



IGI Finex Securities Limited

Condensed Interim Financial Statements (Un-Audited)

For the Half Year Ended June 30, 2024

IGI FINEX SECURITIES LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
FOR THE HALF YEAR ENDED JUNE 30, 2024

	UN-AUDITED June 30 2024	AUDITED December 31 2023
Note	----- Rupees -----	
ASSETS		
Non-current assets		
Fixed assets		
- Property and equipment	5 77,628,806	63,997,980
- Intangible assets	13,847,289	15,522,066
Investments	20,533,828	16,173,796
Retirement benefit obligations	847,682	847,682
Long term deposits	21,629,664	21,129,664
Deferred tax asset - net	32,720,836	32,720,836
	167,208,105	150,392,024
Current assets		
Trade receivables - net	6 45,186,444	69,545,297
Advances	998,593	1,467,253
Deposits and prepayments	179,666,954	191,489,103
Accrued mark-up - net	10,306,193	23,054,009
Other receivables	11,651,593	4,788,211
Taxation recoverable	69,374,937	84,767,229
Investments in Government securities	121,547,681	94,532,993
Bank balances	7 1,789,958,744	3,083,042,298
	2,228,691,139	3,552,686,393
TOTAL ASSETS	<u>2,395,899,244</u>	<u>3,703,078,417</u>
EQUITY AND LIABILITIES		
Share capital and reserves		
Share capital		
Ordinary shares	520,000,000	520,000,000
Preference shares	485,000,000	485,000,000
Surplus on remeasurement of financial assets - net	20,533,428	16,173,396
Accumulated losses	(279,991,077)	(392,655,533)
Total equity	745,542,351	628,517,863
Non-current liabilities		
Retirement benefit obligations	-	-
Lease Liability against right-of-use asset	5,920,388	6,918,267
	5,920,388	6,918,267
Current liabilities		
Trade and other payables	1,642,237,395	3,065,443,177
Current portion of lease liability against right-of-use asset	2,199,110	2,199,110
	1,644,436,505	3,067,642,287
Total Liabilities	1,650,356,893	3,074,560,554
TOTAL EQUITY AND LIABILITIES	<u>2,395,899,244</u>	<u>3,703,078,417</u>

CONTINGENCIES AND COMMITMENTS

9

The annexed notes from 1 to 14 form an integral part of these condensed interim unaudited financial statements.

CHAIRMAN


CHIEF EXECUTIVE OFFICER

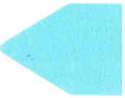
IGI FINEX SECURITIES LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2024

	Note	Half Year Ended JUNE 30		Quarter Ended JUNE 30	
		2024	2023	2024	2023
		----- Rupees -----		----- Rupees -----	
Operating revenue	10	117,519,873	53,645,127	68,467,742	31,808,399
Other operating revenue	11	191,798,920	152,276,811	85,271,888	134,776,432
Total operating income		309,318,793	205,921,938	153,739,630	166,584,831
Administrative and operating expenses		(128,866,184)	(83,182,165)	(73,005,221)	(42,781,278)
Financial Charges		(1,277,322)	(1,232,318)	(626,309)	(268,925)
Total operating expenses		(130,143,506)	(84,414,483)	(73,631,530)	(43,050,203)
Profit before taxation		179,175,287	121,507,455	80,108,100	123,534,628
Taxation - current		(51,960,831)	(35,672,143)	(23,228,447)	(639,684)
Profit after taxation		127,214,456	85,835,312	56,879,653	122,894,944
Earnings per share - basic and diluted		2.45	1.65	1.09	2.36

The annexed notes from 1 to 14 form an integral part of these condensed interim unaudited financial statements.


 CHAIRMAN



 CHIEF EXECUTIVE OFFICER



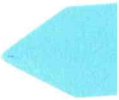
IGI FINEX SECURITIES LIMITED
 CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)
 FOR THE HALF YEAR ENDED JUNE 30, 2024

	Half Year Ended JUNE 30		Quarter Ended JUNE 30	
	2024	2023	2024	2023
	----- Rupees -----		----- Rupees -----	
Profit after taxation	127,214,456	85,835,312	56,869,653	85,789,681
Items that may be reclassified to profit and loss account subsequently:				
Unrealised (loss) / gain on remeasurement of financial assets classified as fair value through other comprehensive income	4,360,032	(1,090,007)	6,347,694	(1,618,982)
Total comprehensive (loss) / income for the period	<u>131,574,488</u>	<u>84,745,305</u>	<u>63,217,347</u>	<u>84,170,699</u>

The annexed notes from 1 to 14 form an integral part of these condensed interim unaudited financial statements.


 CHAIRMAN


 CHIEF EXECUTIVE OFFICER



IGI FINEX SECURITIES LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2024

	Share capital		Advance against issue of preference shares	Capital reserve	Revenue reserve	Total
	Issued, subscribed and paid-up share capital			Surplus on revaluation of available-for-sale investment	Accumulated loss	
	Ordinary shares	Preference shares				
----- Rupees -----						
Balance as at January 01, 2023	520,000,000	-	495,000,000	12,951,460	(700,618,843)	327,332,617
Profit for the period	-	-	-	-	85,835,222	85,835,222
Issue of preference shares	-	485,000,000	(485,000,000)	-	-	-
Transaction cost pertaining to issuance of preference shares	-	-	(3,331,356)	-	-	(3,331,356)
Other Comprehensive Income	-	-	-	(1,090,007)	-	(1,090,007)
	-	485,000,000	(488,331,356)	(1,090,007)	85,835,222	81,413,859
Balance as at June 30, 2023 (Un-Audited)	520,000,000	485,000,000	6,668,644	11,861,453	(614,783,621)	408,746,476
Profit for the period	-	-	-	-	221,045,498	221,045,498
Other Comprehensive Income	-	-	-	4,311,943	1,082,590	5,394,533
	-	-	-	4,311,943	222,128,088	226,440,031
Transactions with owners in their capacity as owners directly recorded in equity						
Issue of preference shares	-	-	-	-	-	-
Transaction cost pertaining to issuance of preference shares	-	-	(5,465,000)	-	-	(5,465,000)
Transfer to liability	-	-	(1,203,644)	-	-	(1,203,644)
Balance as at December 31, 2023 (Audited)	520,000,000	485,000,000	-	16,173,396	(392,655,533)	628,517,863
Changes in equity for half year ended June 30, 2024						
Profit for the period	-	-	-	-	127,214,456	127,214,456
Final dividend @ Rs. 0.30 per preference share for the year ended December 31, 2023	-	-	-	-	(14,550,000)	(14,550,000)
Other Comprehensive Income	-	-	-	4,360,032	-	4,360,032
	-	-	-	4,360,032	112,664,456	117,024,488
Balance as at June 30, 2024 (Un-Audited)	520,000,000	485,000,000	-	20,533,428	(279,991,077)	745,542,351

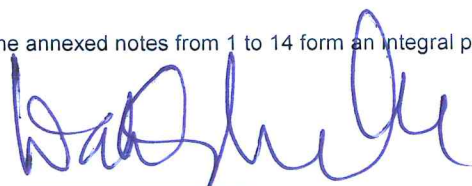

DIRECTOR


CHIEF EXECUTIVE OFFICER

IGI FINEX SECURITIES LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2024

	Half Year Ended JUNE 30	
	2024	2023
	----- Rupees -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	179,175,287	121,507,455
Adjustments for non-cash items:		
Depreciation - property and equipment	7,175,074	3,493,840
Amortisation	239,446	294,686
Financial charges	1,277,322	1,232,318
Amortisation of discount income	(9,997,037)	-
Gain on disposal of Property & Equipment	843,680	-
Profit on saving accounts and deposit with PSX and PMEX	(175,621,483)	(151,035,947)
Charge for defined benefit plan	-	(23,742,710)
	<u>(176,082,998)</u>	<u>(169,757,813)</u>
	3,092,289	(48,250,358)
Changes in working capital		
Decrease / (increase) in current assets		
Trade receivables	24,358,853	7,061,667
Loans and advances	468,660	60,128
Trade deposits and short-term prepayments	11,822,149	14,016,265
Other receivables	(6,863,382)	(9,468,545)
	<u>29,786,280</u>	<u>11,669,515</u>
(Decrease) / increase in current liabilities		
Trade and other payables	<u>(1,429,141,023)</u>	<u>4,051,745,867</u>
	(1,396,262,454)	4,015,165,024
Finance cost paid	(1,277,322)	(1,232,320)
Donation paid	(6,137,614)	-
Rentals paid against lease liability	(997,879)	(923,487)
Dividends paid	(14,550,000)	-
Income tax paid	<u>(36,568,539)</u>	<u>(28,805,378)</u>
Net cash (used in) / generated from operating activities	<u>(1,455,793,808)</u>	<u>3,984,203,839</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for purchase of property and equipment	(29,378,245)	(352,844)
Purchase of intangible assets	-	(330,751)
Proceeds from disposal of property and equipment	4,219,200	-
Payment in respect of advance against preference shares	-	(3,331,356)
Long-term deposits	(500,000)	-
Received profit on saving accounts and deposit with PSX	188,369,299	136,992,189
Net cash generated from / (used in) investing activities	<u>162,710,254</u>	<u>132,977,238</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net (decrease) / increase in cash and cash equivalents	<u>(1,293,083,554)</u>	<u>4,117,181,077</u>
Cash and cash equivalent at beginning of the period	3,083,042,298	528,387,600
Cash and cash equivalents at end of the period	<u>1,789,958,744</u>	<u>4,645,568,677</u>

The annexed notes from 1 to 14 form an integral part of these condensed interim unaudited financial statements.


CHAIRMAN


CHIEF EXECUTIVE OFFICER

IGI FINEX SECURITIES LIMITED**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2024****1 LEGAL STATUS AND NATURE OF BUSINESS**

- 1.1 IGI Finex Securities Limited (the Company) was incorporated in Pakistan on June 28, 1994 as a public limited company under the now Companies Act, 2017. The registered office of the Company is situated at Suite No. 701-713, 7th Floor, the Forum, G-20, Khayaban-e-Jami, Block-9, Clifton, Karachi. The Company has a Trading Right Entitlement Certificate (TREC) of Pakistan Stock Exchange Limited and is a corporate member of Pakistan Mercantile Exchange Limited.

The principal activities of the Company include shares and commodities brokerage, money market & foreign exchange brokerage and advisory and consulting services.

The Company is a wholly owned subsidiary of IGI Holdings Limited (the Parent Company).

The Company operates with a total number of 5 (2022: 6) branches in Lahore, Islamabad, Faisalabad, Rahim Yar Khan and Multan.

2 STATEMENT OF COMPLIANCE

These unaudited condensed interim unaudited financial information have been prepared in accordance with the approved accounting and reporting standards as applicable in Pakistan for interim reporting. The approved accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of International Accounting Standards (IAS) 34, Interim Financial Reporting, issued by International Accounting Standard Board (IASB) as notified under the provisions of the Companies Act, 2017, and the requirements of the Companies Act, 2017 and the directives issued by the Securities and Exchange Commission of Pakistan (SECP). Where the requirements of the Companies Act, 2017 or the directives issued by the SECP differ with the requirements of IFRS, the requirements of the Companies Act, 2017 or the directives issued by the SECP prevail.

3 BASIS OF PREPARATION AND MEASUREMENT

These unaudited condensed interim financial information have been prepared under the historical cost convention except that investments have been marked to market and are carried at fair value and defined benefit obligation is carried at present value.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of these unaudited condensed interim financial information are the same as those applied in the preparation of the preceding audited financial information of the Company for the year ended December 31, 2023.

5 PROPERTY AND EQUIPMENT

	Note	2024	2023
		----- Rupees -----	
Property and equipment	5.1	74,991,471	53,631,980
Capital work-in-progress		2,637,335	10,366,000
		<u>77,628,806</u>	<u>63,997,980</u>

IGI FINEX SECURITIES LIMITED
CONDENSED INTERIM NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2024

5.1 PROPERTY AND EQUIPMENT

	June 30, 2024							Total
	Leasehold improvements	Furniture and fixtures	Office equipment	Communication equipment	Computer equipment	Motor vehicles	Right-of-use asset building	

As at January 1, 2024									
Cost	3,859,221	1,906,847	3,136,061	1,241,094	15,959,101	45,307,625	1,216,970	18,381,000	91,007,919
Accumulated depreciation	(1,628,713)	(927,980)	(1,830,124)	(1,159,361)	(10,231,814)	(15,803,755)	(1,216,970)	(4,577,222)	(37,375,939)
Net book value	<u>2,230,508</u>	<u>978,867</u>	<u>1,305,937</u>	<u>81,733</u>	<u>5,727,287</u>	<u>29,503,870</u>	-	<u>13,803,778</u>	<u>53,631,980</u>

Half Year Ended June 30, 2024

Opening net book value	2,230,508	978,867	1,305,937	81,733	5,727,287	29,503,870	-	13,803,778	53,631,980
Additions	-	-	905,699	-	1,846,530	26,626,016	-	-	29,378,245

Disposals	-	-	-	-	-	(4,219,200)	-	-	(4,219,200)
Cost	-	-	-	-	-	3,375,520	-	-	3,375,520
Accumulated depreciation	-	-	-	-	-	(843,680)	-	-	(843,680)
Depreciation charge for the period	(241,197)	(59,763)	(123,747)	(18,622)	(2,089,528)	(3,493,401)	-	(1,148,816)	(7,175,074)
Closing net book value	<u>1,989,311</u>	<u>919,104</u>	<u>2,087,889</u>	<u>63,111</u>	<u>5,484,289</u>	<u>51,792,805</u>	-	<u>12,654,962</u>	<u>74,991,471</u>

As at June 30, 2024

Cost	3,859,221	1,906,847	4,041,760	1,241,094	17,805,631	67,714,441	1,216,970	18,381,000	116,166,964
Accumulated depreciation	(1,869,910)	(987,743)	(1,953,871)	(1,177,983)	(12,321,342)	(15,921,636)	(1,216,970)	(5,726,038)	(41,175,493)
Net book value	<u>1,989,311</u>	<u>919,104</u>	<u>2,087,889</u>	<u>63,111</u>	<u>5,484,289</u>	<u>51,792,805</u>	-	<u>12,654,962</u>	<u>74,991,471</u>

Depreciation rate % per annum

10	10	10	20	33	20	20	33	20	20
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December 31, 2023

	December 31, 2023							Total
	Leasehold improvements	Furniture and fixtures	Office equipment	Communication equipment	Computer equipment	Motor vehicles	Right-of-use asset building	

As at January 1, 2023									
Cost	3,859,221	1,789,819	2,556,617	1,232,094	12,176,179	21,577,928	1,216,970	18,381,000	62,789,828
Accumulated depreciation	(1,242,793)	(803,631)	(1,677,843)	(1,114,094)	(7,771,682)	(15,532,751)	(1,216,970)	(1,820,066)	(31,179,830)
Net book value	<u>2,616,428</u>	<u>986,188</u>	<u>878,774</u>	<u>118,000</u>	<u>4,404,497</u>	<u>6,045,177</u>	-	<u>16,560,934</u>	<u>31,609,998</u>

Year ended December 31, 2023

Opening net book value	2,616,428	986,188	878,774	118,000	4,404,497	6,045,177	-	16,560,934	31,609,998
Additions	-	117,028	579,444	9,000	3,782,922	25,691,500	-	-	30,179,894

Disposals	-	-	-	-	-	1,961,803	-	-	1,961,803
Cost	-	-	-	-	-	(1,569,442)	-	-	(1,569,442)
Accumulated depreciation	-	-	-	-	-	392,361	-	-	392,361
Depreciation charge for the year	(385,920)	(124,349)	(152,281)	(45,267)	(2,460,132)	(1,840,446)	-	(2,757,156)	(7,765,551)
Closing net book value	<u>2,230,508</u>	<u>978,867</u>	<u>1,305,937</u>	<u>81,733</u>	<u>5,727,287</u>	<u>29,503,870</u>	-	<u>13,803,778</u>	<u>53,631,980</u>

As at December 31, 2023

Cost	3,859,221	1,906,847	3,136,061	1,241,094	15,959,101	45,307,625	1,216,970	18,381,000	91,007,919
Accumulated depreciation	(1,628,713)	(927,980)	(1,830,124)	(1,159,361)	(10,231,814)	(15,803,755)	(1,216,970)	(4,577,222)	(37,375,939)
Net book value	<u>2,230,508</u>	<u>978,867</u>	<u>1,305,937</u>	<u>81,733</u>	<u>5,727,287</u>	<u>29,503,870</u>	-	<u>13,803,778</u>	<u>53,631,980</u>

IGI FINEX SECURITIES LIMITED
CONDENSED INTERIM NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2024

		UN-AUDITED June 30 2024	AUDITED Dec 31 2023
	Note	----- Rupees -----	
6 TRADE DEBTS			
Considered good			
Receivable from clients against purchase of marketable securities and commodity contracts		30,750,054	26,237,215
Receivable from National Clearing Company of Pakistan Limited		-	28,871,692
Considered doubtful			
Receivable from clients against purchase of marketable securities and commodity contracts		427,621,747	427,621,747
Commission receivable		414,265	414,265
Provision for doubtful debts		(413,599,622)	(413,599,622)
		<u>14,436,390</u>	<u>14,436,390</u>
		<u>45,186,444</u>	<u>69,545,297</u>
6.1	The value of customers' assets held in the Central Depository System by the Company and maintained in the Company's sub-accounts as at December 31, 2023 amounts to Rs. 9,411 million (December 31, 2023: Rs. 7,833 million).		
7 BANK BALANCES			
Cash in hand		-	-
Cash at bank	7.1	1,789,958,744	3,083,042,298
		<u>1,789,958,744</u>	<u>3,083,042,298</u>
7.1	This includes amount of Rs. 1.56 billion representing clients' funds. (December 31, 2023: Rs. 2.90 billion).		
8 ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL		UN-AUDITED June 30 2024	AUDITED Dec 31 2023
		----- Rupees -----	
	2024 2023 Number of shares		
	<u>52,000,000</u> <u>52,000,000</u>	520,000,000	520,000,000
	48,500,000 48,500,000	485,000,000	485,000,000
	<u>100,500,000</u> <u>100,500,000</u>	<u>1,005,000,000</u>	<u>1,005,000,000</u>
	Ordinary shares of Rs. 10/- each fully paid in cash		
	Preference shares of Rs. 10/- each fully paid in cash		
9 CONTINGENCIES AND COMMITMENTS			
	There are no changes in contingencies as disclosed in the financial statements for the year ended December 31, 2023.		
		HALF YEAR ENDED JUNE 30	QUARTER ENDED JUNE 30
		2024 2023	2024 2023
		----- Rupees -----	
10 OPERATING REVENUE			
Retail		96,618,515	50,208,252
Advisory and Consultancy Fee		5,969,812	-
Institution		12,883,628	2,790,497
Brokerage from equity operations		115,471,955	52,998,749
Brokerage from commodity operations		2,047,918	646,378
		<u>117,519,873</u>	<u>53,645,127</u>
11 OTHER OPERATING REVENUE			
From financial assets			
Profit on saving accounts		167,621,979	146,179,284
Income on deposit with Pakistan Stock Exchange Limited			
Exposure		7,999,504	4,856,663
Amortisation of discount income		9,997,037	-
Gain / (Loss) on sale of operating fixed assets		4,402,494	-
		<u>190,021,014</u>	<u>151,035,947</u>
From other than financial assets			
CDC conversion charges and commission		1,777,906	1,078,706
Others		-	162,158
		<u>1,777,906</u>	<u>1,240,864</u>
		<u>191,798,920</u>	<u>152,276,811</u>
		<u>85,271,888</u>	<u>134,776,432</u>

IGI FINEX SECURITIES LIMITED
CONDENSED INTERM NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2024

13 RELATED PARTY TRANSACTIONS

The company has related party relationships with its parent company, associated undertakings and its directors and key management personnel.

The following transactions were carried out with related parties during the half year ended June 30, 2024.

Nature of transactions	June 30, 2024		
	Holding Company	Key management personnel	Other related parties and associates
	Rupees		
Purchase of marketable securities for and on behalf of	-	172,334,862	233,678,927
Sale of marketable securities for and on behalf of	-	170,292,081	-
Brokerage income earned	-	632,515	423,535
Donation as per GSS	-	-	6,137,614
Dividend as per the Shareholder's approval	-	-	14,550,000
Insurance expense paid	-	-	1,182,094
Remuneration of Key Management Personnel	-	26,066,584	-
GSS reimbursements to	5,787,683	-	2,345,406
GSS reimbursements from	-	-	9,210,976
Rent expense to	-	-	134,600
Rent expense from	-	-	3,535,751

Nature of transactions	June 30, 2023		
	Holding Company	Key management personnel	Other related parties and associates
	Rupees		
Purchase of marketable securities for and on behalf of	-	29,740,842	4,221,705,903
Sale of marketable securities for and on behalf of	-	32,566,704	-
Brokerage income earned	-	123,587	6,332,566
Donation as per GSS	-	-	-
Dividend as per the Shareholder's approval	-	-	-
Insurance expense paid	-	-	1,285,233
Remuneration of Key Management Personnel	-	25,139,005	-
GSS reimbursements to	-	-	3,569,989
GSS reimbursements from	9,050,998	-	1,718,363
Rent expense to	-	-	2,614,316
Rent expense from	-	-	77,302

14 GENERAL

14.1 Date of authorisation

These financial statements were authorised for issue on 20th August 2024 by the Board of Directors of the Company.

14.2 Figures have been rounded off to the nearest Rupees, unless otherwise stated.

14.3 Comparative information has been reclassified, rearranged or additionally incorporated in these financial statements for the purpose of better presentation. There were no material reclassifications during the year.

CHAIRMAN

CHIEF EXECUTIVE OFFICER

