

PROGRESSIVE SECURITIES (PVT) LIMITED
STATEMENT OF PROFIT OR LOSS ACCOUNT
FOR THE PERIOD ENDED DECEMBER 31, 2020

	Note	31-Dec-2020 Rupees	30-Jun-2020 Rupees
Brokerage and commission	15	18,344,352	20,392,442
Capital gain on marketable securities		-	-
		18,344,352	20,392,442
Direct cost	16	(6,845,536)	(7,816,054)
		11,498,816	12,576,388
Operating expenses	17	(6,634,264)	(10,130,385)
Other operating expenses	18	-	(400,465)
Other income	19	1,327,657	3,706,710
		(5,306,607)	(6,824,140)
Profit/(Loss) before operations		6,192,209	5,752,248
Finance cost	20	(120,085)	(157,922)
Profit/(Loss) before taxation		6,072,124	5,594,326
Taxation	21	-	(665,439)
Profit/(Loss) for the year		6,072,124	4,928,887
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		-----Rupees-----	
Earnings per share-basic and diluted	22	1.73	1.41

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

CHIEF EXECUTIVE



DIRECTOR




PROGRESSIVE SECURITIES (PVT) LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED DECEMBER 31, 2020

	31-Dec-2020 Rupees	30-Jun-2020 Rupees
Profit/(loss) for the year	6,072,124	4,928,887
Items that may be reclassified subsequently to statement of profit or loss		
(Loss)/gain on investment available for sale	-	(388,229)
Items that will not be reclassified subsequently to statement of profit or loss	-	-
Other comprehensive (loss)/income for the year	-	(388,229)
Total comprehensive income for the year	<u>6,072,124</u>	<u>4,540,658</u>

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


CHIEF EXECUTIVE




DIRECTOR



PROGRESSIVE SECURITIES (PVT) LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2020

	Note	31-Dec-2020 Rupees	30-Jun-2020 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit/(loss) before taxation		6,072,124	5,594,326
Adjustments for non cash items:			
Depreciation	1	97,864	204,217
Amortization	2.1	8,687	9,653
Mark up on running finance	20	-	-
Balances written off		-	735,303
		106,551	949,173
Operating cash Flows Before Working capital changes		6,178,675	6,543,499
(Increase) / Decrease in Working Capital			
(Increase) / decrease in current assets			
Trade Debts		(7,512,942)	(4,435,616)
Loans and advances		(299,426)	1,044,952
Trade deposits and short term prepayments		(7,110,000)	(5,685,000)
Other receivables		(86,646)	13,776
Increase / (decrease) in current liabilities			
Deposits, accrued liabilities and advances		(62,997)	246,567
Trade and other payables		19,842,138	8,758,269
		4,770,127	(57,052)
Cash Generated From Operations		10,948,802	6,486,447
Taxes paid		(1,335)	(360,228)
Interest cost paid		-	-
		(1,335)	(360,228)
Net Cash Flows From Operating Activities		10,947,467	6,126,218
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(40,800)	(244,350)
Long term deposits		-	-
Investment at fair value through profit and loss		-	-
Net Cash Flows From Investing Activities		(40,800)	(244,350)
CASH FLOWS FROM FINANCING ACTIVITIES			
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		10,906,667	5,881,868
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		19,941,252	14,059,384
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	A	30,847,919	19,941,252
A Cash and Cash Equivalents			
Cash and bank balances	8	30,847,919	19,941,252
		30,847,919	19,941,252

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

CHIEF EXECUTIVE

DIRECTOR

PROGRESSIVE SECURITIES (PVT) LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED DECEMBER 31, 2020

Issued subscribed and paid up Capital	Un- appropriated profit	Fair value adjustment reserve	Total
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----- (R u p e e s) -----

Balance as at June 30, 2019 35,000,000 4,744,867 11,189,504 50,934,371

Loss after taxation	-	4,928,887	-	4,928,887
Other comprehensive loss	-	-	(388,229)	(388,229)

Total comprehensive income for the year - 4,928,887 (388,229) 4,540,658

Balance as at June 30, 2020 35,000,000 9,673,754 10,801,275 55,475,029

Loss after taxation	-	6,072,124	-	6,072,124
Other comprehensive income	-	-	-	-

Total comprehensive income for the year - 6,072,124 - 6,072,124

Balance as at December 31, 2020 35,000,000 15,745,878 10,801,275 61,547,153

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

CHIEF EXECUTIVE

DIRECTOR

1 PROPERTY AND EQUIPMENT

Particulars	Cost			As at December 31, 2020	Rate %	Depreciation			Book value As at December 31, 2020
	As at June 30, 2020	Additions	(Deletions)			As at June 30, 2020	Charge for the year	Adjustment	
-----Rupees-----									
OWNED									
Computers	2,177,201	-	-	2,177,201	30%	2,006,616	25,588	-	144,997
Mobile phones	421,200	-	-	421,200	30%	354,638	9,984	-	56,578
Furniture and fixtures	593,586	-	-	593,586	10%	280,902	15,634	-	297,050
Office equipment	199,080	-	-	199,080	10%	137,331	3,087	-	58,662
Air conditioner	326,400	-	-	326,400	10%	232,725	4,684	-	88,991
Electric equipment	713,281	40,800	-	754,081	10%	322,256	21,196	-	410,629
Arms and ammunition	265,000	-	-	265,000	10%	165,878	4,956	-	94,166
Vehicles	2,477,200	-	-	2,477,200	20%	2,349,847	12,735	-	114,618
	7,172,948	40,800	-	7,213,748		5,850,193	97,864	-	1,265,691
-----Rupees-----									

1.1 PROPERTY AND EQUIPMENT

Particulars	Cost			As at June 30, 2020	Rate %	Depreciation			Book value As at June 30, 2020	
	As at June 30, 2019	Additions	(Deletions)			As at June 30, 2019	Charge for the year	Adjustment		As at June 30, 2020
OWNED										
-----Rupees-----										
Computers	2,142,201	35,000	-	2,177,201	30%	1,947,257	59,359	-	2,006,616	170,585
Mobile phones	388,200	33,000	-	421,200	30%	334,254	20,384	-	354,638	66,562
Furniture and fixtures	558,286	35,300	-	593,586	10%	247,539	33,363	-	280,902	312,684
Office equipment	199,080	-	-	199,080	10%	130,470	6,861	-	137,331	61,749
Air conditioner	326,400	-	-	326,400	10%	222,317	10,408	-	232,725	93,675
Electric equipment	572,231	141,050	-	713,281	10%	291,266	30,990	-	322,256	391,025
Arms and ammunition	265,000	-	-	265,000	10%	154,864	11,014	-	165,878	99,122
Vehicles	2,477,200	-	-	2,477,200	20%	2,318,009	31,838	-	2,349,847	127,353
-----Rupees-----										
	6,928,598	244,350	-	7,172,948		5,645,976	204,217	-	5,850,193	1,322,755

	Note	31-Dec-2020 Rupees	30-Jun-2020 Rupees
2 INTANGIBLE ASSETS			
Rights of room		5,530,000	5,530,000
Trading right entitlement certificate (TREC)		2,500,000	2,500,000
Software	2.1	78,185	86,872
		<u>8,108,185</u>	<u>8,116,872</u>
2.1 Software			
Cost:			
Balance as at July 01,		110,000	110,000
Additions during the year		-	-
Balance as at June 30,		110,000	110,000
Amortization:			
Balance as at July 01,		23,128	13,475
Charge for the year		8,687	9,653
Balance as at June 30,		31,815	23,128
Net book value		<u>78,185</u>	<u>86,872</u>
Rate of amortization		<u>10%</u>	<u>10%</u>
3 LONG TERM INVESTMENT			
Unquoted - Shares of LSE Financial Services Limited:			
Available for sale			
Cost as at July 01,		7,048,797	7,048,797
Fair value adjustment		10,801,275	10,801,275
		<u>17,850,072</u>	<u>17,850,072</u>
4 LONG TERM DEPOSITS			
Deposits with:			
National Clearing Company of Pakistan Ltd.		1,400,000	1,400,000
Central Depository Company Limited		100,000	100,000
Others		75,000	75,000
		<u>1,575,000</u>	<u>1,575,000</u>
5 TRADE DEBTS			
Receivable from clients on account of:			
Purchase of shares on behalf of clients		7,932,332	8,405,998
Receivable from related party		424,760	691,642
Less: Balance written off		-	(735,303)

		8,357,092	8,362,337
Less: Provision for doubtful debts		(2,379,217)	(2,379,216)
		<u>5,977,875</u>	<u>5,983,121</u>
Receivable from National Clearing Company of Pakistan Ltd.		7,583,594	65,406
		<u>13,561,469</u>	<u>6,048,527</u>
6 LOANS AND ADVANCES			
Advances to: (unsecured but considered good)			
Employees		6,692	12,192
Chief Executive		<u>5,146,640</u>	<u>4,841,714</u>
		<u>5,153,332</u>	<u>4,853,906</u>
		31-Dec-2020	30-Jun-2020
	Note	Rupees	Rupees
7 TRADE DEPOSITS, SHORT TERM PREPAYMENTS AND CURRENT ACCOUNT BALANCE WITH STATUTORY AUTHORITIES			
Deposits with:			
National Clearing Company of Pakistan Ltd.	7.1	16,370,000	9,260,000
Tax deducted at source		<u>5,610,808</u>	<u>5,609,473</u>
		<u>21,980,808</u>	<u>14,869,473</u>
		31-Dec-2020	30-Jun-2020
	Note	Rupees	Rupees
8 CASH AND BANK BALANCES			
These were held as under:			
In hand		1,062,364	1,061,729
At bank - in current accounts			
Pertaining to brokerage house		93,697	161,251
Pertaining to clients		<u>4,377,410</u>	<u>6,371,948</u>
		4,471,107	6,533,199
At bank - in saving accounts			
Pertaining to clients		<u>25,314,448</u>	<u>12,346,324</u>
		25,314,448	12,346,324
		<u>30,847,919</u>	<u>19,941,252</u>

	Note	31-Dec-2020 Rupees	30-Jun-2020 Rupees
9 SHARE CAPITAL			
Authorized			
4,500,000 (2019: 4,500,000) ordinary shares of Rs.10 each		<u>45,000,000</u>	<u>45,000,000</u>
Issued, subscribed and paid up			
2,500,000 (2019: 2,500,000) ordinary shares of Rs.10 each fully paid in cash		25,000,000	25,000,000
1,000,000 (2019: 1,000,000) ordinary shares of Rs.10 each fully paid for consideration other than cash (issued against membership card of stock exchange)		10,000,000	10,000,000
		<u>35,000,000</u>	<u>35,000,000</u>

10 FAIR VALUE ADJUSTMENT RESERVE

This represents accumulated gain on available for sale investment and it will be reclassified to statement of profit or loss upon disposal of related investment.

	Note	31-Dec-2020 Rupees	30-Jun-2020 Rupees
11 DEFERRED LIABILITIES			
Deferred Taxation			
Deferred credits/ (debits) arising due to:			
Accelerated tax depreciation/ amortization		-	-
Brought forward losses		-	-
Provision for doubtful debts		-	-
Minimum tax		-	-
		<u>-</u>	<u>-</u>
Balance as at July 01,		-	-
Add: Charge for the year		-	-
		<u>-</u>	<u>-</u>

	Note	31-Dec-2020 Rupees	30-Jun-2020 Rupees
12 DEPOSITS, ACCRUED LIABILITIES AND ADVANCES			
Accrued expenses		<u>588,193</u>	<u>651,190</u>
13 TRADE AND OTHER PAYABLES			
Creditors for sale of shares on behalf of clients		36,962,308	17,553,835
Tax deducted at source payable		149,714	81,437
Payable to National Clearing Company			

of Pakistan Ltd.
Punjab workers welfare fund payable
Other payables

-	-
112,010	112,010
863,840	498,452
<u>38,087,872</u>	<u>18,245,734</u>

14 CONTINGENCIES AND COMMITMENTS

14.1 Contingencies

Claim against the company not acknowledged as debt Rs.nil (2019: Rs.nil).

Commitments

Commitments as at reporting date were Rs. Nil (2019: Rs. Nil).

	Note	31-Dec-2020 Rupees	30-Jun-2020 Rupees
15 BROKERAGE AND COMMISSION			
Retail Customers		18,344,352	23,655,233
Less: Sales tax		-	(3,262,791)
		<u>18,344,352</u>	<u>20,392,442</u>

	Note	31-Dec-2020 Rupees	30-Jun-2020 Rupees
16 DIRECT COST			
Central Depository Company charges		284,510	424,674
LSE Financial Services Limited charges		8,403	27,066
Pakistan Stock Exchange Limited charges		657,997	786,351
National Clearing Company of Pakistan Limited Charges		475,667	661,761
Commission paid		<u>5,418,959</u>	<u>5,916,202</u>
		<u>6,845,536</u>	<u>7,816,054</u>

17 OPERATING EXPENSES

Directors' remuneration		768,000	1,625,000
Staff salaries and benefits		1,781,000	2,216,000
Rent, rates and taxes		500,303	794,497
Communication		162,011	318,731
Electricity		228,781	279,917
Postage and courier		49,004	59,904
Legal and professional	17.1	93,315	176,700
Fee and subscription		69,625	96,700
Printing and stationery		50,008	100,240
Office expenses		75,671	6,340
Repair and maintenance		187,123	227,027
Vehicle running and maintenance		108,725	163,010
Traveling and conveyance		50,140	64,930

Software maintenance		121,873	877,599
Newspaper and periodicals		5,421	9,669
Entertainment		660,257	492,302
Insurance		3,017	4,485
Charity and donation		161,200	285,048
Branch offices		450,735	877,551
Depreciation	1	97,864	204,217
Amortization	2.1	8,687	9,653
Miscellaneous		1,001,504	1,240,865
		<u>6,634,264</u>	<u>10,130,385</u>
		31-Dec-2020	30-Jun-2020
	Note	Rupees	Rupees
18 OTHER OPERATING EXPENSES			
Provision for doubtful debts		-	206,524
Punjab workers welfare fund		-	112,010
Balances written off		-	81,931
		<u>-</u>	<u>400,465</u>
19 OTHER INCOME			
Income from financial assets			
Dividend income		502,166	675,180
Profit on savings account		605,501	1,349,013
Interest income		219,990	696,717
		<u>1,327,657</u>	<u>2,720,910</u>
Income from assets other than financial assets			
Account maintenance and custody fee		-	487,650
Other income		-	498,150
		<u>-</u>	<u>985,800</u>
		<u>1,327,657</u>	<u>3,706,710</u>
20 FINANCE COST			
Mark up on running finance		-	-
Bank charges		120,085	157,922
		<u>120,085</u>	<u>157,922</u>
21 TAXATION			
Income tax:			
-Current		-	665,439
-Prior year		-	-
-Deferred		-	-
		<u>-</u>	<u>665,439</u>
		31-Dec-2020	30-Jun-2020
		Rupees	Rupees
22 EARNINGS PER SHARE - BASIC AND DILUTED			
Profit/(loss) for the year - Rupees		<u>6,072,124</u>	<u>4,928,887</u>

Weighted average number of ordinary shares
outstanding during the year - Numbers

3,500,000 3,500,000

Earnings per share - Rupees

1.73 1.41

23 NUMBER OF EMPLOYEES

31-Dec-2020 30-Jun-2020
(N u m b e r)

Total number of employees at the end of the year

9 9

Average number of employees at the year end

10 10

24 CORRESPONDING FIGURES

The corresponding figures have been rearranged and reclassified, wherever considered necessary, for the purposes of comparison and better presentation. However, there is no major reclassification to report.

25 GENERAL

Figures have been rounded off to the nearest of rupee.

26 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorized for issue on _____ by the Board
of Directors of the company.


CHIEF EXECUTIVE

