



INDEPENDENT AUDITORS REPORT ON STATEMENT OF NET CAPITAL BALANCE

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

Opinion

We have audited the Statement of Net Capital Balance of **Ahsam Securities (Private) Limited** and 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 Securities Broker 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 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

We draw attention to Note 2 to the statement, which describes the basis of accounting. The statement is prepared to assist the **Ahsam Securities (Private) Limited** (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 another purpose. Our report is intended solely for **Ahsam Securities (Private) Limited**, (the Securities Broker) SECP, PSX and NCCPL and should not be distributed to parties other than **Ahsam 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.

Those charged with governance is responsible for overseeing the Securities Broker's financial reporting process.



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Auditor's Responsibilities for the Audit of the statement

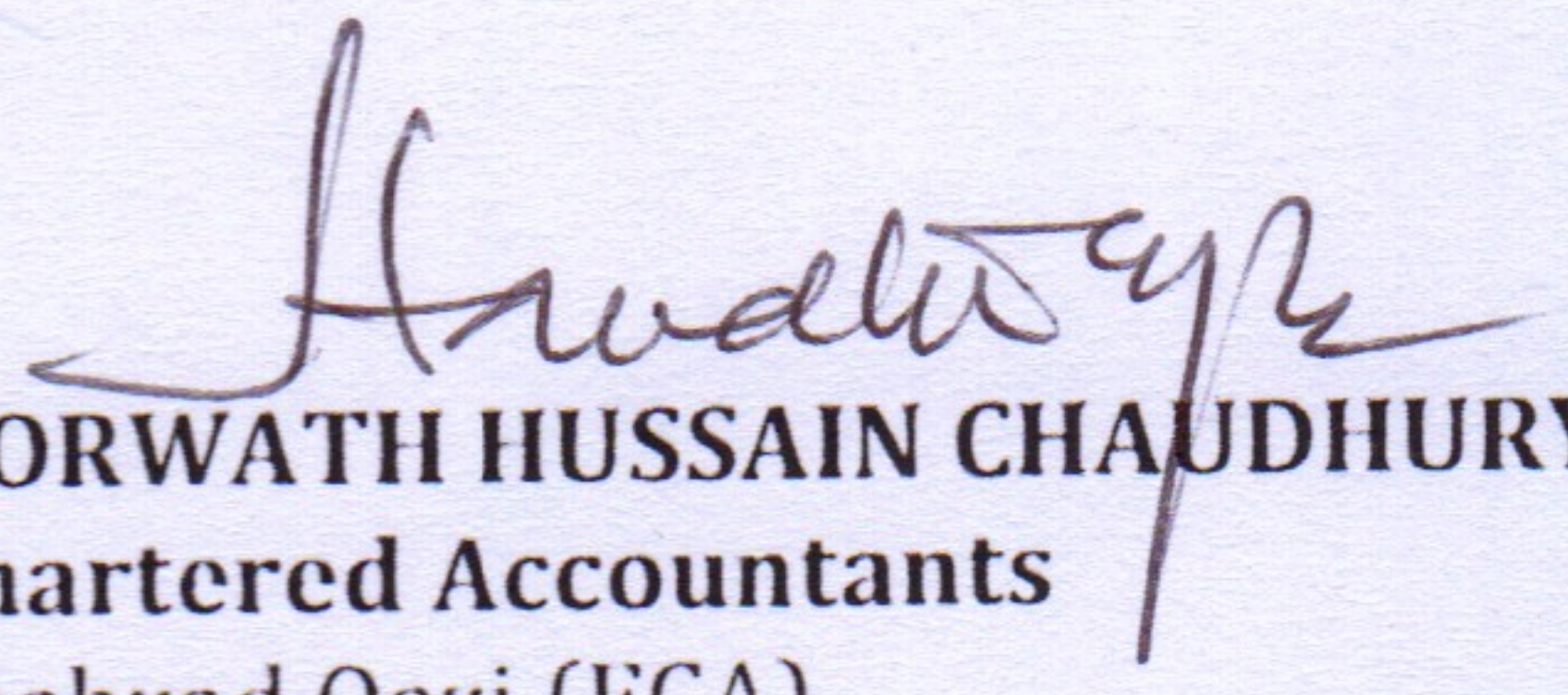
Our objectives are to obtain reasonable assurance about whether the statement is free from material misstatement whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted 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.

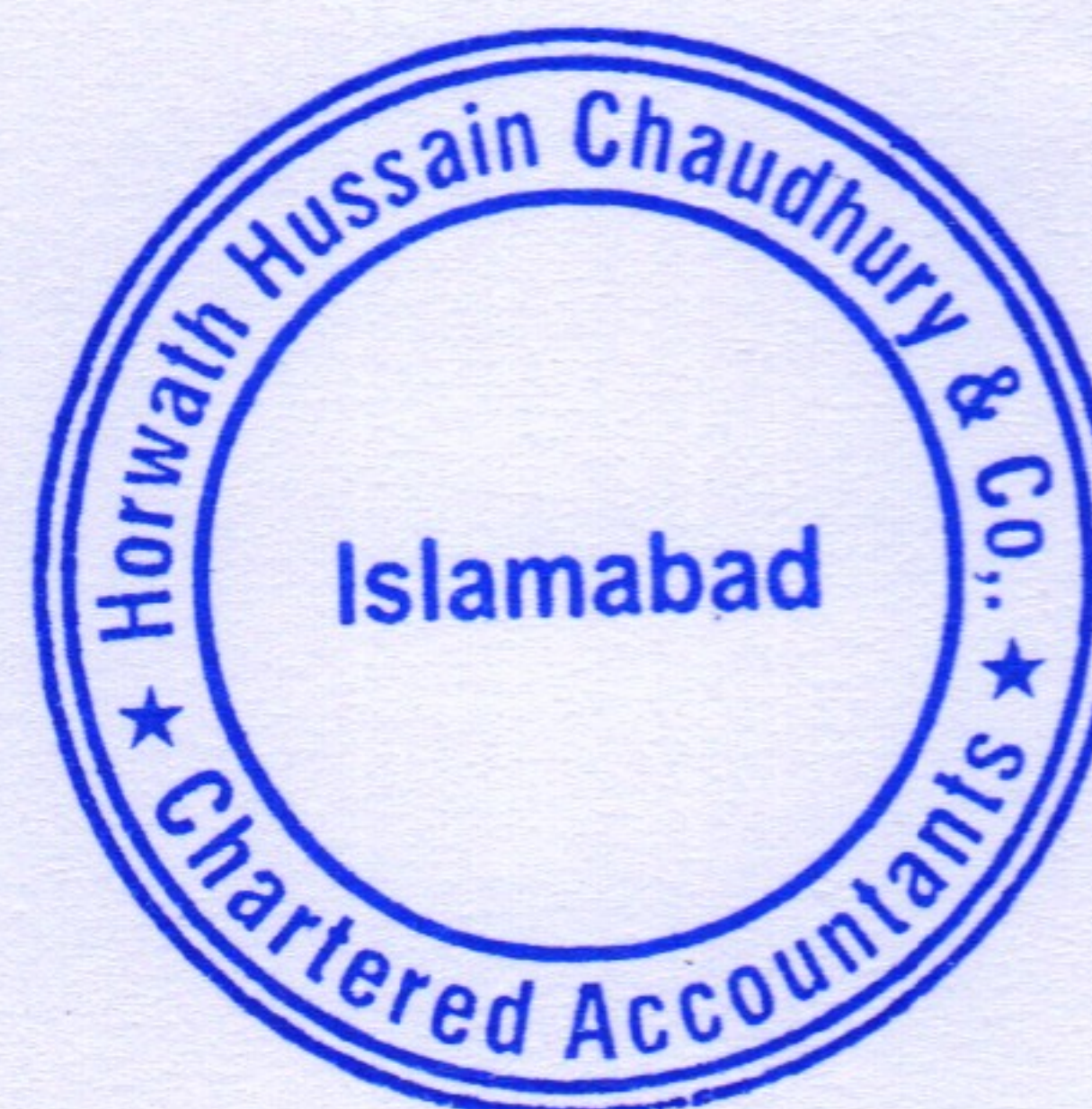
As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- 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.

The engagement partner on the audit resulting in this independent auditor's report is Shahzad Qazi (FCA)


HORWATH HUSSAIN CHAUDHURY & CO
Chartered Accountants
Shahzad Qazi (FCA)

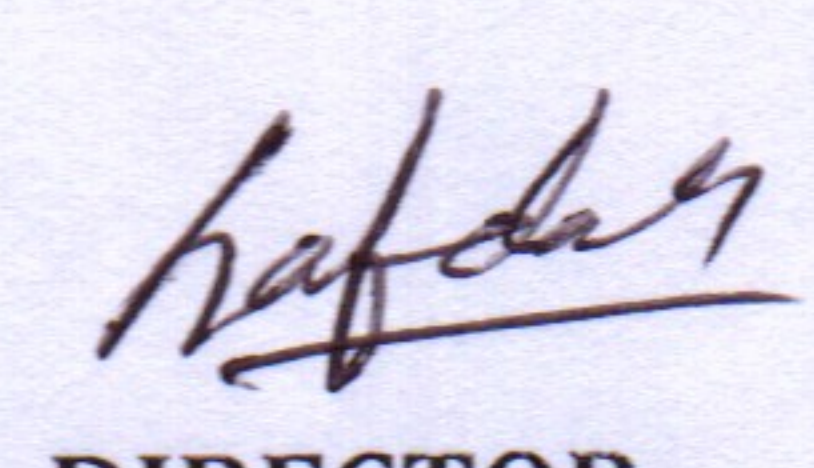


Date: **12 JUL 2018**
Islamabad

AHSAM SECURITIES (PVT) LTD
NET CAPITAL BALANCE
AS AT June 30, 2018

DESCRIPTION	VALUATION BASIS	AMOUNT
Current Assets		
Cash at bank	As per book value	10,806,832
Trade Receivables	Book Value less those overdue for more than fourteen days	-
Investment in listed securities in the name of broker	Securities on the exposure list marked to market less 15% discount	1,519,300
Fund Placements-Securities purchased under resale obligations	As per book value	-
Listed TFCs/ Corporate Bonds/Others of not less than BBB grade assigned by a credit rating company in Pakistan	Marked to Market less 10% discount	-
Pakistan investments Bonds	Marked to Market less 5% discount	-
Treasury Bill	At market value	-
Total Assets		12,326,132
Current liabilities		
Securities sold under repurchase agreements	As per book value	-
Trade payables	Book Value	-
Other liabilities	As classified under the generally accepted accounting principles	2,391,774
Contingent Liabilities	As classified under the generally accepted accounting principles	-
Total Liabilities		2,391,774
Net Capital Balance As At June 30, 2018		9,934,358


CHIEF EXECUTIVE


DIRECTOR

AHSAM SECURITIES (PVT) LTD**NET CAPITAL BALANCE****FOR THE YEAR ENDED JUNE 30, 2018****1 STATUS AND NATURE OF BUSINESS**

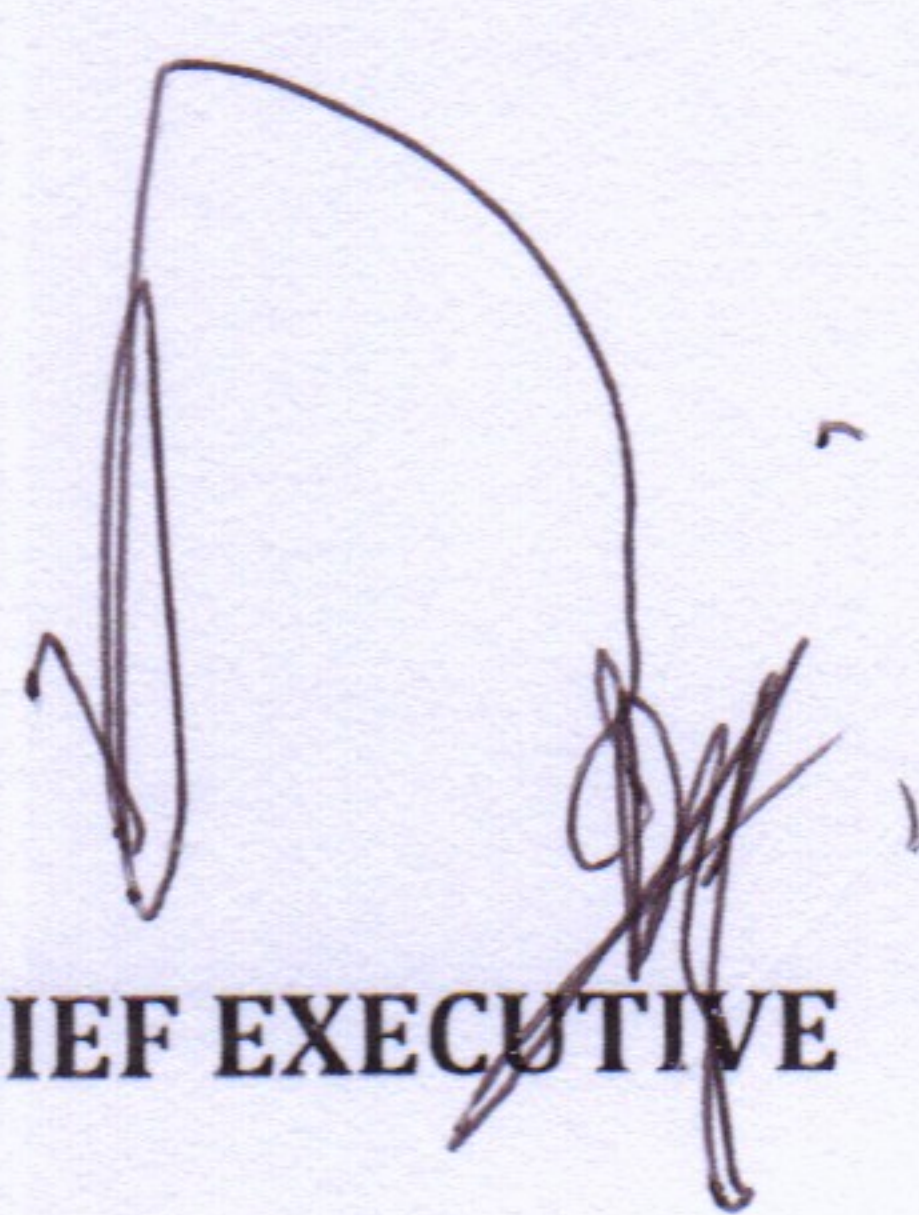
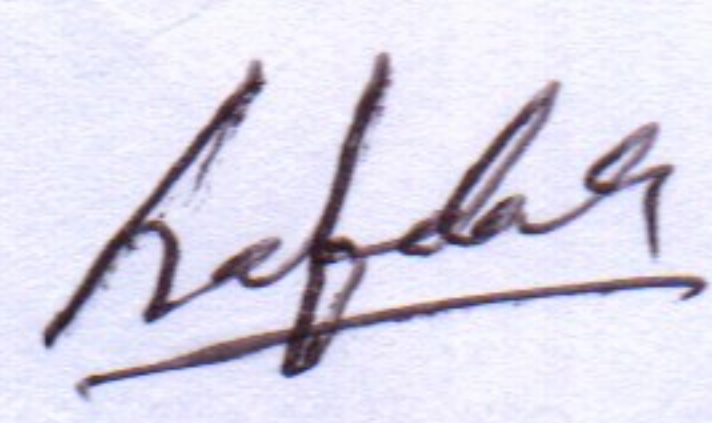
Ahsam Securities (Pvt) Ltd (the Company) is a Private Limited Company incorporated on September 24, 2012 under Companies Ordinance 1984.

The main business of the company is to assist, regulate or control the business of buying, selling securities, facilitating public securities and to initiate activates in relation to stock exchange and money market etc. Its registered office is situated at 27-A, Lane # 3, Gulistan Colony, Rawalpindi Cantt.

2 MARKETABLE SECURITIES

It represent account balance maintained in central depository (CDC) against following securities

Security Name	Position Owned/available	Value
Azgard Nine Limited	12,000	155,280
Aisha Steel Mills Limited	1,000	15,770
Bank Alfalah Limited	6,000	41,832
Deacon Oxychem Limited	12,000	231,600
Dost Steels Limited	15,000	118,650
Engro Polymer & Chemicals Limited	12,000	376,320
Habib Metro Bank	12,000	520,200
Silk Bank Limited	241,000	327,760
Islamabad Stock Exchange	3,034,603	30,346,030
	<hr/>	<hr/>
	3,345,603	32,133,442
Less: Unsalable Shares of Islamabad Stock Exchange Limited		(30,346,030)
Less: 15% of Marketable Securities		<hr/> (268,112) <hr/>
Marketable Securities		<hr/> 1,519,300 <hr/>


CHIEF EXECUTIVE
DIRECTOR