

2nd QUARTERLY REPORT  
for the Quarter & Half Year  
ended December 31, 2023

**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

Nasir Javaid Maqsood Imran  
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)

Emai: [info@brainssecurities.com](mailto:info@brainssecurities.com)

*Zahid Hussain*



## DIRECTORS' REVIEW

I am pleased to present the interim financial results of the Company for the six months and quarter ended 31 December, 2023.


During the quarter, the Company's Brokerage Income increased as compared to the quarter ended December 31, 2022.

Pfprofit after tax for the quarter is Rs. 1,031,661 as compared to the loss for the quarter ended December 31,, 2022, which was Rs.164,595.

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

Lahore  
January 19, 2024

  
Chaudhary Zahid Hussain  
Chairman



**BRAINS SECURITIES (PVT) LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT DECEMBER 31, 2023 (Unaudited)**

	(Un-audited) December 31, 2023 Rupees	(Audited) June 30, 2023 Rupees
<b>ASSETS</b>		
<b>NON CURRENT ASSETS</b>		
Property and equipment	1,769,244	1,799,369
Intangible assets	27,856,687	12,925,344
Long term investments	11,671,348	11,671,348
Long term deposits	3,500,000	1,600,000
	44,797,279	27,996,060
<b>CURRENT ASSETS</b>		
Trade debts	57,839,228	38,104,867
Trade deposits ,short term prepayments and current account balance with statutory authorities	10,814,977	5,201,652
Cash and bank balances	14,924,545	9,755,852
	83,578,750	53,062,371
	<b>128,376,028</b>	<b>81,058,432</b>
<b>EQUITY AND LIABILITIES</b>		
<b>SHARE CAPITAL AND RESERVES</b>		
Authorized Share Capital		
750,000 ordinary shares of Rs.100 each.	75,000,000	75,000,000
Issued, Subscribed and Paid up Capital		
750,000 ordinary shares of Rs.100 each.	75,000,000	63,000,000
Accumulated Profit	8,306,608	6,382,921
	83,306,608	69,382,921
Director's Loan	725,000	685,000
	84,031,608	70,067,921
Deferred Taxation	424,091	424,091
<b>CURRENT LIABILITIES</b>		
Trade and other payables	43,920,329	10,566,420
	43,920,329	10,566,420
<b>CONTINGENCIES AND COMMITMENTS</b>		
	<b>128,376,028</b>	<b>81,058,432</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 HALF YEAR ENDED DECEMBER 31, 2023 (Unaudited)**

	Half Year ended December 31		Quarter ended
	2023	2022	2023
	Rupees	Rupees	Rupees
Brokerage and commission	9,118,221	6,293,892	5,553,022
	9,118,221	6,293,892	5,553,022
Direct cost	5,364,990	3,957,687	3,124,008
	3,753,231	2,336,205	2,429,014
Operating expenses	3,310,549	2,325,139	2,107,854
Other income	(1,485,270)	(736,087)	(713,911)
	1,825,279	1,589,052	1,393,943
<b>PROFIT/(LOSS) FROM OPERATIONS</b>	1,927,952	747,153	1,035,071
Finance cost	4,265	3,386	3,410
<b>PROFIT/(LOSS) BEFORE TAXATION</b>	1,923,687	743,767	1,031,661
Taxation	0	0	0
<b>PROFIT/(LOSS) FOR THE PERIOD</b>	1,923,687	743,767	1,031,661
<b>EARNING PER SHARE - BASIC AND DILUTE</b>	2.56	1.49	1.38

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

  
**CHIEF EXECUTIVE**

  
**DIRECTOR**



1 December 31

2022

Rupees

2,717,442

2,717,442

1,779,537

937,905

1,197,836

(97,980)

1,099,856

(161,951)

2,644

(164,595)

0

(164,595)

(0.33)





**BRAINS SECURITIES (PVT) LIMITED**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2023 (Unaudited)**

	Half Year ended December 31		Quarter ended December 31	
	2023	2022	2023	2022
	Rupees	Rupees	Rupees	Rupees
Loss for the period	1,923,687	743,767	1,031,661	(164,595)
Other comprehensive income/(loss) for the period	-	-	-	-
<b>Total comprehensive loss for the period</b>	<b>1,923,687</b>	<b>743,767</b>	<b>1,031,661</b>	<b>(164,595)</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 HALF YEAR ENDED DECEMBER 31, 2023 (Unaudited)**

		Half year ended December 31	
	Note	2023 Rupees	2022 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit/(Loss) before taxation		1,923,687	743,767
Adjustments of items not involving movements of cash:			
Depreciation		108,425	107,584
Amortization		8,658	9,620
		117,083	117,204
Operating Cash Flows Before Working Capital Changes		2,040,770	860,971
(Increase) / Decrease in Working Capital			
(Increase) / decrease in current assets			
Trade Debts		(19,734,361)	280,647
Trade deposits and short term prepayments		(5,520,220)	1,334,250
Increase / (decrease) in current liabilities			
Trade and other payables		33,353,909	(3,571,461)
		8,099,328	(1,956,564)
Cash Generated From / (Used in) Operations		10,140,098	(1,095,593)
Taxes Paid		(93,105)	(87,534)
Net cash Flows From Operating Activities		10,046,993	(1,183,127)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Fixed Capital Expenditure		(78,300)	(100,500)
Right of Room		(14,940,000)	-
Long Term Deposits		(1,900,000)	-
Net Cash Flows From Investing Activities		(16,918,300)	(100,500)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Share Capital		12,000,000	-
Loan from Directors		40,000	(1,350,000)
Net Cash Flows From Financing Activities		12,040,000	(1,350,000)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		5,168,693	(2,633,627)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		9,755,852	14,009,986
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	A	14,924,545	11,376,359
<b>A Cash and Cash Equivalents</b>			
Cash and bank balances		14,924,545	11,376,359
		14,924,545	11,376,359

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 HALF YEAR ENDED DECEMBER 31, 2023 (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, 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	1,031,661	0	0	0	1,031,661
Other Comprehensive Loss	0	0	0	0	0	0
Total Comprehensive Loss for the Period	0	1,031,661	0	0	0	1,031,661
Balance as at December 31, 2022	50,000,000	(3,127,575)	16,081,925	0	5,431,996	68,386,346
Balance as at June 30, 2023	63,000,000	6,382,921	0	0	685,000	70,067,921
Profit After Taxation	0	892,026	0	0	0	892,026
Other Comprehensive Loss	0	0	0	0	0	0
Total Comprehensive Loss for the Period	0	892,026	0	0	0	892,026
Balance as at September 30, 2023	63,000,000	7,274,947	0	0	685,000	70,959,947
Shares Issued	12,000,000	0	0	0	0	12,000,000
Directors Loan	0	0	0	0	40,000	40,000
Profit After Taxation	0	1,031,661	0	0	0	1,031,661
Other Comprehensive Loss	0	0	0	0	0	0
Total Comprehensive Loss for the Period	0	1,031,661	0	0	0	1,031,661
Balance as at December 31, 2023	75,000,000	8,306,608	0	0	725,000	84,031,608

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

  
HIE EXECUTIVE

  
DIRECTOR



**BRAINS SECURITIES (PVT) LIMITED**  
**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2023 (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, 2023 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, 2023.

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, 2023.



#### 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, 2023.

#### 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 January 19, 2024 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

