

ABA ALI HABIB SECURITIES (PRIVATE) LIMITED

STATEMENT OF NET CAPITAL BALANCE

FOR THE PERIOD ENDED DECEMBER 31, 2020

**ABA ALI HABIB SECURITIES
(PRIVATE) LIMITED**

Review Report on Statement of Net Capital Balance

The Chief Executive Officer of

Aba Ali Habib Securities (Private) Limited

Opinion

We have reviewed the accompanying Statement of Net Capital Balance of **Aba Ali Habib Securities (Private) Limited** (the Securities Broker) at December 31, 2020 and notes to the Statement of Net Capital Balance (here-in-after referred to as the 'the statement'). Management is responsible for the preparation of the statement in accordance with the requirements of the Second Schedule of the Securities Brokers (Licensing and Operations) Regulations, 2016 (the Regulations) issued by the Securities & Exchange Commission of Pakistan (SECP). Our responsibility is to express a conclusion on the statement based on our review.

Scope of Review

We conducted our review in accordance with International Standards on Review Engagement 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity' which applies to review of historical financial information performed by the independent auditor of the Securities Broker. A review of historical financial information consist of making inquiries, primarily of person 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 the 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, nothing has come to our attention that causes us to believe that the accompanying statement is not prepared, in all material respects, in accordance with the requirements of Second Schedule of the Regulations.

Other Matters – Restriction on Distribution and Use

Our Report is intended solely for Aba Ali Habib Securities (Private) Limited, SECP, Pakistan Stock Exchange and National Clearing Company of Pakistan Limited and should not be distributed to any other parties. Our conclusion is not modified in respect of this matter.


Naveed Zafar Ashfaq Jaffery
Engagement Partner - Ahsan Elahi Vohra

NZJ

Dated: **11 MAR 2021**
Karachi:



ABA ALI HABIB SECURITIES (PVT) LTD.

TREC Holder Pakistan Stock Exchange Ltd.

ABA ALI HABIB SECURITIES (PRIVATE) LIMITED

NET CAPITAL BALANCE AS AT DECEMBER 31, 2020

(Excess of Current Assets over Current Liabilities as determined in accordance with the Schedule II of the Securities Brokers (Licensing and Operations) Regulations, 2016)

DESCRIPTION	VALUATION BASIS	VALUE (Amount in Rupees)
<u>CURRENT ASSETS</u>		
Cash in hand	As per book value	252,390
Cash at bank:		
- Pertaining to brokerage house	As per book value	1,053,018
- Pertaining to clients	As per book value	74,469,525
- Deposit against exposure and losses with Pakistan Stock Exchange		
Total bank balances	As per book value	<u>75,774,932</u>
Trade Receivable		
	Book Value	59,026,890
	Less: overdue for more than 14 days	<u>(1,825,440)</u>
		57,201,450
Investment in Listed Securities in the name of broker		
	Market value	1,297,413,340
	Less: 15% discount	<u>(194,612,001)</u>
		1,102,801,339
Securities purchased for client	Securities purchased for the client and held by the member where the payment has not been received within 14 days.	<u>1,030,283</u>
Listed Term Finance Certificates/Corporate Bonds (Not less than BBB grade)	Market value	
	Less: 10% discount	<u>-</u>
		-
Federal Investment Bonds	Market value	-
	Less: 5% discount	<u>-</u>
		-
Treasury bills	Market value	<u>-</u>
		1,236,808,004
<u>CURRENT LIABILITIES</u>		
Trade Payable	Book value	74,258,018
	Less: Overdue for more than 30 days	<u>(16,852,941)</u>
		57,405,077
Other liabilities	As classified under the generally accepted accounting principles.	700,552,191
		<u>757,957,267</u>
NET CAPITAL AS AT DECEMBER 31, 2020		<u><u>478,850,738</u></u>


CHIEF EXECUTIVE




DIRECTOR



Head Office: Room # 418, 419, 419-A & 421, Pakistan Stock Exchange Building, I.I. Chundrigar Road, Karachi - Pakistan.
Phone: (021) 32429664 to 7 (4 Lines) Fax: (021) 32413822 E-mail: info@abaalihabib.com

Branch Office: Room # 403, 404, 4th Floor, Pakistan Stock Exchange Building, I.I. Chundrigar Road, Karachi - Pakistan.

NOTES TO STATEMENT OF THE NET CAPITAL BALANCE
NET CAPITAL BALANCE AS AT DECEMBER 31, 2020

1 STATEMENT OF COMPLIANCE

The statement of net capital balance of the company ("the Statement") of **Aba Ali Habib Securities (Private) Limited** ("the Company") has been prepared in accordance with the Schedule II of the Securities Brokers (Licensing and Operations) Regulations, 2016) and in accordance with the clarifications/ guidelines issued by the Securities and Exchange Commission of Pakistan (SECP). All figures have been extracted from financial statements of the Company for the half year ended December 31, 2020.

2 BANK BALANCES AND CASH DEPOSITS

----- Rupees -----

These are stated at book value.

Cash in hand	252,390	
Bank balance pertaining to:		
Brokerage house	1,053,018	
Client	74,469,525	
Total bank balance		<u>75,774,932</u>
Less: adjustment to restrict client account to overall creditors		
Deposit against exposure and losses with Pakistan Exchange Limited		

2.1 The client's bank account balance amounting to **Rs. Nil** has been restricted to overall trade payable balance for the purpose of Net Capital Balance in accordance with clause 1.5 of clarification/guidelines issued by SECP on 03 July 2013.

3 RECEIVABLES FROM NCCPL

These represent receivable from NCCPL as at December 31, 2020 against unsettled trades.

4 TRADE RECEIVABLES

These are valued at cost less bad and doubtful debts (if any) and debts outstanding for more than 14 days.

----- Rupees -----

Total receivable	11,035,771	
Outstanding for more than 14 days	(1,825,440)	
Balance generated within 14 days and/or not yet due	9,210,331	
Investment In MFS	47,991,119	
Investment In MTS	-	
Total receivable		<u>57,201,450</u>

5 INVESTMENT IN LISTED SECURITIES IN THE NAME OF BROKER

These include investments in following listed equity securities which are pledged with different banks as security against short term running finance facilities. Further, listed securities which are on the default counter of the stock exchange are valued at market rates prevailing as on December 31, 2020 less 15% discount as prescribed in Rule 2(d) of the Third Schedule to the Securities and Exchange Rules, 1971, Securities on default counter and those not appearing on the exposure list of the stock exchange where such securities are listed have been excluded from the calculation.



Name of the company/ bank	No. of shares pledged
AL SHAHEER CORPORATION LIMITED	240,000
ATTOCK REFINERY LIMITED	38,000
AVANCEON LIMITED	149,000
THE BANK OF PUNJAB	999,000
D.G. KHAN CEMENT COMPANY LIMITED	229,000
ENGRO CORPORATION LIMITED	40,500
ENGRO POLYMER & CHEMICALS LIMITED	229,000
FAUJI CEMENT COMPANY LIMITED	89,000
FEROZSONS LABORATORIES LIMITED	15,000
GUL AHMED TEXTILE MILLS LIMITED	200,000
GHANDHARA INDUSTRIES LIMITED	14,000
GLAXOSMITHKLINE PAKISTAN LIMITED	25,000
THE GENERAL TYRE & RUBBER COMPANY OF PAKISTAN LIMITED	17,000
HASCOL PETROLEUM LIMITED	68,500
HI-TECH LUBRICANTS LIMITED	213,000
THE HUB POWER COMPANY LIMITED	9,500
INTERNATIONAL INDUSTRIES LIMITED	37,500
KOT ADDU POWER COMPANY LIMITED	448,500
K-ELECTRIC LIMITED	287,500
LUCKY CEMENT LIMITED	49,500
MAPLE LEAF CEMENT FACTORY LIMITED	295,000
MUGHAL IRON AND STEEL INDUSTRIES LTD	1,794,500
NATIONAL BANK OF PAKISTAN	193,500
NISHAT (CHUNIAN) LIMITED	397,500
NISHAT MILLS LIMITED	192,000
NATIONAL REFINERY LIMITED	8,905
NIMIR RESINS LIMITED	750,000
OIL & GAS DEVELOPMENT COMPANY LIMITED	82,000
PAK ELEKTRON LIMITED	321,000
PAKISTAN INTERNATIONAL BULK TERMINAL LIMITED	1,529,000
PIONEER CEMENT LIMITED	36,500
PAKISTAN NATIONAL SHIPPING CORPORATION	100,000
PAKISTAN OILFIELDS LIMITED	154,500
PAKISTAN PETROLEUM LIMITED	460,000
PAK SUZUKI MOTOR COMPANY LIMITED	43,000
PAKISTAN STATE OIL COMPANY LIMITED	430,750
PAKISTAN STOCK EXCHANGE LIMITED	2,514,962
PAKISTAN TELECOMMUNICATION COMPANY LTD.	564,000
THE SEARLE COMPANY LIMITED	86,000
SUI NORTHERN GAS PIPELINES LIMITED	1,489,500
SYSTEMS LIMITED	171,000
TRG PAKISTAN LIMITED - CLASS 'A'	300,000
UNITY FOODS LIMITED	3,131,500

6 SECURITIES PURCHASED FOR CLIENTS

These amount represents to the lower of value of securities appearing in the clients respective sub account to the extent of overdue balance for more than 14 days or value of investments.

7 TRADE PAYABLES

This represents balance payable against trading of shares less trade payable balances overdue for more than 30 days which has been included in other liabilities.



8 OTHER LIABILITIES

These represent current liabilities, other than trade payable which are due within 30 days. Other liabilities are stated at book value.

The breakup is as follows:

	----- Rupees -----
Trade payables overdue by 30 days	16,852,941
Bank Financing	442,089,676
Future cash withheld	84,567,714
Payable to related party	68,593,873
Other Liabilities	88,447,986
	<hr/> <hr/> 700,552,191

9 DATE OF ISSUANCE

This statement is being issued on 11-03-2021


CHIEF EXECUTIVE


DIRECTOR

