



INDEPENDENT AUDITORS REPORT ON STATEMENT OF NET CAPITAL BALANCE

To the Chief Executive Officer of Shaffi Securities (Private) Limited

Opinion

We have audited the Statement of Net Capital Balance of **Shaffi Securities (Private) Limited** (the "Securities Broker") and notes to the Statement of Net Capital Balance as at June 30, 2019 (hereinafter collectively referred to as "the statement").

In our opinion, the financial information in the statement of the Securities Broker 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

The statement is prepared to assist the Securities Broker 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 any other purpose. Our report is intended solely for the Securities Broker, SECP, PSX and NCCPL, and should not be distributed to parties other than the Securities Broker, 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 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 are 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.

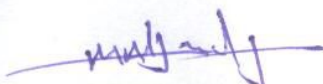
**IECnet S.K.S.S.S.,
Chartered Accountants**

Engagement partner: **Mr. Muhammad Aslam Khan.**
Lahore.

Date: September 13, 2019

SHAFFI SECURITIES (PRIVATE) LIMITED
CORPORATE TREC HOLDER OF PAKISTAN STOCK EXCHANGE LIMITED
STATEMENT OF NET CAPITAL BALANCE AS AT JUNE 30, 2019
(In accordance with Regulation 6(3)(4) of the Securities Brokers' (Licensing & Operations) Regulations, 2016)

<u>A Description of Current Assets</u>	Basis of Accounting	Notes	Amount (Rupees)
1 Cash in hand & Cash in bank	As per book value.	2	
Cash in hand			13,721
Cash at bank-House account			50,111
Cash at bank-Client account			24,674
			88,507
2 Margin Deposits			557,670
3 Trade receivables	Book value less those over due for more than 14 days.		170,060
Less: Out standing for more than 14 days			128,370
			41,691
4 Investment in listed securities in the name of company	Securities on the Exposure list to Market less 15 % discount.	3	16,821,397
5 Securities purchased for client			45,337
			17,554,601
<u>B Description of Current Liabilities</u>			
1 Trade Payables	Book value less those overdue for more than 30 days.		337,975
Less: Overdue more than 30 days			211,220
			126,755
2 Other liabilities	As classified under the Generally Accepted Accounting Principles.	4	4,322,291
			4,449,046
NET CAPITAL BALANCE			13,105,555


Chief Executive




Director

SHAFFI SECURITIES (PRIVATE) LIMITED
CORPORATE TREC HOLDER OF PAKISTAN STOCK EXCHANGE LIMITED
EXPLANATORY NOTES TO THE NET CAPITAL BALANCE AS AT JUNE 30, 2019

1 BASIS OF ACCOUNTING

This statement of Net Capital Balance has been prepared in accordance with the requirements of the Third Schedule read with rule 2(d) of the Securities and Exchange Commission (SEC) Rules 1971, clauses 6(3) and 6(4) of the Securities Brokers (Licensing and Operations) Regulations 2016, and related clarifications / guidelines issued by the Securities and Exchange Commission of Pakistan.

2 CASH IN HAND AND AT BANK

Cash in hand
Bank balance(s) pertaining to Brokerage House
Bank balance(s) pertaining to Clients

TOTAL (Rupees)	
	13,721
	50,111
	24,674
	88,507

Investment in Listed Securities in the name of Company		Holding as per CDC	Market Rate as at June 30, 2019	TOTAL
Security Symbol	Security Name	Position Owned	Rupees	Rupees
ABL	ALLIED BANK LIMITED	64	105.02	6,721
AGL	AGRITTECH LIMITED	6,000	2.49	14,940
AHCL	ARIF HABIB CORPORATION LIMITED	8,500	24.71	210,035
AHL	ARIF HABIB LIMITED	3,000	31.63	94,890
AICL	ADAMJEE INSURANCE COMPANY LIMITED	8,500	35.05	297,925
AKBL	ASKARI BANK LIMITED	13,877	18.91	262,414
AMTEX	AMTEX LIMITED	20,000	0.62	12,400
ANL	AZGARD NINE LIMITED	1,500	9.62	14,430
APL	ATTOCK PETROLEUM LIMITED	540	288.51	155,795
ASC	AL SHAHEER CORPORATION LIMITED	2,500	12.60	31,500
ASL	AISHA STEEL MILLS LIMITED	6,500	9.20	59,800
ASLPS	AISHA STEEL MILLS LIMITED - PREFERENCE SHARES	674	15.00	10,110
ASTL	AMRELI STEELS LIMITED	6,000	24.66	147,960
ATIL	ATLAS INSURANCE LIMITED	5,518	45.60	251,621
ATRL	ATTOCK REFINERY LIMITED	75	77.27	5,795
BAFL	BANK ALFALAH LIMITED	1,000	43.59	43,590
BGL	BALOCHISTAN GLASS LIMITED	2,000	4.01	8,020
BOK	THE BANK OF KHYBER	3,716	9.86	36,640
BOP	THE BANK OF PUNJAB	54,609	9.15	499,672
BWCL	BESTWAY CEMENT LIMITED	6,375	103.07	657,071
BYCO	BYCO PETROLEUM PAKISTAN LIMITED	113,000	6.41	724,330
CEPB	CENTURY PAPER & BOARD MILLS LIMITED	5,100	31.15	158,865
CHBL	CHENAB LIMITED - FREEZE	700	-	-
DCL	DEWAN CEMENT LIMITED	40,500	7.81	316,305
DEL	DAWOOD EQUITIES LIMITED	1,000	2.54	2,540
DFML	DEWAN FAROOQUE MOTORS LIMITED	79,500	6.79	539,805
DGKC	D.G. KHAN CEMENT COMPANY LIMITED	4,500	56.54	254,430
DSFL	DEWAN SALMAN FIBRE LIMITED - FREEZE	10,056	-	-
DSIL	D. S. INDUSTRIES LIMITED	14,000	1.42	19,880
DSL	DOST STEELS LIMITED	5,000	3.44	17,200
DWSM	DEWAN SUGAR MILLS LIMITED	2,000	2.30	4,600
EFERT	ENGRO FERTILIZERS LIMITED	3,000	63.97	191,910
EPCL	ENGRO POLYMER & CHEMICALS LIMITED	1,684	26.96	45,401
ESBL	ESCORTS INVESTMENT BANK LIMITED	3,000	12.15	36,450
ESBLR	ESCORTS INVESTMENT BANK LIMITED - LoR	6,224	1.20	7,469
FABL	FAYSAL BANK LIMITED	9,000	21.52	193,680
FATIMA	FATIMA FERTILIZER COMPANY LIMITED	12,000	29.85	358,200
FCCL	FAUJI CEMENT COMPANY LIMITED	31,000	15.73	487,630
FCEPL	FRIESLANDCAMPINA ENGRO PAKISTAN LIMITED	500	-	-
FCSC	FIRST CAPITAL SECURITIES CORPORATION LTD	2,000	0.74	1,480
FEROZ	FEROZSONS LABORATORIES LIMITED	840	111.82	93,929
FFBL	FAUJI FERTILIZER BIN QASIM LIMITED	9,500	18.23	173,185
FFC	FAUJI FERTILIZER COMPANY LIMITED	2,000	87.20	174,400
FFL	FAUJI FOODS LIMITED	7,500	13.19	98,925
FLYNG	FLYING CEMENT COMPANY LIMITED	2,000	13.56	27,120
FPJM	FIRST PUNJAB MODARABA	20,000	2.30	46,000
GAIL	GHANI AUTOMOBILE INDUSTRIES LIMITED	10,000	3.43	34,300
GAILR1	GHANI AUTOMOBILE INDUSTRIES LIMITED - LoR	100	-	-
GATM	GUL AHMED TEXTILE MILLS LIMITED	93	47.12	4,382
GENP	GENERTECH PAKISTAN LIMITED - FREEZE	1,000	-	-
GGGL	GHANI GLOBAL GLASS LIMITED	2,000	5.99	11,980
GGL	GHANI GASES LIMITED	125	7.64	955
GHGL	GHANI GLASS LIMITED	3,600	43.95	158,220
GHNI	GHANDHARA INDUSTRIES LIMITED	500	87.37	43,685
GHNL	GHANDHARA NISSAN LIMITED	500	52.43	26,215

Investment in Listed Securities in the name of Company		Holding as per CDC	Market Rate as at June 30, 2019	TOTAL
Security Symbol	Security Name	Position Owned	Rupees	Rupees
GTYP	THE GENERAL TYRE & RUBBER COMPANY OF PAKISTAN LI	500	51.51	25,755
HASCOL	HASCOL PETROLEUM LIMITED	9,057	68.62	621,491
HBL	HABIB BANK LIMITED	1,337	113.26	151,429
HCAR	HONDA ATLAS CARS (PAKISTAN) LIMITED	600	148.32	88,992
HIFA	HBL INVESTMENT FUND - CLASS A	1,500	4.05	6,075
HIFB	HBL INVESTMENT FUND - CLASS B SEGMENT	1,500	-	-
HINOON	HIGHNOON LABORATORIES LIMITED	312	253.17	78,989
HSM	HUSEIN SUGAR MILLS LIMITED	10,303	14.39	148,260
HUBC	THE HUB POWER COMPANY LIMITED	1,390	78.75	109,463
HUMNL	HUM NETWORK LIMITED	1,500	3.17	4,755
ICI	ICI PAKISTAN LIMITED	200	532.47	106,494
ICIBL	INVEST CAPITAL INVESTMENT BANK LIMITED	25,000	0.82	20,500
ISL	INTERNATIONAL STEELS LIMITED	500	39.71	19,855
IVIBL	INNOVATIVE INVESTMENT BANK LIMITED - FREEZE	227	-	-
JOVC	JAVED OMER VOHRA & COMPANY LIMITED - FREEZE	560	-	-
JPGI	JAPAN POWER GENERATION LIMITED - FREEZE	23,000	-	-
JSBL	JS BANK LIMITED	4,500	5.48	24,660
JSCL	JAHANGIR SIDDIQUI & COMPANY LIMITED	43,700	10.82	472,834
JSIL	JS INVESTMENTS LIMITED	1,500	15.45	23,175
JSML	JAUHARABAD SUGAR MILLS LIMITED	1,075	13.00	13,975
KAPCO	KOT ADDU POWER COMPANY LIMITED	12,000	36.38	436,560
KEL	K-ELECTRIC LIMITED	16,500	4.39	72,435
KOHE	KOHINOOR ENERGY LIMITED	1,500	36.00	54,000
LOADS	LOADS LIMITED	9,500	15.11	143,545
LOTICHEM	LOTTE CHEMICAL PAKISTAN LIMITED	9,500	15.25	144,875
LSEFSL	LSE FINANCIAL SERVICES LIMITED - FREEZE	337,590	-	-
LUCK	LUCKY CEMENT LIMITED	500	380.47	190,235
MCB	MCB BANK LIMITED	2,230	174.45	389,024
MDTL	MEDIA TIMES LIMITED	8,500	0.84	7,140
MLCF	MAPLE LEAF CEMENT FACTORY LIMITED	1,500	23.89	35,835
MSOT	MASOOD TEXTILE MILLS LIMITED	2,000	55.00	110,000
MUGHAL	MUGHAL IRON AND STEEL INDUSTRIES LTD	53,932	25.16	1,356,929
MUREB	MURREE BREWERY COMPANY LIMITED	60	763.64	45,818
NETSOL	NETSOL TECHNOLOGIES LIMITED	3,600	65.89	237,204
NML	NISHAT MILLS LIMITED	500	93.34	46,670
NRL	NATIONAL REFINERY LIMITED	3,700	113.47	419,839
PACE	PACE(PAKISTAN)LIMITED	50,000	1.48	74,000
PAEL	PAK ELEKTRON LIMITED	1,334	20.02	26,707
PAKRI	PAKISTAN REINSURANCE COMPANY LIMITED	6,000	24.96	149,760
PASL	PERVEZ AHMED SECURITIES LIMITED	9,000	0.52	4,680
PIAA	PAKISTAN INTERNATIONAL AIRLINES CORPORATION LIM	7,902	4.51	35,638
PIBTL	PAKISTAN INTERNATIONAL BULK TERMINAL LIMITED	43,619	8.44	368,144
PKGI	THE PAKISTAN GENERAL INSURANCE COMPANY LIMITED	3,800	3.94	14,972
PKGS	PACKAGES LIMITED	850	300.56	255,476
POL	PAKISTAN OILFIELDS LIMITED	100	405.89	40,589
POWER	POWER CEMENT LIMITED	118,152	6.43	759,717
PPVC	PAKISTAN PVC LIMITED	9,000	3.05	27,450
PRL	PAKISTAN REFINERY LIMITED	18,000	16.16	290,880
PSMC	PAK SUZUKI MOTOR COMPANY LIMITED	200	228.96	45,792
PSO	PAKISTAN STATE OIL COMPANY LIMITED	4,211	169.63	714,312
PSX	PAKISTAN STOCK EXCHANGE LIMITED	23,000	13.00	299,000
PTC	PAKISTAN TELECOMMUNICATION COMPANY LTD.	107,003	8.27	884,915
REDCO	REDCO TEXTILES LIMITED	25,000	2.73	68,250
RPL	ROSHAN PACKAGES LIMITED	3,814	13.36	50,955
SANE	SALMAN NOMAN ENTERPRISES LTD. - FREEZE	1,000	-	-
SCBPL	STANDARD CHARTERED BANK (PAKISTAN) LTD.	500	22.43	11,215
SEARL	THE SEARLE COMPANY LIMITED	2,215	146.56	324,630
SERF	SERVICE FABRICS LIMITED	5,000	2.69	13,450
SHCI	SHAFFI CHEMICAL INDUSTRIES LIMITED - FREEZE	2,000	-	-
SHEL	SHELL PAKISTAN LIMITED	500	182.46	91,230
SHNI	SHAHEEN INSURANCE COMPANY LIMITED	49,500	3.70	183,150
SIEM	SIEMENS PAKISTAN ENGINEERING CO. LTD.	150	605.58	90,837
SILK	SILKBANK LIMITED	669,500	1.18	790,010
SNBL	SONERI BANK LTD.	710	10.25	7,278
SNGP	SUI NORTHERN GAS PIPELINES LIMITED	700	69.49	48,643
SPL	SITARA PEROXIDE LIMITED	500	19.18	9,590
SSGC	SUI SOUTHERN GAS COMPANY LIMITED	20,500	20.68	423,940
SSIC	SILVER STAR INSURANCE COMPANY LIMITED - FREEZE	20,000	-	-
SSML	SARITOW SPINNING MILLS LIMITED	1,500	4.48	6,720
TPL	TPL CORP LIMITED	11,000	4.88	53,680
TREET	TREET CORPORATION LIMITED	7,500	15.26	114,450
TRG	TRG PAKISTAN LIMITED - CLASS 'A'	4,000	16.36	65,440
TRSM	TRUST MODARABA	500	1.50	750
TSMF	TRI-STAR MUTUAL FUND LIMITED	2,500	4.00	10,000
UBL	UNITED BANK LIMITED	3,212	147.38	473,385

Investment in Listed Securities in the name of Company		Holding as per CDC	Market Rate as at June 30, 2019	TOTAL
Security Symbol	Security Name	Position Owned	Rupees	Rupees
UNITY	UNITY FOODS LIMITED	3,290	10.30	33,887
WAHN	WAH NOBEL CHEMICALS LIMITED	100	241.76	24,176
WAVES	WAVES SINGER PAKISTAN LIMITED	5,600	22.95	128,520
WTL	WORLDCALL TELECOM LIMITED	131,500	0.70	92,050
ZELP	ZEAL PAK CEMENT FACTORY LIMITED - FREEZE	239,500	-	-
Total Value				19,789,879
Less: 15 % Discount				<u>(2,968,482)</u>
				<u>16,821,397</u>

4 OTHER LIABILITIES

Trade payable overdue more than 30 days	211,220
Short term Bank Borrowing	3,490,030
Accrued Charges and Other payables	295,296
Provision for taxation	325,745
	<u>4,322,291</u>


Chief Executive




Director