

The logo for CALCORP, featuring the word "CALCORP" in a bold, blue, sans-serif font. The letters are contained within a thin blue rectangular border. The background of the entire page is a light blue gradient with a large, dark blue curved shape on the left side and a dark blue curved shape at the bottom right.

**Capital Assets Leasing
Corporation Limited**

**Condensed Interim
Financial Information
For the Half Year Ended
December 31, 2020**



CORPORATE INFORMATION

| | |
|---|---|
| Board of Directors: | Mr. Muhammad Danish Hussain (Chairman) Mr. Saad Saeed Faruqui Mr. Shahrukh Saeed Faruqui Mr. Brig (R) Yasub Ali Dogar Mr. Azam Adnan Khan Ms. Sana Shahzad Mr. Tahir Sohail |
| Audit Committee: | Ms. Brig (R) Yasub Ali Dogar (Chairman) Mr. Shahrukh Saeed Faruqui (Member) Mr. Tahir Sohail (Member) |
| HR & Remuneration Committee: | Mr. Brig (R) Yasub Ali Dogar Mr. Irfan Ahmad Mr. Azam Adnan Khan |
| Chief Executive Officer: | Mr. Irfan Ahmad |
| CFO & Company Secretary: | Ms. Shomaila Siddiqui |
| Head of Internal Audit: | Mr. Ajaz Muhammad |
| Registrar & Share Transfer Office: | F. D. Registrar Services (SMC-Pvt.) Limited 17th Floor, Saima Trade Tower-A, I. I. Chundrigar Road Karachi. Tel: +92 (21)32271905-6 Fax +92(21)-32621233 |
| Auditors: | Baker Tilly Mehmood Idrees Qamar, Chartered Accountants |
| Legal Advisor: | Mohsin Tayebaly & Co. |
| Bankers: | JS Bank Limited |
| Registered Office: | D-131/A, Block 4, Clifton, Karachi Tele: +92 (21) 38771130 E-mail: calcorp@optimus.com.pk Web: www.calcorp.com.pk |



**Auditors' Review Report to the Members on
Review of Condensed Interim Financial Information**

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **CAPITAL ASSETS LEASING CORPORATION LIMITED** (the Company) as at December 31, 2020 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flow together with the notes forming part thereof (here-in-after referred to as the "condensed interim financial statements") for the half year then ended. The Management of the Company is responsible for the preparation and the presentation of the condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review. The figures of the condensed interim profit and loss account, condensed interim statement of comprehensive income for the quarters ended December 31, 2020 and December 31, 2019 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2020.

Scope of review

We conducted our review in accordance with the International Standards on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, except for the matter referred in the below paragraph, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements as at December 31, 2020 is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Without qualifying our opinion, we draw attention to note 1.2 of the accompanying condensed interim financial information. Which describes that the leasing license of the company had expired and not renewed by the Securities and Exchange Commission of Pakistan under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003, due to company's capital being below minimum capital required for a Non-Banking Financial Company (a leasing company licensed under the Non-Banking Companies and Notified Entities Regulation, 2008). The Company has not advanced any lease facility since April 2008. However, the Company applied for license to operate as non-deposit taking leasing company as per SRO 1160 of 2015. The Securities and Exchange Commission of Pakistan has declined to approve the application for license on November 06, 2018 and, in response thereof, the Pakistan Stock Exchange issued notice dated November 14, 2018 to the Company to provide the Company with an opportunity of being heard before taking any action under clauses 5.11.1(j)/ 5.11.2(c) of PSX Regulation regarding suspension of business operations in principle line of business.

The Company has filed a petition against Securities and Exchange Commission of Pakistan in The Honorable High Court of Sindh at Karachi dated November 27, 2018. The Honorable High Court of Sindh in its Order dated November 27, 2018 has (i) directed the Securities and Exchange Commission of Pakistan to "maintain status-quo"; and (ii) restrained Pakistan Stock Exchange "from acting any further pursuant to Letter dated 14 November 2018". However, the final decision on petition is pending adjudication due to extension of hearing date.

The engagement partner on the audit resulting in this independent auditor's report is
Mehmood A. Razzak.

Baker Tilly Mehmood Idrees Qamar
Chartered Accountants

Karachi.

Date: 19th February, 2021



Capital Assets Leasing Corporation Limited

DIRECTORS' REVIEW REPORT

On behalf of the Board of Directors, we are pleased to present the Condensed Interim financial Information of the company for the half year ended December 31, 2020. The financial results for the period under review are as follows:

| | Half year ended | |
|---------------------------------------|---------------------|---------------------|
| | 31 December 2020 | 31 December 2019 |
| | Rupees | |
| Income | | |
| Income From Operations | 11,524,736 | 16,547,502 |
| Other operating income | 9,055,354 | 3,175,832 |
| | <u>20,580,090</u> | <u>19,723,334</u> |
| Expenses | | |
| Administrative and operating expenses | 9,004,793 | 9,276,674 |
| Financial charges | 3,914,840 | 6,287,875 |
| | <u>12,919,633</u> | <u>15,564,549</u> |
| PROFIT BEFORE TAXATION | 7,660,457 | 4,158,785 |
| Taxation | (2,212,039) | (1,206,048) |
| PROFIT AFTER TAXATION | <u>5,448,418</u> | <u>2,952,737</u> |
| EARNINGS PER SHARE | <u>0.51</u> | <u>0.27</u> |

During the period, company has generated income of Rs. 20.580 million against Rs. 19.723 million in corresponding period of the year 2019. The administrative & operating expenses and financial charges are Rupees 9.004 million and Rs 3.914 million respectively. Pre-tax profit for the period is Rs. 7.660 million against Rs. 4.158 million in corresponding period of the year 2019. The Net profit after Tax 5.448 million against Rs. 2.952 million in corresponding period of year 2019 after accounting for current and deferred taxation. Earnings per share (EPS) of 0.51 rupee for the half year ended December 31, 2020 as compare to 0.27 rupee per share in corresponding period of the year 2019

FUTURE OUTLOOK

Capital Assets leasing Corporation Limited has been profitable since the acquisition by Optimus Limited back in 2009. The management has applied for the leasing license as non-depository leasing company and SECP has declined the licensing request on the ground of fit & proper criteria. Company has filed a petition against SECP and The Honorable High Court of Sindh at Karachi directed the SECP to maintain status-quo and restrained Pakistan Stock Exchange from any action which is still in field.

ACKNOWLEDGEMENT

The directors wish to place on record their appreciation for the hard work put in and dedication displayed by the staff in performance of their duties.

We owe special gratitude to our shareholders and clients for their kindness and support.

We take this opportunity to thank the Securities and Exchange Commission of Pakistan, Pakistan Stock Exchange and other regulatory bodies of the country for their support and understanding.

Chief Executive Officer

Director

Dated: 19th February, 2021

ڈائریکٹرز رپورٹ

ہمیں بورڈ آف ڈائریکٹرز کی جانب سے کینٹل ایسٹس لیزنگ کارپوریشن لمیٹڈ کی ۳۱ دسمبر ۲۰۲۰ کو ختم ہونے والی ششماہی پر ڈائریکٹرز رپورٹ کے ساتھ مالیاتی گوشوارے پیش کرتے ہوئے خوشی محسوس ہو رہی ہے۔

مالیاتی جھلکیاں:

| ششماہی ۳۱ دسمبر ۲۰۱۹ | ششماہی ۳۱ دسمبر ۲۰۲۰ | آمدنی |
|----------------------|----------------------|-------------------|
| روپے | | |
| 16,547,502 | 11,524,736 | انتظامی آمدنی |
| <u>3,175,832</u> | <u>9,055,354</u> | دیگر آمدنی |
| <u>19,723,334</u> | <u>20,580,090</u> | |
| اخراجات: | | |
| (9,276,674) | (9,004,793) | انتظامی اخراجات |
| <u>(6,287,875)</u> | <u>(3,914,840)</u> | مالیاتی اخراجات |
| <u>(15,564,549)</u> | <u>(12,919,633)</u> | کل اخراجات |
| 4,158,785 | 7,660,457 | منافع قبل از ٹیکس |
| <u>(1,206,048)</u> | <u>(2,212,039)</u> | ٹیکس |
| <u>2,952,737</u> | <u>5,448,418</u> | منافع بعد از ٹیکس |
| <u>0.27</u> | <u>0.51</u> | آمدنی فی شیئر |

ششماہی مدت ۲۰۲۰ میں آمدنی 20,580 ملین روپے رہی، گزشتہ سال ۲۰۱۹ میں اسی مدت میں آمدنی 19,723 ملین روپے تھی۔ اس ششماہی میں انتظامی اخراجات اور مالیاتی اخراجات بلترتیب 9,004 ملین روپے اور 3,914 ملین روپے ہوئے۔ اس ششماہی مدت میں منافع قبل از ٹیکس 7,660 ملین روپے ہوا گزشتہ سال ۲۰۱۹ میں اسی مدت میں منافع 4,158 ملین روپے تھا۔ خالص منافع بعد از ٹیکس 5,448 ملین روپے ہوا جبکہ اس کے مقابلے میں ۲۰۱۹ کی ششماہی مدت میں 2,952 ملین روپے تھا۔ ششماہی مدت ۲۰۲۰ میں فی حصص آمدنی 0.51 روپے ہوئی ہے جبکہ ۲۰۱۹ کی ششماہی مدت میں 0.27 روپے تھی۔

مستقبل کے امکانات

کینٹل ایسٹس لیزنگ کارپوریشن لمیٹڈ 2009 سے Optimus Limited کے زیر انتظام آنے کے بعد منافع بخش ادارہ رہا ہے۔ مینجمنٹ نے ڈپازٹ نہ لینے والی لیزنگ کبھی کے طور پر لیزنگ انٹرنیشنل کی درخواست دی تھی جسے SECP نے سز دے کر دیا تھا اور اس کی وجہ نامناسب سنجیدگی اور معیار کو قرار دیا گیا ہے۔ کبھی نے سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے خلاف کراچی میں سندھ کی معزز عدالت عالیہ میں پیشین داخل کی تھی اور معزز عدالت عالیہ سندھ نے سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کو یہ ہدایت جاری کی ہے کہ صورت حال کو برقرار رکھا جائے اور پاکستان اسٹاک ایکسچینج کو پابند کیا کہ وہ SECP کی کارروائیوں پر کسی بھی کارروائی سے گریز کرے۔

اظہار تشکر

ہم اس موقع پر سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، پاکستان اسٹاک ایکسچینج لمیٹڈ اور دیگر رگولیریٹی اتھارٹیز سے ان کے مسلسل تعاون اور پیشہ ورانہ رہنمائی اور شیئر ہولڈرز کے ہم پر بھروسے اور بھرپور اعتماد پر ان کا شکریہ ادا کرتے ہیں۔ ہم اپنے اسٹاک کے آپریٹرز کے عمل میں حزم اور مخلصانہ کام کرنے پر ان کے شکر گزار اور ممنون ہیں۔

برائے اور صاحب بورڈ آف ڈائریکٹرز
کینٹل ایسٹس لیزنگ کارپوریشن لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو آفیسر
کراچی ۱۹ فروری ۲۰۲۱



Capital Assets Leasing Corporation Limited

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2020

| | | (Un-audited) December 2020 | (Audited) June 2020 |
|--|------|----------------------------------|---------------------------|
| | Note | Rupees | Rupees |
| | | Rupees | |
| ASSETS | | | |
| Current Assets | | | |
| Cash and bank balances | | 536,007 | 351,614 |
| Advances, deposits, prepayments and other receivables | | 104,011,144 | 73,091,174 |
| Trade receivable | | 81,281,295 | 80,069,002 |
| Taxation - net | | 12,021,024 | 17,708,040 |
| | | 197,849,471 | 171,219,830 |
| Non - Current Assets | | | |
| Long term advances, deposits and prepayments | 4 | 10,302,201 | 13,731,826 |
| Property, plant and equipment | 5 | 120,210,768 | 160,799,459 |
| | | 130,512,969 | 174,531,285 |
| | | <u>328,362,440</u> | <u>345,751,115</u> |
| EQUITY AND LIABILITIES | | | |
| SHARE CAPITAL AND RESERVES | | | |
| Authorized Share Capital | | | |
| 20,000,000 Ordinary shares of Rs. 10/- each | | <u>200,000,000</u> | <u>200,000,000</u> |
| Issued, Subscribed and Paid-up Share Capital | | | |
| 10,744,413 (June 30, 2020: 10,744,413) Ordinary shares of Rs.10/- each | | 107,444,130 | 107,444,130 |
| Reserves | | 149,682,222 | 144,233,804 |
| | | 257,126,352 | 251,677,934 |
| Current Liabilities | | | |
| Current portion of diminishing musharakah financing | 6 | 20,025,757 | 10,546,294 |
| Unclaimed dividend | | 625,215 | 625,215 |
| Trade and other payables | | 8,436,659 | 8,442,631 |
| | | 29,087,631 | 19,614,140 |
| Non - Current Liabilities | | | |
| Diminishing musharakah financing | 6 | 28,044,178 | 56,694,817 |
| Deferred tax liability | 7 | 14,104,279 | 17,764,224 |
| | | 42,148,457 | 74,459,041 |
| Contingencies and Commitments | | | |
| | 8 | | |
| | | <u>328,362,440</u> | <u>345,751,115</u> |

The annexed notes form an integral part of this condensed interim financial information.

Chief Financial Officer

Chief Executive Officer

Director



Capital Assets Leasing Corporation Limited

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT
FOR THE HALF YEAR ENDED DECEMBER 31, 2020
(UN-AUDITED)

| | Note | HALF YEAR ENDED | | QUARTER ENDED | |
|--|------|--|--|--|--|
| | | December 2020 ----- Rupees ----- | December 2019 ----- Rupees ----- | December 2020 ----- Rupees ----- | December 2019 ----- Rupees ----- |
| Income | | | | | |
| Income from operations - (net) | 9 | 11,524,736 | 16,547,502 | 5,638,117 | 7,307,766 |
| Other operating income / (loss) | | 9,055,354 | 3,175,832 | 2,429,320 | (1,549,339) |
| | | <u>20,580,090</u> | <u>19,723,334</u> | <u>8,067,437</u> | <u>5,758,427</u> |
| Administrative and operating expenses | | (9,004,793) | (9,276,674) | (4,687,394) | (4,698,224) |
| Financial charges | | (3,914,840) | (6,287,875) | (1,254,157) | (3,200,574) |
| | | <u>(12,919,633)</u> | <u>(15,564,549)</u> | <u>(5,941,551)</u> | <u>(7,898,798)</u> |
| Profit / (loss) before taxation | | 7,660,457 | 4,158,785 | 2,125,886 | (2,140,371) |
| Taxation | | (2,212,039) | (1,206,048) | (1,915,030) | 499,499 |
| Profit / (loss) after taxation | | 5,448,418 | 2,952,737 | 210,856 | (1,640,872) |
| Earnings / (loss) per share | | <u>0.51</u> | <u>0.27</u> | <u>0.02</u> | <u>(0.15)</u> |

The annexed notes form an integral part of this condensed interim financial information.

Chief Financial Officer

Chief Executive Officer

Director



Capital Assets Leasing Corporation Limited

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED DECEMBER 31, 2020
(UN-AUDITED)

| | HALF YEAR ENDED | | QUARTER ENDED | |
|---|--------------------|------------------|--------------------|--------------------|
| | December 2020 | December 2019 | December 2020 | December 2019 |
| | ----- Rupees ----- | | ----- Rupees ----- | |
| Net income / (loss) for the period | 5,448,418 | 2,952,737 | 210,856 | (1,640,872) |
| Other comprehensive income | - | - | - | - |
| Total comprehensive income / (loss) for the period | 5,448,418 | 2,952,737 | 210,856 | (1,640,872) |

The annexed notes form an integral part of this condensed interim financial information.

Chief Financial Officer

Chief Executive Officer

Director



Capital Assets Leasing Corporation Limited

CONDENSED INTERIM STATEMENT OF CASH FLOW
FOR THE HALF YEAR ENDED DECEMBER 31, 2020
(UN-AUDITED)

| | December 2020 | December 2019 |
|---|---------------------|---------------------|
| | Rupees | |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before taxation | 7,660,457 | 4,158,785 |
| Adjustments for non cash items: | | |
| Depreciation | 6,654,428 | 8,800,898 |
| Financial charges | 3,914,840 | 6,287,875 |
| Gain on disposal of operating property, plant and equipment | (9,037,571) | (3,153,930) |
| | <u>9,192,154</u> | <u>16,093,628</u> |
| Increase in current assets | | |
| Advances, deposits, prepayments and other receivables | (30,919,970) | (22,453,099) |
| Trade receivable | (1,212,293) | (5,043,932) |
| Decrease in current liabilities | | |
| Trade and other payables | (177,323) | (725,945) |
| | <u>(23,117,432)</u> | <u>(12,129,348)</u> |
| Cash used in operations | (23,117,432) | (12,129,348) |
| Financial charges paid | (3,743,489) | (5,227,534) |
| Tax paid | (184,968) | (103,427) |
| Net cash used in operating activities | (27,045,890) | (17,460,309) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Additions in property, plant and equipment | (701,166) | (1,916,338) |
| Proceeds from sale of property, plant and equipment | 43,673,000 | 32,673,500 |
| Long term advances, deposits and prepayments | 3,429,625 | 11,526,522 |
| Net cash inflow from investing activities | 46,401,459 | 42,283,684 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Diminishing Musharakah Financing | (19,171,176) | (25,076,829) |
| Net cash used in financing activities | (19,171,176) | (25,076,829) |
| Net increase / (decrease) in cash and cash equivalents | 184,393 | (253,454) |
| Cash and cash equivalents at the beginning of the period | 351,614 | 799,907 |
| Cash and cash equivalents at the end of the period | 536,007 | 546,453 |

The annexed notes form an integral part of this condensed interim financial information.

Chief Financial Officer

Chief Executive Officer

Director



Capital Assets Leasing Corporation Limited

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED DECEMBER 31, 2020
(UN-AUDITED)

| | Issued, Subscribed and Paid-up Share Capital | Statutory Reserves | Unappropriated Profit | Total |
|--|---|-----------------------|--------------------------|--------------------|
| | Rupees | | | |
| Balance as at July 01, 2019 | 107,444,130 | 46,806,883 | 88,759,634 | 243,010,647 |
| Net profit for the period | - | - | 2,952,737 | 2,952,737 |
| Transfer to reserve | - | 590,547 | (590,547) | - |
| Balance as at December 31, 2019 | 107,444,130 | 47,397,430 | 91,121,824 | 245,963,384 |
| Balance as at July 01, 2020 | 107,444,130 | 48,540,340 | 95,693,464 | 251,677,934 |
| Net profit for the period | - | - | 5,448,418 | 5,448,418 |
| Transfer to reserve | - | 1,089,684 | (1,089,684) | - |
| Balance as at December 31, 2020 | 107,444,130 | 49,630,024 | 100,052,198 | 257,126,352 |

The annexed notes form an integral part of these condensed interim financial information.

Chief Financial Officer

Chief Executive Officer

Director

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 31, 2020
(UN-AUDITED)**

1. LEGAL STATUS AND OPERATIONS

- 1.1 Capital Assets Leasing Corporation Limited was incorporated on April 1, 1992 in Pakistan as a public limited company and its shares are quoted on Pakistan Stock Exchange Limited. The principal activity of the Company is to carry on leasing business. In addition, the company is also engaged in plying for hire vehicles through its holding company.

The registered office of the company is situated at D-131/A, Block 4, Clifton , Karachi. The company is a subsidiary of M/s. Optimus Limited which holds 83.96% ordinary share capital of the company.

- 1.2 The company has been operating with an equity which is less than the statutory requirement and has stopped its leasing operations since April 2008. This had created significant doubt over company's ability to continue as a Non-banking Financial Company (a leasing company licensed under the Non-Banking Companies and Notified Entities Regulation, 2008).

However, according to the Non-Banking Finance Companies and Notified Entities Regulations, 2008 as notified by the SECP through its S.R.O.1203 (I) 2008, dated November 21, 2008, and further amended through its SRO 764 dated September 2, 2009 the minimum equity requirement for the leasing companies has been enhanced. The existing leasing companies are required to increase their minimum equity to Rs. 700 million which has later been reduced to Rs. 500 million for deposit taking leasing companies through SRO 1160 of 2015 for non depository leasing companies it has been fixed at Rs.50.00 million. Hence, the management had applied for the leasing license as non depository leasing company under new NBFC Regulations. The Securities and Exchange Commission of Pakistan (SECP) has declined the application for leasing license dated November 06, 2018 due to non-compliance of Fit and Proper Criteria specified in the Non-Banking Finance Companies regulatory framework.

In the light of above letter, the Pakistan Stock Exchange(PSX) issued a notice dated November 14, 2018 to the company for explaining its position before taking any action under clauses 5.11.1(j)/ 5.11.2(c) of PSX Regulation on account of suspension of business operations in principle line of business.

However, the Company has filed a petition against Securities and Exchange Commission of Pakistan in The Honorable High Court of Sindh at Karachi dated November 27, 2018. The Honorable High Court of Sindh in its Order dated November 27, 2018 has (i) directed the Securities and Exchange Commission of Pakistan to "maintain status-quo"; and (ii) restrained Pakistan Stock Exchange "from acting any further pursuant to Letter dated 14 November 2018". However, the final decision on petition is pending adjudication due to extension of hearing date.

2. BASIS OF PREPARATION

These condensed interim financial statements have been prepared in accordance with the requirements of the International Accounting Standard No. 34 'Interim Financial Reporting' and are being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 and the listing regulations of the Pakistan Stock Exchange Limited.

These condensed interim financial information comprise the statement of financial position as at December 31, 2020 and the profit and loss account, statement of comprehensive income, statement of changes in equity and the statement of cash flow for the half year ended December 31, 2020.

3. ACCOUNTING POLICIES AND COMPUTATION METHOD

The accounting policies and methods of computations adopted for the preparation of these condensed interim financial information are the same as applied in the preparation of the preceding annual published financial statements of the Company for the year ended June 30, 2020.

| | Note | (Un-Audited) December 2020 | (Audited) June 2020 |
|---|------|----------------------------------|---------------------------|
| Rupees | | | |
| 4. LONG TERM ADVANCES, DEPOSITS AND PREPAYMENTS | | | |
| Security deposits | | 10,949,890 | 15,199,590 |
| Less: Provision | | (309,290) | (309,290) |
| | | 10,640,600 | 14,890,300 |
| Less: Current portion | | (350,710) | (1,323,350) |
| | | 10,289,890 | 13,566,950 |
| Prepayments | | 882,280 | 2,773,848 |
| Less: Current portion | | (869,969) | (2,608,972) |
| | | 12,311 | 164,876 |
| | | 10,302,201 | 13,731,826 |
| 5. PROPERTY, PLANT AND EQUIPMENT | | | |
| Property, plant and equipments - tangible assets | 5.1 | 120,210,765 | 160,799,456 |
| Intangible assets | 5.2 | 3 | 3 |
| | | 120,210,768 | 160,799,459 |
| 5.1 Property, plant and equipments - tangible assets | | | |
| Opening written down value | | 160,799,456 | 217,715,388 |
| Add: Cost of acquisition during the period / year | | 701,166 | 9,301,338 |
| | | 161,500,622 | 227,016,726 |
| Less: Written down value of deletions during the period / year | | (34,635,429) | (49,486,291) |
| | | 126,865,193 | 177,530,435 |
| Less: Depreciation charged for the period / year | | (6,654,428) | (16,730,979) |
| | | 120,210,765 | 160,799,456 |
| 5.2 Property, plant and equipments - intangible assets | | | |
| Opening written down value | | 3 | 3 |
| Add: Cost of acquisition during the period / year | | - | - |
| | | 3 | 3 |
| Less: Amortization charged for the period / year | | - | - |
| | | 3 | 3 |

6. DIMINISHING MUSHARAKA FINANCING

| Type of loan and financial institution | (Un-Audited) | | | (Audited) | | |
|--|--------------------|-------------------|-------------------|--------------------|-------------------|-------------------|
| | December 31, 2020 | | | June 30, 2020 | | |
| | Amount outstanding | Current Portion | Long term | Amount outstanding | Current Portion | Long term |
| | ----- Rupees ----- | | | | | |
| Diminishing Musharaka Popular Islamic Modaraba | 10,884,769 | 1,920,231 | 8,964,538 | 13,114,113 | 780,580 | 12,333,533 |
| Diminishing Musharaka Orix Modaraba | 37,185,166 | 18,105,526 | 19,079,640 | 53,570,418 | 9,209,134 | 44,361,284 |
| Diminishing Musharaka First Prudential Modaraba | - | - | - | 556,580 | 556,580 | - |
| | 48,069,935 | 20,025,757 | 28,044,178 | 67,241,111 | 10,546,294 | 56,694,817 |

(Un-Audited) (Audited)
December June
2020 2020
..... Rupees

7. DEFERRED TAX LIABILITY
Credit balance arising in respect of:

Accelerated depreciation

15,410,750 19,745,092

Debit balances arising in respect of:

Provision against advance, deposits and prepayments

1,306,471 1,306,471

Minimum tax / ACT

- 674,397

1,306,471 1,980,868

14,104,279 17,764,224

8. CONTINGENCIES AND COMMITMENTS
8.1 Contingent assets

The company has obtained court decrees in respect of recovery of overdue lease rentals receivable from various clients aggregating to Rs. 5,567,498 as at December 31, 2020 (June 30, 2020: Rs. 5,567,498).

(Un-Audited) (Audited)
December June
2020 2020
..... Rupees

8.2 Commitments

Ijarah lease rentals payable

- 430,477

- 430,477

| | Note | HALF YEAR ENDED | | QUARTER ENDED | |
|--|------|--------------------------|--------------------------|-------------------------|-------------------------|
| | | (Un-Audited) | (Un-Audited) | (Un-Audited) | (Un-Audited) |
| | | December 2020 | December 2019 | December 2020 | December 2019 |
| | | ----- Rupees ----- | | ----- Rupees ----- | |
| 9. INCOME FROM OPERATIONS | | | | | |
| Income from vehicle plying for hire | 9.1 | 11,524,736 | 16,547,502 | 5,638,117 | 7,307,766 |
| | | <u>11,524,736</u> | <u>16,547,502</u> | <u>5,638,117</u> | <u>7,307,766</u> |
| 9.1 Income from vehicle plying for hire | | | | | |
| Rentals | | 28,287,293 | 39,793,932 | 13,436,841 | 18,900,891 |
| Less: Cost of services | | | | | |
| Road tax / registration and other charges | | 606,078 | 914,847 | 254,216 | 572,345 |
| Vehicles service and maintenance-VPFH | | 4,673,395 | 6,658,399 | 2,171,591 | 3,622,933 |
| Ijarah lease rental | 9.2 | 207,223 | 1,920,630 | - | 834,222 |
| Tracker monitoring cost | | 700,674 | 811,764 | 322,963 | 384,567 |
| Insurance | | 2,964,000 | 2,641,504 | 1,482,000 | 1,290,448 |
| Depreciation | | 6,598,687 | 8,711,786 | 3,090,454 | 4,148,610 |
| Service charges to holding company | | 1,012,500 | 1,587,500 | 477,500 | 740,000 |
| | | <u>16,762,557</u> | <u>23,246,430</u> | <u>7,798,724</u> | <u>11,593,125</u> |
| | | <u>11,524,736</u> | <u>16,547,502</u> | <u>5,638,117</u> | <u>7,307,766</u> |

9.2 This includes rentals paid to BRR Guardian Modaraba, Popular Islamic Modaraba and Crescent Standard Modaraba against vehicles acquired under Ijarah facilities. Future rental payable on these facilities are as under:

| | (Un-Audited) | | | (Audited) | | |
|------------------------------|-------------------------|---------------------------------------|----------|-------------------------|---------------------------------------|----------------|
| | December 31, 2020 | | | June 30, 2020 | | |
| | Not later than one year | More than one year and upto five year | Total | Not later than one year | More than one year and upto five year | Total |
| ----- Rupees ----- | | | | | | |
| Total future rentals payable | - | - | - | 430,477 | - | 430,477 |
| | <u>-</u> | <u>-</u> | <u>-</u> | <u>430,477</u> | <u>-</u> | <u>430,477</u> |

10. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of entities over which the directors are able to exercise significant influence, entities with common directors, major shareholders, directors, key management personnel and employees fund. The company has a policy whereby all transactions with related parties, are entered into at arm's length prices using the permissible method of pricing. The transactions with related parties, other than remuneration under the terms of employment, are as follows:

| <u>Related Party</u> | <u>Nature of relationship</u> | <u>Nature of transaction</u> | (Un-Audited) (Un-Audited) | |
|-------------------------------|-------------------------------|--------------------------------------|---------------------------|------------------|
| | | | December 2020 | December 2019 |
| | | | Rupees | |
| Optimus Limited | (Parent Company) | Rental services rendered | 28,287,293 | 39,793,932 |
| | | Management service received | 1,012,500 | 1,587,500 |
| | | Service charges | 4,673,395 | 6,658,399 |
| | | Sale of motor vehicles | 43,673,000 | 30,773,500 |
| | | Expenses Paid on behalf of Company | 4,890,747 | 4,687,163 |
| Mustang Eye (Private) Limited | (Associated Company) | Tracker services | 304,000 | 352,000 |
| Staff provident fund | | Contribution to staff provident fund | 43,554 | 37,890 |

11. DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on 19th February 2021 by the Board of Directors of the Company.

12. GENERAL

- 12.1 Figures have been rounded off to the nearest rupee.
- 12.2 Figures have been reclassified and re-arranged where necessary.

Chief Financial Officer

Chief Executive Officer

Director

Affix
Stamp
Here

If undelivered please return to:

calcorp

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