

**INDEPENDENT AUDITORS REPORT ON STATEMENT OF NET CAPITAL BALANCE
TO THE CHIEF EXECUTIVE OFFICER OF JSK SECURITIES LIMITED**

Opinion

We have audited the Statement of Net Capital Balance of **JSK SECURITIES LIMITED (the Securities Broker)** and notes to the Statement of Net Capital Balance as at June 30, 2021 (together 'the statement').

In our opinion, the financial information in the statement of the Securities Broker as at June 30, 2021 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 no. 1 of the notes to the statement, which describes the basis of accounting. The statement is prepared to assist the **JSK SECURITIES LIMITED** (the Securities Broker) to meet the requirements of SECP, Pakistan Stock Exchange (PSX) and National Clearing Company of Pakistan Limited (NCCPL). As a result, the statement may not be suitable for an other purpose. Our report is intended solely for **JSK SECURITIES LIMITED** (the Securities Broker), SECP, PSX, and NCCPL and should not be distributed to parties other than **JSK SECURITIES LIMITED** (the Securities Broker) or 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 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 decision 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, misrepresentation, or the override of internal control.
- Obtain an understanding of the 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 the 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.

ShineWing Hameed Chaudhri & Co.
SHINEWING HAMEED CHAUDHRI & CO.,
CHARTERED ACCOUNTANTS
Engagement Partner: Osman Hameed Chaudhri

LAHORE; 06 OCT 2021

JSK SECURITIES LTD.
STATEMENT OF NCB UNDER RULE 2(d) OF SECURITIES AND EXCHANGE RULES, 1971
As at June 30, 2021

DESCRIPTION	VALUATION BASIS	VALUE(Rs)
CURRENT ASSETS		
1 Cash and cash equivalents	Book value	8,585,658
2 Trade receivables	Book value	
	Less: Overdue for more than 14 days	964,850
3 Investment in listed securities in the name of house		
Investment in shares		
Less: 15% of investment in shares		3,448,702
		12,999,210
CURRENT LIABILITIES		
4 Trade Payables	Book value	
	Less: Overdue for more than 30 days	664,180
5 Other liabilities		2,490,494
		3,154,674
NET CAPITAL BALANCE AS AT June 30, 2021		9,844,536

Sahar Saifullah

Chief Executive / Director



MAAN SECURITIES (PVT.) LTD.
NOTES TO THE STATEMENT OF NET CAPITAL BALANCE
AS AT JUNE 30, 2021

1. STATEMENT OF COMPLIANCE

The statement of Net Capital Balance has been prepared in all material aspect, in accordance with the requirements of the second Schedule of Securities Brokers (Licensing and Operations) Regulations, 2016 read with Rule 2(d) of the Securities and Exchange Commission Rules, 1971.

2. BANK BALANCES

	Rupees
Cash at bank pertaining to clients	7,228,963
Cash at bank pertaining to House account	39,600
Margin deposits with clearing houses	1,317,095
	<u>8,585,658</u>

3. INVESTMENT IN LISTED SECURITIES

<u>No. of shares</u> 2021	<u>Name of the Company</u>	<u>Market value</u> 2021
		Rupees
30,000	Byco Petroleum Pakistan Ltd.	348,300
30,000	Dewan Cement Ltd.	337,800
20,000	Fauji Fertilizer Bin Qasim Ltd.	528,200
10,800	Gul Ahmad Textile Mills Ltd.	547,884
80,000	K-Electric Ltd.	334,400
100,500	Kohinoor Spinning Mills Ltd.	509,535
1,500	Oil & Gas Development Company Ltd.	142,545
690	Pakistan Petroleum Ltd.	59,913
45,000	Pakistan Telecommunication Co.Ltd.	532,800
60,000	Power Cement Ltd.	576,600
30,000	Invest Capital Investment Bank Limited	84,900
6,000	Ghani Automobile Industries	54,420
<u>414,490</u>		<u>4,057,297</u>

Sahar Saifullah
 Chief Executive / Director


