2nd QUARTERLY REPORT
for the Quarter & Half Year
ended December 31, 2022

BRAINS SECURITIES (PRIVATE) LIMITED

CORPORATE INFORMATION

BOARD OF DIRECTORS

CHAIRMAN

Chaudhary Zahid Hussain

CHIEF EXECUTIVE

Chaudhary Zahid Hussain

DIRECTORS

Chaudhary Zahid Hussain
Bashir Ahmad 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
Emai: info@brainssecurities.com

Brains Securities (Pvt) Ltd. 203 PSX

DIRECTORS' REVIEW

I am pleased to present the interim financial results of the Company for the six months and quarter ended 31 December, 2022.

During the quarter, the Company's Brokerage Income decreased as compared to the quarter ended December 31, 2021.

Loss after tax for the quarter is Rs. 164,595 as compared to the profit for the quarter ended December 31,, 2021, which was Rs.136,813.

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
January 19, 2023

Brains Securities (Pvt) Ltd. PSX 203

BRAINS SECURITIES (PVT) LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2022 (Unaudited)

	(Un-audited) December 31, 2022 Rupees	(Audited) June 30, 2022 Rupees
ASSETS		
NON CURRENT ASSETS		
Property and equipment	1,831,919	1,839,003
Intangible assets	9,685,207	9,694,828
Long term investments	20,516,912	20,516,912
Long term deposits	1,500,000	1,500,000
	33,534,038	33,550,742
CURRENT ASSETS		
Trade debts	29,034,144	29,314,791
Trade deposits ,short term prepayments and current account balance with statutory authorities	2,424,211	3,758,461
Cash and bank balances	11,376,359	14,009,986
	42,834,714	47,083,238
	76,368,752	**80,633,980**
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized Share Capital		
500,000 ordinary shares of Rs.100 each.	**50,000,000**	**50,000,000**
Issued, Subscribed and Paid up Capital		
500,000 ordinary shares of Rs.100 each.	50,000,000	50,000,000
Accumulated loss	(4,323,830)	(5,067,598)
Fair Value Adjustment Reserve	16,081,925	16,081,925
	61,758,095	61,014,327
Director's Loan	5,581,996	6,931,996
	67,340,091	67,946,323
CURRENT LIABILITIES		
Trade and other payables	9,028,662	12,687,657
	9,028,662	12,687,657
CONTINGENCIES AND COMMITMENTS	-	
	76,368,752	**80,633,980**

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 HALF YEAR ENDED DECEMBER 31, 2022 (Unaudited)

	Half Year ended December 31		Quarter ended
	2022	2021	2022
	Rupees	Rupees	Rupees
Brokerage and commission	6,293,892	14,657,271	2,717,442
	6,293,892	14,657,271	2,717,442
Direct cost	3,957,687	6,681,810	1,779,537
	2,336,205	7,975,461	937,905
Operating expenses	2,325,139	5,566,469	1,197,836
Other income	(736,087)	(988,420)	(97,980)
	1,589,052	4,578,049	1,099,856
PROFIT/(LOSS) FROM OPERATIONS	747,153	3,397,412	(161,951)
Finance cost	3,386	17,497	2,644
PROFIT/(LOSS) BEFORE TAXATION	743,767	3,379,915	(164,595)
Taxation	0	0	0
PROFIT /(LOSS) FOR THE PERIOD	743,767	3,379,915	(164,595)
EARING PER SHARE - BASIC AND DILUTE	1.49	6.76	(0.33)

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

Brains Securities

[December 31
2021
Rupees
5,528,137
5,528,137
3,154,704
2,373,433
3,034,083
(810,195)
2,223,888
149,545
12,732
136,813
0
136,813
0.27

BRAINS SECURITIES (PVT) LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED DECEMBER 31, 2022 (Unaudited)

	Half Year ended December 31		Quarter ended December 31	
	2022	2021	**2022**	2021
	Rupees	Rupees	**Rupees**	Rupees
Loss for the period	743,767	3,379,915	(164,595)	136,813
Other comprehensive income/(loss) for the period	-	-	-	-
Total comprehensive loss for the period	743,767	3,379,915	(164,595)	136,813

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 HALF YEAR ENDED DECEMBER 31, 2022 (Unaudited)

	Note	Half year ended December 31 2022 Rupees	2021 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit/(Loss) before taxation		743,767	3,379,915
Adjustments of items not involving movements of cash:			
Depreciation		107,584	119,541
Amortization		9,620	10,688
		117,204	130,229
Operating Cash Flows Before Working Capital Changes		860,971	3,510,144
(Increase) / Decrease in Working Capital			
(Increase) / decrease in current assets			
Trade Debts		280,647	(14,459,082)
Trade deposits and short term prepayments		1,334,250	10,825,603
Increase / (decrease) in current liabilities			
Trade and other payables		(3,571,461)	(4,717,049)
		(1,956,564)	(8,350,528)
Cash Generated From / (Used in) Operations		(1,095,593)	(4,840,384)
Taxes Paid		(87,534)	(1,021,591)
Net cash Flows From Operating Activities		(1,183,127)	(5,861,975)
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed Capital Expenditure		(100,500)	-
Short Term Investment		-	-
Net Cash Flows From Investing Activities		(100,500)	-
CASH FLOWS FROM FINANCING ACTIVITIES			
Loan from Directors		(1,350,000)	942,000
Net Cash Flows From Financing Activities		(1,350,000)	942,000
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		(2,633,627)	(4,919,975)
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	11,376,359	7,342,151
A Cash and Cash Equivalents			
Cash and bank balances		11,376,359	7,342,151
		11,376,359	7,342,151

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

CHIEF EXECUTIVE

Babir Ahmed

DIRECTOR

Brains Securities (Pvt) Ltd. 203 PSX

BRAINS SECURITIES (PVT) LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED DECEMBER 31, 2022 (Unaudited)

	Paid up capital	Accumulated loss	Fair Value Adjustment Reserve	Share deposit money	Long Term Loan	Total
	---------- (R	u	p	e	e	s) ----------
Balance as at June 30, 2021	**50,000,000**	**(5,883,540)**	**15,453,856**	**0**	**1,183,000**	**60,753,316**
Profit 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	0	3,243,101
Balance as at September 30, 2021	**50,000,000**	**(2,640,439)**	**15,453,856**	**0**	**1,183,000**	**63,996,417**
Directors Loan	0	0	0	0	942,000	942,000
Profit/(Loss) After Taxation	0	136,813	0	0	0	136,813
Other Comprehensive Loss	0	0	0	0	0	0
Total Comprehensive Loss for the Period	0	136,813	0	0	0	136,813
Balance as at December 31, 2021	**50,000,000**	**(2,503,626)**	**15,453,856**	**0**	**2,125,000**	**65,075,230**
Balance as at June 30, 2022	**50,000,000**	**(5,067,598)**	**16,081,925**	**0**	**6,931,996**	**67,946,323**
Directors Loan	0	0	0	0	(750,000)	(750,000)
Profit 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	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**
Directors Loan	0	0	0	0	(750,000)	(750,000)
Profit After Taxation	0	(164,595)	0	0	0	(164,595)
Other Comprehensive Loss	0	0	0	0	0	0
Total Comprehensive Loss for the Period	0	(164,595)	0	0	0	(164,595)
Balance as at December 31, 2022	**50,000,000**	**(4,323,831)**	**16,081,925**	**0**	**5,431,996**	**67,190,090**

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

CHIEF EXECUTIVE

DIRECTOR

Brains Securities (Pvt) Ltd. 203

Electricity and water expenses

BRAINS SECURITIES (PVT) LIMITED
SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE HALF YEAR ENDED DECEMBER 31, 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 and half year ended December 31, 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.

Brains Securities (Pvt) Ltd. 203 PSX

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 fot 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 informaiton was authorised for issue on January 19, 2023 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

Brains Securities (Pvt) Ltd. PSX 203