

Ref: TAGM20160309-4

The Secretary
Pakistan Stock Exchange Limited
Lahore

Dear Sir

PRACTICING MEMBERS' CERTIFICATE ON NET CAPITAL BALANCE AS REQUIRED BY CLAUSE 19.3.2 OF PAKISTAN STOCK EXCHANGE LIMITED REGULATIONS (HEREIN AFTER REFERRED AS "PSX REGULATIONS") AND DEFINED UNDER RULE 2(D) OF THIRD SCHEDULE OF THE SECURITIES AND EXCHANGE RULES, 1971.

We have been requested to provide you with a certificate on the annexed statement of Net Capital Balance of "128 Securities (Private) Limited for the period ended 31 December 2015, as defined under Rule 2(D) of Third Schedule of The Securities and Exchange Rules, 1971 and in line with the aforesaid clarification/guidelines issued by the Commission.

Scope of Certificate

Practicing members' Certificate on Net Capital Balance as required by clause 19.3.2 of PSX Regulations and defined under rule 2(d) of Third Schedule of The Securities and Exchange Rules, 1971 and in line with the aforesaid clarification/guidelines issued by the Commission.

Management Responsibility

It is the responsibility of the management to establish and maintain a system of internal controls and prepare and presents a statement for "Net Capital Balance" for the period ended 31 December 2015 in compliance with the Rule 2(D) of Third Schedule of The Securities and Exchange Rules, 1971 and in line with the aforesaid clarification/guidelines issued by the Commission.

Practicing Member/ Auditor's Responsibility

Our responsibility is to certify the compliance of the requirement of Rule 2(D) of Third Schedule of The Securities and Exchange Rules, 1971 in accordance with the 'Guidelines for Issue of Certificates for Special Purposes by Practicing Chartered Accountant Firms' issued by the Institute of Chartered Accountants of Pakistan. Our verification was limited to the procedures and verification of information/documents as mentioned below:

- a) We obtained bank statements, cash certificates, CDC reports for investments in listed securities, ledger accounts, other information, explanations and workings which to the best of our knowledge and belief, were necessary for the purpose of our verification.
- b) Appropriate verification procedures were performed to enable us to issue the required certificate.

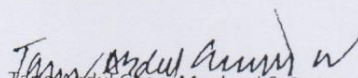
Certificate

Based on procedures mentioned above, we certify that the Net Capital Balance of "128 Securities (Private) Limited", as defined under Rule 2(d) of Third Schedule of the Securities and Exchange Rules, 1971 amounted to Rs. 7,480,077/- (Rupees Seven million, four hundred and eighty thousand and seventy seven only) as at 31 December 2015.

Restriction on use and distribution

This certificate is issued as required under clause 19.3.2 of the PSX Regulations and defined under Rule 2(D) of Third Schedule of The Securities and Exchange Rules, 1971 and is not to be used or distributed for any other purpose. This certificate is restricted to the facts stated herein and the attachments.

Truly Yours


Tariq Abdul Ghani Maqbool & Co.
Chartered Accountants
Shahid Mehmood

Lahore
09 March 2016

128 SECURITIES (PRIVATE) LIMITED
MEMBER PAKISTAN STOCK EXCHANGE LIMITED
STATEMENT OF NET CAPITAL BALANCE AS AT 31 DECEMBER 2015
(Excess of Current assets Over Current Liabilities determined in accordance with third schedule of Securities and Exchange Rules, 1971)

<u>DESCRIPTION</u>	<u>VALUATION BASIS</u>		<u>AMOUNT</u> <u>RUPEES</u>
<u>CURRENT ASSETS</u>			
Cash at bank	As per Book Value		
- Pertaining to house account			
- Pertaining to client account		11,647,241	11,647,241
Trade Receivable	Book Value	23,827,862	
	Less Overdue For more than 14 days	3,164,637	20,663,225
Other Receivable	Book Value		Nil
Investment in Listed Securities/Commodity future Contracts in the name of broker	Securities/Contract on the exposure List marked on the market Less 15% Discount	4,250,230	
		637,535	3,612,696
Securities Purchased for clients	Securities Purchased for clients and held by the member where the payment has not been received within 14 days		Nil
Fund Placement	As per book Value		Nil
Securities Purchased under Resale obligation			Nil
Listed TFCs/Corporate Bonds/ other of not less than BBB grade assigned by a credit rating Company on Pakistan	Marked to Market Less 10% Discount		Nil
Pakistan Investment Bonds	Marked to Market Less 5% Discount		Nil
Total Current Assets			35,923,161
<u>CURRENT LIABILITIES</u>			
Securities sold under Repurchase Agreements	As per Book Value		Nil
Trade Payables	Book Value	28,132,262	
	Less: More than 30 days payable	12,559,746	15,572,516
Other Liabilities	As Classified under the Generally Accepted Accounting principles		12,870,568
Total Current Liabilities			28,443,084
NET CAPITAL BALANCE AS AT 31 DECEMBER 2015			7,480,077

09 MARCH 2016

CHIEF EXECUTIVE



DIRECTOR



128 SECURITIES (PRIVATE) LIMITED
MEMBER PAKISTAN STOCK EXCHANGE LIMITED

STATEMENT OF NET CAPITAL BALANCE AS AT 31 DECEMBER 2015

(Excess of Current assets Over Current Liabilities determined in accordance with third schedule of Securities and Exchange Rules, 1971)

<u>DESCRIPTION</u>	<u>VALUATION BASIS</u>	<u>AMOUNT</u> <u>RUPEES</u>	
<u>CURRENT ASSETS</u>			
Cash at bank:	As per Book Value		
- pertaining to house account		-	
- pertaining to client account		<u>11,647,241</u>	11,647,241
Trade Receivable	Book Value	23,827,862	
	Less Overdue For more than 14 days	<u>3,164,637</u>	20,663,225
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NET CAPITAL BALANCE AS AT 31 DECEMBER 2015			<u>7,480,077</u>

09 March 2016

CHIEF EXECUTIVE

DIRECTOR

128 SECURITIES (PRIVATE) LIMITED
For the Period Ended 31 December 2015

DETAIL OF BALANCES

		AMOUNT (Rs.)
CASH IN HAND		-
CASH IN BANK		
<u>House Bank Balance</u>	Debit	-
<u>Client Bank Balance</u>		
Bank Alfalah 00481003377685	Debit	6,396,897
Bank Alfalah 00481003375475	Debit	1,020,162
Bank Alfalah 00481003377688	Debit	53,498
Bank Alfalah 00331002866964	Debit	2,095,761
Bank Al Habib 0081000626019	Debit	1,019,475
MCB Bank 139207010000280	Debit	1,061,448
		11,647,241
TRADE RECEVABLES		
Sundry debtors	Debit	23,827,862
Less: Over Due More than 14 days		3,164,637
		20,663,225
INVESTMENTS		
Held for trading in equity instruments of quoted entities:		
At Fair Market Value		4,250,230
Less: Discounted at 15%		637,535
		3,612,695
TRADE PAYABLES		
Sundry Creditors	Credit	28,132,262
Less: Payable more than 30 days	Credit	12,559,746
		15,572,516
OTHER LIABILITIES		
Federal Excise Duty 16% Commission		310,822
More than 30 Payable to Creditors		12,559,746
		12,870,568