

**HORIZON SECURITIES LIMITED**

**Financial Statements**

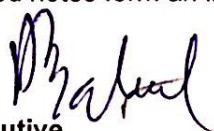
**For the Half Year Ended December 31, 2019**

**HORIZON SECURITIES LIMITED**  
**CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)**  
**AS AT DECEMBER 31, 2019**

Assets	Note	Dec-19 Rupees	Jun-19 Rupees
<b>Non current assets</b>			
Property, plant and equipment	5	10,342,359	10,916,139
Intangible asset		2,500,000	2,500,000
Long term investment	6	19,158,233	19,158,233
Security deposits		1,930,000	2,030,000
		33,930,592	34,604,372
<b>Current assets</b>			
Trade debts - net	7	64,431,158	229,725,199
Advances		77,465,164	68,062,449
Deposits and other receivables		18,793,568	11,427,914
Income tax refundable		5,760,880	5,267,815
Short term investments	8	1,297,194	1,012,332
Cash and bank balances		28,899,996	40,928,604
		196,647,960	356,424,313
<b>Total Assets</b>		230,578,552	391,028,685
<b>Equity and Liabilities</b>			
<b>Share Capital and Reserves</b>			
<b>Authorised capital</b>		200,000,000	200,000,000
<b>Issued, subscribed and paid-up capital</b>		139,650,000	139,650,000
<b>Fair value loss on remeasurement of available-for-sale investments</b>		(9,036,958)	(9,036,958)
<b>Unappropriated profit</b>		16,268,096	15,589,842
		146,881,138	146,202,885
<b>Liabilities</b>			
<b>Non current liabilities</b>			
		-	-
<b>Current liabilities</b>			
Trade and other payables	9	83,450,479	244,578,865
Provision for Taxation		246,935	246,935
		83,697,414	244,825,800
<b>Total Liabilities</b>		83,697,414	244,825,800
<b>Contingencies and commitments</b>	11	0	0
<b>Total Equity and Liabilities</b>		230,578,552	391,028,685

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

Chief Executive



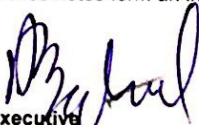
Director



**HORIZON SECURITIES LIMITED**  
**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)**  
**FOR THE HALF YEAR ENDED ON DECEMBER 31, 2019**

	Half year ended		Quarter ended on	
	Dec-19 Rupees	Dec-18 Rupees	Dec-19 Rupees	Dec-18 Rupees
Commission Income	9,530,891	6,431,530	6,668,253	4,000,563
Gain/(Loss) on sale of short term investments - net	0	(5,501,452)		(0)
Fair value (loss) / gain on remeasurement of investments through profit or loss	284,862	(454,848)	273,251	(353,220)
Dividend Income	693,284	523,384.25	0	70,692
Other income	789,239	325,667	659,980	67,367
	<b>11,298,276</b>	<b>1,324,282</b>	<b>7,601,484</b>	<b>3,785,402</b>
Administrative and operating expenses	(10,607,235)	(19,697,214)	(2,655,822)	(9,576,365)
Finance cost	(12,787)	(252,871)	(8,623)	(30,116)
<b>Profit/(Loss) before taxation</b>	<b>678,254</b>	<b>(18,625,803)</b>	<b>4,937,039</b>	<b>(5,821,079)</b>
<b>Taxation</b>				
Current				
Prior year				
<b>Profit/(Loss) after taxation</b>	<b>678,254</b>	<b>(18,625,803)</b>	<b>4,937,039</b>	<b>(5,821,079)</b>
<b>Earning/ (Loss) per share - basic</b>	<b>0.05</b>	<b>(1.33)</b>	<b>0.35</b>	<b>(0.42)</b>

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

  
Chief Executive

  
Director

**HORIZON SECURITIES LIMITED**  
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AIDITED)**  
**FOR THE HALF YEAR ENDED ON DECEMBER 31, 2019**

	Half year ended		Quarter ended on	
	Dec-19 Rupees	Dec-18 Rupees	Dec-19 Rupees	Dec-18 Rupees
Profit/(Loss) after taxation	678,254	(18,625,803)	4,937,039	(5,821,079)
Other Comprehensive Income				
Items that may be reclassified subsequently to profit and loss account				
Fair value gain on remeasurement of available for sale investment	0	0	0	0
<b>Total comprehensive income/ (loss) for the year</b>	<b>678,254</b>	<b>(18,625,803)</b>	<b>4,937,039</b>	<b>(5,821,079)</b>

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

  
Chief Executive

  
Director



**HORIZON SECURITIES LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY(UN-AUDITED)**  
**FOR THE HALF YEAR ENDED ON DECEMBER 31, 2019**

	Share Capital	Capital Reserve	Revenue Reserve	Total Equity
	Paid up ordianry share capital	Fair value (loss) / gain on remeasure- ment of available- for-sale investments	Unappr- opriated profit	
----- Rupees -----				
Balance as at June 30, 2018	139,650,000	(12,936,122)	37,403,569	164,117,447
Total comprehensive (loss) / income for the six months ended December 31, 2018				
Profit for the six months	-	-	(18,625,803)	(18,625,803)
Other comprehensive income	-	-	-	-
	-	-	(18,625,803)	(18,625,803)
<b>Balance as at December 31, 2018</b>	<b>139,650,000</b>	<b>(12,936,122)</b>	<b>18,777,766</b>	<b>145,491,644</b>
<b>Balance as at June 30, 2019</b>	<b>139,650,000</b>	<b>(9,036,958)</b>	<b>15,589,842</b>	<b>146,202,884</b>
Total comprehensive (loss) / income for the six months ended December 31, 2019				
Profit for the six months	-	-	678,254	678,254
Other comprehensive income	-	-	-	-
	-	-	678,254	678,254
<b>Balance as at December 31, 2019</b>	<b>139,650,000</b>	<b>(9,036,958)</b>	<b>16,268,096</b>	<b>146,881,138</b>

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

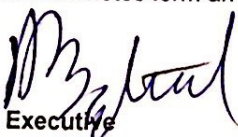
  
**Chief Executive**

  
**Director**

**HORIZON SECURITIES LIMITED**  
**CONDENSED INTERIM CASH FLOW STATEMENT(UN-AUDITED)**  
**FOR THE HALF YEAR ENDED ON DECEMBER 31, 2019**

	Dec-19 Rupees	Dec-18 Rupees
<b>Cash flow from operating activities</b>		
Profit/(Loss) before taxation	678,254	(18,625,803)
Adjustments for non-cash charges and other items:		
Depreciation	573,780	572,554
Povision for Receiveable		
Fair value loss / (gain) on remeasurement of investments through profit or loss	(284,862)	454,848
Finance cost	12,787	252,871
<b>Profit/(Loss) before working capital changes</b>	<b>979,959</b>	<b>(17,345,530)</b>
<b>Effect on cash flow due to working capital changes</b>		
(Increase) / decrease in current assets:		
Trade receivables	165,294,041	12,837,476
Advances and prepayments	(16,768,369)	5,351,226
Short term investments - net		55,987,931
(Decrease) / increase in current liabilities:		
Trade payables & other Payables	(161,128,386)	(19,607,216)
	(12,602,714)	54,569,417
<b>Cash used in operations</b>	<b>(11,622,755)</b>	<b>37,223,887</b>
Income tax paid	(493,065)	(904,896)
<b>Net cash used in operating activities</b>	<b>(12,115,820)</b>	<b>36,318,991</b>
<b>Net cash (used in) / generated from investing activities</b>		
- fixed capital expenditure	0	(24,500)
Refund of Securities Deposits	100,000	
<b>Cash flow from financing activities</b>		
Lease finances - net	0	(264,412)
Short term borrowings - net	0	(41,178,169)
Finance cost paid	(12,787)	(1,599,473)
<b>Net cash (used in) / generated from financing activities</b>	<b>(12,787)</b>	<b>(43,042,054)</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(12,028,607)</b>	<b>(6,747,563)</b>
<b>Cash and cash equivalents - at beginning of the period</b>	<b>40,928,604</b>	<b>34,562,814</b>
<b>Cash and cash equivalents - at end of the period</b>	<b>28,899,996</b>	<b>27,815,252</b>

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

  
Chief Executive

  
Director



**HORIZON SECURITIES LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE HALF YEAR ENDED ON DECEMBER 31, 2019**

**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 has been 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 Pakistan Stock Exchange Limited. The Company is principally engaged in shares brokerage & trading and consultancy 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 report of the company for the six months period ended December 31, 2019 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, 2019.

**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, 2019.

**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, 2019.

	(Un-Audited)	(Audited)
	Dec 31	June 30,
	2019	2019
	Rupees	Rupees
<b>5 PROPERTY, PLANT AND EQUIPMENT</b>		
Opening Book Value	10,916,139	12,037,964
Addition during the period	0	24,500
Disposals during the period		
Depreciation charge for the period	(,573780)	(,1146325)
	<u>10,342,359</u>	<u>10,916,139</u>

	(Un-Audited) Dec 31 2019 Rupees	(Audited) June30, 2019 Rupees
<b>6 LONG TERM INVESTMENTS</b>		
LSE Financial Services Limited (formerly Lahore Stock Exchange Limited) 843,975 ordinary shares of Rs.10 each	19,158,233	15,259,068
Adjustment on remeasurement to fair value	-	3,899,165
	<u>19,158,233</u>	<u>19,158,233</u>
<b>7 TRADE DEBTS</b>		
Trade Debts- Gross	84,820,018	250,114,059
Less Provision for doubtful debts	<u>(20,388,860)</u>	0 (20,388,860)
	<u>64,431,158</u>	<u>229,725,199</u>
<b>8 SHORT TERM INVESTMENT</b>		
At fair value through profit or loss		
At Cost	978,583	1,284,793
Unrealized gain/(loss) on re-measurement of investments	284,862	(306,210)
Mutual Fund	<u>33,749</u>	<u>33,749</u>
Carrying value	<u>1,297,194</u>	<u>1,012,332</u>
<b>9 TRADE AND OTHER PAYABLES</b>		
Payable to Clients	24,949,882	17,537,073
Payable to NCCPL	54,773,182	222,488,433
Accrued and other Payables	<u>3,727,415</u>	<u>4,403,359</u>
	<u>83,450,479</u>	<u>244,428,865</u>
<b>10 FINANCIAL RISK MANAGEMENT</b>		
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 2019		
<b>11 CONTINGENCIES AND COMMITMENTS</b>		
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, 2019.		
<b>12 DATE OF AUTHORIZATION FOR ISSUE</b>		
These financial statements were authorized for issue by the Board of Directors of the Company on	<u>21-02-2020</u>	
<b>13 GENERAL</b>		

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.

Chief Executive

Director