

TAURUS
SECURITIES LIMITED

FINANCIAL STATEMENTS
(Un-audited)

For The Period Ended September 30, 2023

TAURUS SECURITIES LIMITED
COMPANY INFORMATION

Board of Directors

Muhammed Ismail Usuf	Chairman/Director
Syed Zain Hussain	Chief Executive
Abdul Rahim	Nominee Director-NBP
Muhammed Farhan Malik	Independent Director
Saeed Iqbal	Independent Director
Muhammad Faisal Israr	Nominee Director-SAPICO
Murium Hadi	Independent Director

Chief Financial Officer &

Company Secretary

Syed Waqar ul Hassan

Statutory Auditor

BDO Ibrahim & Co
Chartered Accountants

Tax Advisor

A.F. Ferguson & Co.
Chartered Accountants

Legal Advisor

Sarosh Jamil

Bankers

Bank Alfalah Ltd
Bank Of Khyber
Habib Bank Limited
Habib Metropolitan Bank
MCB Bank Limited
National Bank Of Pakistan
United Bank Limited

Corporate Office

Suite 604, 6th Floor, Progressive Plaza, Beaumont Road
Karachi 75530, Pakistan

Branch Office

Karachi: 618, 6th Floor, Stock Exchange Building, Stock Exchange Road, Karachi
Peshawar: 2nd Floor, State Life Building, 24 The Mall, Cantt. , Peshawar.

Website

www.taurus-sec.com

Credit rating

A/A-2

TAURUS SECURITIES LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2023

		September 30, 2023	December 31, 2022
	Note	----- (Rupees) ----- (Unaudited)	----- (Audited)
ASSETS			
Non-current Assets			
<i>Property and equipment</i>	4	31,605,074	42,074,210
<i>Intangible assets</i>	5	429,604	711,049
<i>Long term deposits</i>	6	2,310,176	2,453,175
<i>Taxation - net</i>	7	64,646,936	59,870,423
		98,991,790	105,108,857
Current assets			
<i>Trade debts</i>	8	80,138,762	669,418,261
<i>Loans and advances</i>	9	1,637,027	3,446,412
<i>Deposits and prepayments</i>	10	158,601,574	180,931,998
<i>Other receivables</i>	11	11,060,555	10,570,475
<i>Investments</i>	12	12,023,521	12,280,942
<i>Cash and bank balances</i>	13	204,139,915	320,246,795
		467,601,354	1,196,894,883
Total assets		566,593,144	1,302,003,740
EQUITY AND LIABILITIES			
Share capital and Reserves			
<i>Share capital</i>	14	135,023,060	135,023,060
<i>Reserves</i>			
<i>Accumulated profits</i>		157,833,476	157,467,729
<i>Unrealised gain on re-measurement of available-for-sale investments</i>	15	7,844,012	8,101,433
		165,677,488	165,569,162
Total equity		300,700,548	300,592,222
Non-current liabilities			
<i>Lease liabilities</i>		10,577,102	16,751,720
<i>Deferred taxation - net</i>		558,774	558,774
		11,135,876	17,310,494
Current liabilities			
<i>Trade and other payables</i>	16	247,166,026	963,514,247
<i>Short term running finance</i>	17	-	10,000,000
<i>Lease liabilities</i>		7,590,694	10,586,777
Total liabilities		254,756,720	984,101,024
Total equity and liabilities		566,593,144	1,302,003,740

TAURUS SECURITIES LIMITED
STATEMENT OF PROFIT OR LOSS
For The Period Ended September 30, 2023

		September 30, 2023	September 30, 2022
	<i>Note</i>	----- (Rupees) ----- (Unaudited)	(Unaudited)
INCOME			
<i>Brokerage and commission</i>	18	56,448,608	56,673,520
<i>Capital gain on sale of securities</i>		186,560	3,446,123
<i>Capital gain on sale of mutual funds</i>		7,789,009	930,826
<i>Dividend Income</i>		6,025,367	6,252,313
<i>Other income</i>	19	30,461,961	22,527,674
		100,911,505	89,830,456
EXPENSES			
<i>Administrative</i>	20	(89,049,401)	(89,886,279)
<i>Other Expenses</i>	21	-	-
<i>Finance cost</i>	22	(3,154,357)	(4,343,041)
		(92,203,758)	(94,229,320)
PROFIT/(LOSS) BEFORE TAXATION		8,707,747	(4,398,864)
<i>Taxation</i>	23	(8,342,000)	(3,561,311)
PROFIT/(LOSS) FOR THE PERIOD		365,747	(7,960,175)
Earnings/(Loss) per share	24	0.03	(0.59)

TAURUS SECURITIES LIMITED
STATEMENT OF OTHER COMPREHENSIVE INCOME
For The Period Ended September 30, 2023

	September 30, 2023	September 30, 2022
	----- (Rupees) ----- (Unaudited)	----- (Unaudited)
Profit for the year	365,747	(7,960,175)
<i>Items to be reclassified to profit or loss in subsequent periods</i>		
Unrealised gain / (loss) on re-measurement of available-for-sale investments	(257,421)	(5,899,305)
	(257,421)	(5,899,305)
Total comprehensive income/(loss) for the period	108,326	(13,859,480)

TAURUS SECURITIES LIMITED
STATEMENT OF CASH FLOWS
For The Period Ended September 30, 2023

	September 30, 2023	September 30, 2022
	----- (Rupees) ----- (Unaudited)	(Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	8,707,747	(4,398,864)
Adjustments for:		
Depreciation on property and equipment	10,792,967	10,887,655
Amortisation on intangible assets	281,445	207,777
Gain/(loss) on disposal of property and equipment	(53,244)	(72,500)
Finance cost	3,154,357	4,343,041
Mark-up income on bank deposits and cash margin	(30,408,717)	(22,265,649)
Defined benefit cost	-	-
Capital gain	(186,560)	(3,446,123)
Unrealized loss / (gain) on investments classified as fair value through profit and loss	-	-
	(16,419,752)	(10,345,799)
<i>Net cash (used in) / generated from operating activities before working capital changes</i>	(7,712,005)	(14,744,663)
Decrease / (Increase) in current assets:		
Trade debts	589,279,499	364,258,017
Loan and advances	1,809,385	243,941
Deposits and prepayments	22,330,424	39,919,105
Other receivables	(490,080)	739,038
	612,929,228	405,160,101
	605,217,223	390,415,438
Increase in current liabilities:		
Trade and other payables	(715,861,091)	(552,627,838)
Net cash flows (used in) / generated from operations	(110,643,868)	(162,212,400)
Income tax paid	(13,118,513)	(10,175,954)
Contribution paid to gratuity fund	-	-
Financial cost paid	(3,641,487)	(5,323,016)
	(16,760,000)	(15,498,970)
<i>Net cash (used in) / generated from operating activities</i>	(127,403,868)	(177,711,370)
CASH FLOWS FROM INVESTING ACTIVITIES		
Sale/(purchase) of investments	186,560	142,775,293
Profit received on bank deposits and term deposit receipts	30,408,717	21,765,649
Capital expenditures	(445,669)	(11,541,077)
Proceeds from disposal of property and equipment	175,082	72,500
Long term deposits	142,999	942,842
	30,467,689	154,015,207
<i>Net cash generated from investing activities</i>		
CASH FLOWS FROM FINANCING ACTIVITIES		
Ijara rentals paid	-	-
Lease rentals paid	(9,170,701)	(1,425,442)
Dividends paid	-	-
<i>Net cash used in investing activities</i>	(9,170,701)	(1,425,442)
Net increase in cash and cash equivalents	(106,106,880)	(25,121,605)
Cash and cash equivalents comprise		
Cash and bank balances	320,246,795	482,941,062
Short term running finance	(10,000,000)	(175,000,000)
	204,139,915	282,819,457

TAURUS SECURITIES LIMITED
STATEMENT OF CHANGES IN EQUITY
For The Period Ended September 30, 2023

	Issued, subscribed and paid-up capital	Reserves	Unrealised gain on remeasurement of available-for-sale investments	Total Equity
	----- (Rupees) -----			
Balance as at January 01, 2022	135,023,060	162,074,718	16,700,495	313,798,273
Profit/(Loss) for the period ended September 30, 2022	-	(7,960,175)	-	(7,960,175)
Other comprehensive income	-	3,848,415	(5,899,305)	(2,050,890)
Balance as at September 30, 2022	135,023,060	157,962,958	10,801,190	303,787,208
Profit/(Loss) for the year ended December 31, 2022	-	(334,112)		(334,112)
Other comprehensive income		(161,117)	(2,699,757)	(2,860,874)
Balance as at Decembr 31, 2022	135,023,060	157,467,729	8,101,433	300,592,222
Profit/(Loss) for the period ended September 30, 2023	-	365,747	-	365,747
Other comprehensive income	-	-	(257,421)	(257,421)
Balance as at September 30, 2023	135,023,060	157,833,476	7,844,012	300,700,548

TAURUS SECURITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For The Period Ended September 30, 2023

1. LEGAL STATUS AND NATURE OF BUSINESS

Taurus Securities Limited (the Company) is a public unquoted company, incorporated in Pakistan on June 27, 1993 under the Companies Ordinance, 1984 (now the Companies Act, 2017). The registered office of the Company is situated at 6th Floor, Progressive Plaza, Beaumont Road, Civil Lines, Karachi. The Company is a subsidiary of National Bank of Pakistan, which holds 58.32% (2018: 58.32%) of the shareholding of the Company. The Company is engaged in the business of stock brokerage, investment counseling and fund placements. The Company holds a Trading Rights Entitlement Certificate (TREC) from Pakistan Stock Exchange Limited (PSEL).

2. BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan and under lease arrangements in accordance with IFRS-16. The accounting and reporting standards applicable in Pakistan comprise of International Financial Reporting Standards (IFRSs), issued by International Accounting Standard Board (IASB) as notified under Companies Act, 2017 (the Act) and, provisions of and directives issued under the Act. Where the provisions of and directives issued under the Act differ from the IFRSs, the requirements of the Companies Ordinance, 1984 and said directives shall prevail.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention, except for available-for-sale investments, investments at fair value through profit and loss and commitments in respect of derivative financial instruments that are carried at fair value.

3. ACCOUNTING POLICIES

The accounting policies adopted for the preparation of these condensed interim financial statements are same as those applied in the preparation of financial statements for the year ended December 31, 2022.

TAURUS SECURITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For The Period Ended September 30, 2023

4 PROPERTY AND EQUIPMENT	2023							Total
	Owned				ROUA	ROUA		
	Vehicles	*Building	Furniture and fixtures	Office equipment	Computer equipment	Building		
----- (Rupees) -----								
<i>Net carrying value basis as at January 1, 2022</i>								
Opening net book value	6,863,120	556,196	1,957,747	1,203,193	747,418	8,886,531	21,860,005	42,074,210
Additions / Transfer in	122,000	-	-	220,050	103,619	-	-	445,669
Disposals / write-off								
Cost	(588,878)	-	-	-	-	-	-	(588,878)
Accumulated depreciation	467,040	-	-	-	-	-	-	467,040
	(121,838)	-	-	-	-	-	-	(121,838)
Depreciation charge	(1,704,156)	(59,497)	(234,278)	(319,192)	(434,542)	(3,659,845)	(4,381,457)	(10,792,967)
<i>Closing net book value</i>	<u>5,159,126</u>	<u>496,699</u>	<u>1,723,469</u>	<u>1,104,051</u>	<u>416,495</u>	<u>5,226,686</u>	<u>17,478,548</u>	<u>31,605,074</u>
Rate of depreciation (%)	20	5	10	20	33	33	20	

* The rights to occupy room no. 618 at Pakistan Stock Exchange building were acquired through Lease and License agreement for the purpose of the Company's business. The Pakistan Stock Exchange Limited as the lessee of the building has sub-leased the said room in favour of the Company.

TAURUS SECURITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For The Period Ended September 30, 2023

5 INTANGIBLE ASSETS	Rupees
5.1 Computer softwares	
<i>Net carrying value basis as at September 30, 2023</i>	
Opening net book value	711,049
Additions during the year	-
Amortisation for the year	<u>(281,445)</u>
Closing net book value	<u>429,604</u>
<i>Gross carrying value basis as at September 30, 2023</i>	
Cost	9,270,473
Accumulated amortisation	<u>(8,840,869)</u>
Net Book Value	<u>429,604</u>
Rate of amortization (%)	33%
<i>Net carrying value basis as at December 31, 2022</i>	
Opening net book value	550,548
	-
Additions during the year	454,000
Amortisation for the year	<u>(293,499)</u>
Closing net book value	<u>711,049</u>
<i>Gross carrying value basis as at December 31, 2022</i>	
Cost	9,270,473
Accumulated amortisation	<u>(8,559,424)</u>
Net Book Value	<u>711,049</u>
Rate of amortisation (%)	33%

TAURUS SECURITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For The Period Ended September 30, 2023

	<u>September 30,</u> <u>2023</u>	<u>December 31,</u> <u>2022</u>
	----- (Rupees) -----	
6 LONG TERM DEPOSITS		
Security deposits against rental property	342,498	342,498
National Clearing Company of Pakistan Limited (NCCPL)	1,400,000	1,400,000
Advance to employees	412,420	555,419
Other deposits	155,258	155,258
	<u>2,310,176</u>	<u>2,453,175</u>

6.1 This represents basic deposit with NCCPL for trading in ready and future market.

7 TAXATION - net

Opening balance	59,870,423	52,223,003
Provision for taxation	(8,342,000)	(5,499,376)
OCI recognition	-	-
Tax paid during the year	13,118,513	13,146,796
	<u>64,646,936</u>	<u>59,870,423</u>

8 TRADE DEBTS

Secured, considered good

Due from clients against trading of securities	84,945,331	16,949,930
Due from associated companies/persons against trading of securities	3,555,620	1,076,414
Trade debts - gross	<u>88,500,952</u>	18,026,344
Due from NCCPL against unsettled trades (Net)	-	659,754,107
Provision for doubtful debts	(8,362,190)	(8,362,190)
Trade debts - net	<u>80,138,762</u>	<u>669,418,261</u>

8.1 The aging analysis of trade debts are as follows:

Due from NCCPL against unsettled trades (Net)	-	659,754,107
Due from clients within 5 days	67,379,679	3,351,669
Due from clients over 5 days	21,121,273	14,674,675
Provision for doubtful debts	(8,362,190)	(8,362,190)
	<u>80,138,762</u>	<u>669,418,261</u>

The market value of securities held as collateral after applying VaR based haircuts for more than 5 days.

5,600,037	4,698,248
-----------	-----------

TAURUS SECURITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For The Period Ended September 30, 2023

	<u>September 30,</u> <u>2023</u>	<u>December 31,</u> <u>2022</u>
	----- (Rupees) -----	
9 LOANS AND ADVANCES		
Secured - considered good		
Employees laons (current portion)	<u>1,637,027</u>	3,446,412
	<u>1,637,027</u>	3,446,412
	<u>1,637,027</u>	<u>3,446,412</u>
9.1 This represents interest-free loans to executives and employees whose recovery is made in 24 equal monthly installments. The facility is secured against retirement benefits of the respective executives and employees.		
10 DEPOSITS AND PREPAYMENTS		
Prepayments	2,380,696	3,677,413
Deposit -		
Pakistan Stock Exchange	16,794,926	16,794,926
National Clearing Company of Pakistan Limited (NCCPL)	<u>139,425,952</u>	160,459,659
	<u>158,601,574</u>	<u>180,931,998</u>
10.1 This represents deposits maintained with NCCPL in respect of future, ready and margin trading transactions.		
11 OTHER RECEIVABLES		
Accrued interest income on savings accounts	1,880,114	1,880,114
Receivable under gratuity scheme	8,438,574	8,438,574
Other receivables	741,867	251,787
	<u>11,060,555</u>	<u>10,570,475</u>
12 INVESTMENTS		
Available for sale - in shares	12.1 12,023,521	12,280,942
Available for sale - in mutual funds	-	-
Fair value through profit and loss - in shares	12.3 -	-
	<u>12,023,521</u>	<u>12,280,942</u>

TAURUS SECURITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For The Period Ended September 30, 2023

12.1 Available for sale - in shares

2023	2022	Name of investee	2023		2022
Number of shares	Number of shares		Cost	Market value	Market value
------(Rupees)-----					
INVESTMENT COMPANY					
13,400	13,400	Jahangir Siddiqui & Company Limited	752,426	165,222	137,082
1,502,953	1,502,953	Pakistan Stock Exchange Ltd	4,125,507	11,858,299	12,143,860
			4,877,933	12,023,521	12,280,942
Provision for impairment in value of investments			(698,424)		
Unrealized gain on re-measurement of investment			7,844,012		
Carrying value			12,023,521		

12.2 Movement in unrealized gain / (loss) on FVOCI - net

	September 30, 2023	December 31, 2022
	----- (Rupees) -----	
Balance as on January 1,	8,101,433	8,101,433
Surplus/(Deficit) on remeasurement of investment	(257,421)	-
Closing Balance	7,844,012	8,101,433

TAURUS SECURITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For The Period Ended September 30, 2023

	<u>September 30,</u> <u>2023</u>	<u>December 31,</u> <u>2022</u>
	----- (Rupees) -----	
13 CASH AND BANK BALANCES		
Savings accounts	200,663,491	317,161,702
Current accounts	3,389,008	3,073,513
Cash in hand	87,416	11,580
	<u>204,139,915</u>	<u>320,246,795</u>
13.2 Savings accounts		
-pertaining to brokerage house	48,914,887	20,168,006
-pertaining to the clients	151,748,604	296,993,696
	<u>200,663,491</u>	<u>317,161,702</u>
14 SHARE CAPITAL		
14.2 Authorized share capital		
40,000,000 Ordinary shares of Rs. 10 each	<u>400,000,000</u>	<u>400,000,000</u>
14.3 Issued, subscribed and paid-up share capital	<u>135,023,060</u>	<u>135,023,060</u>
13,502,306 Ordinary shares of Rs. 10 each fully paid in cash		
14.4 Pattern of shareholding of the Company is as follows:		
	Number of	Percentage of
	shares	holding
National Bank of Pakistan (Holding Company)	7,875,002	58.32
The Bank of Khyber (Associated Company)	4,050,374	30.00
Saudi Pak Industrial and Agricultural Investment Company Limited	1,125,001	8.33
The Bank of Khyber - Employees Gratuity Fund	449,627	3.33
Other shareholders	2,302	0.02
	<u>13,502,306</u>	<u>100.00</u>

TAURUS SECURITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For The Period Ended September 30, 2023

	<u>September 30,</u> <u>2023</u>	<u>December 31,</u> <u>2022</u>
	----- (Rupees) -----	
15 UNREALISED GAIN ON RE-MEASUREMENT OF AFS INVESTMENT		
Opening Balance	8,101,433	8,101,433
Surplus/(Deficit) on remeasurement of investment	(257,421)	-
Closing Balance	<u>7,844,012</u>	<u>8,101,433</u>

16 TRADE AND OTHER PAYABLES

Due to clients against trading of securities	200,169,161	934,669,449
Due to associated against trading of securities	1,956,546	6,184,712
Amounts allocated subsequent to balance sheet date	6,965,966	6,281,874
Due to National Clearing Company of Pakistan Limited	10,595,870	-
Accrued and other liabilities	16.1 27,478,483	16,378,212
	<u>247,166,026</u>	<u>963,514,247</u>
16.1 Accrued markup	255,308	742,438
Dividend payable	12,566	12,566
Salaries, benefits and allowances payable	-	-
Accrued and other liabilities	27,210,609	15,623,208
	<u>27,478,483</u>	<u>16,378,212</u>

17 SHORT TERM RUNNING FINANCE FACILITY

Running finance facility of Rs. 240 million (2022: Rs. 240 million) has been obtained by the Company from National Bank of Pakistan (Holding Company) which is secured against hypothecation of amounts due from customers. The mark-up is payable quarterly. During the period, mark-up structure of the facility was on floating rate which is KIBOR plus 2.5% (based on timely payment rebate ranges from 0.5% to 0.1%) per annum [2022: KIBOR plus 2.5% (based on timely payment rebate ranges from 0.5% to 0.1%) per annum].

	<u>September 30,</u> <u>2023</u>	<u>September 30,</u> <u>2022</u>
	----- (Rupees) -----	
18 BROKERAGE AND COMMISSION		
Equity Brokerage (Commission)		
- Local Corporate Clients	34,859,077	35,286,108
- Individuals Clients	21,589,531	21,387,412
	<u>56,448,608</u>	<u>56,673,520</u>

TAURUS SECURITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For The Period Ended September 30, 2023

	September 30, 2023	September 30, 2022
	----- (Rupees) -----	
19 OTHER INCOME		
<i>Income from financial asset</i>		
Mark-up income on bank PLS deposits	24,027,238	19,057,481
Profit on cash margin with National Clearing Company of Pakistan Limited	6,381,479	3,208,168
Gain on disposal of property and equipment	53,244	72,500
Miscellaneous income	-	189,525
	30,461,961	22,527,674
20 ADMINISTRATIVE EXPENSES		
Salaries, benefits and allowances	47,509,910	48,427,933
Staff retirement benefit	3,562,845	4,111,513
Rent	159,634	174,528
Telephone and fax	2,808,168	2,335,826
Pakistan Stock Exchange Limited service charges	4,590,425	4,646,414
Depreciation	10,792,967	10,887,655
Electricity and utilities	1,947,542	1,725,321
Vehicle running expenses	3,358,762	3,300,400
Insurance	1,879,747	2,144,995
Legal and professional	1,503,662	1,701,545
CDC charges	1,018,638	912,619
Repairs and maintenance	3,449,047	3,268,911
Amortisation	281,445	207,777
Printing and stationery	613,060	574,624
Entertainment	980,153	1,154,428
Postage / courier	302,628	639,499
Umrah facility to employees	675,000	525,000
Subscriptions	693,216	751,961
SECP transactions fees	241,011	235,354
Office supplies	754,901	631,001
Auditor's remuneration	900,000	1,050,000
Computer expenses	321,570	65,656
Travelling and conveyance	3,500	127,350
Professional tax	151,805	152,612
Advertising and business promotion	4,300	118,662
Library and periodicals	8,590	14,695
Seminar and training	536,875	-
	89,049,401	89,886,279

TAURUS SECURITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For The Period Ended September 30, 2023

	<u>September 30,</u>	<u>September 30,</u>
	<u>2023</u>	<u>2022</u>
	----- (Rupees) -----	
21 OTHER EXPENSES		
Loss on disposal of property and equipment	-	-
22 FINANCE COST		
Mark-up on short term running finance	267,800	1,738,622
Finance lease charges	2,601,354	2,320,049
Bank charges	285,203	284,370
	3,154,357	4,343,041
23 TAXATION		
Current	8,342,000	3,561,311
Deferred	-	-
	8,342,000	3,561,311
24 EARNINGS PER SHARE		
Profit/(Loss) for the year	365,747	(7,960,175)
	(Number of shares)	
Weighted average number of ordinary shares outstanding during the year	13,502,306	13,502,306
	----- (Rupees) -----	
Profit/(Loss) per share - Basic	0.03	(0.59)

TAURUS SECURITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For The Period Ended September 30, 2023

25 TRANSACTIONS WITH RELATED PARTIES

The Company is a Government-related entity as defined in IAS 24 'Related Party Disclosures' and is indirectly controlled by the Government of Pakistan, consequently, all entities owned or controlled, whether directly or indirectly, by the Government of Pakistan are related parties of the Company.

The disclosures required under Para 18 of IAS 24 are impracticable for all entities owned or controlled by the Government of Pakistan. Nonetheless, under IAS 24, the Company, being a government entity, is required to disclose the nature and amount of each individually significant transaction and for other transactions that are collectively, but not individually, significant, a qualitative or quantitative indication of their extent.

The related parties and associated undertakings comprise parent company, its subsidiaries and associated companies, directors and their related concerns and key management personnel. All transactions involving related parties arising in the normal course of business are conducted at commercial terms and conditions. Transactions with the key management personnel are made under the terms of employment / entitlements. Contributions to the employee retirement benefits are made in accordance with the terms of employee retirement benefit schemes and actuarial advice. Details of transactions and balances with related parties during the year, other than those which have been disclosed elsewhere in these financial statements, are as follows:

Holding Company

National Bank of Pakistan (NBP)

Transactions during the period

Brokerage earned	4,646,568
Running finance - net	10,000,000
Financial charges on running finance	267,800

Balances

Trade debts	0
Trade payable	-
Short term running finance	-
Bank balances	4,999,328
Accrued mark-up	255,308

Associated Companies

The Bank of Khyber, First Credit Investment Bank Limited and First National Bank Modaraba, NBP Funds

Transactions during the period

Brokerage earned	1,825,564
------------------	-----------

Balances

Trade debts	247,690
Trade payable	34,608
Bank balance	39,070,777

**Chairman / Directors / Chief Executive Officer
and Key Management Personnel**

Transactions during the period

Brokerage earned	664,389
------------------	---------

Balances

Trade debts	6,121
Trade payable	1,921,938