

*AM CHAUDHRY SECURITIES (PRIVATE) LIMITED
NET CAPITAL BALANCE CERTIFICATE
AS AT 30 JUNE 2016*

Ref: TAGM20160908-01

The Secretary
Pakistan Stock Exchange Limited
Lahore

Dear Sir

PRACTICING MEMBERS' CERTIFICATE ON NET CAPITAL BALANCE AS REQUIRED BY CLAUSE 19.3.2 OF PAKISTAN STOCK EXCHANGE LIMITED REGULATIONS (HEREIN AFTER REFERRED AS "PSX REGULATIONS") AND DEFINED UNDER RULE 2(D) OF THIRD SCHEDULE OF THE SECURITIES AND EXCHANGE RULES, 1971.

We have been requested to provide you with a certificate on the annexed statement of Net Capital Balance of "AM Chaudhry Securities (Private) Limited" as at 30 June 2016, as defined under Rule 2(D) of Third Schedule of The Securities and Exchange Rules, 1971 and in line with the aforesaid clarification/guidelines issued by the Commission.

Scope of Certificate

Practicing members' Certificate on Net Capital Balance as required by clause 19.3.2 of PSX Regulations and defined under rule 2(d) of Third Schedule of The Securities and Exchange Rules, 1971 and in line with the aforesaid clarification/guidelines issued by the Commission.

Management Responsibility

It is the responsibility of the management to establish and maintain a system of internal controls and prepare and presents a statement for "Net Capital Balance" as at 30 June 2016 in compliance with the Rule 2(D) of Third Schedule of The Securities and Exchange Rules, 1971 and in line with the aforesaid clarification/guidelines issued by the Commission.

Practicing Member/ Auditor's Responsibility

Our responsibility is to certify the compliance of the requirement of Rule 2(D) of Third Schedule of The Securities and Exchange Rules, 1971 in accordance with the 'Guidelines for Issue of Certificates for Special Purpose by Practicing Chartered Accountant Firms' issued by the Institute of Chartered Accountants of Pakistan. Our verification was limited to the procedures and verification of information/documents as mentioned below:

- a) We obtained bank statements, cash certificates, CDC reports for investments in listed securities, ledger accounts, other information, explanations and workings which to the best of our knowledge and belief, were necessary for the purpose of our verification.
- b) Appropriate verification procedures were performed to enable us to issue the required certificate.

Certificate

Based on procedures mentioned above, we certify that the Net Capital Balance of "AM Chaudhry Securities (Private) Limited", as defined under Rule 2(d) of Third Schedule of the Securities and Exchange Rules, 1971 amounted to balance of Rs. 42,103/- (Rupees forty two thousand, one hundred and three only) as at 30 June 2016.

Restriction on use and distribution

This certificate is issued as required under clause 19.3.2 of the PSX Regulations and defined under Rule 2(D) of Third Schedule of The Securities and Exchange Rules, 1971 and is not to be used or distributed for any other purpose. This certificate is restricted to the facts stated herein and the attachments.

Truly Yours


Tariq Abdul Ghani Maqbool & Co.
Chartered Accountants
Shahid Mehmood

Lahore
08 September 2016

AM CHAUDHRY SECURITIES (PRIVATE) LIMITED
MEMBER PAKISTAN STOCK EXCHANGE LIMITED
STATEMENT OF NET CAPITAL BALANCE AS AT 30 JUNE 2016

(Excess of Current assets Over Current Liabilities determined in accordance with third schedule of Securities and Exchange Rules, 1971)

<u>DESCRIPTION</u>	<u>VALUATION BASIS</u>	<u>AMOUNT</u>	<u>RUPEES</u>
<u>CURRENT ASSETS</u>			
Cash in hand			1,806
Cash at bank	As per Book Value		
- Pertaining to house account		500	
- Pertaining to client account		2,777,024	2,777,524
Deposit against Exposure			
Trade Receivable	Book Value	483,163	
	Less Overdue For more than 14 days	361,023	122,140
Other Receivable	Book Value		2,314
Investment in Listed Securities/Commodity future Contracts in the name of broker	Securities/Contract on the exposure List marked on the market	-	
	Less 15% Discount	-	-
Securities Purchased for clients	Securities Purchased for clients and held by the member where the payment has not been received within 14 days		-
Investment in Shares	As per book Value Securitis appearing and owned by brokerage		-
Securities Purchased under Resale obligation			
Listed TFCs/Corporate Bonds/ other of not less than BBB grade assigned by a credit rating Company on Pakistan	Marked to Market Less 10% Discount		Nil
Pakistan Investment Bonds	Marked to Market Less 5% Discount		Nil
Total Current Assets			2,903,784
<u>CURRENT LIABILITIES</u>			
Securities sold under Repurchase Agreements	As per Book Value		Nil
Trade Payables	Book Value	2,679,294	
	Less: More than 30 days payable	880,103	1,799,191
Other Liabilities	As Classified under the Generally Accepted Accounting principles		1,062,490
Total Current Liabilities			2,861,681
NET CAPITAL BALANCE AS AT 30 JUNE 2016			42,103


CHIEF EXECUTIVE




DIRECTOR

AM CHAUDHRY SECURITIES (PRIVATE) LIMITED
MEMBER PAKISTAN STOCK EXCHANGE LIMITED
EXPLANATORY NOTES TO THE NET CAPITAL BALANCE AS AT 30 JUNE 2016

1 TRADE RECEIVABLES

Receivable from NCCPL	-
Sundry debtors	483,163
Less: over due more than 14 days	361,023
	<u>122,140</u>

2 TRADE PAYABLES

Payable to NCCPL	2,805
Sundry creditors	2,676,489
Less: payable more than 30 days	880,103
	<u>1,799,191</u>

3 OTHER LIABILITIES

Other Payables	178,156
C.V.T	106
FED PAYABLE	4,124
Payable more than 30 days	880,103
	<u>1,062,490</u>