

INDEPENDENT AUDITORS REPORT ON STATEMENT OF NET CAPITAL BALANCE
To the Chief Executive Officer of **ABBASI AND COMPANY (PVT) LTD.****Opinion**

We have audited the Statement of Net Capital Balance of **Abbasi and Company (Pvt) Ltd** and notes to the Statement of Net Capital Balance as at June 30, 2019 (together 'the statement').

In our opinion the financial information in the statement of **Abbasi and Company (Pvt) Ltd** as at June 30, 2019 is prepared, in all material respects, in accordance with the requirements of the Second Schedule of the Securities Brokers (Licensing and Operations) Regulations, 2016 (the Regulations) read with Rule 2(d) of the Securities Exchange Commission (SEC) Rules 1971 (SEC Rules 1971) issued by the Securities & Exchange Commission of Pakistan (SECP).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the statement* section of our report. We are independent of the Securities Broker in accordance with the ethical requirements that are relevant to our audit of the statement in Pakistan, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter - Basis of Accounting and Restriction on Distribution

We draw attention to Note (1) to the statement, which describes the basis of accounting. The statement is prepared to assist the **Abbasi and Company (Pvt) Ltd** to meet the requirements of the SECP, Pakistan Stock Exchange (PSX) and National Clearing Company of Pakistan Limited (NCCPL). As a result, the statement may not be suitable for another purpose. Our report is intended solely for **Abbasi and Company (Pvt) Ltd**, SECP, PSX and NCCPL and should not be distributed to parties other than **Abbasi and Company (Pvt) Ltd** or the SECP, PSX or NCCPL. Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance for the statement

Management is responsible for the preparation of the statement in accordance with the Regulations and the SEC Rules 1971, and for such internal control as management determines is necessary to enable the preparation of the statement that is free from material misstatement, whether due to fraud or error. Those charged with governance is responsible for overseeing the Securities Broker's financial reporting process.

Auditor's Responsibilities for the Audit of the statement

Our objectives are to obtain reasonable assurance about whether the statement is free from material misstatement whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this statement.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Securities Broker's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates, if any, and related disclosures made by management.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

The engagement partner on the audit resulting in this independent auditor's report is
FAISAL IQBAL KHAWAJA

Parker Randall AJS

**PARKER RANDALL A.J.S.
CHARTERED ACCOUNTANTS**



September 05, 2019

ABBASI AND COMPANY (PRIVATE) LIMITED
STATEMENT OF NET CAPITAL BALANCE
AS AT JUNE 30, 2019

	<u>NOTES</u>		<u>Rupees</u>
Current Assets			
Cash in Hand.	2.		593,453
Bank Balances	3.		
Bank balances pertaining to brokerage house		53,743,447	
Bank balances pertaining to clients		99,669,288	153,412,735
Trade Receivables.	4.		
Book Value		2,751,097	
Less: Overdue for more than 14 days.		(2,373,309)	377,788
Investment in listed securities in the name of broker	5.		
Securities on exposure list		41,482,885	
Less: 15 % adjustment (as required)		(6,222,433)	35,260,452
			189,644,428
Current Liabilities			
Trade Payables	6.		
Book Value		99,669,288	
Less: Overdue for more than 30 days		(18,669,372)	80,999,916
Other Liabilities			
Provisions, accrued expenses and other liabilities			25,788,538
			106,788,454
Net Total			82,855,974
Less: Amount allocated for Pakistan Mercantile Exchange Limited			(5,000,000)
Net Capital Balance			77,855,974


 Director/Company Secretary


 Director


 Chief Financial Officer

ABBASI AND COMPANY (PVT) LIMITED
TREC HOLDER: PAKISTAN STOCK EXCHANGE LIMITED
TREC HOLDER # 311

LAHORE
 SEPTEMBER 05, 2019



ABBASI AND COMPANY (PVT) LIMITED
 STATEMENT OF NET CAPITAL BALANCE
 NOTES TO THE STATEMENT OF NET CAPITAL BALANCE
 AS AT JUNE 30, 2019

Notes to the Statement

1. BASIS OF ACCOUNTING & PREPARATION

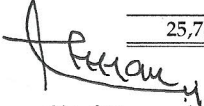
1.1 Statement of Compliance

The statement of Net Capital Balance (the statement) of Abbasi and Company (Pvt.) Limited has been prepared in conformity with the requirement of the Second Schedule of Securities Brokers (Licensing & Operations) Regulations, 2016 (the Regulations) reads with Rules 2(d) of the Securities Exchange Commission (SEC) Rules 1971 (SEC Rules 1971) issued by Securities & Exchange Commission of Pakistan (SECP) and guidelines issued by SECP from time to time for the calculation of the statement.

	<u>Rupees</u>
2. CASH IN HAND	
Cash in Hand	<u>593,453</u>
Pertaining to brokerage house	53,743,447
Pertaining to clients	99,669,288
	<u>153,412,735</u>
4. Trade Receivables	
Book Value	2,751,097
Overdue for more than 14 days	(2,373,309)
	<u>377,788</u>
5. INVESTMENT IN LISTED SECURITIES	
Securities marked to market	41,482,885
15% adjustment (as required)	(6,222,433)
	<u>35,260,452</u>
6. Trade Payables	
Book Value	99,669,288
Overdue for more than 30 days	(18,669,372)
	<u>80,999,916</u>
7. ACCRUED EXPENSES AND OTHER LIABILITIES	
Overdue for more than 30 days	18,669,372
Taxes payables	250,705
Others Payables	6,868,461
Provision for Taxation	-
	<u>25,788,538</u>


 Director/Company Secretary


 Director


 Chief Financial Officer

September 05, 2019
 Lahore



ABBASI AND COMPANY (PRIVATE) LIMITED

Note "4" Breakup of Investment in listed securities in the name of Brokerage House.

Name of Scripts	Quantity	C.Rates Dated 28/06/19	Amount (Rs.)
BIFO	24,000	160.50	3,852,000
FCEPL	162,500	58.33	9,478,625
ISL	10,000	39.71	397,100
LSEFSL	337,590	0	-
MFL	95,000	27.02	2,566,900
NCL	200,000	35.02	7,004,000
PIAA	71,000	4.51	320,210
REWM	15,000	24.49	367,350
SPWL	86,000	18.76	1,613,360
FFL	100,000	13.19	1,319,000
GTYR	50,500	51.51	2,601,255
KAPCO	50,500	36.38	1,837,190
KEL	500,000	4.39	2,195,000
PPL	31,500	144.43	4,549,545
SEARL	10,000	146.56	1,465,600
TGL	25,000	76.63	1,915,750
	<u>1,768,590</u>		<u>41,482,885</u>

Abbasi

Director/Company Secretary

Syed Farooq Ali Abbasi

Director

Ahman

Chief Financial Officer

