

Office No. 6, 2nd Floor, Rahman Chambers. 136-Temple Road, Lahore Ph: 042-7125060, 7120243 Fax: 7116616 Cell: 0300-8441813, 0321-8441813 E-mail: shafiqco91@hotmail.com

AUDITORS' REPORT TO THE MEMBERS

We have audited the annexed balance sheet of "M/S MGM SECURITIES (PRIVATE) LIMITED" at JUNE 30, 2012 and the related profit and loss account, cash flow statement and statement of changes in equity together with the notes forming part thereof, for the year then ended 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 our audit.

It is the responsibility of the company's management to establish and maintain a system of internal control, and prepare and present the above said statements in conformity with the approved accounting standards and the requirements of the Companies Ordinance, 1984. Our responsibility is to express an opinion on these statements based on our audit.

We conducted our audit in accordance with the auditing standards as applicable in Pakistan. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the above said statements are free of any material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the above said statements. An audit also includes assessing the accounting policies and significant estimates made by management, as well as, evaluating the overall presentation of the above said statements. We believe that our audit provides a reasonable basis for our opinion and, after due verification, we report that—

- (a) In our opinion, proper books of accounts have been kept by the company as required by the Companies Ordinance, 1984;
- (b) In our opinion—
 - (i) the balance sheet and profit and loss account together with the notes thereon have been drawn up in conformity with the Companies Ordinance, 1984, and are in agreement with the books of accounts and are further in accordance with accounting policies consistently applied;
 - (ii) the expenditure incurred during the year was for the purpose of the company's business; and
 - (iii) the business conducted, investments made and the expenditure incurred during the year were in accordance with the objects of the company;
- (c) In our opinion and to the best of our information and according to the explanations given to us, the balance sheet, profits and loss account, cash flow statement and statement of changes in equity together with the notes forming



SHAFIQ & CO.

Office No. 6, 2nd Floor, Rahman Chambers. 136-Temple Road, Lahore Ph: 042-7125060, 7120243 Fax: 7116616 Cell: 0300-8441813, 0321-8441813 E-mail: shafiqco91@hotmail.com

part thereof conform with approved accounting standards as applicable in Pakistan, and, give the information required by the Companies Ordinance, 1984, 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, 2012 and of the loss, its cash flows and changes in equity for the year then ended; and

(d) In our opinion no Zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

8 SHAFIQ & GO. chartered Chartered Accountants

Lahore. Dated: September 15, 2012

M/S. MGM SECURITIES (PRIVATE) LIMITED BALANCE SHEET AS AT JUNE 30, 2012

CAPITAL & LIABILITIES	Note	2012 Rupees	<u>2011</u> Rupees
Authorized Capital:			
600,000 Ordinary Shares of Rs. 100/-each	_	60,000,000	60,000,000
Issued, Subscribed & Paid Up Capital:			
185,000 Ordinary Shares of Rs. 100/- each		18,500,000	18,500,000
Un-appropriated Profit		13,734,475	14,804,556
	-	32,234,475	33,304,556
CURRENT LIABILITIES			
Trade Creditors	Г	18,531,992	20,653,495
Other Payables	3	480,967	483,453
Provision for Taxation		31,291	52,417
		19,044,250	21,189,365
	_		
	_	51,278,725	54,493,921
PROPERTY & ASSETS			
Fixed Assets	4	8,416,102	8,901,094
Capital Work in Process		1,261,600	1,261,600
Membership Card		1,000,000	1,000,000
CURRENT ASSETS			
Trade Debtors	Г	20,454,734	25,491,333
Short Term Investment		3,059,219	-
Advances, Deposit & Prepayments	5	1,390,815	1,781,859
Cash and Bank Balance	6	15,696,255	16,058,035
		40,601,023	43,331,227
	_		
X	=	51,278,725	54,493,921
\sim	_		

DIRECTOR



CHIEF EXECUTIVE

M/S. MGM SECURITIES (PRIVATE) LIMITED **PROFIT & LOSS ACCOUNT** FOR THE YEAR ENDED JUNE 30, 2012

		2012	2011
	Note	Rupees	Rupees
Commission Income		6,258,267	5,241,704
LESS: OPERATING EXPENSES	_		
Administrative, Marketing & General Expenses	7	8,231,567	7,447,407
Financial Expenses	8	19,409	18,294
		8,250,976	7,465,701
	_		
Operating Profit		(1,992,709)	(2,223,997)
Add: Other Income	9 _	953,919	694,591
Net Profit Before Taxation		(1,038,790)	(1,529,406)
Less: Taxation	10	21 201	52 417
Less. Taxation	10	31,291	52,417
Net Profit After Taxation	-	(1,070,081)	(1,581,823)
		(1,070,001)	(1,501,025)
Add:			
Un-appropriated Profit B/F	L	14,804,556	16,366,831
Prior Year Adjustment		-	19,548
5	L_	14,804,556	16,386,379
Un-appropriated Profit Carried to Balance Sheet		13,734,475	14,804,556
	=		
Basic earning /Loss per share	11	(5.78)	(8.55)

DIRECTOR

CHIEF EXECUTIVE



M/S. MGM SECURITIES (PRIVATE) LIMITED CASH FLOW STATEMENT FOR THE YEAR ENDED JUNE 30, 2012

	RUPEES
Operating Activities	
Net Profit Before Taxation	(1,038,790)
Adjustments	
Financial Expenses	19,409
Depreciation	484,992
Operating profit before working capital change	(534,389)
Change in working capital	
(Increase)/Decrease in Trade Debtors	6,760,097
(Increase)/Decrease in Advances, Deposits & Prepayments	391,044
Increase/(Decrease) in Trade Creditors	(3,845,001)
Increase/(Decrease) in Other Payables	(2,486)
Increase/(Decrease) in Provision for Taxation	(21,126)
	3,282,528
Cash Generated form Operating Activities	2,748,139
Taxation	(31,291)
Cash Inflow from Operating Activities	2,716,848
Investing Activities	
Short Term Investment	(3,059,219)
Cash Outflow From Investing Activities	(3,059,219)
Financing Activities	
Financial Expenses	(19,409)
Cash Outflow From Financing Activities	(19,409)
Net Cash inflow	(361,780)
Opening balance of Cash & Bank	16,058,035
Cash and Bank Balance at end of Year	15,696,255
N CONTRACTOR OF CONTRACTOR	

CHIEF EXECUTIVE



DIRECTOR

2012

M/S. MGM SECURITIES (PRIVATE) LIMITED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED JUNE 30, 2012

Share Capital	Un-appropriated Profit / (Loss)	Total
18,500,000	16,366,831	34,866,831
-	(1,581,823)	(1,581,823)
-	19,548	19,548
18,500,000	14,804,556	33,304,556
-	(1,070,081)	(1,070,081)
18,500,000	13,734,475	32,234,475
	18,500,000 18,500,000 -	Share Capital Profit / (Loss) 18,500,000 16,366,831 - (1,581,823) - 19,548 18,500,000 14,804,556 - (1,070,081)

Le lad CHIEF EXECUTIVE



DIRECTOR

M/S. MGM SECURITIES (PRIVATE) LIMITED NOTES TO THE ACCOUNTS FOR THE YEAR ENDED JUNE 30, 2012

1 COMPANY AND ITS OPERATIONS:

The Company has been incorporated on October 27, 2003 as Private Limited Company under the Compnaies Ordinance, 1984 in Pakistan and is engaged in the business of Stock Exchange Brokerage and related businesses.

2 ACCOUNTING POLICIES:

2.1 Accounting Convention:

These accounts have been prepared under the historical Cost Convention.

2.2 Taxation:

Current Taxation:

Current Taxation is provided on the basis of sales receipts / taxable income, after taking into account exemptions, rebates if any.

Deferred Taxation:

The Company does not provide deferred taxation because company expects no timing differences of any major items to be reversed in future period.

2.3 Fixed Assets:

Fixed Assets are shown at cost less accumulated depreciation.

Depreciation is provided using the reducing balance method at the rates show in the Schedule of Fixed Assets.

Full years depreciation is charged in the year of purchase and no depreciation is charged in the year of disposal of a Fixed Asset.

Maintenance and normal repairs are charged to income as and when incurred, while major repairs and improvements are capitalized.

Gains and losses on disposal of Fixed Assets are included in the current year income.

2.4 Impairment of Fixed Assets:

The Company assesses at each balance sheet date whether there is any indication that a tangible fixed asset may be impaired. If such indication exists, the carrying amount of such assets are reviewed to assess whether they are recorded in excess of their recoverable amount. Whether carrying value exceed recoverable amount, assets are written down to the recoverable amount the difference is charged to income of that year.

2.5 Stores, Spares & Loose Tools:

These are valued at moving average cost while items considered obsolete are carried at nil

2.6 <u>Revenue:</u>

Revenue is recognised on the execution of transaction of the client as per order.



2.7 Financial Instrument:

Financial assets and financial liabilities are recognized when the company becomes a party to the contractual provisions of the instrument. The particular measurement methods adopted are disclosed in the individual policy statements associated with each item.

2.8 Trade Debts:

Trade Debts are carried at original invoice amount less any estimate made for doubtful debts based on a review of all outstanding amounts at the year end. Bad debts are written off as and when identified.

2.9 Cash and Cash Equivalents:

Cash and cash equivalents are carried in the balance sheet at cost. For the purpose of cash flow statements, cash and cash equivalents comprise cash in hand, demand deposits, other short term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

Loans and borrowings are recorded at the proceeds received. In subsequent periods, borrowings are stated at amortised cost using the effective yield method. Finance charges are accounted for on an accrual basis and are included in creditors, accrued and other liabilities to the extent of the amount remaining unpaid.

2.10 Creditors, Accrued & Other Liabilities:

Liabilities for trade and other amounts payable are carried at cost which is the fair value of the consideration to be paid in future for goods and services.

2.11 Provisions:

Provisions are recorded when the company has a present obligation as a result of past event which is probable to result in an outflow of resources embodying economic benefits and a reliable estimate can be made of the obligation.

2.12 Financial and Other Charges:

All financial and other charges are charged to income for the current year.



ZOTZ ZOTZ <thzotz< th=""> ZOTZ ZOTZ <thz< th=""><th></th><th></th><th>2012</th><th>2011</th></thz<></thzotz<>			2012	2011
3 ACCRUED & OTHER PAYABLES: Staff Welfare Fund ************************************			<u>2012</u>	2011 Rupees
Staff Welfare Fund * 161,321 - Other Payables 243,407 410,812 Tax Payable 76,239 72,641 4 TXED ASSETS: 480,967 483,453 4 FIXED ASSETS: - - As per annexure "A" attached. 8,416,102 8,901,094 5 ADVANCES, DEPOSITS & PREPAYMENTS: - - Securities with NCCPL Etc. 665,000 865,000 Loans & Advances 411,480 743,344 Income Tax Refundable 314,335 15,6524 Other Receivables - 16,991 1,390,815 1,781,859 - 6 CASH AND BANK BALANCES: - 16,013,246 Cash in Hand 18,285 44,789 - Cash at Bank 15,677,970 16,013,246 - 16,038,035 7 ADMINISTRATIVE, MARKETING & GENERAL EXPENSES: - 16,038,035 Director's Remuneration 1,920,000 5,677,970 16,013,246 9 10 249,559 457,728 9 Fintting & Stationery 67,670	3	ACCRUED & OTHER PAVARLES	Kupees	Kupees
Other Payables 243,407 410,812 Tax Payable 76,239 72,641 4 FIXED ASSETS: 480,967 483,453 4 FIXED ASSETS: 480,967 483,453 5 ADVANCES, DEPOSITS & PREPAYMENTS: Securities with NCCPL Etc. 665,000 865,000 Loans & Advances 411,480 743,344 16,991 1.come Tax Refundable 314,335 156,524 0ther Receivables - 6 CASH AND BANK BALANCES: - 16,991 1,390,815 1,781,859 6 CASH AND BANK BALANCES: - 16,068,035 16,013,246 5 Director's Remuneration 1,920,000 1,920,000 1,920,000 1,920,000 Staff Salaries and Allowances 1,716,690 2,547,590 Rent 249,559 457,728 Printing & Stationery 67,670 79,770 1nternet Charges - 16,306 Postage & Telegram 170,929 149,723 Telephone Charges 216,009 295,960 Fee & Subscription <	5		• 161 321	
Tax Payable 76,239 72,641 4 FIXED ASSETS: 480,967 483,453 4 FIXED ASSETS: 8,901,094 5 ADVANCES, DEPOSITS & PREPAYMENTS: 8,901,094 5 ADVANCES, DEPOSITS & PREPAYMENTS: 665,000 Securities with NCCPL Etc. 665,000 Loans & Advances 411,480 743,344 Income Tax Refundable 314,335 156,524 Other Receivables - 16,991 1,390,815 1,781,859 - 6 CASH AND BANK BALANCES: - - Cash in Hand 18,285 44,789 Cash at Bank 15,677,970 16,013,246 15,6096,255 16,058,035 - Ørector's Remuneration 1,920,000 1,920,000 Staff Salaries and Allowances 1,716,690 2,547,590 Rent 249,559 457,728 Printing & Stationery - 16,306 Postage & Telegram 170,929 149,723 Telephone Charges 216,000 295,960 Fee & Subscription 208,422 244				410 812
4 EIXED ASSETS: As per annexure "A" attached. 480,967 483,453 4 FIXED ASSETS: As per annexure "A" attached. 8,416,102 8,901,094 5 ADVANCES, DEPOSITS & PREPAYMENTS: Securities with NCCPL Etc. 665,000 865,000 Loans & Advances 411,480 743,344 16,091 1,390,815 1,781,859 16,991 1,390,815 16,991 6 CASH AND BANK BALANCES: 16,091 16,013,246 16,058,035 7 ADMINISTRATIVE, MARKETING & GENERAL EXPENSES: 16,018,024 16,058,035 16,058,035 7 ADMINISTRATIVE, MARKETING & GENERAL EXPENSES: 1,920,000 1,920,000 1,920,000 Staff Salaries and Allowances 1,716,690 2,547,590 16,013,246 16,058,035 9 Director's Remuneration 1,920,000 1,920,000 1,920,000 1,920,000 1,920,000 Staff Salaries and Allowances 1,716,690 2,547,590 16,013,246 16,0058,035 9 Director's Remuneration 1,920,000 1,920,000 1,920,000 1,920,000 19,920,920				
4 FIXED ASSETS: As per annexure "A" attached. 8,416,102 8,901,094 5 ADVANCES, DEPOSITS & PREPAYMENTS: Securities with NCCPL Etc. 665,000 865,000 Loans & Advances 411,480 743,344 Income Tax Refundable 314,335 156,524 Other Receivables - 16,991 - 16,991 1,390,815 1,781,859 6 CASH AND BANK BALANCES: - 16,091 Cash at Bank 15,677,970 16,013,246 15,696,255 16,058,035 - 16,090 Director's Remuneration 1,920,000 1,920,000 1,920,000 Staff Salaries and Allowances 1,716,690 2,547,550 457,728 Printing & Stationery 67,670 79,770 16,016 Internet Charges - 16,300 1949,723 Pelephone Charges 216,009 295,960 Fee & Stubscription 208,422 244,922 Electricity Charges 174,852 174,852 174,852 Entertainment 277,751 229,054			the second se	
As per annexure "A" attached. 8,416,102 8,901,094 5 ADVANCES, DEPOSITS & PREPAYMENTS: Securities with NCCPL Etc. 665,000 865,000 Loans & Advances 411,480 743,344 Income Tax Refundable 314,335 156,524 Other Receivables - 16,991 - 1,390,815 1,781,859 6 CASH AND BANK BALANCES: - 16,091 Cash in Hand 18,285 44,789 Cash at Bank 15,677,970 16,013,246 Director's Remuneration 1,920,000 1,920,000 Staff Salaries and Allowances 1,716,690 2,547,590 Rent 249,559 457,728 Printing & Stationery 6,7670 79,770 Internet Charges - 16,306 Postage & Telegram 170,929 149,723 Telephone Charges 216,009 295,960 Fee & Subscription 208,422 244,922 Electricity Charges 176,303 174,852 Entertainment 297,751 229,054 Travelling & Conveyance 11,080 7,820	4	FIXED ASSETS:		
Securities with NCCPL Etc. $665,000$ $865,000$ Loans & Advances $411,480$ $743,344$ Income Tax Refundable $314,335$ $156,524$ Other Receivables $ 16,991$ I,390,815 I,781,859 6 CASH AND BANK BALANCES: $-$ Cash in Hand $18,285$ $44,789$ Cash at Bank $15,677,970$ $16,013,246$ Director's Remuneration $1,920,000$ $1,920,000$ Staff Salaries and Allowances $1,716,690$ $2,547,590$ Rent $249,559$ $457,728$ Printing & Stationery $67,670$ $79,770$ Internet Charges $ 16,300$ Postage & Telegram $170,929$ $149,723$ Telephone Charges $216,009$ $295,960$ Fee & Subscription $208,422$ $244,922$ Electricity Charges $11,080$ $7,820$ Software Inst. & Maint. $31,800$ $17,000$ Audit Fee $72,094$ $60,513$ Mc.C. S Char			8,416,102	8,901,094
Securities with NCCPL Etc. $665,000$ $865,000$ Loans & Advances $411,480$ $743,344$ Income Tax Refundable $314,335$ $156,524$ Other Receivables $ 16,991$ I,390,815 I,781,859 6 CASH AND BANK BALANCES: $-$ Cash in Hand $18,285$ $44,789$ Cash at Bank $15,677,970$ $16,013,246$ Director's Remuneration $1,920,000$ $1,920,000$ Staff Salaries and Allowances $1,716,690$ $2,547,590$ Rent $249,559$ $457,728$ Printing & Stationery $67,670$ $79,770$ Internet Charges $ 16,300$ Postage & Telegram $170,929$ $149,723$ Telephone Charges $216,009$ $295,960$ Fee & Subscription $208,422$ $244,922$ Electricity Charges $11,080$ $7,820$ Software Inst. & Maint. $31,800$ $17,000$ Audit Fee $72,094$ $60,513$ Mc.C. S Char	-	ADVANCES DEDOSITS & DDEDAVMENTS		
Loans & Advances 411,480 743,344 Income Tax Refundable 314,335 156,524 Other Receivables - 16,991 1,390,815 1,781,859 6 CASH AND BANK BALANCES: Cash in Hand 18,285 44,789 Cash at Bank 15,677,970 16,013,246 15,696,255 16,058,035 16,058,035 7 ADMINISTRATIVE, MARKETING & GENERAL EXPENSES: 1,920,000 1,920,000 Director's Remuneration 1,920,000 1,920,000 1,920,000 Staff Salaries and Allowances 1,716,690 2,547,590 Rent 249,559 457,728 Printing & Stationery 67,670 79,770 Internet Charges - 16,303 Postage & Telegram 170,929 149,723 Telephone Charges 216,009 295,960 Fee & Subscription 208,422 244,922 Electricity Charges 176,303 174,852 Entertainment 297,751 229,054 Travelling & Conveyance 11,080 7,820 Software Inst. & Maint.	3		((5.000	965 000
Income Tax Refundable 314,335 156,524 Other Receivables - 16,991 1,390,815 1,781,859 6 CASH AND BANK BALANCES: Cash at Bank 18,285 44,789 Cash at Bank 15,677,970 16,013,246 15,696,255 16,058,035 16,058,035 7 ADMINISTRATIVE, MARKETING & GENERAL EXPENSES: 1,716,690 2,547,590 Director's Remuneration 1,920,000 1,920,000 1,920,000 Staff Salaries and Allowances 1,716,690 2,547,590 Rent 249,559 457,728 Printing & Stationery 67,670 79,770 Internet Charges - 16,306 Postage & Telegram 170,929 149,723 Telephone Charges 216,009 295,960 Fee & Subscription 208,422 244,922 Electricity Charges 176,303 174,852 Entertainment 297,751 229,054 Travelling & Conveyance 11,080 7,820 Software Inst. & Maint. 31,800 17,000 Audit Fee 73,0				
Other Receivables 1,390,815 1,781,859 6 CASH AND BANK BALANCES: 18,285 44,789 Cash in Hand 18,285 44,789 Cash at Bank 15,677,970 16,013,246 7 ADMINISTRATIVE, MARKETING & GENERAL EXPENSES: 16,058,035 7 ADMINISTRATIVE, MARKETING & GENERAL EXPENSES: 1,920,000 Director's Remuneration 1,920,000 1,920,000 Staff Salaries and Allowances 1,716,690 2,547,590 Rent 249,559 457,728 Printing & Stationery 67,670 79,770 Internet Charges - 16,306 Postage & Telegram 170,929 149,723 Telephone Charges 216,009 295,960 Fee & Subscription 208,422 244,922 Electricity Charges 176,303 174,852 Entertainment 297,751 229,054 Travelling & Conveyance 11,080 7,820 Software Inst. & Maint. 31,800 17,000 Audit Fee 72,094 60,513				
Image: Cash and Bank Balances: Image: Tage of the tage of tage			514,555	
6 CASH AND BANK BALANCES: Cash in Hand 18,285 44,789 Cash at Bank 15,677,970 16,013,246 15,607,970 16,013,246 15,609,255 16,058,035 16,058,035 7 ADMINISTRATIVE, MARKETING & GENERAL EXPENSES: 1,920,000 Director's Remuneration 1,920,000 1,920,000 Staff Salaries and Allowances 1,716,690 2,547,590 Rent 249,559 457,728 Printing & Stationery 67,670 79,770 Internet Charges - 16,306 Postage & Telegram 170,929 149,723 Telephone Charges 216,009 295,960 Fee & Subscription 208,422 244,922 Electricity Charges 176,303 174,852 Entertainment 297,751 229,054 Travelling & Conveyance 11,080 7,820 Software Inst. & Maint. 31,800 17,000 Audit Fee 73,000 55,500 Repair & Maintenance 126,990 151,332 Commission Expenses 2,325,508 398,084 <td></td> <td></td> <td>1,390,815</td> <td></td>			1,390,815	
Cash in Hand 18,285 44,789 Cash at Bank 15,677,970 16,013,246 15,696,255 16,058,035 7 ADMINISTRATIVE, MARKETING & GENERAL EXPENSES: Director's Remuneration 1,920,000 Staff Salaries and Allowances 1,716,690 Rent 249,559 Printing & Stationery 67,670 Internet Charges - Postage & Telegram 170,929 149,220 149,723 Telephone Charges 216,009 Electricity Charges 176,303 Entertainment 297,751 Travelling & Conveyance 11,080 Audit Fee 73,000 Software Inst. & Maint. 31,800 N.C.C.S Charges 9,597 Ommission Expenses 2,325,508 Software S Priodicals 15,737 Newspapers & Priodicals 15,737 Vehicle Maintenance 11,700 Mexspapers 45,736 Mold Miscellaneous Exp. 45,736 Mexspaperex 15,737				
Cash at Bank 15,677,970 16,013,246 15,696,255 16,058,035 7 ADMINISTRATIVE, MARKETING & GENERAL EXPENSES: Director's Remuneration 1,920,000 Staff Salaries and Allowances 1,716,690 249,559 457,728 Printing & Stationery 67,670 Internet Charges - Postage & Telegram 170,929 149,000 208,422 244,929 16,009 Postage & Telegram 170,929 149,000 208,422 244,922 Electricity Charges 216,009 2095,960 Fee & Subscription 208,422 244,922 Electricity Charges Entertainment 297,751 229,054 Travelling & Conveyance 11,080 7,820 Software Inst. & Maint. 31,800 Nc.C. S Charges 2,325,508 398,084 Nc.C. S Charges 72,094 60,513 M.C.F Charges 9,597 20,943 Newspapers & Priodicals 15,737 14,823 Vehicle Maintenance 11,700 <td>6</td> <td></td> <td></td> <td></td>	6			
ADMINISTRATIVE, MARKETING & GENERAL EXPENSES: Director's Remuneration 1,920,000 1,920,000 Staff Salaries and Allowances 1,716,690 2,547,590 Rent 249,559 457,728 Printing & Stationery 67,670 79,770 Internet Charges - 16,306 Postage & Telegram 170,929 149,723 Telephone Charges 216,009 295,960 Fee & Subscription 208,422 244,922 Electricity Charges 176,303 174,852 Entertainment 297,751 229,054 Travelling & Conveyance 11,080 7,820 Software Inst. & Maint. 31,800 17,000 Audit Fee 73,000 55,500 Repair & Maintenance 126,990 151,332 Commission Expenses 2,325,508 398,084 N.C.C.S Charges 72,094 60,513 M.C.F Charges 9,597 20,943 Newspapers & Priodicals 15,737 14,823 Vehicle Maintenance 11,700 8,40				
7 ADMINISTRATIVE, MARKETING & GENERAL EXPENSES: Director's Remuneration 1,920,000 1,920,000 Staff Salaries and Allowances 1,716,690 2,547,590 Rent 249,559 457,728 Printing & Stationery 67,670 79,770 Internet Charges - 16,306 Postage & Telegram 170,929 149,723 Telephone Charges 216,009 295,960 Fee & Subscription 208,422 244,922 Electricity Charges 176,303 174,852 Entertainment 297,751 229,054 Travelling & Conveyance 11,080 7,820 Software Inst. & Maint. 31,800 17,000 Audit Fee 73,000 55,500 Repair & Maintenance 126,990 151,332 Commission Expenses 2,325,508 398,084 N.C.C.S Charges 72,094 60,513 M.C.F Charges 9,597 20,943 Newspapers & Priodicals 15,737 14,823 Vehicle Maintenance 11,700 <td></td> <td>Cash at Bank</td> <td></td> <td></td>		Cash at Bank		
Director's Remuneration 1,920,000 1,920,000 Staff Salaries and Allowances 1,716,690 2,547,590 Rent 249,559 457,728 Printing & Stationery 67,670 79,770 Internet Charges - 16,306 Postage & Telegram 170,929 149,723 Telephone Charges 216,009 295,960 Fee & Subscription 208,422 244,922 Electricity Charges 176,303 174,852 Entertainment 297,751 229,054 Travelling & Conveyance 11,080 7,820 Software Inst. & Maint. 31,800 17,000 Audit Fee 73,000 55,500 Repair & Maintenance 126,990 151,332 Commission Expenses 2,325,508 398,084 N.C.F. Charges 9,597 20,943 Newspapers & Priodicals 15,737 14,823 Vehicle Maintenance 11,700 8,400 Miscellaneous Exp. 45,736 81,900 Depreciation 48,992 <td></td> <td></td> <td>15,696,255</td> <td>16,058,035</td>			15,696,255	16,058,035
Staff Salaries and Allowances 1,716,690 2,547,590 Rent 249,559 457,728 Printing & Stationery 67,670 79,770 Internet Charges - 16,306 Postage & Telegram 170,929 149,723 Telephone Charges 216,009 295,960 Fee & Subscription 208,422 244,922 Electricity Charges 176,303 174,852 Entertainment 297,751 229,054 Travelling & Conveyance 11,080 7,820 Software Inst. & Maint. 31,800 17,000 Audit Fee 73,000 55,500 Repair & Maintenance 126,990 151,332 Commission Expenses 2,325,508 398,084 N.C.F. Charges 9,597 20,943 Newspapers & Priodicals 15,737 14,823 Vehicle Maintenance 11,700 8,400 Miscellaneous Exp. 45,736 81,900 Depreciation 48,992 515,187	7	ADMINISTRATIVE, MARKETING & GENERAL EXPENSES:		
Rent 249,559 457,728 Printing & Stationery 67,670 79,770 Internet Charges - 16,306 Postage & Telegram 170,929 149,723 Telephone Charges 216,009 295,960 Fee & Subscription 208,422 244,922 Electricity Charges 176,303 174,852 Entertainment 297,751 229,054 Travelling & Conveyance 11,080 7,820 Software Inst. & Maint. 31,800 17,000 Audit Fee 73,000 55,500 Repair & Maintenance 126,990 151,332 Commission Expenses 2,325,508 398,084 N.C. C. S Charges 72,094 60,513 M.C. F Charges 9,597 20,943 Newspapers & Priodicals 15,737 14,823 Vehicle Maintenance 11,700 8,400 Miscellaneous Exp. 45,736 81,900 Depreciation 484,992 515,187		Director's Remuneration	1,920,000	1,920,000
Printing & Stationery 67,670 79,770 Internet Charges - 16,306 Postage & Telegram 170,929 149,723 Telephone Charges 216,009 295,960 Fee & Subscription 208,422 244,922 Electricity Charges 176,303 174,852 Entertainment 297,751 229,054 Travelling & Conveyance 11,080 7,820 Software Inst. & Maint. 31,800 17,000 Audit Fee 73,000 55,500 Repair & Maintenance 126,990 151,332 Commission Expenses 2,325,508 398,084 N.C.F Charges 9,597 20,943 Mewspapers & Priodicals 15,737 14,823 Vehicle Maintenance 11,700 8,400 Miscellaneous Exp. 45,736 81,900 Depreciation 484,992 515,187		Staff Salaries and Allowances	1,716,690	2,547,590
Internet Charges - 16,306 Postage & Telegram 170,929 149,723 Telephone Charges 216,009 295,960 Fee & Subscription 208,422 244,922 Electricity Charges 176,303 174,852 Entertainment 297,751 229,054 Travelling & Conveyance 11,080 7,820 Software Inst. & Maint. 31,800 17,000 Audit Fee 73,000 55,500 Repair & Maintenance 126,990 151,332 Commission Expenses 2,325,508 398,084 N.C.C.S Charges 9,597 20,943 Mewspapers & Priodicals 15,737 14,823 Vehicle Maintenance 11,700 8,400 Miscellaneous Exp. 45,736 81,900 Depreciation 484,992 515,187		Rent	249,559	457,728
Postage & Telegram 170,929 149,723 Telephone Charges 216,009 295,960 Fee & Subscription 208,422 244,922 Electricity Charges 176,303 174,852 Entertainment 297,751 229,054 Travelling & Conveyance 11,080 7,820 Software Inst. & Maint. 31,800 17,000 Audit Fee 73,000 55,500 Repair & Maintenance 126,990 151,332 Commission Expenses 2,325,508 398,084 N.C.C.S Charges 9,597 20,943 Mewspapers & Priodicals 15,737 14,823 Vehicle Maintenance 11,700 8,400 Miscellaneous Exp. 45,736 81,900 Depreciation 484,992 515,187		Printing & Stationery	67,670	79,770
Telephone Charges 216,009 295,960 Fee & Subscription 208,422 244,922 Electricity Charges 176,303 174,852 Entertainment 297,751 229,054 Travelling & Conveyance 11,080 7,820 Software Inst. & Maint. 31,800 17,000 Audit Fee 73,000 55,500 Repair & Maintenance 126,990 151,332 Commission Expenses 2,325,508 398,084 N.C.C.S Charges 72,094 60,513 M.C.F Charges 9,597 20,943 Newspapers & Priodicals 15,737 14,823 Vehicle Maintenance 11,700 8,400 Miscellaneous Exp. 45,736 81,900 Depreciation 484,992 515,187			-	16,306
Fee & Subscription 208,422 244,922 Electricity Charges 176,303 174,852 Entertainment 297,751 229,054 Travelling & Conveyance 11,080 7,820 Software Inst. & Maint. 31,800 17,000 Audit Fee 73,000 55,500 Repair & Maintenance 126,990 151,332 Commission Expenses 2,325,508 398,084 N.C.C.S Charges 72,094 60,513 M.C.F Charges 9,597 20,943 Newspapers & Priodicals 15,737 14,823 Vehicle Maintenance 11,700 8,400 Miscellaneous Exp. 45,736 81,900 Depreciation 484,992 515,187			170,929	149,723
Electricity Charges 176,303 174,852 Entertainment 297,751 229,054 Travelling & Conveyance 11,080 7,820 Software Inst. & Maint. 31,800 17,000 Audit Fee 73,000 55,500 Repair & Maintenance 126,990 151,332 Commission Expenses 2,325,508 398,084 N.C.C.S Charges 72,094 60,513 M.C.F Charges 9,597 20,943 Newspapers & Priodicals 15,737 14,823 Vehicle Maintenance 11,700 8,400 Miscellaneous Exp. 45,736 81,900 Depreciation 484,992 515,187			216,009	295,960
Entertainment297,751229,054Travelling & Conveyance11,0807,820Software Inst. & Maint.31,80017,000Audit Fee73,00055,500Repair & Maintenance126,990151,332Commission Expenses2,325,508398,084N.C.C.S Charges72,09460,513M.C.F Charges9,59720,943Newspapers & Priodicals15,73714,823Vehicle Maintenance11,7008,400Miscellaneous Exp.45,73681,900Depreciation484,992515,187			208,422	244,922
Travelling & Conveyance 11,080 7,820 Software Inst. & Maint. 31,800 17,000 Audit Fee 73,000 55,500 Repair & Maintenance 126,990 151,332 Commission Expenses 2,325,508 398,084 N.C.C.S Charges 72,094 60,513 M.C.F Charges 9,597 20,943 Newspapers & Priodicals 15,737 14,823 Vehicle Maintenance 11,700 8,400 Miscellaneous Exp. 45,736 81,900 Depreciation 484,992 515,187			176,303	174,852
Software Inst. & Maint. 31,800 17,000 Audit Fee 73,000 55,500 Repair & Maintenance 126,990 151,332 Commission Expenses 2,325,508 398,084 N.C.C.S Charges 72,094 60,513 M.C.F Charges 9,597 20,943 Newspapers & Priodicals 15,737 14,823 Vehicle Maintenance 11,700 8,400 Miscellaneous Exp. 45,736 81,900 Depreciation 484,992 515,187			297,751	229,054
Audit Fee 73,000 55,500 Repair & Maintenance 126,990 151,332 Commission Expenses 2,325,508 398,084 N.C.C.S Charges 2,2094 60,513 M.C.F Charges 9,597 20,943 Newspapers & Priodicals 15,737 14,823 Vehicle Maintenance 11,700 8,400 Miscellaneous Exp. 45,736 81,900 Depreciation 484,992 515,187		Travelling & Conveyance	11,080	7,820
Repair & Maintenance 126,990 151,332 Commission Expenses 2,325,508 398,084 N.C.C.S Charges 72,094 60,513 M.C.F Charges 9,597 20,943 Newspapers & Priodicals 15,737 14,823 Vehicle Maintenance 11,700 8,400 Miscellaneous Exp. 45,736 81,900 Depreciation 484,992 515,187			31,800	17,000
Commission Expenses 2,325,508 398,084 N.C.C.S Charges 72,094 60,513 M.C.F Charges 9,597 20,943 Newspapers & Priodicals 15,737 14,823 Vehicle Maintenance 11,700 8,400 Miscellaneous Exp. 45,736 81,900 Depreciation 484,992 515,187		Audit Fee	73,000	55,500
N.C.C.S Charges 72,094 60,513 M.C.F Charges 9,597 20,943 Newspapers & Priodicals 15,737 14,823 Vehicle Maintenance 11,700 8,400 Miscellaneous Exp. 45,736 81,900 Depreciation 484,992 515,187		Repair & Maintenance	126,990	151,332
M.C.F Charges 9,597 20,943 Newspapers & Priodicals 15,737 14,823 Vehicle Maintenance 11,700 8,400 Miscellaneous Exp. 45,736 81,900 Depreciation 484,992 515,187		Commission Expenses	2,325,508	398,084
Newspapers & Priodicals 15,737 14,823 Vehicle Maintenance 11,700 8,400 Miscellaneous Exp. 45,736 81,900 Depreciation 484,992 515,187		N.C.C.S Charges	72,094	60,513
Vehicle Maintenance 11,700 8,400 Miscellaneous Exp. 45,736 81,900 Depreciation 484,992 515,187		M.C.F Charges	9,597	20,943
Vehicle Maintenance 11,700 8,400 Miscellaneous Exp. 45,736 81,900 Depreciation 484,992 515,187			15,737	14,823
Depreciation 484,992 515,187		Vehicle Maintenance	11,700	8,400
		Miscellaneous Exp.	45,736	81,900
8,231,567 7,447,407		Depreciation	484,992	
		IP d	8,231,567	7,447,407



1.

	<u>2012</u>	2011
	Rupees	Rupees
	19	
8 <u>FINANCIAL EXPENSES:</u>		
Bank Charges	19,409	18,294
	19,409	18,294
9 OTHER INCOME:		
Other Income	1,528,276	694,591
Capital Gain / (Loss)	(574,357)	-
	953,919	694,591
	20	
10 TAXATION:		
Current - Provision For Taxation	31,291	52,417
	31,291	52,417
11 BASIC EARNINGS / (LOSS) PER SHARE:		
Profit / (Loss) After Taxation Attributable to Ordinary Shareholders	(1,070,081)	(1,581,823)
Number of Ordinary Shares Issued & Subscribed At The Year End	185,000	185,000
Basic Earnings / (Loss) Per Share	(5.78)	(8.55)

There is no dilutive effect on the basic earnings per share.

12 GENERAL:

Figures have been rounded off to the nearest rupee. Figures have been re-arranged also for the purpose of comparison.

CHIEF EXECUTIVE



DIRECTOR

M/S. MGM SECURITIES (PRIVATE) LIMITED SCHEDULE OF FIXED ASSETS AS AT JUNE 30, 2012

		COST			DEPR	DEPRECIATION		W.D.V.
PARTICULARS	As At	Addition /	As At	Rate	As At	For The	As At	As At
	01-07-11	(Deletion)	30-06-12	%	01-07-11	Year	30-06-12	30-06-12
Office Building	11,500,000	1	11,500,000	5%	3,397,634	405,118	3,802,752	7,697,248
Tools & Equipment	297,650	T	297,650	10%	169,082	12,857	181,939	115,711
Computer & Softwares	509,300	ī	509,300	10%	287,025	22,228	309,253	200,047
Furniture & Fixture	1,028,586	Ţ	1,028,586	10%	580,701	44,789	625,490	403,096
Total - 2012	13,335,536	1	13,335,536		4,434,442	484,992	4,919,434	8,416,102
Total - 2011	13,335,536	I	13,335,536		3,919,254	515,187	4,434,442	8,901,094

T Clartered C

V