

INDEPENDENT AUDITORS REPORT ON STATEMENT OF NET CAPITAL BALANCE TO THE CHIEF EXECUTIVE OFFICER OF SUMMIT CAPITAL PRIVATE LIMITED

Opinion

We have audited the Statement of Net Capital Balance of Summit Capital Private Limited (the Company) and the notes to the Statement of Net Capital Balance as at June 30, 2018 (together 'the statement').

In our opinion, the financial information in the statement of the Company as at June 30, 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 Company 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

We draw attention to Note 1 to the statement, which describes the basis of accounting. The statement is prepared to assist the Company 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 the Company, SECP, PSX and NCCPL and should not be distributed to parties other than the Company 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.

Those Charged with Governance is responsible for overseeing the Company'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.

RA

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 Company'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.

The engagement partner on the audit resulting in this independent auditor's report is **Hena Sadiq**

Deloitte Yousuf Adil
Chartered Accountants

Place: Karachi
Date: August 6, 2018

SUMMIT CAPITAL (PRIVATE) LIMITED
STATEMENT OF NET CAPITAL
AS AT JUNE 30, 2018

Current assets	Note	June 30, 2018 Rupees	Current liabilities	Note	June 30, 2018 Rupees
Cash and bank balances	2	189,586,958	Trade payables	5	19,052,145
Trade receivables	3	1,446,555	Other payables		54,458,626
Securities purchased for clients	4	16,592,521			
Receivable from NCCPL		-			
Investment in listed shares (discount 15%)		2,129,675			
Total		209,755,709			73,510,771
Net capital (excess of current assets over current liabilities)					136,244,938

The annexed notes from 1 to 5 form an integral part of this statement of net capital.

Rabat

Chief Executive Officer



Szawin

Chief Financial Officer



SUMMIT CAPITAL (PRIVATE) LIMITED
NOTES TO THE STATEMENT OF NET CAPITAL
AS AT JUNE 30, 2018

1. BASIS OF PREPARATION

The financial information has been prepared in conformity with the accounting policies of Summit Capital (Private) Limited, provisions of Securities and Exchange Rules, 1971 and the guidelines issued by the Securities and Exchange Commission of Pakistan.

June 30,
2018
Rupees

2. CASH AND BANK BALANCES

Cash in hand	27,348
Exposure margins with National Clearing Company of Pakistan Limited	90,201,770
Cash at bank pertaining to:	
- Brokerage house	38,918,103
- Clients	60,439,737
	189,586,958

3. TRADE RECEIVABLE - Equity Brokerage


Total trade receivable - net of provision	29,111,187
Outstanding for more than 14 days	(27,664,632)
Balance generated within 14 days and / or not yet due	1,446,555

4. SECURITIES PURCHASED FOR CLIENTS

Value of trade receivable outstanding for more than 14 days are included in the computation of net capital balance to the extent of outstanding amount or value of securities whichever is less.

5. TRADE PAYABLES

Total trade payable	60,439,737
Balance payable for more than 30 days	(41,387,592)
Balance payable within 30 days	19,052,145


 Chief Executive Officer




 Chief Financial Officer

