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, 2014. Comprehensive balance sheet is extracted from annual audited financial statements for the year ended June 30, 2014 whereas comparative profit & loss account, statement of comprehensive income, statement of changes in equity and cash flow statement are stated from audited interim financial information for the nine months period ended on March 31, 2014.

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 in the annual financial statements of the Company for the year ended June 30,2014.

Note 4

**Contingencies and Commitments**

---

**Contingencies**

During the previous year, JS Global Capital Limited, one of the creditors, filed a suit against the Company for recovery of Rs. 36.574 million including late payment surcharge aggregating to Rs. 17.455. million. The Company has filed a counter claim of Rs. 18.860 million against the creditor. No additional liability has been provided as management expects favourable outcome of the litigation.

**Commitments**

There are no material commitments outstanding at the close of the balance sheet date (June 30, 2014: Nil).

## Quarterly Report March 31, 2015

---

Note 5

### 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.

|   | <b>July 1 to<br/>March 31,<br/>2015<br/>Rupees</b> | <b>July 1 to<br/>March 31,<br/>2014<br/>Rupees</b> |
|---|--|--|
| Associated undertaking                                  |  |  |
| Funds (repaid) to associated undertaking                | (33,135)   | -  |
| Sale of TREC of Lahore Stock Exchange Limited           | 5,000,000  |  |
| Sale of 337,590 Shares of Lahore Stock Exchange Limited | 3,375,900  |  |
| Investment in equity security                           | -  | 9,000,000  |
| Dividend Earned   | 9,000,000  |  |
| Directors   |  |  |
| Funds (re-paid) / received from director(s) - Net       | (4,460,000)  | 825,000  |

Note 6

### Authorization of Financial Statements

---

These interim financial information have been authorized for issue on April 29, 2015 by the Board of Directors of the Company.

Note 7

### 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

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

| Ph: (042) 3575 9621, 3575 9464, 3571 4810

| Fax: (042) 3571 0312