
TAURUS

SECURITIES LIMITED

FINANCIAL STATEMENTS

(Un-audited)

For The Half Year Ended June 30, 2022

TAURUS SECURITIES LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2022

		June 30, 2022	December 31, 2021
	<i>Note</i>	----- (Rupees) ----- (Unaudited)	----- (Audited)
ASSETS			
Non-current Assets			
Property and equipment	4	46,658,328	42,977,588
Intangible assets	5	407,430	550,548
Long term deposits	6	2,954,635	3,669,518
Taxation - net	7	57,012,881	52,223,003
Deferred taxation - net		2,202,660	2,202,660
		109,235,934	101,623,317
Current assets			
Trade debts	8	19,793,406	411,085,584
Loans and advances	9	3,789,058	3,614,268
Deposits and prepayments	10	202,770,804	165,230,762
Other receivables	11	3,925,948	4,732,229
Investments	12	16,911,916	160,209,174
Cash and bank balances	13	386,541,138	482,941,062
		633,732,270	1,227,813,079
Total assets		742,968,204	1,329,436,396
EQUITY AND LIABILITIES			
Share capital and Reserves			
Share capital	14	135,023,060	135,023,060
Reserves			
Accumulated profits		156,417,161	162,074,718
Unrealised gain on re-measurement of available-for-sale investments	15	11,372,848	16,700,495
		167,790,009	178,775,213
Total equity		302,813,069	313,798,273
Non-current liabilities			
Liabilities against assets subject to ROUA		14,376,614	16,255,327
Liabilities against assets subject to finance lease		6,559,222	-
Current liabilities			
Trade and other payables	16	385,920,110	813,957,580
Short term running finance	17	25,000,000	175,000,000
Lease liabilities		8,299,189	10,425,216
Total liabilities		419,219,299	999,382,796
Total equity and liabilities		742,968,204	1,329,436,396

TAURUS SECURITIES LIMITED
STATEMENT OF PROFIT OR LOSS
For The Half Year Ended June 30, 2022

		June 30,	June 30,
		2022	2021
	<i>Note</i>	----- (Rupees) -----	
		(Unaudited)	(Unaudited)
INCOME			
Brokerage and commission	18	40,764,322	74,177,472
Capital gain on sale of securities		3,851,514	9,777,260
Dividend Income		2,929,333	-
Other income	19	12,994,502	5,106,822
		60,539,671	89,061,554
EXPENSES			
Administrative	20	(61,074,890)	(72,761,803)
Other Expenses	21	-	(8,972)
Finance cost	22	(3,415,215)	(2,147,376)
		(64,490,105)	(74,918,151)
PROFIT/(LOSS) BEFORE TAXATION		(3,950,434)	14,143,403
Taxation	23	(1,707,123)	(3,507,762)
PROFIT/(LOSS) FOR THE PERIOD		(5,657,557)	10,635,641
Earnings/(Loss) per share	24	(0.42)	0.79

Taurus Securities Limited
Statement of Other Comprehensive Income
For The Half Year Ended June 30, 2022

	June 30, 2022 ----- (Rupees) ----- (Unaudited)	June 30, 2021 ----- (Unaudited)
Profit for the year	(5,657,557)	10,635,641
<i>Items to be reclassified to profit or loss in subsequent periods</i>		
Unrealised gain / (loss) on re-measurement of available-for-sale investments	(5,327,647) (5,327,647)	9,914,003 9,914,003
Total comprehensive income/(loss) for the period	<u>(10,985,204)</u>	<u>20,549,644</u>

TAURUS SECURITIES LIMITED
STATEMENT OF CASH FLOWS
For The Half Year Ended June 30, 2022

	June 30, 2022	June 30, 2021
	----- (Rupees) -----	
	(Unaudited)	(Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	(3,950,434)	14,143,403
Adjustments for:		
Depreciation on property and equipment	7,253,957	5,149,324
Amortisation on intangible assets	143,118	125,185
Gain/(loss) on disposal of property and equipment	(72,500)	5,892
Ijarah charges	-	608,495
Finance cost	3,415,215	2,147,376
Mark-up income on bank deposits and cash margin	(12,732,477)	(5,045,926)
Capital gain on sale of securities	(3,851,514)	(8,051,753)
Unrealized loss / (gain) on investments classified as fair value through profit and loss	-	-
	(5,844,201)	(5,061,407)
Net cash (used in) / generated from operating activities before working capital changes	(9,794,635)	9,081,996
Decrease / (Increase) in current assets:		
Trade debts	391,292,178	(12,163,435)
Loan and advances	(174,790)	(434,716)
Deposits and prepayments	(37,540,042)	29,891,991
Other receivables	806,281	(11,602,967)
	354,383,627	5,690,873
	344,588,992	14,772,869
Increase in current liabilities:		
Trade and other payables	(428,201,521)	11,164,277
Net cash flows (used in) / generated from operations	(83,612,529)	25,937,146
Income tax paid	(6,497,001)	(4,508,985)
Contribution paid to gratuity fund	-	-
Financial cost paid	(3,251,164)	(1,527,582)
	(9,748,165)	(6,036,567)
Net cash (used in)/ generated from operating activities	(93,360,694)	19,900,579
CASH FLOWS FROM INVESTING ACTIVITIES		
Sale/(purchase) of investments	141,821,125	17,623,846
Profit received on bank deposits and term deposit receipts	12,732,477	3,771,409
Capital expenditures	(10,934,697)	(13,769,472)
Proceeds from disposal of property and equipment	72,500	632,478
Long term deposits	714,883	-
	144,406,288	8,258,261
Net cash generated from investing activities	144,406,288	8,258,261
CASH FLOWS FROM FINANCING ACTIVITIES		
Ijara rentals paid	-	121,905
Lease rentals paid	2,554,482	6,124,218
Dividends paid	-	-
Net cash used in investing activities	2,554,482	6,246,123
Net increase in cash and cash equivalents	53,600,076	34,404,963
Cash and cash equivalents comprise		
Cash and bank balances	482,941,062	313,227,316
Short term running finance	(150,000,000)	(25,000,000)
	386,541,138	322,632,279

TAURUS SECURITIES LIMITED
STATEMENT OF CHANGES IN EQUITY
For The Half Year Ended June 30, 2022

	Issued, subscribed and paid-up capital	Reserves	Unrealised gain on remeasurement of available-for- sale investments	Total
	----- (Rupees) -----			
Balance as at January 01, 2021	135,023,060	154,516,601	19,739,673	309,279,334
Profit/(Loss) for the period ended June 30, 2021	-	10,635,641	-	10,635,641
Other comprehensive income	-	-	9,914,003	9,914,003
Balance as at June 30, 2021	135,023,060	165,152,242	29,653,676	329,828,978
Gain realized on disposal of investments in equity instruments at FVOCI		1,725,507	(1,725,507)	
Interim cash dividend paid @ Rs.0.50 per share (5%)	-	(6,751,158)		(6,751,158)
Profit/(Loss) for the fourth quarter ended December 31, 2021	-			-
Other comprehensive income		1,948,127	(11,227,674)	(9,279,547)
Balance as at Decembr 31, 2021	135,023,060	162,074,718	16,700,495	313,798,273
Profit/(Loss) for the half year ended June 30, 2022	-	(5,657,557)	-	(5,657,557)
Other comprehensive income	-	-	(5,327,647)	(5,327,647)
Balance as at June 30, 2022	135,023,060	156,417,161	11,372,848	302,813,069

Taurus Securities Limited
Notes to the Financial Statements
For The Half Year Ended June 30, 2022

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 ijarah arrangements in accordance with IFAS - 2 "Ijarah". 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, 2021.

TAURUS SECURITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For The Half Year Ended June 30, 2022

4 PROPERTY AND EQUIPMENT

2022							
		Owned			ROUA	ROUA	Total
Vehicles	*Building	Furniture and fixtures	Office equipment	Computer equipment	Building	Vehicles Leased	
----- (Rupees) -----							
9,193,073	635,746	1,917,968	1,250,221	1,149,462	11,541,486	17,289,632	42,977,588
74,500	-	43,200	253,414	251,583	285,960	10,026,040	10,934,697
-	-	(110,917)	(244,424)	(542,886)	-	-	(898,227)
-	-	110,917	244,424	542,886	-	-	898,227
-	-	-	-	-	-	-	-
(1,246,449)	(39,448)	(143,660)	(193,796)	(325,241)	(2,802,766)	(2,502,597)	(7,253,957)
8,021,124	596,298	1,817,508	1,309,839	1,075,804	9,024,680	24,813,075	46,658,328
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 Half Year Ended June 30, 2022

5 INTANGIBLE ASSETS

Rupees

5.1 Computer softwares

Net carrying value basis as at June 30, 2022

Opening net book value	550,548
Additions during the year	-
Amortisation for the year	<u>(143,118)</u>
Closing net book value	<u>407,430</u>

Gross carrying value basis as at June 30, 2022

Cost	8,816,473
Accumulated amortisation	<u>(8,409,043)</u>
Net Book Value	<u>407,430</u>

Rate of amortization (%)

33%

Net carrying value basis as at December 31, 2021

Opening net book value	246,537
	-
Additions during the year	600,000
Amortisation for the year	<u>(295,989)</u>
Closing net book value	<u>550,548</u>

Gross carrying value basis as at December 31, 2021

Cost	8,816,473
Accumulated amortisation	<u>(8,265,925)</u>
Net Book Value	<u>550,548</u>

Rate of amortisation (%)

33%

TAURUS SECURITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For The Half Year Ended June 30, 2022

	<u>June 30,</u> <u>2022</u>	<u>December 31,</u> <u>2021</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	1,056,879	1,771,762
Other deposits	155,258	155,258
	<u>2,954,635</u>	<u>3,669,518</u>

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

7 TAXATION - net

Opening balance	52,223,003	48,791,187
Provision for taxation	(1,707,123)	(4,840,302)
OCI recognition	-	(639,707)
Tax paid during the year	6,497,001	8,911,825
	<u>57,012,881</u>	<u>52,223,003</u>

8 TRADE DEBTS

Secured, considered good

Due from clients against trading of securities	25,080,389	44,833,674
Due from associated companies/persons against trading of securities	3,075,206	1,377,824
Trade debts - gross	28,155,596	46,211,498
Due from NCCPL against unsettled trades (Net)	-	373,236,276
Provision for doubtful debts	(8,362,190)	(8,362,190)
Trade debts - net	<u>19,793,406</u>	<u>411,085,584</u>

8.1 The aging analysis of trade debts are as follows

Due from NCCPL against unsettled trades (Net)	-	373,236,276
Due from clients within 5 days	7,354,760	17,836,037
Due from clients over 5 days	20,800,836	28,375,461
Provision for doubtful debts	(8,362,190)	(8,362,190)
	<u>19,793,406</u>	<u>411,085,584</u>

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

9,148,737	13,439,404
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TAURUS SECURITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For The Half Year Ended June 30, 2022

		June 30, 2022	December 31, 2021
		----- (Rupees) -----	
9	LOANS AND ADVANCES		
	Secured - considered good		
	Employees laons (current portion)	3,789,058	3,614,268
		3,789,058	3,614,268
		<u>3,789,058</u>	<u>3,614,268</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	2,818,704	5,281,783
	Deposit -		
	Pakistan Stock Exchange	16,794,926	15,794,926
	National Clearing Company of Pakistan Limited (NCCPL)	183,157,174	144,154,053
		<u>202,770,804</u>	<u>165,230,762</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	377,000	377,000
	Receivable under gratuity scheme	3,245,197	3,245,197
	Other receivables	303,751	1,110,032
		<u>3,925,948</u>	<u>4,732,229</u>
12	INVESTMENTS		
	Available for sale - in shares	12.1 15,552,357	20,880,004
	Available for sale - in mutual funds	1,359,559	-
	Fair value through profit and loss - in shares	12.3 -	139,329,170
		<u>16,911,916</u>	<u>160,209,174</u>

TAURUS SECURITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For The Half Year Ended June 30, 2022

12.1 Available for sale - in shares

2022	2021	Name of investee	2022		2021
Number of shares			Cost	Market value	Market value
----- (Rupees) -----					
INVESTMENT COMPANY					
13,400	13,400	Jahangir Siddiqui & Company Limited	752,426	177,148	214,400
1,502,953	1,602,953	Pakistan Stock Exchange Ltd	4,125,507	15,375,209	20,665,604
			4,877,933	15,552,357	20,880,004
		Provision for impairment in value of investments	(698,424)		
		Unrealized gain on re-measurement of investment	11,372,848		
		Carrying value	15,552,357		

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

	June 30, 2022	December 31, 2021
	----- (Rupees) -----	
Balance as on January 1,	16,700,495	16,700,495
Surplus/(Deficit) on remeasurement of investment	(5,327,647)	-
Balance as on June 30,	11,372,848	16,700,495

12.3 Fair value through profit and loss

2022	2021	Name of investee	2022		2021
Number of shares			Cost	Market value	Market value
			----- (Rupees) -----		
		CHEMICAL			
-	856,500	Ghani Global Holdings Limited	-	-	20,658,780
		REFINERY			
-	1,500	National Refinery	-	-	426,885
-	66,000	Pak Refinery	-	-	951,720
-	66,000	Attock Refinery Limited	-	-	9,505,980
		CABLE & ELECRICAL GOODS			
-	9,500	Pak Elektron Limited	-	-	213,940
		TECHNOLOGY & COMMUNICATION			
-	169,500	TRG Pakistan Limited	-	-	19,984,050
-	328,500	Avanceon Limited	-	-	29,932,920
		CEMENT			
-	218,500	Maple Leaf Cement Factory Limited	-	-	7,855,075
-	66,000	D. G. Khan Cement Company Ltd	-	-	5,474,040
		POWER GENERATION & DISTRIBUTION			
-	10,500	Hub Power Company Limited	-	-	749,070
		OIL AND GAS			
-	81,500	Pak Petroleum Limited	-	-	6,441,760
-	43,000	Oil & Gas Development Company Ltd	-	-	3,706,600
-	162,500	Pakistan State Oil Limited	-	-	29,557,125
-	109,500	Sui Northern Gas Limited	-	-	3,662,775
		FOOD & PERSONAL CARE PRODUCTS			
-	5,000	Treet Corporation Limited	-	-	208,450
			-	-	139,329,170
		Unrealised loss on re-measurement to fair value	-		
		Carrying value	-		

TAURUS SECURITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For The Half Year Ended June 30, 2022

	<u>June 30,</u> <u>2022</u>	<u>December 31,</u> <u>2021</u>
	----- (Rupees) -----	
13 CASH AND BANK BALANCES		
Savings accounts	381,722,154	478,226,217
Current accounts	4,777,517	4,671,229
Cash in hand	41,467	43,616
	<u>386,541,138</u>	<u>482,941,062</u>
13.2 Savings accounts		
-pertaining to brokerage house	15,191,595	25,134,977
-pertaining to the clients	<u>366,530,559</u>	<u>453,091,240</u>
	381,722,154	478,226,217
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:		
	<u>Number of</u> <u>shares</u>	<u>Percentage of</u> <u>holding</u>
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 Lim	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 Half Year Ended June 30, 2022

	<u>June 30,</u> <u>2022</u>	<u>December 31,</u> <u>2021</u>
	----- (Rupees) -----	
15 UNREALISED GAIN ON RE-MEASUREMENT OF AFS INVESTMENT		
Balance as on January 1,	16,700,495	16,700,495
Surplus/(Deficit) on remeasurement of investment	(5,327,647)	-
Balance as on June 30,	<u>11,372,848</u>	<u>16,700,495</u>
16 TRADE AND OTHER PAYABLES		
Due to clients against trading of securities	350,901,513	778,818,369
Due to associated against trading of securities	3,845,457	2,703,201
Amounts allocated subsequent to balance sheet date	6,904,414	5,102,518
Due to National Clearing Company of Pakistan Limited	8,946,761	-
Accrued and other liabilities	15,321,966	27,333,492
	<u>385,920,110</u>	<u>813,957,580</u>
16.1 Accrued markup	1,177,042	1,012,991
Dividend payable	12,566	11,846
Salaries, benefits and allowances payable	-	3,526,741
Accrued and other liabilities	14,132,358	22,781,914
	<u>15,321,966</u>	<u>27,333,492</u>
17 SHORT TERM RUNNING FINANCE FACILITY		
Running finance facility of Rs. 240 million (2021: 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 [2021: KIBOR plus 2.5% (based on timely payment rebate ranges from 0.5% to 0.1%) per annum]		
	<u>June 30,</u> <u>2022</u>	<u>June 30,</u> <u>2021</u>
	----- (Rupees) -----	
18 BROKERAGE AND COMMISSION		
Equity Brokerage (Commission)		
- Local Corporate Clients	25,165,659	44,012,651
- Individuals Clients	15,598,663	30,164,821
	<u>40,764,322</u>	<u>74,177,472</u>

TAURUS SECURITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For The Half Year Ended June 30, 2022

	<u>June 30,</u> <u>2022</u>	<u>June 30,</u> <u>2021</u>
	----- (Rupees) -----	
19 OTHER INCOME		
<i>Income from financial asset</i>		
Mark-up income on bank PLS deposits	11,036,952	4,534,581
Income on margin trading system	-	-
National Clearing Company of Pakistan Limited	1,695,525	511,345
Gain on disposal of property and equipment	72,500	3,080
Miscellaneous income	189,525	57,816
	<u>12,994,502</u>	<u>5,106,822</u>
20 ADMINISTRATIVE EXPENSES		
Salaries, benefits and allowances	32,742,712	42,391,812
Staff retirement benefit	2,955,629	3,031,042
Rent	122,130	169,512
Telephone and fax	1,538,356	1,576,278
Pakistan Stock Exchange Limited service charges	3,198,603	5,667,717
Depreciation	7,253,957	5,149,324
Electricity and utilities	935,650	827,415
Vehicle running expenses	2,168,796	1,958,472
Insurance	1,381,229	1,219,093
Legal and professional	1,212,666	1,260,518
CDC charges	650,349	932,169
Repairs and maintenance	2,127,246	1,809,624
Amortisation	143,118	125,185
Printing and stationery	444,104	758,612
Entertainment	893,013	931,938
Postage / courier	525,174	940,639
Umrah facility to employees	450,000	450,000
Subscriptions	538,166	535,839
SECP transactions fees	169,630	323,075
Office supplies	486,029	604,165
Auditor's remuneration	750,000	694,800
Ijarah charges	-	608,495
Computer expenses	12,928	82,178
Travelling and conveyance	125,700	133,631
Professional tax	118,748	92,191
Advertising and business promotion	118,662	476,214
Library and periodicals	12,295	11,865
	<u>61,074,890</u>	<u>72,761,803</u>

TAURUS SECURITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For The Half Year Ended June 30, 2022

	<u>June 30,</u> <u>2022</u>	<u>June 30,</u> <u>2021</u>
	----- (Rupees) -----	
21 OTHER EXPENSES		
Loss on disposal of property and equipment	<u>-</u>	<u>8,972</u>
22 FINANCE COST		
Mark-up on short term running finance	1,703,362	1,133,947
Finance lease charges	1,519,640	796,051
Bank charges	192,213	217,378
	<u>3,415,215</u>	<u>2,147,376</u>
23 TAXATION		
Current	1,707,123	3,507,762
Deferred	<u>-</u>	<u>-</u>
	<u>1,707,123</u>	<u>3,507,762</u>
24 EARNINGS PER SHARE		
Profit/(Loss) for the year	<u>(5,657,557)</u>	<u>10,635,641</u>
	(Number of shares)	
Weighted average number of ordinary shares outstanding during the year	<u>13,502,306</u>	<u>13,502,306</u>
	----- (Rupees) -----	
Profit/(Loss) per share - Basic	<u>(0.42)</u>	<u>0.79</u>

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	3,080,499
Running finance - net	150,000,000
Financial charges on running finance	1,703,362

Balances

Trade debts	2,858,001
Trade payable	-
Short term running finance	25,000,000
Bank balances	5,071,519
Accrued mark-up	1,177,042

Associated Companies

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

Transactions during the period

Brokerage earned	1,424,607
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Balances

Trade debts	217,206
Trade payable	117,219
Bank balance	43,033,295

Chairman / Directors / Chief Executive Officer and Key Management Personnel

Transactions during the period

Brokerage earned	333,965
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Balances

Trade debts	-
Trade payable	3,728,237