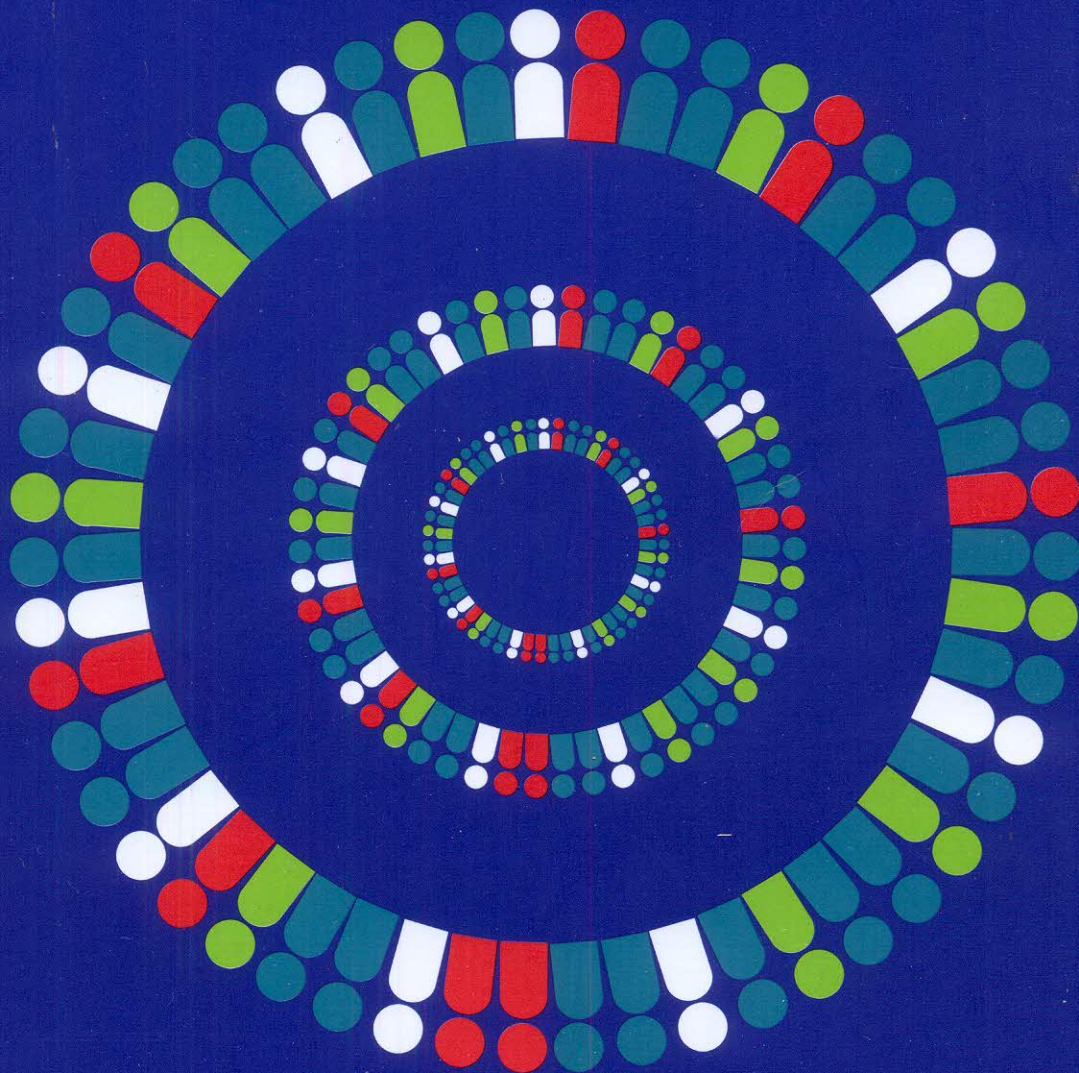


Creative Capital Securities
(Private) Limited
Financial Statements
For the year ended
June 30, 2021



INDEPENDENT AUDITOR'S REPORT

To the members of CREATIVE CAPITAL SECURITIES (PRIVATE) LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statement of **CREATIVE CAPITAL SECURITIES (PRIVATE) LIMITED**, which comprise the statement of financial position as at **June 30, 2021** and the statement of profit or loss and other comprehensive income, the statement of changes in equity, the statement of cash flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, 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 the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, statement of profit or loss and other comprehensive income, the statement of changes in equity and statement of cash flow together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017, 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, 2021 and of the loss for the year then ended; and other comprehensive income, the changes in equity and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan / Institute of Cost and management Accountants (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirement of Companies Act, 2017 and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease

operation, or has no realistic alternative but to do so. Boards of directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the board of directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Company as required by the Companies Act, 2017;
- b) the statement of financial position, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 and are in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and
- d) No zakat was deductible at source under the Zakat and Ushr Ordinance, 1980.

The engagement partner on the audit resulting in this independent auditor's report is **Imran Iqbal**

UHY Hassan Naeem & Co.
KARACHI

DATE: 27 SEP 2021

CREATIVE CAPITAL SECURITIES (PRIVATE) LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2021

	Note	2021 (Rupees)	2020 (Rupees)
<u>ASSETS</u>			
<u>NON CURRENT ASSETS</u>			
Property and equipment	4	9,568,147	10,758,282
Intangible assets	5	2,500,000	2,500,000
Investment at fair value through other comprehensive income	6	24,121,438	10,703,821
Investment Property	7	-	1,113,265
Long term deposits	8	1,531,300	5,831,299
		37,720,885	30,906,667
<u>CURRENT ASSETS</u>			
Trade debts	9	39,955,565	84,561,467
Investment at fair value through profit and loss	10	12,578,845	3,711,311
Investment in Margin Financing	11	25,143,350	11,159,794
Advances, deposits, prepayments and other receivables	12	39,476,871	29,589,260
Cash and bank balances	13	26,196,543	4,497,637
		143,351,174	133,519,469
		181,072,060	164,426,136
<u>EQUITY AND LIABILITIES</u>			
<u>CAPITAL RESERVES</u>			
Authorized capital	14.1	200,000,000	200,000,000
Issued, subscribed and paid-up capital	14.2	141,095,700	141,095,700
Accumulated Profit/(Loss)		13,900,238	19,041,611
Surplus/(Deficit) - Investment at fair value through other comprehensive income		13,309,499	(108,119)
		168,305,437	160,029,193
<u>CURRENT LIABILITIES</u>			
Trade and other payable	15	12,766,623	4,396,943
		12,766,623	4,396,943
Contingencies and commitments	16	181,072,060	164,426,136

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


 Chief Executive


 Director

CREATIVE CAPITAL SECURITIES (PRIVATE) LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED JUNE 30, 2021

	Note	2021 (Rupees)	2020 (Rupees)
Revenue from Contract with Customers	17	11,162,615	8,815,958
Operating and administrative expenses	18	(13,979,698)	(12,429,051)
loss Allowance	9.2	(1,041,849)	-
Finance Cost	19	(1,525)	(1,014)
Other income	20	7,751,842	2,352,371
(LOSS) BEFORE TAXATION		3,891,385	(1,261,736)
Taxation	21	(171,939)	(136,739)
(LOSS) AFTER TAXATION		3,719,446	(1,398,475)

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


 Chief Executive


 Director

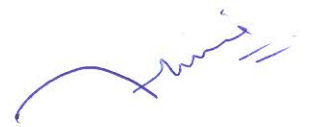
CREATIVE CAPITAL SECURITIES (PRIVATE) LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2021

	2021 (Rupees)	2020 (Rupees)
Profit/(loss) for the year	3,719,446	(1,398,475)
Other comprehensive income:		
Unrealised gain/(loss) on revaluation of investments at fair value through other comprehensive income	13,417,618	(3,351,701)
TOTAL COMPREHENSIVE (LOSS)	<u><u>17,137,064</u></u>	<u><u>(4,750,176)</u></u>

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Chief Executive

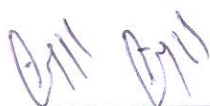


Director

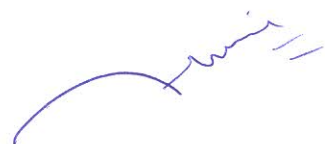
CREATIVE CAPITAL SECURITIES (PRIVATE) LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED JUNE 30, 2021

	Issued, subscribed and paid-up capital	Accumulated Profit/(Loss)	Surplus / (Deficit) - Investment at FVTOCI	Total
	<u>-----Rupees-----</u>			
Balance as at June 30, 2019	141,095,700	20,440,086	3,243,583	164,779,369
Net for the year	-	(1,398,475)	-	(1,398,475)
Unrealised gain/(loss) on revaluation of investments at fair value through OCI	-	-	(3,351,701)	(3,351,701)
Balance as at June 30, 2020	141,095,700	19,041,611	(108,118)	160,029,193
Net (loss) for the year		3,719,446		3,719,446
Unrealised gain/(loss) on revaluation of investments at fair value through OCI			13,417,617	13,417,617
Dividend Paid	-	(8,860,819)	-	(8,860,819)
Balance as at June 30, 2021	141,095,700	13,900,238	13,309,499	168,305,437

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



Chief Executive




Director


CREATIVE CAPITAL SECURITIES (PRIVATE) LIMITED
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED JUNE 30, 2021

Note	2021 (Rupees)	2020 (Rupees)
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(loss) before taxation	3,891,385	(1,261,736)
<u>Adjustment for non-cash items:</u>		
Depreciation	1,242,135	1,421,374
Depreciation on investment property	46,385	-
Gain on disposal of investment property	(449,121)	-
Capital (Gain)/loss on investment at fair value through P&L	(4,067,534)	609,606
Dividend Income	(30,000)	-
	<u>(3,258,135)</u>	<u>2,030,980</u>
Operating profit/(loss) before working capital changes	633,250	769,244
<u>Changes in working capital</u>		
Decrease / (increase) in trade debts	30,622,346	1,200,341
Decrease / (increase) in advances, deposits and prepayments	(9,481,584)	809,225
(Decrease) / increase in trade and other payable	8,369,680	(3,143,073)
Net changes in working capital	29,510,442	(1,133,506)
Taxes paid	(577,966)	(373,883)
Net cash (used in)/generated from operating activities	<u>29,565,726</u>	<u>(738,145)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(52,000)	(31,475)
Disposal of investment property	1,516,000	-
Acquisition/Disposal of investments - net of sales	(4,800,000)	-
Deposits - PSX	4,299,999	(2,999,999)
Dividend Received	30,000	-
Net cash generated from investing activities	993,999	(3,031,474)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(8,860,819)	
Net cash generated from financing activities	<u>(8,860,819)</u>	-
Net increase in cash and cash equivalent	21,698,906	(3,769,619)
Cash and cash equivalent at beginning of the year	4,497,637	8,267,256
Cash and cash equivalent at end of the year	<u><u>26,196,543</u></u>	<u><u>4,497,637</u></u>

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



 Chief Executive



 Director