

Insight Securities (Private) Limited
(Formerly Pardesi Securities (Private) Limited)
Financial Statements
For the year ended June 30, 2016

Insight Securities (Private) Limited
(Formerly Pardesi Securities (Private) Limited)
Financial Statements

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DIRECTORS' REPORT

The Directors take pleasure in presenting their report together with the audited financial statement of the Company for the years June 30, 2016. The working results of the company for the said financial year are given as under:

During the year company started its commercial operations in the month of May and increased its paid-up capital by Rs. 50,000,000/- (Rupees Fifty Million Only). The director of the company injected a subordinated long term loan of Rs. 22,500,000/- (Twenty Two Million Five Hundred Thousand Only). The directors also provided a fully furnished 3,000 sq ft office in the heart of business district i.e I.I Chundrigar Road. The loss after tax occurs because of provision of impairment on TREC.

Financial Results:

Total revenue
 Operating expenses
 Profit before taxation
 Taxation - current
 Loss after taxation

Rupees
5,797,964
(14,029,017)
(8,231,053)
(1,223,221)
(9,454,274)

Dividend:

The Directors do not recommended any dividend during the year due to cash flow requirement in next financial year.

Future Prospects:

The Company received a warm welcome from Local institution, High Network Individuals and Retail Investors. In short period of time Insight Securities managed to get empanel on top notch Local AMC's, Banks, Insurance Cos, Investment Cos.. Further the company plans launch its Online trading system and intends to market Foreign Institutional Investors (FI's) & Foreign Individuals in upcoming fiscal year FY 17. The company has also arranged a running finance facility from Habib Metropolitan Bank Limited of Rs. 150,000,000/- (Rupees One Hundred Fifty Million only).

Loss per Share:

Loss per share for the year ended June, 30 2016 was Rs. (0.79)

Auditors:

The auditors of the company Nasir Javaid Maqsood Imran – Chartered Accountants have retired and offer their services for the ensuing year.

On behalf of the board
 For (Insight Securities (Pvt) Limited)
 (Formerly Pardesi Securities (Pvt) Limited)

Karachi:
 Dated:


 Chief Executive



AUDITORS' REPORT TO THE MEMBERS

We have audited the annexed balance sheet of **Insight Securities (Private) Limited – (Formerly Pardesi Securities (Private) Limited)** as at **June 30, 2016** and the related profit and loss account, statement of comprehensive income, cash flow statement and statement of changes in equity together with the notes forming part thereof, for the year then ended and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit.

It is the responsibility of the company's management to establish and maintain a system of internal control, and prepare and present the above said statements in conformity with the approved accounting standards and the requirements of the Companies Ordinance, 1984. Our responsibility is to express an opinion on these statements based on our audit.

We conducted our audit in accordance with the auditing standards as applicable in Pakistan. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the above said statements are free of any material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the above said statements. An audit also includes assessing the accounting policies and significant estimates made by management, as well as, evaluating the overall presentation of the above said statements. We believe that our audit provides a reasonable basis for our opinion and, after due verification, we report that—

- (a) in our opinion, proper books of accounts have been kept by the company as required by the Companies Ordinance, 1984;
- (b) in our opinion-
 - (i) the balance sheet and profit and loss account together with the notes thereon have been drawn up in conformity with the Companies Ordinance, 1984, and are in agreement with the books of account and are further in accordance with accounting policies consistently applied.

✓

Offices also at:

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Tel: +92(0)42-35754821-22 Email: nasirgulzar@njmi.net

ISLAMABAD: OFFICE NO. 12 & 13, 3RD FLOOR, FAZAL ARCADE, F-11, MARKAZ, ISLAMABAD, PAKISTAN.
Tel: +9251-2228138, Fax: +9251-2228139, Email: njmiconsultants@gmail.com



A member firm of



- (ii) the expenditure incurred during the year was for the purpose of the company's business; and
- (iii) the business conducted, investments made and the expenditure incurred during the year were in accordance with the objects of the company;
- (c) in our opinion and to the best of our information and according to the explanations given to us, the balance sheet, profit and loss account, statement of comprehensive income, cash flow statement and statement of changes in equity together with the notes forming part thereof conform with approved accounting standards as applicable in Pakistan, and, give the information required by the Companies Ordinance, 1984, in the manner so required and respectively give a true and fair view of the state of the company's affairs as at **June 30, 2016** and of the profit, its cash flows and changes in equity for the year then ended; and
- (d) in our opinion no Zakat was deductible at source under the Zakat and Ushr Ordinance, 1980.

Dated:
Karachi

17 OCT 2016



NASIR JAVAID MAQSOOD IMRAN
Chartered Accountants

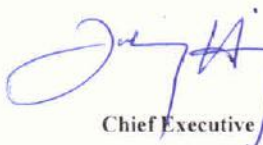
Audit Engagement Partner: M. Javaid Qasim


Insight Securities (Private) Limited
(Formerly Pardesi Securities (Private) Limited)
Balance Sheet
As at June 30, 2016

	Note	Rupees 2016	Rupees 2015
ASSETS			
NON-CURRENT ASSETS			
Property and equipment	4	3,130,723	-
Intangible assets	5	5,000,000	15,000,000
Long term investment	6	40,073,830	40,073,830
Long term deposits	7	513,309	504,809
		48,717,862	55,578,639
CURRENT ASSETS			
Trade receivables	8	16,131,255	-
Short term investments	9	50,250,415	-
Advances, deposits, pre-payments & other receivables	10	3,423,192	-
Cash & bank balances	11	13,296,812	3,517,701
		83,101,674	3,517,701
TOTAL ASSETS		131,819,536	59,096,340
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Authorized Capital			
12,000,000 (2015: 12,000,000) ordinary shares of Rs.10/- each		120,000,000	120,000,000
Issued, subscribed & paid-up capital			
Unappropriated loss	12	120,000,000	70,000,000
		(22,685,771)	(13,231,497)
		97,314,229	56,768,503
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term loan	13	22,500,000	2,241,228
CURRENT LIABILITIES			
Trade payables	14	9,926,611	-
Accrued expenses & other liabilities		1,907,856	86,609
Taxation - net		170,840	-
		12,005,307	86,609
CONTINGENCIES AND COMMITMENTS	15	-	-
TOTAL EQUITY AND LIABILITIES		131,819,536	59,096,340

The annexed notes from 1 to 28 form an integral part of these financial statements.

Karachi


 Chief Executive


 Director

Insight Securities (Private) Limited
(Formerly Pardesi Securities (Private) Limited)
Profit & Loss Account
For the year ended June 30, 2016

	Note	Rupees 2016	Rupees 2015
REVENUE			
Operating revenue	16	5,447,341	1,202,379
Capital gain on sale of investments		3,332,414	-
Loss on remeasurement of investments		(3,005,625)	-
		<u>5,774,130</u>	<u>1,202,379</u>
Administrative expenses	17	(3,925,345)	(102,221)
Finance cost		(6,232)	-
		<u>(3,931,577)</u>	<u>(102,221)</u>
Operating profit		1,842,553	1,100,158
Other charges	18	(10,097,440)	(14,947,742)
Other income	19	23,834	-
Loss before taxation		(8,231,053)	(13,847,584)
Taxation	20	(1,223,221)	(120,237)
Loss after taxation		(9,454,274)	(13,967,821)
Loss per share - basic & diluted	21	(0.79)	(2.00)

The annexed notes from 1 to 28 form an integral part of these financial statements.

Karachi


Chief Executive


Director

Insight Securities (Private) Limited
(Formerly Pardesi Securities (Private) Limited)
Statement of Comprehensive Income
For the year ended June 30, 2016

	Note	Rupees 2016	Rupees 2015
Loss after taxation		(9,454,274)	(13,967,821)
Other comprehensive income		-	-
Total comprehensive loss for the year		<u>(9,454,274)</u>	<u>(13,967,821)</u>

The annexed notes from 1 to 28 form an integral part of these financial statements.

Karachi


Chief Executive


Director

Insight Securities (Private) Limited
(Formerly Pardesi Securities (Private) Limited)
Cash Flow Statement
For the year ended June 30, 2016

Note	Rupees 2016	Rupees 2015
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(8,231,053)	(13,847,584)
Add : Items not involved in movement of fund:		
Depreciation	152,067	
Impairment loss on intangible assets	10,000,000	14,926,170
Loss on remeasurement of investments	3,005,625	-
Finance costs	6,232	-
Cash generated from operating activities before working capital changes	4,932,872	1,078,586
Net change in working capital	(a) (7,806,589)	9,400
Finance costs paid	(6,232)	
Taxes paid	(1,052,382)	(120,237)
Net cash (used in) / generated from operating activities	(3,932,332)	967,749
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property & equipment	(3,282,790)	-
Long term deposits	(8,500)	(504,809)
Short-term investments	(53,256,040)	-
Net cash used in investing activities	(56,547,330)	(504,809)
CASH FLOWS FROM FINANCING ACTIVITIES		
Share capital issued	50,000,000	-
Long term loan received	22,500,000	500,000
Long term repaid	(2,241,228)	-
Net cash generated from financing activities	70,258,772	500,000
Net increase / (decrease) in cash and cash equivalents	9,779,110	962,940
Cash and cash equivalents at the beginning of the year	3,517,701	2,554,761
Cash and cash equivalents at the end of the year	11 13,296,812	3,517,701
(Increase) / decrease in current assets		
Trade receivables	(16,131,255)	-
Advances, deposits & other receivables	(3,423,192)	-
	(19,554,447)	
<u>Increase / (decrease) in current Liabilities</u>		
Trade payables	9,926,611	-
Accrued expenses & other liabilities	1,821,247	9,400
	11,747,858	9,400
Net change in working capital	(7,806,589)	9,400

The annexed notes from 1 to 28 form an integral part of these financial statements.

Karachi


Chief Executive


Director

Insight Securities (Private) Limited
(Formerly Pardesi Securities (Private) Limited)
Statement of Changes in Equity
For the year ended June 30, 2016

	Issued, subscribed and paid-up capital	Unappropriated loss	Total
	<i>Rupees</i>	<i>Rupees</i>	<i>Rupees</i>
Balance as at June 30, 2014	70,000,000	736,324	70,736,324
Loss after taxation	-	(13,967,821)	(13,967,821)
Balance as at June 30, 2015	70,000,000	(13,231,497)	56,768,503
Share capital issued	50,000,000		50,000,000
Loss after taxation	-	(9,454,274)	(9,454,274)
Balance as at June 30, 2016	120,000,000	(22,685,771)	97,314,229

The annexed notes from 1 to 28 form an integral part of these financial statements.

Karachi


Chief Executive


Director