

**HORIZON SECURITIES LIMITED**

**Financial Statements**

**For the Quarter Ended September 30, 2022**

**HORIZON SECURITIES LIMITED**  
**CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)**  
**AS AT SEPTEMBER 30, 2022**

<b>Assets</b>	<b>Note</b>	<b>Sep-22 Rupees</b>	<b>Jun-22 Rupees</b>
<b>Non current assets</b>			
Property, plant and equipment	5	2,033,578	2,115,344
Right-of-use assets		21,042,778	22,290,978
Intangible asset		2,500,000	2,500,000
Long term investment	6	16,406,874	16,406,874
Long term Security deposits		1,680,000	1,680,000
		<b>43,663,230</b>	<b>44,993,196</b>
<b>Current assets</b>			
Trade debts - net	7	34,716,576	40,934,941
Short term deposit		15,784,399	15,982,792
Advances and other receivables		74,722,636	68,287,504
Income tax refundable		4,055,375	3,475,147
Short term investments	8	430,966	460,986
Cash and bank balances		19,790,467	38,229,860
		<b>149,500,420</b>	<b>167,371,230</b>
<b>Total Assets</b>		<b>193,163,660</b>	<b>212,364,426</b>
<b>Equity and Liabilities</b>			
<b>Share Capital and Reserves</b>			
<b>Authorised capital</b>		<b>200,000,000</b>	<b>200,000,000</b>
<b>Issued, subscribed and paid-up capital</b>		<b>139,650,000</b>	<b>139,650,000</b>
Capital Reserve		(11,788,316)	(11,788,316)
Unappropriated profit		32,107,615	34,969,053
		<b>159,969,299</b>	<b>162,830,738</b>
<b>Liabilities</b>			
<b>Non current liabilities</b>			
		<b>14,050,010</b>	<b>14,050,011</b>
<b>Current liabilities</b>			
Trade and other payables	9	15,609,265	30,738,583
Current portion of non-current liabilities		3,535,086	4,745,095
		<b>19,144,351</b>	<b>35,483,678</b>
<b>Total Liabilities</b>		<b>19,144,351</b>	<b>35,483,678</b>
<b>Contingencies and commitments</b>	11	<b>0</b>	<b>0</b>
<b>Total Equity and Liabilities</b>		<b>193,163,660</b>	<b>212,364,426</b>

The annexed notes form an integral part of these financial statements.

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**Chief Executive**

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**Director**

**HORIZON SECURITIES LIMITED**  
**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)**  
**FOR THE QUARTER ENDED ON SEPTEMBER 30, 2022**

	Quarter ended on	
	Sep-22 Rupees	Sep-21 Rupees
Commission Income	3,946,701	5,097,831
Gain/(Loss) on sale of short term investments - net	135	0
Fair value (loss) / gain on remeasurement of investments through profit or loss	(30,020)	22,090
Dividend Income	437,487	0
Other income	428,728	424,420
	<b>4,783,031</b>	<b>5,544,341</b>
Administrative and operating expenses	(6,572,631)	(7,399,721)
Finance cost	(1,071,838)	(441,688)
<b>Profit/(Loss) before taxation</b>	<b>(2,861,438)</b>	<b>(2,297,068)</b>
<b>Taxation</b>		
Current		
Prior year		
<b>Profit/(Loss) after taxation</b>	<b>(2,861,438)</b>	<b>(2,297,068)</b>

The annexed notes form an integral part of these financial statements.

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**Chief Executive**

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**Director**

**HORIZON SECURITIES LIMITED**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (**  
**FOR THE QUARTER ENDED ON SEPTEMBER 30, 2022**

	Quarter ended on	
	Sep-22 Rupees	Sep-21 Rupees
<b>Profit/(Loss) after taxation</b>	(2,861,438)	(2,297,068)
<b>Other Comprehensive Income</b>		
Items that may be reclassified subsequently to profit and loss account		
Fair value gain on remeasurement of available for sale investment	<b>0</b>	<b>0</b>
<b>Total comprehensive income/ (loss)</b>	(2,861,438)	(2,297,068)

The annexed notes form an integral part of these financial statements.

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**Chief Executive**

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**Director**

**HORIZON SECURITIES LIMITED**  
**CONDENSED INTERIM CASH FLOW STATEMENT(UN-AUDITED)**  
**FOR THE QUARTER ENDED ON SEPTEMBER 30, 2022**

	<b>Sep-22</b>	
	<b>Rupees</b>	
<b>Cash flow from operating activities</b>		
Profit/(Loss) before taxation	(2,861,438)	
Adjustments for non-cash charges and other items:		
Depreciation	1,329,966	
Fair value loss / (gain) on remeasurement of investments through profit or loss	30,020	
Finance cost	1,071,838	
<b>Profit/(Loss) before working capital changes</b>	<b>(429,614)</b>	
<b>Effect on cash flow due to working capital changes</b>		
(Increase) / decrease in current assets:		
Trade receivables	6,218,365	
Short term deposits	198,393	
Advances and prepayments	(6,435,132)	
(Decrease) / increase in current liabilities:		
Trade payables & other Payables	(15,129,318)	
	<b>(15,147,692)</b>	
<b>Cash used in operations</b>	<b>(15,577,306)</b>	
Income tax paid	(580,229)	
<b>Net cash used in operating activities</b>	<b>(16,157,535)</b>	
<b>Net cash (used in) / generated from investing activities - fixed capital expenditure</b>	<b>0</b>	
<b>Cash flow from financing activities</b>		
Lease finances - net	(1,210,009)	
Finance cost paid	(1,071,838)	
<b>Net cash (used in) / generated from financing activities</b>	<b>(2,281,847)</b>	
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(18,439,382)</b>	
<b>Cash and cash equivalents - at beginning of the period</b>	<b>38,229,860</b>	
<b>Cash and cash equivalents - at end of the period</b>	<b>19,790,467</b>	

The annexed notes form an integral part of these financial statements.

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**Chief Executive**

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**Director**

**HORIZON SECURITIES LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY(UN-AUDITED)**  
**FOR THE QUARTER ENDED ON SEPTEMBER 30, 2022**

	<b>Share Capital</b>	<b>Capital Reserve</b>	<b>Revenue Reserve</b>	
	<b>Paid up ordianry share capital</b>	<b>Resever for Financial Assets measured at FVTOCI</b>	<b>Unappr- opriated profit</b>	<b>Total Equity</b>
----- Rupees -----				
Balance as at June 30, 2021	139,650,000	(7,661,278)	29,137,479	161,126,201
Total comprehensive (loss) / income				
Profit for the three months	-	-	(2,297,068)	(2,297,068)
Other comprehensive income	-	-	-	-
	-	-		
Balance as at September 30, 2021	139,650,000	(7,661,278)	26,840,411	158,829,133
<b>Balance as at June 30, 2022</b>	<b>139,650,000</b>	<b>(11,788,316)</b>	<b>34,969,053</b>	<b>162,830,737</b>
Total comprehensive (loss) / income				
Profit for the three months	-	-	(2,861,438)	(2,861,438)
Other comprehensive income	-	-	-	-
	-	-	(2,861,438)	(2,861,438)
Balance as at September 30, 2022	<b>139,650,000</b>	<b>(11,788,316)</b>	<b>32,107,615</b>	<b>159,969,299</b>

The annexed notes form an integral part of these financial statements.

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**Chief Executive**

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**Director**

**HORIZON SECURITIES LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE QUARTER ENDED ON SEPTEMBER 30, 2022**

**1. LEGAL STATUS AND OPERATIONS**

Horizon Securities Limited (the Company) was incorporated in Pakistan on January 08, 2007 as a Single Member Company under the Companies Ordinance, 1984. The Company was incorporated pursuant to the corporatisation policy of the Securities and Exchange Commission of Pakistan to enable the individual members of Stock Exchanges to transfer their membership along with all entitlements related thereto to a corporate entity. The status of the Company was first converted into a Private Limited Company with effect from May 27, 2011 and then a Public Limited Company with effect from June 27, 2011.

The Company is a Trading Right Entitlement Certificate holder of Pakistan Stock Exchange Limited and registered with SECP in Trading and Slef Clearing Category. The Company is principally engaged in shares brokerage services. The Company's registered office is located at 2nd Floor, Plaza 79-A, Banker Cooperative Housing Society, Lahore.

**2 Basis of measurement**

**2.1 Statement of compliance**

This condensed interim financial reports of the company for the three months period ended September 30, 2022 has been prepared in accordance with the requirements of the International Accounting/Financial Reporting Standard and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act,2017 have been followed.

These condensed interim financial statements are unaudited These condensed interim financial statements do not include all of the information and disclosures required in the financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2022.

**2.2 Functional and presentation currency**

These financial statements are presented in Pak Rupee, which is the Company's functional and presentation currency. All financial information presented in Pak Rupees has been rounded to the nearest to rupees unless otherwise stated.

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial report are the same as those applied in the preparation of the financial statements for the year ended June 30, 2022.

**4 ESTIMATES**

The preparation of condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended June 30, 2022.

**5 PROPERTY, PLANT AND EQUIPMENT-OWNED**

	<b>(Un-Audited)</b>	(Audited)
	<b>Sep 30</b>	June30,
	<b>2022</b>	2022
	<b>Rupees</b>	Rupees
Opening Cost	<b>2,115,344</b>	2,681,262
Addition during the period	<b>0</b>	38,500
Disposals during the period	<b>0</b>	(170,230)
Accumulated Depreciation	<b>(81,766)</b>	(434,188)
	<b>2,033,578</b>	2,115,344

	<b>(Un-Audited)</b>	<b>(Audited)</b>
	<b>Sep 30</b>	<b>June30,</b>
	<b>2022</b>	<b>2022</b>
	<b>Rupees</b>	<b>Rupees</b>
<b>6 LONG TERM INVESTMENTS</b>		
LSE Financial Services Limited 843,975 ordinary shares of Rs.10 each	<b>16,406,874</b>	20,533,912
Adjustment on remeasurement to fair value	-	(4,127,038)
	<b><u>16,406,874</u></b>	<b><u>16,406,874</u></b>
<b>7 TRADE DEBTS</b>		
Trade Debts- Gross	<b>38,817,254</b>	45,035,619
Less Provision for doubtful debts	<b><u>(4,100,678)</u></b>	<b><u>(4,100,678)</u></b>
	<b><u>34,716,576</u></b>	<b><u>40,934,941</u></b>
<b>8 SHORT TERM INVESTMENT</b>		
At fair value through profit or loss		
Investment in Listed Securities-At Cost	<b>417,930</b>	524,710
Unrealized gain/(loss) on re-measurement of investments	<b><u>(30,020)</u></b>	<b><u>(106,780)</u></b>
Mutual Fund	<b>43,056</b>	43,056
Carrying value	<b><u>430,966</u></b>	<b><u>460,986</u></b>
<b>9 TRADE AND OTHER PAYABLES</b>		
Payable to Clients	<b>13,471,745</b>	28,809,249
Payable to NCCPL	<b>0</b>	0
Accrued and other Payables	<b><u>2,137,520</u></b>	<b><u>1,929,334</u></b>
	<b><u>15,609,265</u></b>	<b><u>30,738,583</u></b>

**10 FINANCIAL RISK MANAGEMENT**  
The financial risk management objectives and policies are consistent with those disclosed in the Annual Financial Statements of the Company as at and for the year ended 30 June 2022

**11 CONTINGENCIES AND COMMITMENTS**

There are no major changes in the status of contingencies as reported in the annual financial in the annual financial statements of the statements for the year ended June 30, 2022

**12 DATE OF AUTHORIZATION FOR ISSUE**

These financial statements were authorized for issue by the Board of Directors of the Company on \_\_\_\_\_

**13 GENERAL**

Corresponding figures have been re-arranged, wherever necessary, for the purposes of comparison; however, no material re-arrangements have been made in these financial statements.

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**Chief Executive**

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**Director**





