



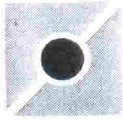
**Security Leasing  
Corporation Limited**

**Quarterly Report  
September 30, 2018**



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## Mission

SLCL is committed to make a positive contribution towards the country's economy by achieving a leading position in the leasing industry.

SLCL intends to achieve its mission by:

- Enhancing value for its shareholders and lenders.
- Providing efficient and professional services to its customers based on the latest technology.
- Developing an efficient and professionally trained human resource.
- Following good and ethical business practices.

## Vision

- SLCL has an infrastructure which can cater to substantial business as such SLCL is well poised to avail opportunities which will be available due to an upsurge in the economy.
- The future of the leasing sector is linked to the macro-economic performance of the country's economy. New projects and Investment in Balancing, Modernization & Replacement(BMR) tender more opportunities to generate more business for the leasing sector.



# Business Strategy

The objective of the Company is to contribute towards the economic development of the country, while maintaining the progressive growth rate of the Company, by providing lease financing to small and medium sized business enterprises and individuals in the most efficient and effective manner.

The business strategy of the Company is based on the following:

## **1. Enhancing value for its shareholders and lenders**

By investing into a diversified lease portfolio, the Company substantially reduces the risk of potential losses, which in turn promises to shield the shareholders equity and further increase the value of the stakeholders' interests. The Company's Earning Per Share reflects that the Company has not only safeguarded the stakeholders' interests efficiently but has also been successfully able to increase the value of their interests.

## **2. Providing efficient and professional services to its customers**

SLCL is known for its quality service. The main objective of the organization is providing high quality services at economical prices. It has been the company's policy to give a wide variety of options to its customers, in order to facilitate their individual requirements.

## **3. Developing an efficient and professionally trained human resource**

The management philosophy of the Company is to develop and maintain a professional organization with a blend of local culture and management style. The professional staff has been hired on the basis of merit from various business organizations.

## **4. Following Shariah injunctions for financing activities**

The Company is committed towards continued improvement and diversification in its lease portfolio. By adopting an Islamic approach to leasing, the company will be able to improve its image as well as provide innovative ways in leasing to its customers.



## Company Information

### BOARD OF DIRECTORS

Mr. M R Khan	Chairman
Ms. Farah Azeem	Chief Executive Officer
Mr. Muhammad Riaz Khokhar	Director
Mr. Javed Haleem	Director
Mr. Azim Azfar	Director
Mr. Sharif Khawaja	Director
Mr. Ghulam Raza Dahraj	Director
Mr. Abdul Ghafoor	Director

### AUDIT COMMITTEE

Mr. Muhammad Riaz Khokhar	Chairman
Mr. Azim Azfar	Member
Mr. Sharif Khawaja	Member
Mr. Ghulam Raza Dahraj	Member

### EXECUTIVE COMMITTEE

Mr. M R Khan	Chairman
Ms. Farah Azeem	Chief Executive Officer
Mr. Muhammad Riaz Khokhar	Member
Mr. Abdul Ghafoor	Member
Mr. Azim Azfar	Member
Mr. Javed Haleem	Member
Mr. Ghulam Raza Dahraj	Member

### HR & COMPENSATION COMMITTEE

Mr. Abdul Ghafoor	Chairman
Mr. Javed Haleem	Member
Mr. Ghulam Raza Dahraj	Member
Ms. Farah Azeem	Chief Executive Officer

### COMPANY SECRETARY

Muhammad Farooq

### EXTERNAL AUDITORS

J.A.S.B. & Associates  
Chartered Accountants

### INTERNAL AUDITORS

UHY Hassan Naeem & Co.  
Chartered Accountants

### LEGAL ADVISORS

M/s Abdul Karim Khan & Company  
Advocates, Solicitors & Legal Advisor

### TAX CONSULTANTS

UHY Hassan Naeem & Co.  
Chartered Accountants



## Company Information

### REGISTERED & HEAD OFFICE

Block 'B', 5th Floor, Lakson Square No. 3,  
Sarwar Shaheed Road, Karachi 74200  
Tel: 021-35660307-08, 35660312-13  
Wed: [www.seclease.com](http://www.seclease.com) e-mail: [slcl@seclease.com](mailto:slcl@seclease.com)

### BRANCH

Lahore - North Region  
D-802, 8th Floor, City Towers,  
6-K, Main Boulevard, Gulberg-II,  
Lahore-54600,  
Phones: 042 - 35788660-62  
Fax: 042 - 35788659

### SHARE REGISTRAR

F.D. Registrar Services (SMC-Pvt) Ltd.  
Office # 1705, 17th Floor,  
Saima Trade Tower-A,  
I.I. Chundrigar Road, Karachi-74000.  
Tel: 92-21-35478192-93 / 32271906  
Fax: 92-21-32621233  
E-mail: [fdregistrar@yahoo.com](mailto:fdregistrar@yahoo.com)



## DIRECTORS' REVIEW

The directors are pleased to present their report on the unaudited financial statements of the company for the quarter ended September 30, 2018. The total assets of the company as of 30th September 2018 were Rs. 681.85 million compared to Rs.685.87 million as of 30th June 2018. The small decline was due to the reduction in company's portfolio. During the quarter under review the total revenue amounted to Rs.2.47 million compared to Rs.2.34 million during the quarter ended 30th September 2017. The company had loss after tax of Rs.7.06 million during the period under review compared to Rs.33.17 million during the quarter ended 30th September 2017. The loss per share as of 30th September 2018 was 0.19 compared to Rs.0.91 as of 30th September 2017.

The level of company's revenue income remained under pressure. However your directors have devised a new plan to make more intensive use of its assets including speedy recovery of its toxic leases which combined with further reduction of company's administrative costs, aims at achieving a sizable increase in its income. As a result it is expected that a more healthy picture of the company should emerge towards the end of the next quarter in terms of company's reduced overall indebtedness, its improved profitability and equity, improved earnings per share and reduced outstandings relating to the unwinding of liabilities under IAS-39.

Your directors recognize and appreciate the support of the regulatory authorities and the lending institutions as also the dedicated services rendered by the management and the staff of the Company.

For and on behalf of the Board of Directors



Farah Azeem

Chief Executive Officer

Karachi: October 22, 2018

## ڈائیکٹرز کی رپورٹ

آپ کے ڈائریکٹر 30 ستمبر 2018ء کو ختم ہونے والی سہ ماہی کی ان اوڈیٹڈ (Un-audited) مالی دستاویزات پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔ 30 ستمبر 2018ء کو کمپنی کے اثاثوں کی مجموعی مالیت 681.85 ملین روپے تھی جب کہ 30 جون 2018ء کو یہ مالیت 685.87 ملین روپے تھی اس کی وجہ کمپنی کی موجودہ پورٹ فولیو میں کچھ کمی ہے۔ زیر جائزہ مدت کے دوران کمپنی کی آمدنی کی سطح 2.47 ملین رہی جب کہ گزشتہ سال اس مدت میں یہ سطح 2.34 ملین تھی۔ زیر غور مدت میں کمپنی کا بعد از ٹیکس خسارہ 7.06 ملین روپے رہا جب کہ گزشتہ سال اسی مدت میں بعد از ٹیکس خسارہ 33.17 ملین تھا۔ 30 ستمبر 2018ء کو کمپنی کافی حصص نقصان 0.19 روپے رہا جب کہ گزشتہ سال اس مدت میں فی حصص خسارہ 0.91 روپے تھا۔

زیر غور مدت میں آمدنی کی سطح کم رہی تاہم آپ کے ڈائریکٹرز نے کمپنی کے اثاثوں کے بہتر استعمال اور قرض خواہوں سے وصولی کے عمل کو تیز کرنے کے لیے نئے خطوط پر کام شروع کیا ہے ساتھ ہی ساتھ کمپنی کو چلانے کی انتظامی لاگت میں بھی نمایاں کمی کی گئی ہے تاکہ آمدنی کی سطح کو بڑھایا جاسکے۔

ان تمام عوامل کو مد نظر رکھتے ہوئے اس بات کی قوی امید ہے کہ اگلی سہ ماہی کے نتائج آمدنی کی بہتر سطح، ایکوٹی میں اضافہ فی حصص آمدنی میں اضافہ اور I.A.S کے تحت درج شدہ لائیبلٹیز میں کمی جیسے مثبت رجحان کی نشاندہی کریں گے۔

بورڈ اپنے سرمایہ کار قرض دہندہ اور ریگولیٹری اتھارٹیز کے اس مشکل وقت میں مسلسل تعاون پر نہایت شکر گزار ہیں۔ ساتھ ساتھ اپنے تمام عملے کی کوششوں اور ان کی لگن جس کی وجہ سے کمپنی کے آپریشن کو ان مشکل حالات میں جاری رکھنا ممکن ہو سکا نہایت ممنون ہیں۔

بورڈ آف ڈائریکٹرز کی جانب سے اور ان کے لیے۔

فرح عظیم



چیف ایگزیکٹو آفیسر

22 اکتوبر 2018ء



SECURITY LEASING CORPORATION LIMITED  
BALANCE SHEET  
AS AT SEPTEMBER 30, 2018

	Note	September 2018 Rupees Un-audited	June 2018 Rupees Audited
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and bank balances	5	1,726,571	3,340,121
Short term finances		54,000,000	54,000,000
Advances, prepayments and other receivables		1,205,408	1,192,987
Taxation-net		6,809,266	6,494,261
Current maturity of non-current assets	6	203,574,496	203,532,424
		267,315,741	268,559,793
<b>Total current assets</b>		<b>267,315,741</b>	<b>268,559,793</b>
<b>Non-current assets</b>			
Net investment in finance leases	7	14,086,795	15,541,259
Long-term deposits		504,500	504,500
Property and equipment		65,629,423	66,952,302
Deferred tax asset		334,321,868	334,321,869
<b>Total non-current assets</b>		<b>414,542,586</b>	<b>417,319,930</b>
<b>Total assets</b>		<b>681,858,327</b>	<b>685,879,723</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Accrued and other liabilities		78,264,999	80,169,061
Current maturity of non-current liabilities		385,225,315	372,461,849
<b>Total current liabilities</b>		<b>463,490,314</b>	<b>452,630,910</b>
<b>Non-current liabilities</b>			
Long-term finances	8	80,649,774	88,383,407
Long-term deposits	9	-	80,008
<b>Total non-current liabilities</b>		<b>80,649,774</b>	<b>88,463,415</b>
<b>Total liabilities</b>		<b>544,140,088</b>	<b>541,094,325</b>
<b>NET ASSETS</b>		<b>137,718,239</b>	<b>144,785,398</b>
<b>REPRESENTED BY SHAREHOLDERS' EQUITY</b>			
<b>Share capital and reserve</b>			
Issued, subscribed and paid-up share capital	10	438,027,750	438,027,750
Reserves	11	(322,190,022)	(315,587,451)
		115,837,728	122,440,299
Surplus on revaluation of fixed assets		21,880,511	22,345,099
<b>Total shareholders' equity</b>		<b>137,718,239</b>	<b>144,785,398</b>

**CONTINGENCIES AND COMMITMENTS**

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

  
**FARAH AZEEM**  
CHIEF EXECUTIVE OFFICER


  
**MUHAMMAD FAROOQ**  
CHIEF FINANCIAL OFFICER

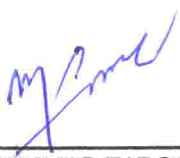
  
**M. R. KHAN**  
CHAIRMAN

SECURITY LEASING CORPORATION LIMITED  
 PROFIT AND LOSS ACCOUNT  
 FOR THE QUARTER ENDED SEPTEMBER 30, 2018 (Un-audited)

	Note	September 2018 Rupees	September 2017 Rupees
<b>REVENUE</b>			
<b>Income from:</b>			
Finance leases		78,333	116,657
Other operating income		2,400,082	2,223,582
		<u>2,478,415</u>	<u>2,340,239</u>
Unwinding of financial liability		(4,951,417)	(7,773,517)
		<u>(4,951,417)</u>	<u>(7,773,517)</u>
		<u>(2,473,002)</u>	<u>(5,433,278)</u>
<b>EXPENSES</b>			
Administrative and selling		(4,504,489)	(5,917,383)
Finance costs		(72,666)	(94,380)
Provision & Write-offs		-	(21,696,540)
		<u>(4,577,155)</u>	<u>(27,708,303)</u>
<b>Operating Profit before Income tax</b>		<u>(7,050,157)</u>	<u>(33,141,581)</u>
<b>Income tax expense</b>			
- current		(17,000)	(33,000)
		<u>(17,000)</u>	<u>(33,000)</u>
<b>(Loss)/Profit for the period</b>		<u>(7,067,157)</u>	<u>(33,174,581)</u>
<b>(Loss)/Earning per share</b>	12	<u>(0.19)</u>	<u>(0.91)</u>

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

  
 FARAH AZEEM  
 CHIEF EXECUTIVE OFFICER

  
 MUHAMMAD FAROOQ  
 CHIEF FINANCIAL OFFICER


  
 M. R. KHAN  
 CHAIRMAN

SECURITY LEASING CORPORATION LIMITED  
STATEMENT OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED SEPTEMBER 30, 2018 (Un-audited)

	September 2018 Rupees	September 2017 Rupees
(Loss)/ Profit for the period	(7,067,157)	(33,174,581)
Total Comprehensive (loss)/income for the period	<u>(7,067,157)</u>	<u>(33,174,581)</u>

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

  
FARAH AZEEM  
CHIEF EXECUTIVE OFFICER

  
MUHAMMAD FAROOQ  
CHIEF FINANCIAL OFFICER

  
M. R. KHAN  
CHAIRMAN






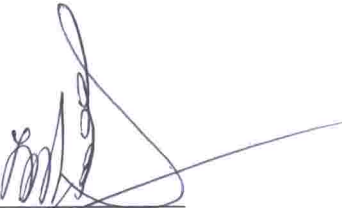
SECURITY LEASING CORPORATION LIMITED  
CASH FLOW STATEMENT  
FOR THE QUARTER ENDED SEPTEMBER 30, 2018 (Un-audited)

	Note	September 2018 Rupees	September 2017 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
(Loss)/Profit before income tax including discontinued operation		(7,050,157)	(33,141,581)
Depreciation		1,322,877	2,158,152
Finance costs		72,666	94,380
Unwinding of financial liability/Issue cost of sukuk		5,029,825	7,867,907
Provision for potential lease and other losses		-	21,696,540
		6,425,368	31,816,979
<b>Operating (loss)/profit before working capital changes</b>		<b>(624,790)</b>	<b>(1,324,603)</b>
<b>Working capital changes</b>			
Decrease in net investment in finance leases		1,412,392	1,750,183
Decrease in advances, prepayments and other receivables		(12,419)	205,206
Decrease in deposits from leases		(80,000)	-
Decrease in accrued and other liabilities		(1,904,062)	(197,015)
		(584,089)	1,758,374
<b>Cash from operations after working capital changes</b>		<b>(1,208,879)</b>	<b>433,771</b>
Financial charges paid		(72,666)	(94,380)
Taxes paid		(332,005)	(395,719)
		(404,671)	(490,099)
<b>Net cash from operating activities</b>		<b>(1,613,550)</b>	<b>(56,328)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
		-	-
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
		-	-
<b>Net increase in cash and cash equivalents</b>		<b>(1,613,550)</b>	<b>(56,328)</b>
Cash and cash equivalents at beginning of the period		3,340,121	4,144,334
<b>Cash and cash equivalents at end of the period</b>	5	<b>1,726,571</b>	<b>4,088,006</b>

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

  
FARAH AZEEM  
CHIEF EXECUTIVE OFFICER

  
MUHAMMAD FAROOQ  
CHIEF FINANCIAL OFFICER

  
M. R. KHAN  
CHAIRMAN

SECURITY LEASING CORPORATION LIMITED  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED SEPTEMBER 30, 2018 (Un-audited)

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**1 LEGAL STATUS AND NATURE OF BUSINESS**

- 1.1 Security Leasing Corporation Limited ("the Company") was incorporated in Pakistan on December 6, 1993 and commenced its operations on May 21, 1995. The Company is a Non-Banking Finance Company (NBFC) under Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 and engaged in the business of leasing.

The registered office of the Company is situated at Block B, 5th Floor, Lakson Square Building No.3, Sarwar Shaheed Road, Karachi, Pakistan. The Company is listed on Pakistan Stock Exchange.

- 1.2 The Company is licensed to operate as leasing Company by Securities and Exchange Commission of Pakistan (SECP). The renewal request is submitted with the Commission which is pending.

Since the start of the financial and economic crisis in Pakistan in October 2008, the financing facilities of the Company were abruptly withdrawn by the banks which resulted in reduction of portfolio of leasing and other finances. The private sector especially NBFCs could not attract any funding in form of either equity or financing facility due to crowding out by high fiscal borrowings of government. The Company was feeling extraordinary pressure on its repayment capacity due to constant reduction of portfolio and absence of sizeable fresh business. Therefore, the Company negotiated on different occasion with its lenders of long and short term funding for the reprofiling of its financial liabilities and now the Company has requested all its lenders to make full and final settlement by offering Specific leased assets under charge, additional lease assets from the portfolio and all the properties owned by the Company.

**Mitigating Factors**

The main objective of requesting the lenders for full and final settlements of financial liabilities was to increase cash flows and equity of the Company. In addition to these measures, the Company is also taking drastic steps to reduce the administrative costs by laying off its staff from all cadres as well as revising certain staff benefits. These measures will help operationally for the Company as a going concern entity.

The Management is hopeful that settlement with lenders will assist in reducing losses and improving the equity of the Company. This will make the company attractive for equity participation/merger /acquisition to inject additional equity.

The Company is making efforts to improve equity level through bringing fresh equity. In this regard some positive progress has been made.

The company is constantly looking for options to increase the equity levels by soliciting investor for cash and in kind equity investment. The Board and its management are hopeful that these measures would bring stability to the Company and results would start to improve in the coming periods.

**2 BASIS OF MEASUREMENT**

These financial statements have been prepared under historical cost convention except for certain property and equipment which have been stated at revalued amounts and financial assets and financial liabilities which have been stated at their fair values, cost or amortized cost.

The financial statements have been prepared following the accrual basis of accounting except for the cash flow information.



### 3 STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with the approved accounting standards, as applicable in Pakistan and the requirements of the Companies Act, 2017 (Act), the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules) and the Non- Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulations). Approved accounting standards comprise such International Financial Reporting Standard (IFRS) issued by International Accounting Standard Board (IASB) as are notified under the provisions of the Companies Act, 2017, provisions of and directives issued under the Companies Act, 2017. Wherever, the requirements of the Act, the Rules and the Regulations differ with the requirements of IFRS, the requirements of the Act, the Rules or the Regulations shall prevail.

### 4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted for the preparation of these quarterly accounts are the same as those applied in the preparation of the preceding annual published accounts of the company for the year ended June 30, 2018.

SECURITY LEASING CORPORATION LIMITED  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED SEPTEMBER 30, 2018 (Un-audited)

	Note	September 2018 Rupees Un-audited	June 2018 Rupees Audited
<b>5 CASH AND BANK BALANCES</b>			
Cash in hand		16,933	9,608
Balance with State Bank of Pakistan in current account		31,457	31,457
Balances with other banks in:			
-Current accounts		1,661,697	3,282,572
-Saving accounts		16,484	16,484
		<u>1,726,571</u>	<u>3,340,121</u>

**6 CURRENT MATURITY OF NON - CURRENT ASSETS**

Net investments in leases	7	203,574,496	203,532,424
		<u>203,574,496</u>	<u>203,532,424</u>

**7 NET INVESTMENT IN LEASES**

Net investment in leases		217,661,291	219,073,683
Less: current portion of net investment in leases		(203,574,496)	(203,532,424)
		<u>14,086,795</u>	<u>15,541,259</u>

**NET INVESTMENT IN FINANCE LEASE**

Net investment in finance leases  
Less: current portion of net investment in finance leases

September 2018 Rupees Un-audited	June 2018 Rupees Audited
217,661,291	219,073,683
(203,574,496)	(203,532,424)
<u>14,086,795</u>	<u>15,541,259</u>

	September 2018			June 2018		
	Not Later than one year	Later than one year	Total	Not Later than one year	Later than one year	Total
Lease rentals receivable	280,385,742	14,086,795	294,472,537	280,385,742	15,462,990	295,848,732
Add: Residual value of leased assets	118,314,659	-	118,314,659	118,314,650	80,009	118,394,659
Gross investment in finance leases	398,700,401	14,086,795	412,787,196	398,700,392	15,542,999	414,243,391
Less:						
Unearned lease income	10,899	-	10,899	52,962	1,740	54,702
Income suspended	52,249,428	-	52,249,428	52,249,428	-	52,249,428
	346,440,074	14,086,795	360,526,869	346,398,002	15,541,259	361,939,261
Provision for potential lease losses	142,865,578	-	142,865,578	142,865,578	-	142,865,578
Net investment in leases	203,574,496	14,086,795	217,661,291	203,532,424	15,541,259	219,073,683
	<u>203,574,496</u>	<u>14,086,795</u>	<u>217,661,291</u>	<u>203,532,424</u>	<u>15,541,259</u>	<u>219,073,683</u>

**SECURITY LEASING CORPORATION LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2018 (Un-audited)**

		September 2018 Rupees Un-audited	June 2018 Rupees Audited
<b>8 LONG-TERM FINANCES - secured</b>	<b>Note</b>		
<b>Other than related party</b>			
Privately Placed Term finance certificates		-	-
Privately Placed SUKUKs		208,893,692	205,771,934
Long-term loans		138,710,369	136,802,302
Term Finance Certificates		-	-
		<b>347,604,061</b>	<b>342,574,236</b>
Less: Current maturity due but not paid			
Privately Placed Term finance certificates		-	-
Privately Placed SUKUKs		129,492,188	121,875,000
Long-term loans		86,408,350	81,262,080
		<b>215,900,538</b>	<b>203,137,080</b>
Less: Current maturity shown under current liabilities			
Privately Placed Term finance certificates		-	-
Privately Placed SUKUKs		30,468,750	30,468,750
Long-term loans		20,584,999	20,584,999
		<b>51,053,749</b>	<b>51,053,749</b>
		<b>266,954,287</b>	<b>254,190,829</b>
		<b>80,649,774</b>	<b>88,383,407</b>
<b>9 LONG-TERM DEPOSITS</b>			
Security deposits against leases		118,271,028	118,351,028
Less: current maturity of security deposits		118,271,028	118,271,020
		<b>-</b>	<b>80,008</b>
<b>10 SHARE CAPITAL</b>			
<b>Authorised capital</b>			
75,000,000 (2017: 75,000,000) ordinary shares of Rs. 10 each		750,000,000	750,000,000
50,000,000 (2017: 50,000,000) preference shares of Rs. 10 each		500,000,000	500,000,000
		<b>1,250,000,000</b>	<b>1,250,000,000</b>
<b>Issued, subscribed and paid-up share capital</b>			
22,100,000 (2017: 22,100,000) ordinary shares of Rs. 10 each fully paid in cash		221,000,000	221,000,000
14,200,000 (2017: 14,200,000) ordinary shares of Rs. 10 each issued as fully paid bonus shares		142,000,000	142,000,000
		<b>363,000,000</b>	<b>363,000,000</b>
<b>Preference shares</b>			
7,502,775 preference shares-class A of Rs. 10 each fully paid in cash		75,027,750	75,027,750
		<b>438,027,750</b>	<b>438,027,750</b>



SECURITY LEASING CORPORATION LIMITED  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED SEPTEMBER 30, 2018 (Un-audited)

	Note	September 2018 Rupees Un-audited	June 2018 Rupees Audited
<b>11 RESERVES</b>			
Capital reserve			
Statutory reserves		181,867,005	181,867,005
Revenue reserve			
(Accumulated loss)/Unappropriated profit		(504,057,026)	(497,454,456)
		<u>(322,190,022)</u>	<u>(315,587,451)</u>
		September 30, 2018 Rupees Un-audited	September 30, 2017 Rupees Un-audited
<b>12 (LOSS)/EARNINGS PER SHARE - basic and diluted</b>			
Loss for the period		(7,067,157)	(33,174,581)
Loss attributable to ordinary shareholders-Rupees		<u>(7,067,157)</u>	<u>(33,174,581)</u>
Number of ordinary shares issued and subscribed		<u>36,300,000</u>	<u>36,300,000</u>
Loss per share		<u>(0.19)</u>	<u>(0.91)</u>

(Loss)/Earnings per share has been calculated by dividing (loss)/profit for the period attributable to the ordinary shareholders outstanding at the period end by the weighted average number of shares outstanding during the period.

**Diluted earnings per share**

There is no dilution effect on the basic earning per share of the Company as the Company has no convertible dilutive potential ordinary shares outstanding on September 30, 2018.

**13 DATE OF AUTHORIZATION**

These financial statements were authorized for issue on October 22, 2018 by the Board of Directors of the Company.

**14 GENERAL**

Figures have been rounded-off to nearest rupees.

  
FARAH AZEEM  
CHIEF EXECUTIVE OFFICER

  
MUHAMMAD FAROOQ  
CHIEF FINANCIAL OFFICER

  
M. R. KHAN  
CHAIRMAN