

MSMANIAR FINANCIALS (PRIVATE) LIMITED

STATEMENT OF NET CAPITAL BALANCE
AS AT DECEMBER 31, 2020



**Review Report on Statement of Net Capital Balance
To the Chief Executive Officer of MSManiar Financials (Private) Limited**

Introduction

We have reviewed the accompanying Statement of Net Capital Balance of **MSManiar Financials (Private) Limited** as at **December 31, 2020** and notes to the Statement of Net Capital Balance (here-in-after referred to as the 'the statement'). Management is responsible for the preparation of the statement in accordance with the requirements of the Second Schedule of the Securities Brokers (Licensing and Operations) Regulations, 2016 (the Regulations) issued by the Securities & Exchange Commission of Pakistan (SECP). Our responsibility is to express a conclusion on the statement based on our review.

Scope of Review

We conducted our review in accordance with International Standards on Review Engagements 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity' which applies to review of historical financial information performed by the independent auditor of the Securities Broker. A review of historical financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying statement is not prepared, in all material respects, in accordance with the requirements of Second Schedule of the Regulations.

Other Matter – Restriction on Distribution and Use

Our report is intended solely for **MSManiar Financials (Private) Limited**, SECP, Pakistan Stock Exchange and National Clearing Company of Pakistan Limited and should not be distributed to any other parties. Our conclusion is not modified in respect of this matter.



Engagement Partner
Mohammad Javaid Qasim

Karachi

Dated: **15 MAR 2021**

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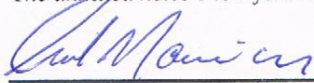


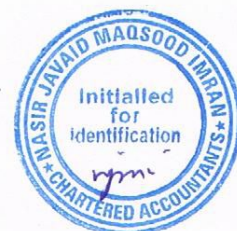
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MSMANIAR FINANCIALS (PRIVATE) LIMITED
STATEMENT OF NET CAPITAL BALANCE
AS AT DECEMBER 31, 2020

DESCRIPTION	VALUATION BASIS	Note	Sub Total	Total (Rupees)
<u>Current Assets</u>				
Bank balances and cash deposit	As per book value	2		13,035,804
Trade Receivables	Book Value	3	137,377,122	
	Less: Overdue for more than fourteen days		92,181,917	
			45,195,205	45,195,205
Investments in listed securities in the name of broker	Securities on the exposure list marked to market less 15% discount	4	29,988,863	
			4,498,329	25,490,533
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		40,414,081
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			-
TOTAL ASSETS				124,135,623
<u>Current Liabilities</u>				
Trade payables	Book Value		10,365,123	
	Less: Overdue for more than 30 days	6	7,577,199	2,787,924
Other liabilities	As classified under the generally accepted accounting principles	7		78,805,569
				81,593,493
NET CAPITAL BALANCE				42,542,131

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


Chief Executive Officer / Director



MSMANIAR FINANCIALS (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

Bank balance pertaining to:

Brokerage house

MCB Bank Limited	4,443
Bank Al Falah Limited	191,720
Askari Bank Limited	4,802,673
Dubai Islamic Bank Limited	49,202
Summit Bank Limited	10,195
MIB Bank Limited	49,825
	5,108,059

Clients

JS Bank Limited	3,708,495
	3,708,495

Deposits against exposure

Ready market	2,213,871
Future market and loss	2,005,380
MTS exposure margin	-
	4,219,251

Total Cash and Bank Balances

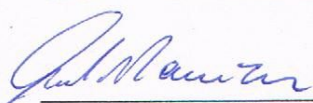
13,035,804

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%



Chief Executive Officer / Director



MSMANIAR FINANCIALS (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:

Short term running finance

JS Bank Limited	60,852,723
Trade payables overdue for more than 30 days	7,577,199
Accrued expenses	150,000
SST payable	159,722
Staff welfare	1,424,156
Markup payable	1,132,894
Payable to clearing house	1,413,895
CGT payable	4,149,105
Other liabilities	1,212,891
Provision for taxation	732,985
	17,952,846
Total	78,805,569



 Chief Executive Officer / Director

