

**Bhayani Securities (Private) Limited**

**Statement of Net Capital Balance**  
**As at December 31, 2018**



**Independent Auditors Report on Statement of Net Capital Balance to the  
Chief Executive Officer of Bhayani Securities (Private) Limited**

**Opinion**

We have audited the Statement of Net Capital Balance of **Bhayani Securities (Private) Limited** and notes to the Statement of Net Capital Balance as at **December 31, 2018**.

In our opinion, the financial information in the statement of the Securities Broker as at **December 31, 2018** 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.

**Basis of Accounting and Restriction on Distribution**

The statement is prepared to assist the **Bhayani Securities (Private) Limited** 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 **Bhayani Securities (Private) Limited**, SECP, PSX, and NCCPL and should not be distributed to parties other than **Bhayani Securities (Private) Limited** 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.



Bhayani Securities (Private) Limited  
Statement of Net Capital Balance  
As at December 31, 2018

DESCRIPTION	VALUATION BASIS	Note	Sub Total	Total (Rupees)
<b><u>Current Assets</u></b>				
Bank balances and cash deposit	As per book value	2		72,554,750
Trade Receivables	Book Value	3	32,143,547	
	Less: Overdue for more than fourteen days		25,684,648	
	From clearing house		6,458,899	
			9,917,545	16,376,444
Investments in listed securities in the name of broker	Securities on the exposure list marked to market less 15% discount	4	72,775,324	
			10,916,299	61,859,025
Securities purchased for clients	Securities purchased for the client and held by the broker where the payment has not been received within fourteen days	5		25,574,003
Listed TFCs / Corporate Bonds of not less than BBB grade assigned by a credit rating company in Pakistan.	Marked to Market less 10% discount			-
FIBs	Marked to Market less 5% discount			-
Treasury Bill	At market value			-
Any other current asset specified by the Commission	As per the valuation basis determined by the Commission			-
<b>TOTAL ASSETS</b>				<b>176,364,222</b>
<b><u>Current Liabilities</u></b>				
Trade payables	Book Value		21,904,004	
	Less: Overdue for more than 30 days	6	7,919,719	13,984,285
Other liabilities	As classified under the generally accepted accounting principles	7		8,444,357
				22,428,642
<b>NET CAPITAL BALANCE</b>				<b>153,935,580</b>

The annexed notes 1 to 7 form an integral part of the statement.

  
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Chief Executive Officer / Director



Bhayani Securities (Private) Limited  
Notes to the Statement of Net Capital Balance

**1 STATEMENT OF COMPLIANCE**

The statement of net capital balance of the Company ("the Statement") has been prepared in accordance with the requirements as contained in the Schedule II of the Securities Brokers (Licensing and Operations) Regulations, 2016 and the guidebook issued by Securities and Exchange Commission of Pakistan (SECP) vide its letter dated September 08, 2016.

The statement is prepared specifically to meet the above mentioned requirements and for submission to the Pakistan Stock Exchange, National Clearing Company of Pakistan Limited and the Securities and Exchange Commission of Pakistan. As a result, the statement may not be suitable for another purpose.

**2 BANK BALANCES AND CASH DEPOSITS**

(Rupees)

These are stated at book value.

Cash in hand 75,626

Bank balance pertaining to:

*Brokerage house*

Bank Al Habib Limited	5,146,498
Bank Al Falah Limited	215,378
Habib Bank Limited	312,576
Habib Metropolitan Bank Limited	31,841
MCB Bank Limited	114,912
Summit Bank Limited	123,160
Soneri Bank Limited	11,543
MCB Bank Limited	72,036
	<b>6,027,944</b>

*Clients*

Bank Al Habib Limited	22,551,185
	<b>22,551,185</b>

Deposits against exposure

Ready market	26,899,995
Future market	17,000,000
	<b>43,899,995</b>

**Total Cash and Bank Balances 72,554,750**

**3 TRADE RECEIVABLES**

These are stated at book value and classified as balance generated within 14 days and outstanding for more than 14 days

**4 INVESTMENT IN LISTED SECURITIES IN THE NAME OF BROKER**

These includes tradeable listed securities at market value less discount at 15%



Bhayani Securities (Private) Limited  
Notes to the Statement of Net Capital Balance

5 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.

6 TRADE PAYABLES

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

7 OTHER LIABILITIES

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

*The break up as per trial balance is as follows:*

Trade payables over due more than thirty days  
Accrued expenses  
CVT payable

7,919,719
473,427
51,211

Total

8,444,357

Chief Executive Officer / Director

