

QUARTERLY ACCOUNTS (Un-Audited)  
for the 1st Quarter ended  
30 September 2022

**BRAINS SECURITIES (PRIVATE) LIMITED**

## CORPORATE INFORMATION

### BOARD OF DIRECTORS

#### CHAIRMAN

Chaudhary Zahid Hussain

#### CHIEF EXECUTIVE

Chaudhary Zahid Hussain

#### DIRECTORS

Chaudhary Zahid Hussain  
Bashir Ahmed Bajwa

#### AUDITORS

Amin Mudassar & Co  
Chartered Accountants

#### LEGAL ADVISOR

Mian Asghar Mahmood

#### BANKERS

Habib Bank Limited  
Bank Al-Habib Limited

#### REGISTERED OFFICE

Room # 613, LSE Building,  
19-Khayaban-e-Awan-e-Iqbal,  
Lahore.  
Tel: +92-42-36300161-3  
Website: [www.brainssecurities.com](http://www.brainssecurities.com)  
Email: [info@brainssecurities.com](mailto:info@brainssecurities.com)



## DIRECTORS' REVIEW


I am pleased to present the interim financial results of the Company for the quarter ended 30th September, 2022.

During the quarter, the Company's Brokerage Income decreased as compared to the quarter ended 30th September, 2021.

Profit after tax for the quarter is Rs. 908,362 as compared to the profit for the quarter ended 30th September, 2021, which was Rs.3,243,101/-.

I would like to commend and acknowledge, on behalf of the Board, the devotion and hard work of our employees and all other stakeholders in creating Brains Securities (Pvt) Ltd. what it is today.

For and on behalf of the Board

  
Chaudhary Zahid Hussain  
Chairman

Lahore  
October 21, 2022



**BRAINS SECURITIES (PVT) LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT SEPTEMBER 30, 2022 (Unaudited)**

(Audited)

	September 30, 2022 Rupees	June 30, 2022 Rupees
<b>ASSETS</b>		
<b>NON CURRENT ASSETS</b>		
Property and equipment	1,884,794	1,839,003
Intangible assets	9,689,956	9,694,828
Long term investments	20,516,912	20,516,912
Long term deposits	1,500,000	1,500,000
	33,591,662	33,550,742
<b>CURRENT ASSETS</b>		
Trade debts	41,259,142	29,314,791
Trade deposits ,short term prepayments and current account balance with statutory authorities	3,347,526	3,758,461
Cash and bank balances	1,300,453	14,009,986
	45,907,121	47,083,238
	<b>79,498,783</b>	<b>80,633,980</b>
<b>EQUITY AND LIABILITIES</b>		
<b>SHARE CAPITAL AND RESERVES</b>		
<b>Authorized Share Capital</b>		
500,000 ordinary shares of Rs.100 each.	50,000,000	50,000,000
<b>Issued, Subscribed and Paid up Capital</b>		
500,000 ordinary shares of Rs.100 each.	50,000,000	50,000,000
Accumulated loss	(4,159,236)	(5,067,598)
Fair Value Adjustment Reserve	16,081,925	16,081,925
	61,922,689	61,014,327
Share Application Money	6,181,996	6,931,996
	68,104,685	67,946,323
<b>CURRENT LIABILITIES</b>		
Deposits, accrued liabilities and advances	4,968,430	5,351,658
Trade and other payables	5,838,424	6,664,479
Provision for taxation	587,244	671,520
	11,394,098	12,687,657
<b>CONTINGENCIES AND COMMITMENTS</b>		
	-	-
	<b>79,498,783</b>	<b>80,633,980</b>

The annexed notes form an integral part of the condensed interim financial information.

  
**CHIEF EXECUTIVE**

  
**DIRECTOR**



**BRAINS SECURITIES (PVT) LIMITED**  
**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2022 (Unaudited)**

	<b>Quarter ended September 30</b>	
	<b>2022</b>	<b>2021</b>
	<b>Rupees</b>	<b>Rupees</b>
Brokerage and commission	3,576,450	9,129,134
	3,576,450	9,129,134
Direct cost	2,178,150	3,527,106
	1,398,300	5,602,028
Operating expenses	1,127,303	2,532,387
Other income	(638,107)	(178,225)
	489,196	2,354,162
<b>PROFIT/(LOSS) FROM OPERATIONS</b>	909,104	3,247,866
Finance cost	742	4,765
<b>PROFIT/(LOSS) BEFORE TAXATION</b>	908,362	3,243,101
Taxation	0	0
<b>PROFIT /(LOSS) FOR THE PERIOD</b>	908,362	3,243,101
<b>EARNING PER SHARE - BASIC AND DILUTED</b>	1.82	6.49

The annexed notes form an integral part of the condensed interim financial information.

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*Chauhan*





**BRAINS SECURITIES (PVT) LIMITED**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2022 (Unaudited)**

	Quarter ended September 30	
	2022	2021
	Rupees	Rupees
Loss for the period	908,362	3,243,101
Other comprehensive income/(loss) for the period	-	-
<b>Total comprehensive loss for the period</b>	<b>908,362</b>	<b>3,243,101</b>

The annexed notes form an integral part of the condensed interim financial information.

  
**CHIEF EXECUTIVE**

  
**DIRECTOR**




**BRAINS SECURITIES (PVT) LIMITED**  
**CONDENSED INTERIM CASH FLOW STATEMENT**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2022 (Unaudited)**

	Note	Quarter ended September 2022 Rupees	2021 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit/(Loss) before taxation		908,362	3,243,101
Adjustments of items not involving movements of cash:			
Depreciation		54,709	60,861
Amortization		4,871	5,412
		59,580	66,273
Operating Cash Flows Before Working Capital Changes		967,942	3,309,374
(Increase) / Decrease in Working Capital			
(Increase) / decrease in current assets			
Trade Debts		(11,944,351)	(25,854,477)
Trade deposits and short term prepayments		410,935	11,711,003
Increase / (decrease) in current liabilities			
Trade and other payables		(1,209,283)	3,314,868
		(12,742,699)	(10,828,606)
Cash Generated From / (Used in) Operations		(11,774,757)	(7,519,232)
Taxes paid		(84,276)	(1,383)
Net cash Flows From Operating Activities		(11,859,033)	(7,520,615)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Fixed Capital Expenditure		(100,500)	-
Net Cash Flows From Investing Activities		(100,500)	-
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Director's Loan		(750,000)	942,000
Net Cash Flows From Financing Activities		(750,000)	942,000
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		(12,709,533)	(6,578,615)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		14,009,986	12,262,126
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	A	1,300,453	5,683,511
<b>A Cash and Cash Equivalents</b>			
Cash and bank balances		1,300,453	5,683,541
		1,300,453	5,683,511

The annexed notes form an integral part of the condensed interim financial information.

  
**CHIEF EXECUTIVE**

  
**DIRECTOR**



**BRAINS SECURITIES (PVT) LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2022 (Unaudited)**

Paid up capital	Accumulated loss	Fair Value Adjustment Reserve	Share deposit money	Long Term Loan	Total
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----- (R u p e e s) -----

Balance as at July 01, 2021	50,000,000	(5,883,540)	15,453,856	0	1,183,000	60,753,316
Director's Loan					942,000	942,000
Pfprofit After Taxation	0	3,243,101	0	0	0	3,243,101
Other Comprehensive Loss	0	0	0	0	0	0
Total Comprehensive Loss for the Period	0	3,243,101	0	0		3,243,101
Balance as at September 30, 2021	50,000,000	(2,640,439)	15,453,856	0	2,125,000	64,938,417
Balance as at July 01, 2022	50,000,000	(5,067,598)	16,081,925	0	6,931,996	67,946,323
Director's Loan					(750,000)	(750,000)
Pfprofit After Taxation	0	908,362	0	0	0	908,362
Other Comprehensive Loss	0	0	0	0	0	0
Total Comprehensive Loss for the Period	0	908,362	0	0		908,362
Balance as at September 30, 2022	50,000,000	(4,159,236)	16,081,925	0	6,181,996	68,104,685

The annexed notes form an integral part of the condensed interim financial information.

  
**CHIEF EXECUTIVE**

  
**DIRECTOR**





**BRAINS SECURITIES (PVT) LIMITED**  
**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2022 (Unaudited)**

**1 COMPANY AND ITS OPERATION**

The company was incorporated as Private Limited Company on July 24, 2015 under the Companies Ordinance, 1984. The company is engaged in the business of share brokerage and investment in securities. The registered office of the company is situated at Room # 613, LSE Building, 19-Khayaban-e-Awan-e-Iqbal, Lahore.

The company is a holder of Trading Right Entitlement Certificate (TREC) of Pakistan Stock Exchange Limited.

**2 STATEMENT OF COMPLIANCE**

This interim financial information of the Company for the quarter ended September 30, 2022 has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, Provision of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

This interim financial information is un-audited and is being submitted to shareholders, as required by the Companies Act, 2017.

**3 BASIS OF PREPARATION**

This interim financial information does not include all the information and disclosures required in annual financial statements, and should be read in conjunction with the Company's annual financial statements as at June-30, 2022.

The accounting policies adopted for the preparation of this interim financial information are same as those applied in the preparation of the preceding annual financial statements of the Company for the year ended June 30, 2022.

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#### 4 JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amount of assets and liabilities, incomes and expenses. Actual results may differ from these estimates. The significant judgements made by management in applying the Company's accounting policies and the key sources of estimation are the same as those that applied to the financial statements for the year ended June 30, 2022.

#### 5 CONTINGENCIES AND COMMITMENTS

There has been no significant change in the contingencies since the date of preceding annual financial statements.

#### 6 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorised for issue on October 21, 2022 by the Board of Directors of the Company.

#### 7 CORRESPONDING FIGURES

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, no significant re-arrangements have been made.

  
CHIEF EXECUTIVE

  
DIRECTOR

