

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** (the Securities Broker) and notes to the Statement of Net Capital Balance as at December 31, 2018 (together 'the Statement').

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.

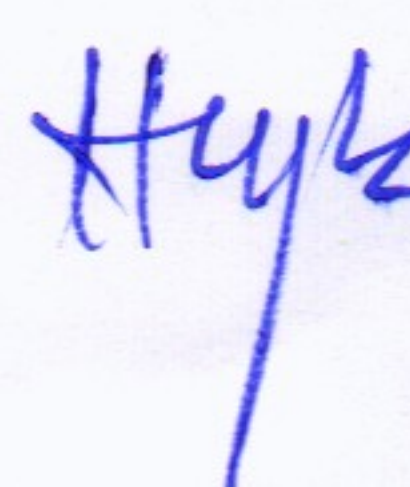
Emphasis of Matter - Basis of Accounting and Restriction on Distribution

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** (the Securities Broker) 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.



Auditor's Responsibilities for the Audit of the statement

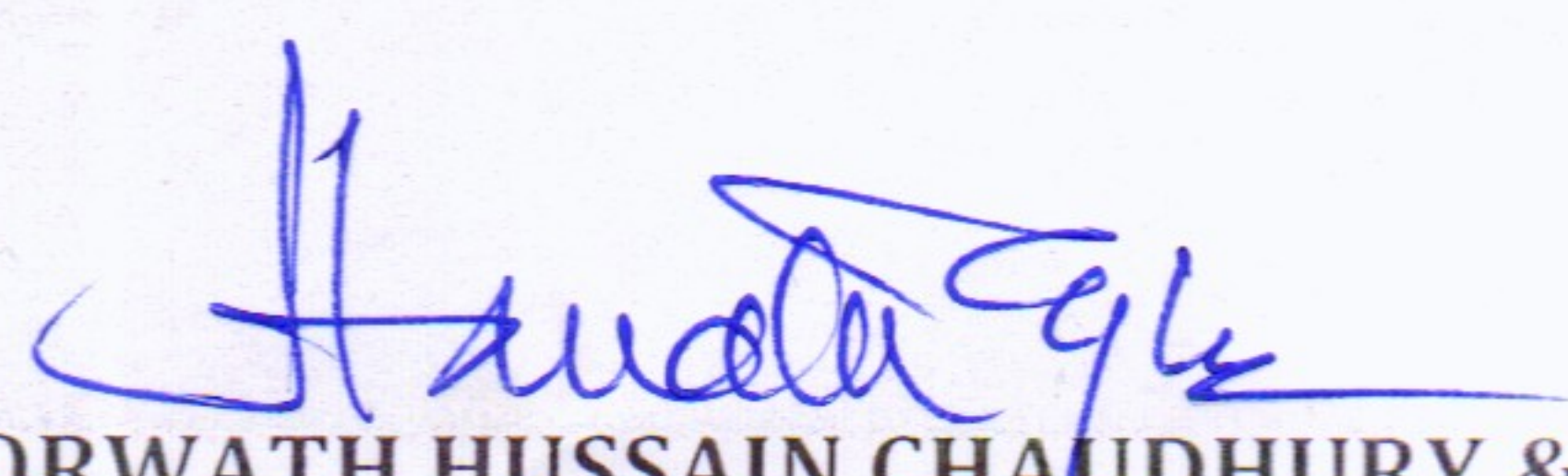
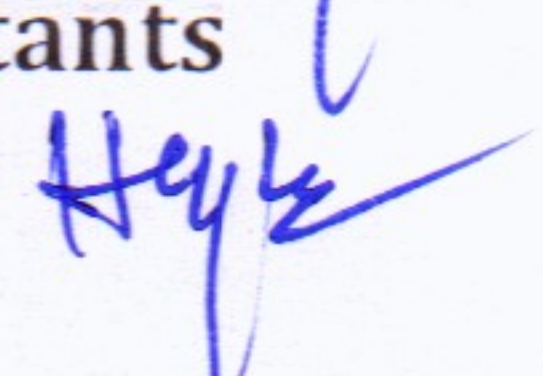
Our objectives are to obtain reasonable assurance about whether the statement is free from material misstatement whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted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

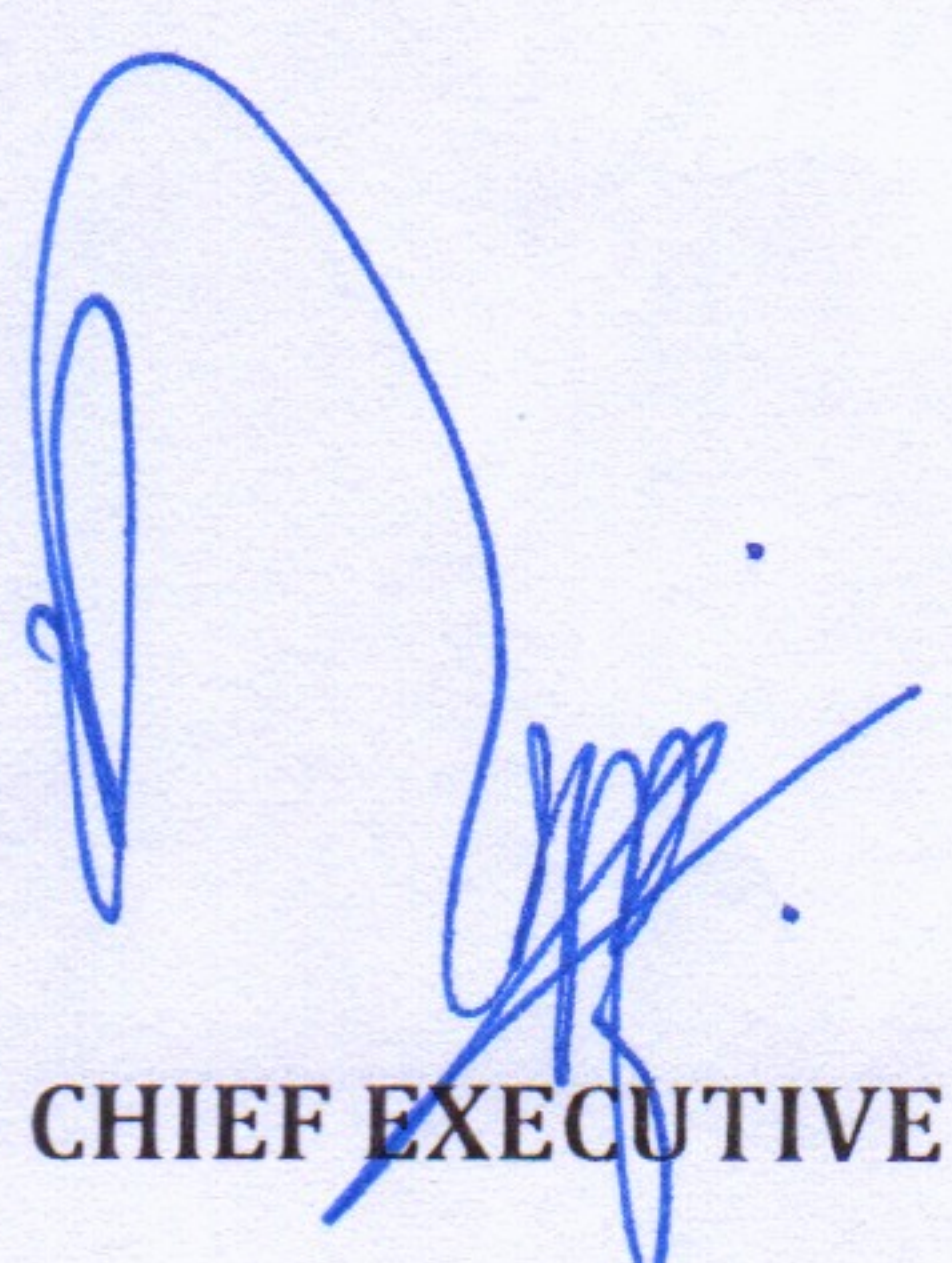
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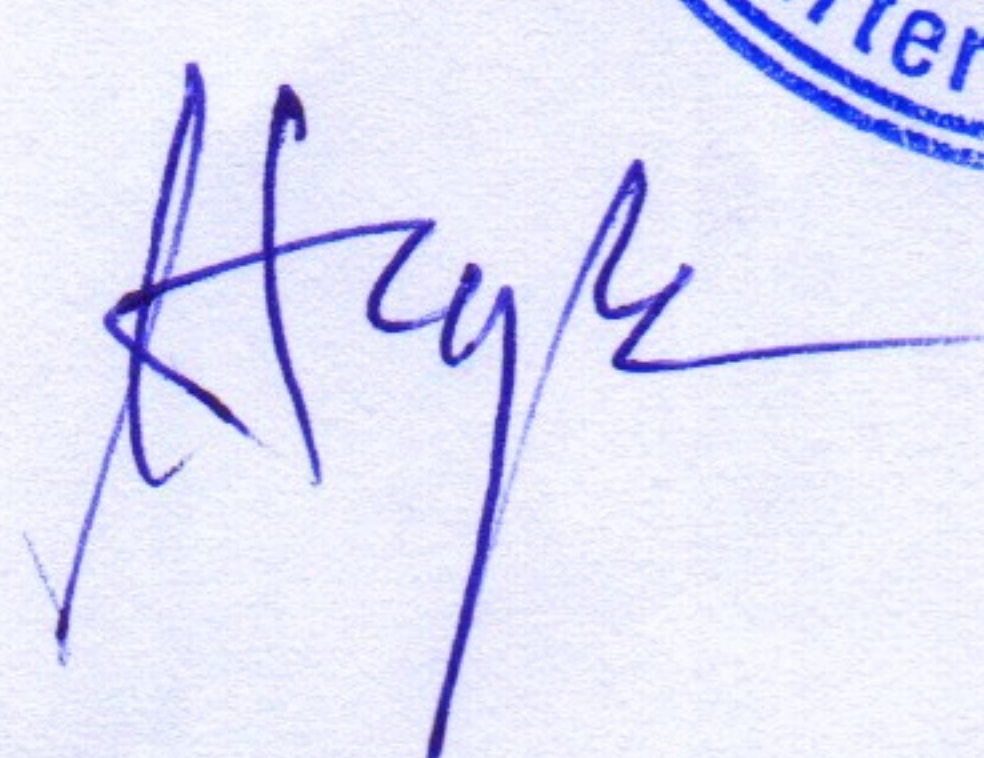
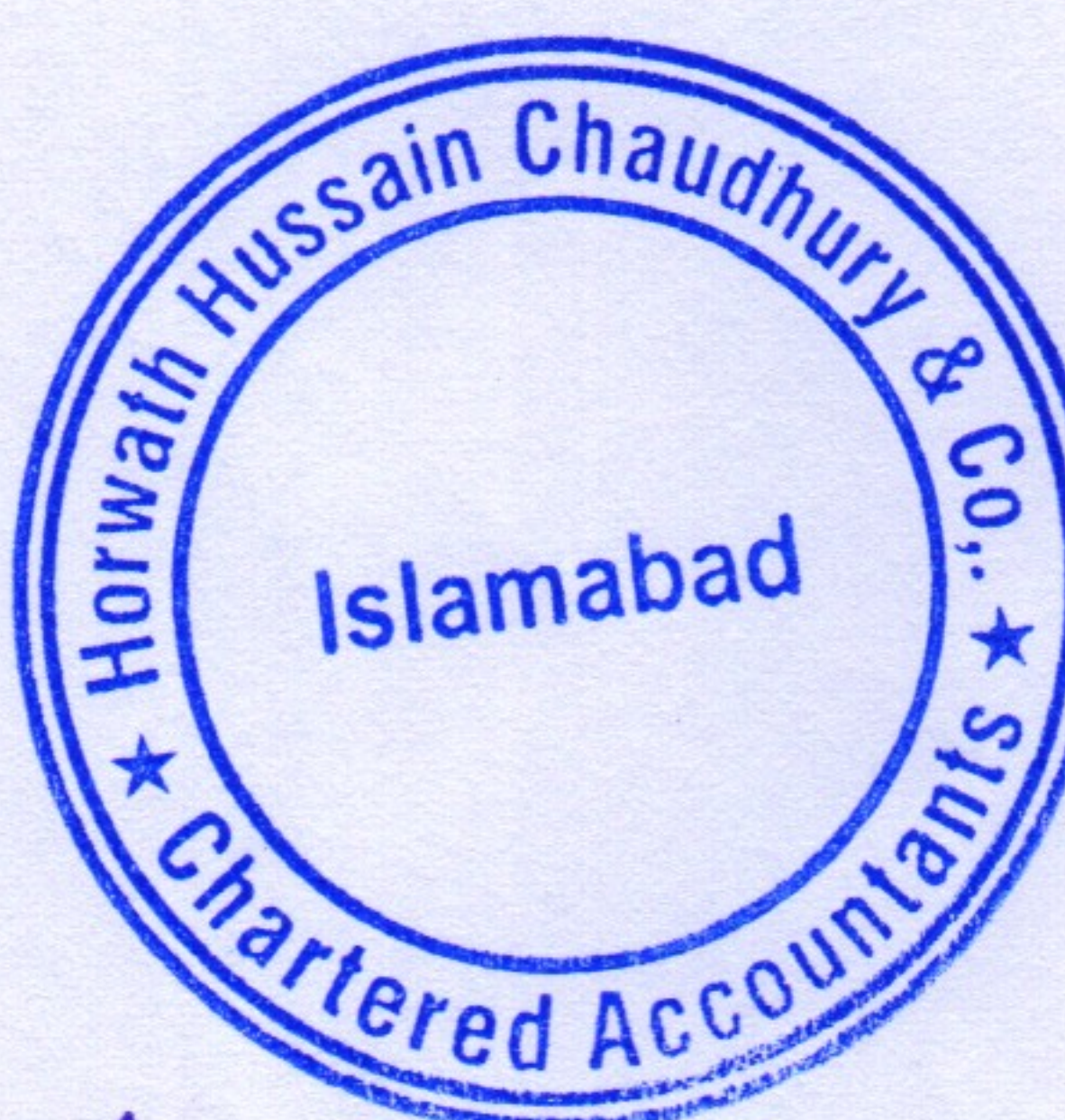
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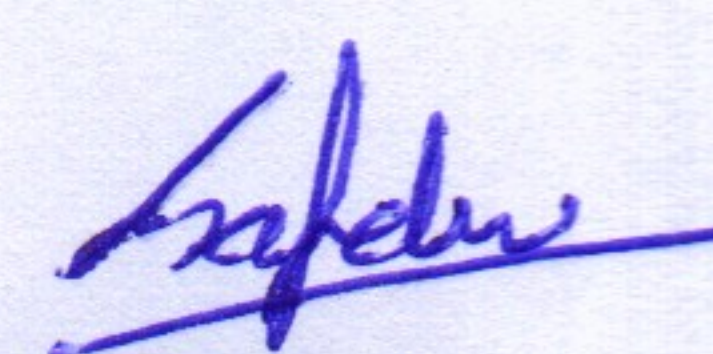


AHSAM SECURITIES (PVT) LTD
NET CAPITAL BALANCE
AS AT DECEMBER 31, 2018

A-Description of Current Assets		Valuation basis	Amount
1. Cash in hand or in bank		As per book value	6,110,207
2. Trade Receivables		Book Value less those overdue for more than fourteen days	-
3. Investment in listed securities in the name of broker		Securities on the exposure list marked to market less 15% discount	4,717,091
4. Securities purchased for customers		Securities purchased for the customer and held by the broker where the payment has not been received within fourteen days	-
5. Listed TFCs/ Corporate Bonds of not less than BBB grade assigned by a credit rating company in Pakistan		Marked to Market less 10% discount	-
6. FIBs		Marked to Market less 5% discount	-
7. Treasury Bill		At market value	-
8. Any other current asset specified by the Commission		As per the valuation basis determined by the Commission	-
Total Assets			10,827,298
B-Description of Current liabilities		Valuation basis	
1. Trade payables		Book Value less those overdue for more than 30 days	-
2. Other liabilities		As classified under the generally accepted accounting principles	546,934
Total Liabilities			546,934
Net Capital Balance			10,280,363


CHIEF EXECUTIVE


DIRECTOR

AHSAM SECURITIES (PVT) LTD
NET CAPITAL BALANCE
AS AT DECEMBER 31, 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 (Repealed with the Companies Act 2017).
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 BASIS OF PREPARATION

The statement have been prepared under the historical cost convention.

3 MARKETABLE SECURITIES

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

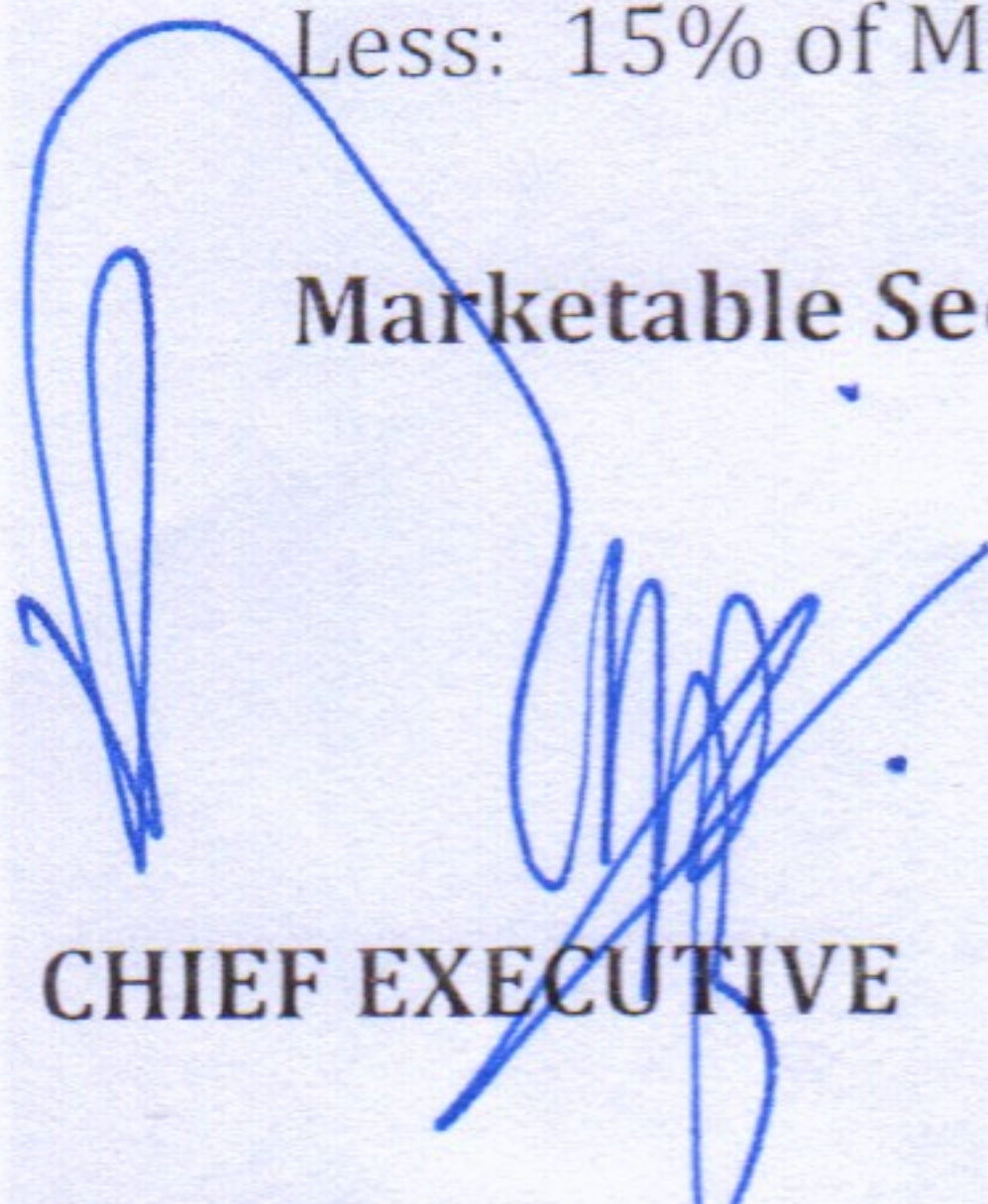
Security Name	Position Owned/available	Value
Askari Bank Limited	7,000	167,440
Azgard Nine Limited	22,000	254,100
Aisha Steel Mills Limited	3,500	36,750
Bank Alfalah Limited	7,600	97,416
Bank Al Habib Limited	2,000	137,580
Descon Oxychem Limited	7,500	216,075
Dost Steel Limited	10,000	55,600
Engro Polymer & Chemicals Limited	23,500	872,790
Fatima Fertilizer Limited	4,500	164,115
Fauji Foods Limited	7,500	227,100
Habib Bank Limited	3,900	469,755
Mcb Bank Limited	1,100	212,927
Natco Foods Limited	19,550	542,903
National Bank Of Pakistan	5,000	210,150
Netsol Technologies Limited	2,600	180,518
Pak Elektron Limited	19,500	485,550
Pakistan International Airlines Corporation Limited	10,000	50,900
Pakistan International Bulk Terminal Limited	5,000	54,150
Silk Bank Limited	113,500	141,875
Sakarand Sugar Mills Limited	13,500	282,960
Sui Northren Gas Pipelines Limited	4,000	308,280
Siddiqsons Tin Plate Limited	7,500	132,300
United Bank Limited	1,500	183,960
Unity Foods Limied	2,500	64,325
Ise Tower Reit Management Company Limited	1,213,841	12,138,410
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	1,518,091	17,687,929

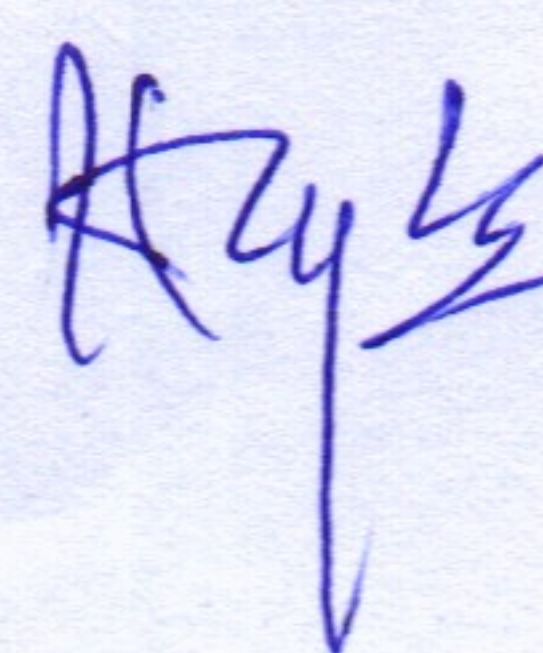
Less: Unsalable Shares of Islamabad Stock Exchange Limited
Less: 15% of Marketable Securities

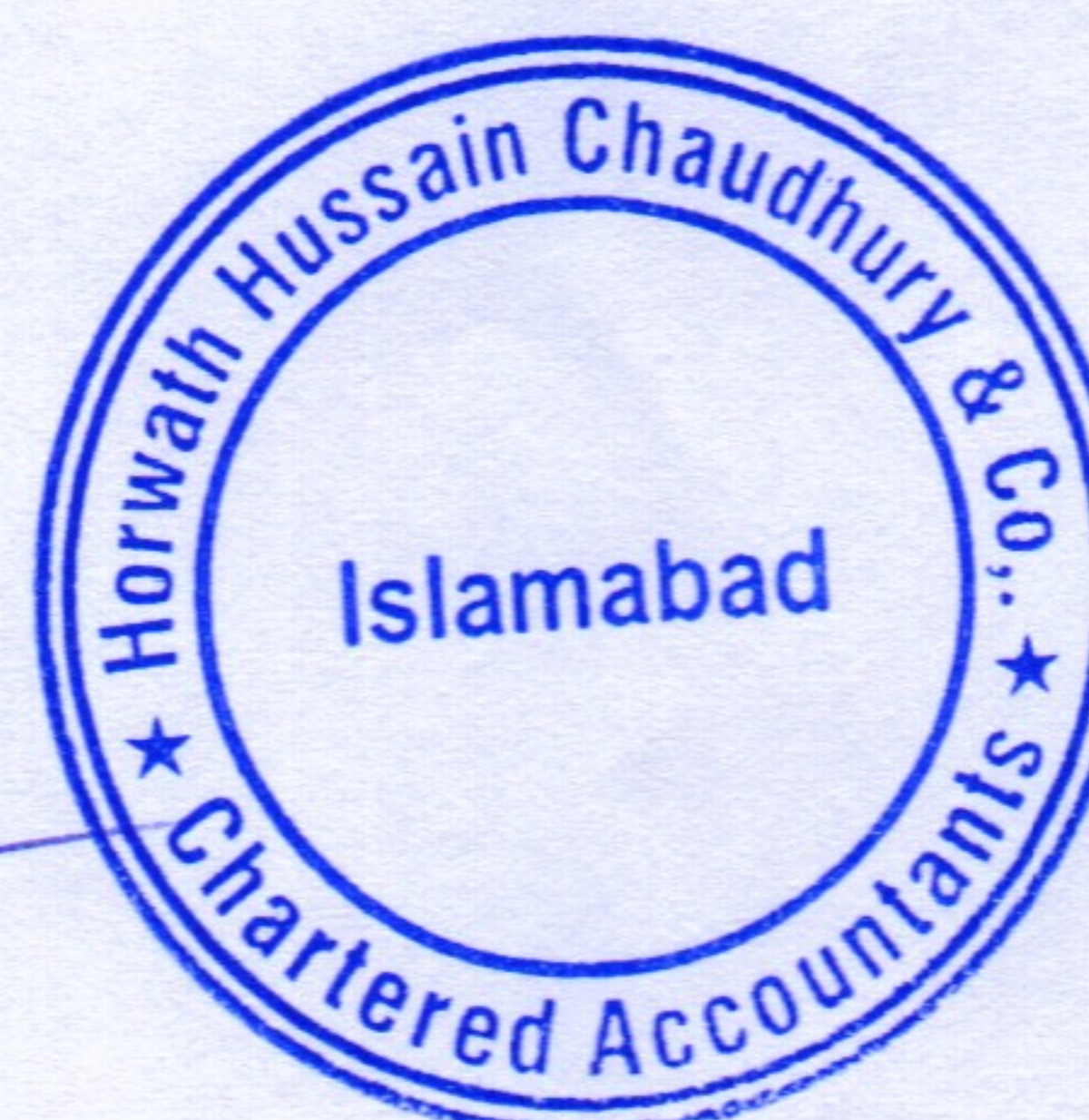
(12,138,410)
(832,428)

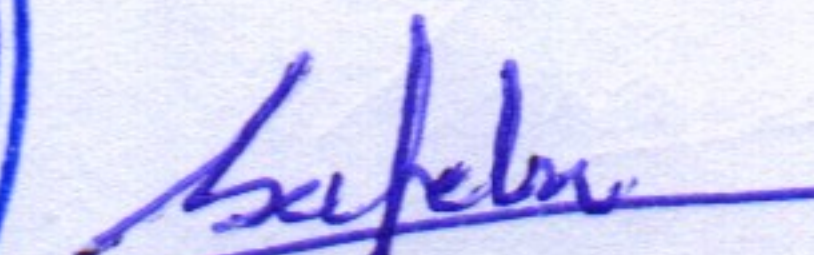
Marketable Securities

4,717,091


CHIEF EXECUTIVE






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