

**3rd Quarter Accounts
for the Period Ended
March 31, 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. Hassan Ibrahim Ahmed Mr. Muhammad Khalid Khan Mr. Mazhar Pervaiz Malik	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 Barka Bank (Pakistan) Limited Dubai Islamic Bank Pakistan Limited MCB Bank Limited NIB Bank Limited Silk Bank Limited Summit Bank Limited	
Registered Office	20-K, Gulberg II, Lahore.	
Share Registrars	THK Associates (Pvt.) Limited Ground Floor, State Life Building No 3, Dr. Ziauddin Ahmed Road, Karachi - 75530	
Website	www.pervezahmed.net	

DIRECTORS' REPORT

The Board of Directors of Pervez Ahmed Securities Limited is pleased to present the Company's unaudited condensed interim financial statements for the nine months ended March 31, 2017

Capital Market Review

During the first nine months of Financial Year 2016-17 the Pakistan Stock Exchange 100 Index recorded a return of almost 28%. Average trading volumes also witnessed significant increase.

Financial Results of the Company

During the nine months ended March 31, 2017 the Company posted profit of Rs. 20.70 million versus loss of Rs. 8.44 million in the same period of last year. Profit for the period is mainly due to share of profit of associated undertaking and remeasurement of investments at fair value.

Future Outlook

Over the longer term, the gathering momentum of the China-Pakistan Economic Corridor (CPEC) projects are likely to stimulate investment led GDP growth which bodes well for Pakistan's equity market as well.

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.

Lahore
April 28, 2017

For & on behalf of the Board

Perez Ahmed
Chief Executive

PERVEZ AHMED SECURITIES LIMITED
CONDENSED INTERIM BALANCE SHEET AS AT MARCH 31, 2017

	Note	March 31 2017 (Un-Audited) Rupees	June 30 2016 (Audited) Rupees
Non Current Assets			
Property and equipment		251,557	306,382
Long term investment in associate		405,279,556	392,971,256
Long term security deposits		<u>350,000</u>	<u>1,055,000</u>
		405,881,113	394,332,638
Current Assets			
Short term investments		23,115,632	13,555,385
Advances and other receivables		-	9,000,000
Advance taxation		7,319,168	6,409,048
Bank balances		<u>1,687,499</u>	<u>2,117,842</u>
		32,122,299	31,082,275
Current Liabilities			
Trade and other payables		(490,256,548)	(490,481,917)
Accrued interest / mark up		(21,757,327)	(21,757,327)
Short term borrowings		(105,440,931)	(107,940,931)
Due to related parties		<u>(48,073,097)</u>	<u>(53,465,072)</u>
		(665,527,903)	(673,645,247)
Net Current Assets		(633,405,604)	(642,562,972)
Non Current Liabilities			
Deferred liability		(3,101,244)	(3,099,244)
NET ASSETS		<u>(230,625,735)</u>	<u>(251,329,578)</u>
REPRESENTED BY			
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		<u>(1,298,601,645)</u>	<u>(1,319,305,488)</u>
		(251,248,585)	(271,952,428)
Advance against issue of ordinary shares		20,622,850	20,622,850
		(230,625,735)	(251,329,578)
Contingencies and Commitments	4	-	-
		<u>(230,625,735)</u>	<u>(251,329,578)</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 (UN-AUDITED)
FOR THE NINE MONTH AND QUARTER ENDED MARCH 31, 2017

	Nine Month Ended		Quarter Ended	
	March 31 2017	March 31 2016	March 31 2017	March 31 2016
	(Un-Audited) Rupees	(Un-Audited) Rupees	(Un-Audited) Rupees	(Un-Audited) Rupees
Operating income - Net	103,261	403,969	21,450	393,179
Administrative expenses	(1,214,983)	(1,051,136)	(176,107)	(88,767)
Operating (loss) / profit	(1,111,722)	(647,167)	(154,657)	304,412
Other operating charges	(7,080)	(63,396)	(7,080)	(670)
Surplus / (deficit) on remeasurement of investments at fair value through profit and loss - Net	(1,118,802)	(710,563)	(161,737)	303,742
	<u>9,514,345</u>	<u>(5,386,635)</u>	<u>(2,570,906)</u>	<u>(1,359,906)</u>
Profit / (loss) before Taxation and Share from Associated Undertaking	8,395,543	(6,097,198)	(2,732,643)	(1,056,164)
Share of profit / (loss) from associated undertaking	12,308,300	(2,342,929)	10,864,882	(934,762)
Taxation	-	-	-	-
Profit / (loss) after Taxation	<u>20,703,843</u>	<u>(8,440,127)</u>	<u>8,132,239</u>	<u>(1,990,926)</u>
Profit / (loss) per Share	<u>0.11</u>	<u>(0.05)</u>	<u>0.04</u>	<u>(0.01)</u>

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

CHIEF EXECUTIVE

DIRECTOR

PERVEZ AHMED SECURITIES LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTH AND QUARTER ENDED MARCH 31, 2017

	Nine Month Ended		Quarter Ended	
	March 31 2017 (Un-Audited) Rupees	March 31 2016 (Un-Audited) Rupees	March 31 2017 (Un-Audited) Rupees	March 31 2016 (Un-Audited) Rupees
Profit / (loss) after taxation	20,703,843	(8,440,127)	8,132,239	(1,990,926)
Other comprehensive income	-	-	-	-
Total comprehensive income / (loss)	<u>20,703,843</u>	<u>(8,440,127)</u>	<u>8,132,239</u>	<u>(1,990,926)</u>

The annexed notes form an integral part of these accounts.

CHIEF EXECUTIVE**DIRECTOR**

PERVEZ AHMED SECURITIES LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTH ENDED MARCH 31, 2017

	March 2017	March 2016
	(Un-Audited) Rupees	(Un-Audited) Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (loss) before taxation	20,703,843	(8,440,127)
Adjustments for non-cash items	(21,811,722)	7,807,636
Operating loss before Changes in working capital	(1,107,879)	(632,491)
Changes in working capital	(225,369)	560,862
Net cash generated from / (used in) Operations	(1,333,248)	(71,629)
Payments for income tax	(910,120)	-
Net cash (used in) Operating activities	(2,243,368)	(71,629)
CASH FLOW FROM INVESTING ACTIVITIES		
- Dividend received	9,000,000	-
- Long term security deposit	705,000	-
- Repayment of short term borrowings	(2,500,000)	-
- Due from related parties	(5,391,975)	-
Net Cash generated from / (used in) Investing Activities	1,813,025	-
Net (Decrease) / Increase in Cash and Cash Equivalents	(430,343)	(71,629)
Cash and cash equivalents at the beginning of the period	2,117,842	1,961,947
Cash and Cash Equivalents at the End of the period	<u>1,687,499</u>	<u>1,890,318</u>

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, 2017

	Issued Subscribed and Paid up Capital Rupees (Un-Audited)	Discount on Issue of Ordinary Shares Rupees (Un-Audited)	Accumulated Losses Rupees (Un-Audited)	Advance Against Issue of Ordinary Shares Rupees (Un-Audited)	Total Rupees (Un-Audited)
Balance as at July 1, 2015 - Audited	1,865,684,870	(818,331,810)	(1,082,647,717)	20,622,850	(14,671,807)
Loss after taxation	-	-	(8,440,127)	-	(8,440,127)
Other comprehensive income	-	-	-	-	-
Balance as at March 31, 2016	<u>1,865,684,870</u>	<u>(818,331,810)</u>	<u>(1,091,087,844)</u>	<u>20,622,850</u>	<u>(23,111,934)</u>
Balance as at July 1, 2016 - Audited	1,865,684,870	(818,331,810)	(1,319,305,488)	20,622,850	(251,329,578)
Profit after taxation	-	-	20,703,843	-	20,703,843
Other comprehensive income	-	-	-	-	-
Balance as at March 31, 2017	<u>1,865,684,870</u>	<u>(818,331,810)</u>	<u>(1,298,601,645)</u>	<u>20,622,850</u>	<u>(230,625,735)</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, 2017**

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 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

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, 2016. Comprehensive balance sheet is extracted from annual audited financial statements for the year ended June 30, 2016 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 nine months ended on March 31, 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

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 30,2016.

Note 4

Contingencies and Commitments

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.

Commitments

There are no material commitments outstanding at the close of the balance sheet date (June 30, 2016: Nil).

Quarterly Report March 31, 2017

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.

	July 1 to March 31, 2017 Rupees	July 1 to March 31, 2016 Rupees
Associated undertaking		
Funds received from associated undertaking	7,025	150,000
Directors		
Funds received from / (repaid) to director	(5,399,000)	-

Note 6

Authorization of Financial Statements

These interim financial information have been authorized for issue on April 28, 2017 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

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