

QUARTERLY ACCOUNTS (Un-Audited)
for the 1st Quarter ended
30 September 2018

BRAINS SECURITIES (PRIVATE) LIMITED

CORPORATE INFORMATION

BOARD OF DIRECTORS

CHAIRMAN

Chaudhary Zahid Hussain

CHIEF EXECUTIVE

Chaudhary Zahid Hussain

DIRECTORS

Chaudhary Zahid Hussain
Mr. Muhammad Rizwan Zafar Khan

AUDITORS

Amin Mudassar & Co
Chartered Accountants

LEGAL ADVISOR

Mian Asghar Mahmood

BANKERS

Habib Bank 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



DIRECTORS' REVIEW

I am pleased to present the interim financial results of the Company for the quarter ended 30th September, 2018.

During the quarter, the Company's Brokerage Income improved as compared to the quarter ended 30th September, 2017.


Profit after tax for the quarter is Rs. 30,025 as compared to the loss for the quarter ended 30th September, 2017, which was Rs.373,240.

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.

Lahore
October 25, 2018



For and on behalf of the Board


Chaudhary Zahid Hussain
Chairman

BRAINS SECURITIES (PVT) LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2018 (Unaudited)

	September 30, 2018 Rupees	June 30, 2018 Rupees
ASSETS		
NON CURRENT ASSETS		
Property and equipment	899,767	932,997
Intangible assets	2,732,423	2,738,383
Long term investments	8,046,154	8,046,154
Long term deposits	1,500,000	1,500,000
	13,178,344	13,217,534
CURRENT ASSETS		
Trade debts	15,212,979	2,258,108
Trade deposits ,short term prepayments and current account balance with statutory authorities	11,651,846	5,529,687
Cash and bank balances	965,678	8,237,666
	27,830,503	16,025,461
	41,008,847	29,242,995
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized Share Capital		
350,000 ordinary shares of Rs.100 each.	35,000,000	35,000,000
Issued, Subscribed and Paid up Capital		
350,000 ordinary shares of Rs.100 each.	35,000,000	35,000,000
Accumulated loss	(16,475,686)	(16,505,711)
Fair Value Adjustment Reserve	6,735,887	6,735,887
	25,260,201	25,230,176
Director's Loan	1,183,000	1,183,000
	26,443,201	26,413,176
CURRENT LIABILITIES		
Trade and other payables	14,565,646	2,829,819
	14,565,646	2,829,819
	-	-
	41,008,847	29,242,995

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, 2018 (Unaudited)

	Quarter ended September 30	
	2018	2017
	Rupees	Rupees
Brokerage and commission	1,073,644	995,494
Direct cost	1,073,644	995,494
	<u>206,659</u>	<u>297,294</u>
Operating expenses	866,985	698,200
Other income	862,624	799,351
	(27,311)	(800)
	<u>835,313</u>	<u>798,551</u>
PROFIT/(LOSS) FROM OPERATIONS	31,672	(100,351)
Finance cost	1,647	5,316
PROFIT/(LOSS) BEFORE TAXATION	<u>30,025</u>	<u>(105,667)</u>
Taxation	0	267,573
PROFIT/(LOSS) FOR THE PERIOD	<u>30,025</u>	<u>(373,240)</u>
EARNING PER SHARE - BASIC AND DILUTED	<u>0.09</u>	<u>(1.66)</u>

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


CHIEF EXECUTIVE




DIRECTOR


BRAINS SECURITIES (PVT) LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED SEPTEMBER 30, 2018 (Unaudited)

	Quarter ended September 30	
	2018 Rupees	2017 Rupees
Loss for the period	30,025	(373,240)
Other comprehensive income/(loss) for the period	-	-
Total comprehensive loss for the period	<u>30,025</u>	<u>(373,240)</u>

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, 2018 (Unaudited)

	Note	Quarter ended September 2018 Rupees	2017 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit/(Loss) before taxation		30,025	(105,667)
Adjustments of items not involving movements of cash:			
Depreciation		33,230	40,084
Amortization		5,960	6,621
Finance Cost		1,647	5,316
Operating Cash Flows Before Working Capital Changes		40,837	52,021
(Increase) / Decrease in Working Capital		70,862	(53,646)
(Increase) / decrease in current assets			
Trade Debts		(12,954,871)	(642,597)
Loan and Advances		-	-
Trade deposits and short term prepayments		(6,122,159)	556,352
Increase / (decrease) in current liabilities		11,735,827	(4,306,798)
Trade and other payables		(7,341,203)	(4,393,043)
Cash Generated From / (Used in) Operations		(7,270,341)	(4,446,689)
Taxes paid		-	(267,573)
Finance Cost Paid		(1,647)	(5,316)
Net cash Flows From Operating Activities		(7,271,988)	(4,719,578)
CASH FLOWS FROM INVESTING ACTIVITIES			
Long Term Deposits		-	(500,000)
Investment at Fair Value through Profit & Loss		-	184,155
Net Cash Flows From Investing Activities		-	(315,845)
CASH FLOWS FROM FINANCING ACTIVITIES			
Share Capital Issued		-	12,500,000
Share Deposit Money		-	(12,500,000)
Director's Loan		-	(800,000)
Net Cash Flows From Financing Activities		-	(800,000)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		(7,271,988)	(5,835,423)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		8,237,666	13,305,016
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	A	965,678	7,469,593
A Cash and Cash Equivalents			
Cash and bank balances		965,678	7,469,593
		965,678	7,469,593

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, 2018 (Unaudited)

Paid up capital	Accumulated loss	Fair Value Adjustment Reserve	Share deposit money	Long Term Loan	Total
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Balance as at June 30, 2017	10,000,000	(1,278,451)	9,324,718	12,500,000	1,183,000	31,729,267
Shared Issued During the Year	12,500,000	0	0	0	0	12,500,000
Share Deposit Money	0	0	0	(12,500,000)	0	(12,500,000)
Director's Loan	0	0	0	0	(800,000)	(800,000)
Loss After Taxation	0	(373,240)	0	0	0	(373,240)
Other Comprehensive Loss	0	0	0	0	0	0
Total Comprehensive Loss for the Period	0	(373,240)	0	0	0	(373,240)
Balance as at September 30, 2017	22,500,000	(1,651,691)	9,324,718	0	383,000	30,556,027
Balance as at July 01, 2018	35,000,000	(16,505,711)	6,735,887	0	1,183,000	26,413,176
Loss After Taxation	0	30,025	0	0	0	30,025
Other Comprehensive Loss	0	0	0	0	0	0
Total Comprehensive Loss for the Period	0	30,025	0	0	0	30,025
Balance as at September 30, 2018	35,000,000	(16,475,686)	6,735,887	0		26,443,201

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, 2018 (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, 2018 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, 2018.

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, 2018.

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, 2018.

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 25, 2018 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