AUDITED

FINANCIAL STATEMENT

For the

Year 2024

Oriental Securities Private Limited

Phone: +92-21-32446744/747/748 | **Email:** oslmail@yahoo.com
Address: 731-732, 7th Floor, Stock Exchange Building, Stock Exchange Road, Karachi, Sindh – Pakistan.

www.osl.com.pk

ORIENTAL SECURITIES (PRIVATE) LIMITED

ORIENTAL SECURITIES (PVT.) LTD.

CORPORATE STOCK BROKERAGE HOUSE – PAKISTAN STOCK EXCHANGE LTD. KARACHI
TREC NO. 148, SECP BROKER REGISTRATION NO. BRP-115
NTN: 1336933-4, SNTN: S1336933-4

DIRECTORS' REPORT

The Board of Directors takes pleasure in presenting the Annual Report and the Audited Financial Statements for the year ended June 30, 2024, together with the Audit Report thereon.

OPERATING RESULTS

Operating results of the Company are noted below:

	Amount in Rupees
Profit / (Loss) before taxation	38,560,637
Profit / (Loss) after taxation	35,523,745
Un-appropriated Profit brought forward	71,055,134
Un-appropriated Profit carried forward	108,326,879

This year, the Brokerage Commission / Operating Revenue of the Company increased from Rs. 8,499,187/- (last year) to Rs. 26,735,464/-. which may be attributed to improvement in market conditions. Substantial increase in other income which mostly comprises of Profit on Debt has also shown increase from Rs. 11,007,050 (last year) to Rs 20,968,832/- on account of an unprecedented hike in the policy rate. Due to the improvement in earnings of Listed Cos. and better payouts, dividend income has also shown improvement from Rs. 2,054,276 (last year) to Rs. 4,222,558.

We further certify:

- That, the Financial Statements, prepared by the management of the Company, present its state of affairs, fairly, the result of its operations, cash flows and changes in equity.
- That, proper books of Accounts of the Company have been maintained.
- That, appropriate Accounting Policies have been consistently applied in preparation of financial statements and accounting estimates are based on reasonable and prudent judgement.
- That, being a Securities Broker, we prepare financial statements on "settlement date" basis and accordingly, account for income, assets and liabilities consistently.
- That, IFRS, as applicable in Pakistan are followed in preparation of financial statements and any departure therefrom is adequately disclosed and explained.
- That, the System of Internal Control is sound in design and is effectively implemented and monitored.
- That, the Brokerage House is a going concern.
- That, the Company did not deal in loans, TFCs, Sukuks etc. as such question of Company's default does not arise. In the period under review, the Company invested a part of its funds in Treasury Bills backed by the Government of Pakistan.

AUDITORS

The present auditors Naveed Zafar Ashfaq Jaffery & Co. Chartered Accountants retire and offer themselves for reappointment for the Tax Year 2025.

ACKNOWLEDGMENT

On behalf of the board, we would like to place on record, the deep and sincere appreciation of the staff members for their devoted services and loyalty to the Company.

By Order of the Board
Basharat Ullah Khan
Chief Executive

Place: Karachi
Dated: 3rd October, 2024

By Order of the Board
Naveed Ullah Khan
Director

Regd. / Head Office No. 731-732, 7th Floor, Pakistan Stock Exchange Building, Stock Exchange Road, Off. I.I. Chundrigar Road, Karachi, Pakistan.

oslmail@yahoo.com
www.osl.com.pk

+92 (21) 32446744
+92 (21) 32446747
Direct: +92 (21) 32446748

Naveed Zafar Ashfaq Jaffery & Co.
Chartered Accountants

A Member firm of
PrimeGlobal | *An Association of Independent Accounting Firms*

1st Floor, Modern Motors House,
Beaumont Road, Karachi-Pakistan.
Ph: +92-21-35671909, 35673754
Fax: +92-21-35210626
E-mail: khi@nzaj.com.pk
Web: www.nzaj.com.pk

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF ORIENTAL SECURITIES (PRIVATE) LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of **Oriental 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 comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policies, information 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, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows 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 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 the 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.

Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the directors' 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. 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 requirements 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 operations, 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 scepticism 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 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 (XIX of 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;

d) no zakat was deductible at source under the Zakat and Ushr Ordinance, 1980.

e) the Company was in compliance with the requirement of section 78 of the Securities Act 2015 and section 62 of the Futures Act,2016, and the relevant requirements of Securities Brokers (Licencing 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 **Azeem H. Siddiqui – FCA.**

Naveed Zafar Ashfaq Jaffery & Co.
Chartered Accountants

Karachi :
Dated : October 04, 2024
UDIN : AR202410232wumjopxaP

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

	Note	2024 Rupees	2023 Rupees
ASSETS			
NON CURRENT ASSETS			
Property and equipment	5	**17,791,984**	19,909,042
Intangible asset	6	**2,500,000**	2,500,000
Long term investment	7	**-**	4,506,918
Long term deposits	8	**1,641,497**	1,641,497
		21,933,481	28,557,457
CURRENT ASSETS			
Short term Investments	9	**57,677,669**	26,884,610
Trade debts	10	**1,546,495**	1,776,837
Receivable against margin financing	11	**14,348,201**	5,144,408
Investment in treasury bills	12	**9,527,030**	14,534,874
Advances and deposits	13	**10,737,423**	10,784,895
Cash and bank balances	14	**118,250,992**	50,028,082
		212,087,810	109,153,706
Total assets		**234,021,291**	137,711,163
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized Share Capital	15	**50,000,000**	50,000,000
Issued, subscribed and paid-up capital	15	**35,028,000**	35,028,000
Capital Reserves			
Revaluation surplus on property and equipment	16	**15,732,000**	17,480,000
Revenue Reserve			
Unappropriated profit		**108,326,879**	71,055,134
Surplus/(Deficit) on re-measurement of Investment		**-**	(1,583,511)
		159,086,879	121,979,623
CURRENT LIABILITIES			
Trade and other payables	17	**74,934,413**	15,731,540
Contingencies and Commitments	18	**-**	-
Total equity and liabilities		**234,021,291**	137,711,163

The annexed notes 1 to 35 form an integral part of these financial statements.

Chief Executive

Director

ORIENTAL SECURITIES (PRIVATE) LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED JUNE 30, 2024

	Note	2024 Rupees	2023 Rupees
Operating revenue	19	**26,735,464**	8,499,187
Capital loss on sale of investments		**(1,587,042)**	(138,684)
Unrealised gain / (loss) on remeasurement of investment classified as fair value through profit or loss		**21,722,311**	(2,615,528)
		46,870,733	5,744,975
Administrative and other expenses	20	**(34,788,633)**	(24,812,285)
Finance cost	21	**(179,240)**	(147,253)
Other income	22	**26,657,778**	13,520,824
Profit / (loss) before income tax, final tax and minimum differential		**38,560,637**	(5,693,739)
Final Tax	23.1	**(611,961)**	(292,197)
Minimum Tax	23.2	**(1,038)**	-
Profit / (loss) before taxation		**37,947,639**	**(5,985,936)**
Taxation	24	**(2,423,893)**	(253,940)
		(2,423,893)	(253,940)
Profit/ (loss) for the year		**35,523,745**	(6,239,876)
Profit / (Loss) per share - basic and diluted	25	**10.14**	(1.78)

The annexed notes 1 to 35 form an integral part of these financial statements.

Chief Executive

ORIENTAL SECURITIES (PVT) LTD. CORPORATE MEMBER PSX LTD. TREC 148

Director

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

	2024 Rupees	2023 Rupees
Profit / (loss) after taxation	**35,523,745**	(6,239,876)
Other Comprehensive Income:		
Items that will not be reclassified subsequently to statement of profit or loss		
Revaluation Surplus arises on property and equipment	-	6,326,300
Unrealized diminution on remeasurement of investment classified as fair value through OCI	-	(1,723,592)
Realised gain on sale of long term investments	**1,420,653**	
	36,944,398	(1,637,168)

The annexed notes 1 to 35 form an integral part of these financial statements.

Chief Executive

Director

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

	Issued, Subscribed and Paid-up Capital	Capital Reserve		Revenue Reserves	Total
		Surplus on Revaluation	Surplus/(Deficit) on re-measurement of Investment	Unappropriated Profit	
	Rupees				
Balance as at June 30, 2022	35,028,000	12,393,000	140,081	76,055,710	123,616,791
Total comprehensive loss for the year ended June 30, 2023					
Loss for the year ended June 30, 2023	-	-		(6,239,876)	(6,239,876)
Other Comprehensive Income	-	6,326,300	(1,723,592)	-	4,602,708
	-	6,326,300	(1,723,592)	(6,239,876)	(1,637,168)
Transfer of incremental depreciation on revaluation surplus	-	(1,239,300)	-	1,239,300	-
Balance as at June 30, 2023	**35,028,000**	**17,480,000**	**(1,583,511)**	**71,055,134**	**121,979,623**
Total comprehensive profit for the year ended June 30, 2024					
Profit for the year ended Jun 30, 2024	-	-	-	**35,523,745**	**35,523,745**
Other comprehensive income	-	-	**1,420,653**		**1,420,653**
	-	-	**1,420,653**	**35,523,745**	**36,944,398**
Reversal of loss on disposal of investment classified as fair value through OCI			**162,858**		**162,858**
Transfer of incremental depreciation on revaluation surplus	-	**(1,748,000)**	-	**1,748,000**	-
Balance as at Jun 30, 2024	**35,028,000**	**15,732,000**	-	**108,326,879**	**159,086,879**

The annexed notes 1 to 35 form an integral part of these financial statements.

Chief Executive

Director

ORIENTAL SECURITIES (PRIVATE) LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2024

	Note	2024 Rupees	2023 Rupees
CASH FLOW FROM OPERATING ACTIVITIES			
Profit / (loss) before taxation		**38,560,637**	(5,693,739)
Adjustment for Non-Cash Items:			
Depreciation		**2,117,057**	1,675,854
Unrealized (gain) / loss on remeasurement of Investments		**(21,559,453)**	2,615,528
Finance cost		**179,240**	147,253
Capital loss on investments		**1,587,042**	138,684
Dividend income		**(4,222,558)**	(2,054,276)
		(21,898,672)	2,523,043
Operating profit/(loss) before working capital changes		**16,661,965**	(3,170,696)
Changes in Working Capital			
Decrease/(increase) In current assets			
Trade debts		**230,342**	207,859
Advances and deposits		**834,030**	(1,169,434)
		1,064,372	(961,575)
Increase/(Decrease) In Current Liabilities			
Increase/(Decrease) in trade and other payable		**59,202,873**	(7,819,978)
Net changes in Working Capital		**60,267,245**	(8,781,554)
Finance cost paid		**(179,240)**	(147,253)
Taxes paid		**(3,823,454)**	(1,989,558)
Net cash generated from/(used in) operating activities		**72,926,516**	(14,089,061)
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from disposal of long term investments		**5,927,571**	-
Short term investments - net		**(10,657,790)**	(399,485)
Investment in margin financing		**(9,203,793)**	3,375,336
Investment in treasury bills		**5,007,844**	(4,750,181)
Dividend received		**4,222,558**	2,054,276
Net cash (used in)/generated from investing activities		**(4,703,611)**	279,946
CASH FLOWS FROM FINANCING ACTIVITIES		-	-
Net increase/(decrease) in cash and cash equivalent		**68,222,906**	(13,809,114)
Cash and cash equivalent at beginning of the year		**50,028,086**	63,837,201
Cash and cash equivalent at end of the year		**118,250,992**	50,028,086

The annexed notes 1 to 35 form an integral part of these financial statements.

Chief Executive **Director**