

45 LIQUID CAPITAL BALANCE

The below statement has been prepared in accordance with regulation 6(3) and schedule III of the Securities Brokers (Licensing and Operations) Regulations, 2016.

1. Assets

1. Assets

1.1	Property & Equipment	327,704,829	100.00%	-
1.2	Intangible Assets	3,155,170,139	100.00%	-
1.3	Investment in Govt. Securities	-	-	-
	Investment in Debt. Securities			
	If listed than:			
	i. 5% of the balance sheet value in the case of tenure up to 1 year.	-	5.00%	-
	ii. 7.5% of the balance sheet value, in the case of tenure from 1-3 years.	-	7.50%	-
1.4	iii. 10% of the balance sheet value, in the case of tenure of more than 3 years.	-	10.00%	-
	If unlisted than:			
	i. 10% of the balance sheet value in the case of tenure up to 1 year.	-	10.00%	-
	ii. 12.5% of the balance sheet value, in the case of tenure from 1-3 years.	-	12.50%	-
	iii. 15% of the balance sheet value, in the case of tenure of more than 3 years.	4,166,667	15.00%	3,541,667
	Investment in Equity Securities			
1.5	i. If listed 15% or VaR of each securities on the cutoff date as computed by the Securities Exchange for respective securities whichever is higher.	3,538,370,792	1,458,579,500	2,079,791,292
	ii. If unlisted, 100% of carrying value.	184,362,030	100.00%	-
	iii. Subscription money against Investment in IPO/offer for Sale: Amount paid as subscription money provided that shares have not been allotted or are not included in the investments of securities broker.	-	-	-
	iv. 100% Haircut shall be applied to Value of Investment in any asset including shares of listed securities that are in Block, Freeze or Pledge status as on reporting date. (July 19, 2017) Provided that 100% haircut shall not be applied in case of investment in those securities which are Pledged in favor of Stock Exchange / Clearing House against Margin Financing requirements or pledged in favor of Banks against Short Term financing arrangements. In such cases, the haircut as provided in schedule III of the Regulations in respect of investment in securities shall be applicable (August 25, 2017)	-	100.00%	-
1.6	Investment in subsidiaries	275,489	100.00%	-
	Investment in associated companies/undertaking			
1.7	i. If listed 20% or VaR of each securities as computed by the Securities Exchange for respective securities whichever is higher.	8,619,281	2,111,724	6,507,557
	ii. If unlisted, 100% of net value.	-	100.00%	-
1.8	Statutory or regulatory deposits/basic deposits with the exchanges, clearing house or central depository or any other entity.	47,811,500	100.00%	-
1.9	Margin deposits with exchange and clearing house.	1,356,535,478	-	1,356,535,478
1.10	Deposit with authorized intermediary against borrowed securities under SLB.	-	-	-
1.11	Other deposits and prepayments	134,156,811	100.00%	-
1.12	Accrued interest, profit or mark-up on amounts placed with financial institutions or debt securities etc.(Nil)	8,623,843	-	8,623,843
	100% in respect of markup accrued on loans to directors, subsidiaries and other related parties	45,155,332	100.00%	-
1.13	Dividends receivables.	-	-	-
1.14	Amounts receivable against Repo financing. Amount paid as purchaser under the REPO agreement. (Securities purchased under repo arrangement shall not be included in the investments.)	-	-	-
	Advances and Receivables other than trade receivables			
1.15	1) No Haircut may be applied on the short term loan to employees provided these loans are secured and due for repayment within 12 months.	40,914,416	-	40,914,416
	2) No haircut may be applied to the advance tax to the extent it is netted with provision of taxation	-	-	-
	3) In all other cases 100% of net value	750,768,911	100.00%	-
	Receivables from clearing house or securities exchange(s)			
1.16	100% value of claims other than those on account of entitlements against trading of securities in all markets including MtM gains.	-	-	-
	claims on account of entitlements against trading of securities in all markets including MtM gains.	-	-	-
	Receivables from customers			
	i. In case receivables are against margin financing, the aggregate if (i) value of securities held in the blocked account after applying VAR based Haircut, (ii) cash deposited as collateral by the financee (iii) market value of any securities deposited as collateral after applying VaR based haircut. i. Lower of net balance sheet value or value determined through adjustments.	96,940,198	103,050,141	96,940,198
	ii. In case receivables are against margin trading, 5% of the net balance sheet value. ii. Net amount after deducting haircut	-	5.00%	-
1.17	iii. In case receivables are against securities borrowings under SLB, the amount paid to NCCPL as collateral upon entering into contract, iii. Net amount after deducting haircut	-	-	-
	iv. In case of other trade receivables not more than 5 days overdue, 0% of the net balance sheet value. iv. Balance sheet value	48,359,594	-	48,359,594
	v. In case of other trade receivables are overdue, or 5 days or more, the aggregate of (i) the market value of securities purchased for customers and held in sub-accounts after applying VAR based haircuts, (ii) cash deposited as collateral by the respective customer and (iii) the market value of securities held as collateral after applying VaR based haircuts. v. Lower of net balance sheet value or value determined through adjustments	191,554,151	116,959,689	116,959,689
	vi. 100% haircut in the case of amount receivable from related parties.	83,320,791	100.00%	-

	Cash and Bank balances			
1.18	i. Bank Balance-proprietary accounts	16,531,732	-	16,531,732
	ii. Bank balance-customer accounts	1,123,750,739	-	1,123,750,739
	iii. Cash in hand	96,661	-	96,661
1.19	Subscription money against investment in IPO/ offer for sale (asset)	-	-	-
1.20	Total Assets	11,163,189,383	6,264,636,517	4,898,552,866
	2. Liabilities			
	Trade Payables			
2.1	i. Payable to exchanges and clearing house	15,748,365	-	15,748,365
	ii. Payable against leveraged market products	-	-	-
	iii. Payable to customers	2,337,708,178	-	2,337,708,178
	Current Liabilities			
2.2	i. Statutory and regulatory dues	67,183,715	-	67,183,715
	ii. Accruals and other payables	190,055,510	-	190,055,510
	iii. Short-term borrowings	865,000,000	-	865,000,000
	iv. Current portion of subordinated loans	-	-	-
	v. Current portion of long term liabilities	17,210,565	-	17,210,565
	vi. Deferred Liabilities	-	-	-
	vii. Provision for bad debts	-	-	-
	viii. Provision for taxation	127,733,545	-	127,733,545
	ix. Other liabilities as per accounting principles and included in the financial statements	49,750,322	-	49,750,322
	Non-Current Liabilities			
2.3	i. Long-Term financing	150,000,000	100.00%	-
	a. Long-Term financing obtained from financial institution: Long term portion of financing obtained from a financial institution including amount due against finance lease	35,754,847	100.00%	-
	b. Other long-term financing	-	100.00%	-
	ii. Staff retirement benefits	-	-	-
	iii. Advance against shares for increase in Capital of Securities broker: 100% haircut may be allowed in respect of advance against shares if: a. The existing authorized share capital allows the proposed enhanced share capital b. Board of Directors of the company has approved the increase in capital c. Relevant Regulatory approvals have been obtained d. There is no unreasonable delay in issue of shares against advance and all regulatory requirements relating to the increase in paid up capital have been completed. e. Auditor is satisfied that such advance is against the increase of capital	-	-	-
	iv. Other liabilities as per accounting principles and included in the financial statements	-	-	-
	Subordinated Loans			
2.4	i. 100% of Subordinated loans which fulfill the conditions specified by SECP are allowed to be deducted: The Schedule III provides that 100% haircut will be allowed against subordinated Loans which fulfill the conditions specified by SECP. In this regard, following conditions are specified: a. Loan agreement must be executed on stamp paper and must clearly reflect the amount to be repaid after 12 months of reporting period b. No haircut will be allowed against short term portion which is repayable within next 12 months. c. In case of early repayment of loan, adjustment shall be made to the Liquid Capital and revised Liquid Capital statement must be submitted to exchange	-	-	-
	100% of Subordinated loans which fulfill the conditions specified by SECP are allowed to be deducted	-	-	-
2.5	Advance against shares for increase in capital of securities broker	-	-	-
2.6	Total Liabilities	3,856,145,046		3,670,390,199
	3. Ranking Liabilities Relating to:			
	Concentration in Margin Financing			
3.1	The amount calculated client-to- client basis by which any amount receivable from any of the financees exceed 10% of the aggregate of amounts receivable from total financees.	-	3,793,739	3,793,739
	Concentration in securities lending and borrowing			
3.2	The amount by which the aggregate of: (i) Amount deposited by the borrower with NCCPL (ii) Cash margins paid and (iii) The market value of securities pledged as margins exceed the 110% of the market value of shares borrowed	-	-	-
	Net underwriting Commitments			
3.3	(a) in the case of right issues ; if the market value of securities is less than or equal to the subscription price; the aggregate of: (i) the 50% of Haircut multiplied by the underwriting commitments and (ii) the value by which the underwriting commitments exceeds the market price of the securities. In the case of rights issues where the market price of securities is greater than the subscription price 5% of the Haircut multiplied by the net underwriting	-	-	-
	(b) in any other case ; 12.5% of the net underwriting commitments	-	-	-

Negative equity of subsidiary			
3.4	The amount by which the total assets of the subsidiary (excluding any amount due from the subsidiary) exceed the total liabilities of the subsidiary	-	-
Foreign exchange agreements and foreign currency positions			
3.5	5% of the net position in foreign currency.Net position in foreign currency means the difference of total assets denominated in foreign currency less total liabilities denominated in foreign currency	-	-
3.6	Amount Payable under REPO	-	-
Repo adjustment			
3.7	In the case of financier/purchaser the total amount receivable under Repo less the 110% of the market value of underlying securities. In the case of finacee/seller the market value of underlying securities after applying haircut less the total amount received ,less value of any securities deposited as collateral by the purchaser after applying haircut less any cash deposited by the purchaser.	-	-
Concentrated proprietary positions			
3.8	If the market value of any security is between 25% and 51% of the total proprietary positions then 5% of the value of such security .If the market of a security exceeds 51% of the proprietary position, then 10% of the value of such security	-	92,846,849
Opening Positions in futures and options			
3.9	i. In case of customer positions, the total margin requirements in respect of open positions less the amount of cash deposited by the customer and the value of securities held as collateral/ pledged with securities exchange after applying VaR haircuts ii. In case of proprietary positions , the total margin requirements in respect of open positions to the extent not already met	-	65,586,655
Short sell positions			
3.10	i. Incase of customer positions, the market value of shares sold short in ready market on behalf of customers after increasing the same with the VaR based haircuts less the cash deposited by the customer as collateral and the value of securities held as collateral after applying VAR based Haircuts ii. Incase of proprietary positions, the market value of shares sold short in ready market and not yet settled increased by the amount of VAR based haircut less the value of securities pledged as collateral after applying haircuts.	-	-
3.11	Total Ranking Liabilities	-	162,227,243
	Liquid Capital	7,307,044,337	Liquid Capital 1,065,935,424

Calculations Summary of Liquid Capital

(i) Adjusted value of Assets (serial number 1.20)

4,898,552,866

(ii) Less: Adjusted value of liabilities (serial number 2.6)

(3,670,390,199)

(iii) Less: Total ranking liabilities (series number 3.11)

(162,227,243)

1,065,935,424

46 DATE OF AUTHORISATION

These financial statements have been authorised for issue by the Board of Directors of the Company on _____.

47 GENERAL

47.1 Corresponding figures have been rearranged and reclassified, wherever necessary.

47.2 Figures have been rounded off to the nearest Rupees.



Chief Executive Officer



Director



Chief Financial Officer