### Financial Statements and Independent Auditors' Report Foundation Foundation Securities (Private) Limited

For the year ended June 30, 2018



Grant Thornton Anjum Rahman

Chartered Accountants



Foundation Securities (Private) Limited Financial statements For the year ended June 30, 2018

#### FOUNDATION SECURITIES (PRIVATE) LIMITED STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2018

	***	2018	2017
ASSETS	Note	Rupees	Rupees
Non-current assets			
	4	7 (25 250	7,992,843
Property and equipment	4 5	7,635,259	14,203,389
ntangible assets		14,631,000 26,720,822	41,163,832
Long term investment	6 7	1,034,891	1,313,303
Long term loans	8	5,519,138	4,971,109
Long term deposits Fotal non-current assets	-	55,541,110	69,644,476
		55,541,110	02,044,470
Current assets	-	16	
Γrade debts	9	118,140,507	294,256,028
Current portion of long term loans	7	1,641,437	1,850,490
Trade deposits and short term prepayments	10	133,733,766	235,391,312
Other receivables - unsecured	11	8,447,341	16,210,063
Short term investments	12	384,669	2,149,944
Taxation	5 1	98,228,759	96,974,161
Cash and bank balances	13	551,842,805	813,222,388
Total current assets		912,419,284	1,460,054,386
TOTAL ASSETS		967,960,394	1,529,698,862
SHAREHOLDER'S EQUITY			
Share capital and reserves			
Authorized Share Capital 35,000,000 (2017: 35,000,000) ordinary shares of Rs.10 each	. A. <u></u>	350,000,000	350,000,000
ssued, subscribed and paid up capital	14	304,600,600	304,600,600
Accumulated (loss) / unappropriated profit		(74,442,536)	43,841,878
Total equity		230,158,064	348,442,478
LIABILITIES			
Non-current liabilities			
Long term loan	15	55,000,000	55,000,000
Deferred liability - gratuity	16	3,334,800	4,273,962
Total non-current liabilities	_	58,334,800	59,273,962
Current liabilities			
Trade and other payables	17	566,248,747	805,317,269
			200,000,000
Current portion of long-term loans		100,000,000	100,000,000
	18	100,000,000	24412211200
Current portion of long-term loans Short term running finance Accrued mark-up	18 19	13,218,783	
	0.00		16,665,153
Short term running finance Accrued mark-up	0.00	13,218,783	16,665,153 1,121,982,422

The appexed notes 1 to 33 form an integral part of these financial statements.

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#### FOUNDATION SECURITIES (PRIVATE) LIMITED STATEMENT OF PROFIT OR LOSS FOR THE YEAR ENDED JUNE 30, 2018

		2018	2017
	Note	Rupees	Rupees
Operating revenue	21	203,023,509	349,553,681
Operating and administrative expenses	22	(228,383,752)	(278,235,264)
		(25,360,243)	71,318,417
Other income	23	12,302,749	61,868,295
Finance cost	24	(9,429,083)	(19,350,616)
		(22,486,577)	113,836,096
Unrealized gain on re-measurement of investments 'at 'fair value through profit and loss' - net	12.1	(232,525)	42,479
(Loss) / profit before taxation		(22,719,102)	113,878,575
Income tax expense	25	(33,571,811)	(17,301,936)
(Loss) / profit for the year		(56,290,913)	96,576,639

The annexed notes 1 to 33 form an integral part of these financial statements.

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CHIEF EXECUTIVE

#### FOUNDATION SECURITIES (PRIVATE) LIMITED STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED JUNE 30, 2018

		2018	2017
	Note	Rupees	Rupees
(Loss) / profit for the year		(56,290,913)	96,576,639
Other comprehensive (loss) / income:			
Items that will not be reclassified subsequently to profit and loss			
Remeasurement of defined benefit obligations	16.1	462,661	(181,782)
Items to be reclassified subsequently to profit and loss			
Remeasurement of Investment classified as 'available for sale'	6	(12,501,664)	28,716,190
Total comprehensive (loss) / income for the year	_	(68,329,916)	125,111,047

The annexed notes 1 to 33 form an integral part of these financial statements.

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## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED JUNE 30, 2018 FOUNDATION SECURITIES (PRIVATE) LIMITED

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as	
at	
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01,	
2016	

Profit for the year

Other comprehensive income

Total comprehensive income for the year

# Transactions with owners recognized directly in equity:

Cash dividend paid for the year ended June 30, 2016 @ Rs. 0.6 per share

Balance as at June 30, 2017

Loss for the year

Other comprehensive loss

Total comprehensive loss for the year

Transactions with owners recognized directly in equity:

Cash dividend paid for the year ended June 30, 2017 @ Rs. 1.64 per share

Balance as at June 30, 2018

The annexed notes 1 to 33 form an integral part of these financial statements.

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Share capital 304,600,600 304,600,600 304,600,600 Unappropriated Accumulated Rupees profit / (loss) (12,039,003) (68,329,916) (74,442,536) 125,111,047 (56,290,913) (62,993,133) (49,954,498) (18,276,036) 43,841,878 28,534,408 96,576,639 shareholders' 7402 equity Total 348,442,478 230,158,064 (49,954,498) 241,607,467 (68,329,916) 125,111,047 (56,290,913) (12,039,003) (18,276,036) 96,576,639 28,534,408

#### FOUNDATION SECURITIES (PRIVATE) LIMITED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED JUNE 30, 2018

Cash generated from operations 26 37,837,991 83,874,181  Gratuity paid (4,273,962) (10,516,000) Income tax paid (34,832,426) (55,072,987) Finance cost paid (12,875,453) (18,073,952) Net cash (used in)/generated from operating activities (14,143,850) 211,242  CASH FLOWS FROM INVESTING ACTIVITIES  Purchase of property and equipment (522,000) - (522,000)		Note	2018 Rupees	2017 Rupees
Cratuity paid   (4,273,962)   (10,516,000)     Income tax paid   (3,432,426)   (55,072,987)     Finance cost paid   (1,2875,453)   (18,073,952)     Net cash (used in)/generated from operating activities   (14,143,850)     Purchase of property and equipment   (3,854,880)   (1,253,275)     Purchase of property and equipment   (522,000)   (1,253,275)     Purchase of computer software   (522,000)   (1,253,275)     Purchase of long-term investments   (522,000)   (528,150)     Short-term investments - net   (522,000)   (528,150)     Dividend received   (548,029)   (528,150)   (528,150)     Dividend received   (548,029)   (528,150)   (528,	CASH FLOWS FROM OPERATING ACTIVITIES			
Income tax paid   (34,832,426)   (55,072,987)     Finance cost paid   (12,875,453)   (18,073,952)     Net cash (used in)/generated from operating activities   (14,143,850)   211,242     CASH FLOWS FROM INVESTING ACTIVITIES     Purchase of property and equipment   (3,854,880)   (1,253,275)     Proceeds from disposal of property and equipment   (522,000)   - (522,	Cash generated from operations	26	37,837,991	83,874,181
Purchase of property and equipment   (3,854,880)   (1,253,275)	Income tax paid Finance cost paid		(34,832,426) (12,875,453)	(55,072,987) (18,073,952)
Purchase of property and equipment Proceeds from disposal of property and equipment Puchase of computer software Proceeds from sale of long-term investments Long-term loans - net Long-term deposits Long-term deposits Short-term investments - net Dividend received Net cash generated from investing activities CASH FLOWS FROM FINANCING ACTIVITIES Addition in long-term financing Dividend paid Repayment of long-term finace - Askari Bank Repayment of finance lease obligation Net cash (used in) / generated from financing activities Cash and cash equivalents at beginning of the year Cash and cash equivalents at end of the year Cash and cash equivalent comprises: Cash and bank balances Short term running finance  (3,854,880) (1,253,275) (1,253,275) (1,253,275) (1,253,275) (1,253,275) (1,253,275) (1,253,275) (1,253,275) (1,253,200) (1,253,275) (252,100) (1,253,275) (252,100) (522,000) (528,150) (645,75,84) (18,276,036) (18,276,036) (18,276,036) (18,276,036) (18,276,036) (18,276,036) (18,276,036) (18,276,036) (18,276,036) (18,276,036) (18,276,036) (18,276,036) (18,276,036) (18,276,036) (18,276,036) (18,276,036) (18,276,036) (18,276,036) (18,276,036)			(14,143,850)	211,242
Proceeds from disposal of property and equipment         618,000         4,175,500           Puchase of computer software         (522,000)         -           Proceeds from sale of long-term investments         5,266,687         62,393,521           Long-term loans - net         487,465         412,533           Long-term deposits         (548,029)         (528,150)           Short-term investments - net         908,536         1,705,003           Dividend received         362,986         445,644           Net cash generated from investing activities         2,718,765         67,350,776           CASH FLOWS FROM FINANCING ACTIVITIES         Addition in long-term financing         -         55,000,000           Dividend paid         (49,954,498)         (18,276,036)         (18,276,036)           Repayment of long-term finace - Askari Bank         (200,000,000)         (435,160)           Net cash (used in) / generated from financing activities         (249,954,498)         36,288,804           Net (decrease)/increase increase in cash and cash equivalents         (261,379,583)         103,850,822           Cash and cash equivalents at beginning of the year         713,222,388         609,371,566           Cash and cash equivalents at end of the year         451,842,805         713,222,388           Cash and cash equivalents	CASH FLOWS FROM INVESTING ACTIVITIES			
Net cash generated from investing activities       2,718,765       67,350,776         CASH FLOWS FROM FINANCING ACTIVITIES       55,000,000         Addition in long-term financing       -       55,000,000         Dividend paid       (49,954,498)       (18,276,036)         Repayment of long-term finace - Askari Bank       (200,000,000)       -         Repayment of finance lease obligation       -       (435,160)         Net cash (used in) / generated from financing activities       (249,954,498)       36,288,804         Net (decrease)/increase increase in cash and cash equivalents       (261,379,583)       103,850,822         Cash and cash equivalents at beginning of the year       713,222,388       609,371,566         Cash and cash equivalents at end of the year       451,842,805       713,222,388         Cash and bank balances       13       551,842,805       813,222,388         Short term running finance       18       (100,000,000)       (100,000,000)	Proceeds from disposal of property and equipment Puchase of computer software Proceeds from sale of long-term investments Long-term loans - net Long-term deposits Short-term investments - net		618,000 (522,000) 5,266,687 487,465 (548,029) 908,536	4,175,500 - 62,393,521 412,533 (528,150) 1,705,003
CASH FLOWS FROM FINANCING ACTIVITIES  Addition in long-term financing Dividend paid Repayment of long-term finace - Askari Bank Repayment of finance lease obligation Net cash (used in) / generated from financing activities Net (decrease)/increase increase in cash and cash equivalents Cash and cash equivalents at beginning of the year  Cash and cash equivalents at end of the year  Cash and cash equivalent comprises: Cash and bank balances Short term running finance  CASH FLOWS FROM FINANCING ACTIVITIES  (49,954,498) (200,000,000) (249,954,498) (249,954,498) (249,954,498) (249,954,498) (249,954,498) (249,954,498) (249,954,498) (261,379,583)		L		
Addition in long-term financing  Dividend paid  Repayment of long-term finace - Askari Bank  Repayment of finance lease obligation  Net cash (used in) / generated from financing activities  Net (decrease)/increase increase in cash and cash equivalents at beginning of the year  Cash and cash equivalents at end of the year  Cash and cash equivalent comprises:  Cash and bank balances  Short term running finance  149,954,498)  (200,000,000)  (435,160)  (249,954,498)  (261,379,583)  (261,379,583)  (279,954,498)  (261,379,583)  (279,954,498)  (261,379,583)  (279,954,498)  (261,379,583)  (279,954,498)  (261,379,583)  (279,954,498)  (261,379,583)  (279,954,498)  (261,379,583)  (279,954,498)  (261,379,583)  (279,964,498)  (261,379,583)  (279,964,498)  (261,379,583)  (279,964,498)  (279,964,498)  (279,964,498)  (279,964,498)  (279,964,498)  (279,964,498)  (279,964,498)  (279,964,498)  (279,964,498)  (27			2,718,765	67,330,776
Dividend paid       (49,954,498)       (18,276,036)         Repayment of long-term finace - Askari Bank       (200,000,000)       -         Repayment of finance lease obligation       -       (435,160)         Net cash (used in) / generated from financing activities       (249,954,498)       36,288,804         Net (decrease)/increase increase in cash and cash equivalents       (261,379,583)       103,850,822         Cash and cash equivalents at beginning of the year       713,222,388       609,371,566         Cash and cash equivalents at end of the year       451,842,805       713,222,388         Cash and bank balances       13       551,842,805       813,222,388         Short term running finance       18       (100,000,000)       (100,000,000)	CASH FLOWS FROM FINANCING ACTIVITIES	-		
Net (decrease)/increase increase in cash and cash equivalents       (261,379,583)       103,850,822         Cash and cash equivalents at beginning of the year       713,222,388       609,371,566         Cash and cash equivalents at end of the year       451,842,805       713,222,388         Cash and cash equivalent comprises:         Cash and bank balances       13       551,842,805       813,222,388         Short term running finance       18       (100,000,000)       (100,000,000)	Dividend paid Repayment of long-term finace - Askari Bank Repayment of finance lease obligation		(200,000,000)	(18,276,036) - (435,160)
equivalents       (261,379,583)       103,850,822         Cash and cash equivalents at beginning of the year       713,222,388       609,371,566         Cash and cash equivalents at end of the year       451,842,805       713,222,388         Cash and cash equivalent comprises:       2         Cash and bank balances       13       551,842,805       813,222,388         Short term running finance       18       (100,000,000)       (100,000,000)	그 그는 그는 그 전에 전에 나를 가게 되었습니다. 하나요요 주면 이 나는 사람들이 되었습니다. 그 사람들이 되었습니다. 그는 그 전에 그는 사람들이 되었습니다.	-	(249,954,498)	36,288,804
Cash and cash equivalents at end of the year       451,842,805       713,222,388         Cash and cash equivalent comprises:       3       551,842,805       813,222,388         Cash and bank balances       13       551,842,805       813,222,388         Short term running finance       18       (100,000,000)       (100,000,000)	전에 있었는데 [편집] 가는 사람들이 가는 사람들이 사람들이 가는 사람들이 가장 하는데 되었다면 보다 되었다. 그런데 보다 되었다면 보다		(261,379,583)	103,850,822
Cash and cash equivalent comprises:       13       551,842,805       813,222,388         Short term running finance       18       (100,000,000)       (100,000,000)	Cash and cash equivalents at beginning of the year		713,222,388	609,371,566
Cash and bank balances       13       551,842,805       813,222,388         Short term running finance       18       (100,000,000)       (100,000,000)	Cash and cash equivalents at end of the year		451,842,805	713,222,388
	Cash and bank balances			
	Short term running finance	18		

The annexed notes 1 to 33 form an integral part of these financial statements.

CHIEF EXECUTIVE