

**Creative Capital Securities
(Private) Limited
Financial Statements
For the year ended
June 30, 2024**



Subject to rules and regulations of Pakistan Stock Exchange Limited
Creative Capital Securities (Pvt) Limited



TRE Certificate # 153: Pakistan Stock Exchange Limited

Head Office 412-413
Stock Exchange Building
Karachi

CDC Participant ID-06858
URL: www.creativecapital.com.pk

Tel: 32413838, 32473233
32461413, 32430843
Fax: 32413838

DIRECTOR'S REPORT

On behalf of the Board of Directors I am pleased to present the Annual report together with the company's Audited Financial Statement and Auditors Report for the Financial year ended 30th June 2024. The Summarized results for the year ended 30th June 2024 are as under:

Financial results	2024
Operating Revenue	8,633,890
Profit before Taxation	3,879,666
Taxation	(528,437)
Profit after Tax	3,351,229

AUDITORS:

The auditors M/S UHY Hassan Naeem & co retire at the conclusion of the meeting being eligible; they have offered themselves for re-appointment.

CONCLUSION:

The Directors appreciate assistance and co-operation extended by customers and employees of the company.

For and on behalf of the Board

Chief Executive

Date: October 07, 2024

Karachi



Director

- (1), Please Pay Payees A/c Cheque
(2), Shares Kept un-transferred over three weeks after delivery will be at the risk of the Buyers according to the rules Of the Pakistan Stock Exchange Limited.



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UNDERTAKING

I, **Muhammad Nadeem** Chief Executive Officer of **Creative Capital Securities (Private) Limited**, a TRE Certificate Holder of Pakistan Stock Exchange Limited having our registered office at 412-413, 4th floor, Pakistan Stock Exchange, Building, Stock Exchange Road, Karachi., herein after called the "company" do hereby undertake that:

- I. There are no transactions entered into by the broker during the year, which are fraudulent, illegal or in violation of any securities market laws;
- II. The company is complied with Corporate Governance Code For Securities Brokers as per the criteria specified in **Annexure D** of Securities Brokers (Licensing and Operations) Regulations, 2016;



Muhammad Nadeem
Chief Executive Officer

Date: **October 07, 2024**

-
- (1) Please Pay Payees A/c Cheque
 - (2) Shares Kept un-transferred over three weeks after delivery will be at the risk of the Buyers according to the rules Of the Pakistan Stock Exchange Limited.

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 statements of **CREATIVE CAPITAL SECURITIES (PRIVATE) LIMITED** ("the Company"), which comprise the statement of financial position as at **June 30, 2024** and the statement of profit or loss, the statement of changes in equity, and the statement of cash flow for the year then ended, and notes to the financial statements, including a material accounting policy 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, 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 (XIX of 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, 2024 and of the profit for the year then ended, the changes in equity and its cash flows for the period 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 (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.

Other Information:

Management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

However, we have nothing to report in this regard.

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 (XIX of 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.

Board 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.

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 (XIX of 2017);
- b) the statement of financial position, the statement of profit or loss, 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 (XIX of 2017) and are in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the period were for the purpose of the Company's business; and
- d) no zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).
- e) the company was in compliance with the requirement of section 78 of the Securities Act 2015, and the relevant requirements of Securities Brokers (Licensing and Operations) Regulations, 2016 as at the date on which the financial statements were prepared

The engagement partner on the audit resulting in this independent auditor's report is **Arslan Ahmed**.

UHY Hassan Naeem & Co.

KARACHI

DATE: October 7, 2024

UDIN: AR2024103114BuSRxCLq

CREATIVE CAPITAL SECURITIES (PRIVATE) LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2024

	Note	2024 (Rupees)	2023 (Rupees)
<u>ASSETS</u>			
<u>NON CURRENT ASSETS</u>			
Property and equipment	4	6,940,570	7,606,814
Intangible assets	5	2,500,000	2,500,000
Investment at fair value through other comprehensive income	6	13,850,096	8,000,836
Long term deposits	7	553,156	531,300
		23,843,822	18,638,950
<u>CURRENT ASSETS</u>			
Trade debts	8	56,010,981	64,029,933
Investment at fair value through profit and loss	9	5,148,053	4,892,378
Investment in Margin Financing	10	4,181,008	9,620,617
Advances, deposits, prepayments and other receivables	11	63,419,307	46,327,995
Cash and bank balances	12	10,945,117	6,273,467
		139,704,466	131,144,390
		<u>163,548,288</u>	<u>149,783,340</u>
<u>SHARE CAPITAL AND RESERVES</u>			
Authorized capital	13.1	<u>200,000,000</u>	<u>200,000,000</u>
Share capital			
Issued, subscribed and paid-up capital	13.2	141,095,700	141,095,700
Capital Reserves			
Surplus/(Deficit) - Investment at Fair value through OCI		3,038,157	(2,811,103)
Revenue reserves			
Accumulated Profit/(Loss)		7,824,780	4,473,551
		151,958,637	142,758,148
<u>CURRENT LIABILITIES</u>			
Trade and other payable	14	11,589,651	7,025,192
		11,589,651	7,025,192
Contingencies and commitments	15		
		<u>163,548,288</u>	<u>149,783,340</u>

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, 2024

	Note	2024 (Rupees)	2023 (Rupees)
Revenue from Contract with Customers	16	8,633,890	3,863,065
Operating and administrative expenses	17	(13,575,416)	(10,368,898)
Other charges		(56,743)	-
Other income	18	8,998,995	5,470,502
Profit/(loss) before income tax, minimum tax differential and final tax		4,000,726	(1,035,331)
Minimum tax - levy	19	(116,560)	(115,246)
Final taxes - levy	20	(4,500)	-
		(121,060)	(115,246)
Profit/(loss) before income tax		3,879,666	(1,150,577)
Taxation	21	(528,437)	-
Profit/(loss) after income tax		3,351,229	(1,150,577)

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

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Chief Executive



Director

CREATIVE CAPITAL SECURITIES (PRIVATE) LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2024

	2024 (Rupees)	2023 (Rupees)
Profit/(loss) for the year	3,351,229	(1,150,577)
Other Comprehensive Income/ Loss		
Items that will not be subsequently reclassified in profit or loss		
Unrealised gain/ (loss) on revaluation of investments at fair value through other comprehensive income	5,849,260	(3,059,779)
	5,849,260	(3,059,779)
Total Comprehensive Income/ (Loss)	9,200,489	(4,210,356)

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

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Chief Executive



Director

CREATIVE CAPITAL SECURITIES (PRIVATE) LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED JUNE 30, 2024

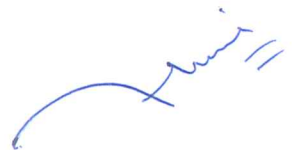
	Share capital	Capital Reserves	Revenue Reserves	
	Issued, Subscribed and Paid-up Capital	Surplus/ (Deficit) - Investment (FVTOCI)	Accumulated Profit/ (Loss)	Total
	-----Rupees-----			
Balance as at July 01, 2022	141,095,700	248,676	5,624,128	146,968,504
Net loss for the year	-	-	(1,150,577)	(1,150,577)
Other comprehensive loss	-	(3,059,779)	-	(3,059,779)
Balance as at June 30, 2023	<u>141,095,700</u>	<u>(2,811,103)</u>	<u>4,473,551</u>	<u>142,758,148</u>
Net profit for the year	-	-	3,351,229	3,351,229
Other comprehensive income	-	5,849,260	-	5,849,260
Balance as at June 30, 2024	<u><u>141,095,700</u></u>	<u><u>3,038,157</u></u>	<u><u>7,824,780</u></u>	<u><u>151,958,637</u></u>

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

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Chief Executive



Director

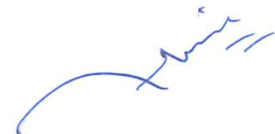
CREATIVE CAPITAL SECURITIES (PRIVATE) LIMITED
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED JUNE 30, 2024

Note	2024 (Rupees)	2023 (Rupees)
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(loss) before taxation	3,879,666	(1,150,577)
<u>Adjustment for non-cash items:</u>		
Depreciation	868,744	979,912
Capital (Gain)/loss on investment at fair value through P&L	(269,704)	335,699
Expected credit loss	-	32,514
Dividend Income	(30,000)	-
Minimum tax - levy	116,560	115,246
Final taxes - levy	4,500	-
	<u>690,100</u>	<u>1,463,371</u>
Operating profit/(loss) before working capital changes	4,569,766	312,794
<u>Changes in working capital</u>		
Decrease / (increase) in long term deposits	(21,856)	-
Decrease / (increase) in trade debts	8,018,952	(2,626,445)
Decrease / (increase) in investment in margin financing	5,439,609	(187,899)
Decrease / (increase) in advances, deposits and prepayments	(16,701,055)	(1,097,976)
(Decrease) / increase in trade and other payable	4,564,459	(21,601)
Net changes in working capital	1,300,109	(3,933,921)
Taxes paid	(1,035,254)	(751,085)
Net cash (used in)/generated from operating activities	4,834,621	(4,372,212)
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(202,500)	(78,000)
Acquisition/disposal of investments	14,029	-
Dividend received	25,500	-
Net cash generated from investing activities	(162,971)	(78,000)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net cash generated from financing activities	-	-
Net increase in cash and cash equivalent	4,671,650	(4,450,212)
Cash and cash equivalent at beginning of the year	6,273,467	10,723,679
Cash and cash equivalent at end of the year	10,945,117	6,273,467

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



Chief Executive



Director