

Review report on Statement of Net Capital Balance

To the Chief Executive Officer of **Oriental Securities (Private) Limited**

Introduction

We have reviewed the accompanying Statement of Net Capital Balance of **Oriental Securities (Private) Limited as at 31st December 2020** and notes to the Statement of Net Capital Balance (here-in-after referred to as 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 the international Standard 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 Securities Broker. A review of historical financial information consist 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 the 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 **Oriental Securities (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.

UHY Hassan Naeem & Co.

Imran Iqbal
Karachi

22nd January 2021

ORIENTAL SECURITIES (PRIVATE) LIMITED
Net Capital Balance As At 31st December 2020

DESCRIPTION	VALUATION BASIS		Rupees VALUE
CURRENT ASSETS			
Cash in hand	As per book value		165,204
Cash at bank	Bank balances pertaining to brokerage house	48,078,319	85,861,340
	Bank balances pertaining to client	37,783,021	
	Total bank balances		
Deposits against exposure and losses	As per book value	9,411,476	9,411,476
Trade Receivable	Book Value	1,275,063	95,077
	Less: overdue for more than 14 days	(1,179,986)	
	Book Value less Overdue for more than 14 days		
Receivable under Margin financing	Book Value	9,201,274	9,201,274
	Less: overdue for more than 14 days	-	
	Book Value less Overdue for more than 14 days		
Investment in Listed Securities in the name of broker	Market value	11,765,651	10,000,803
	Less: 15% discount	(1,764,848)	
any other asset specified by the commission	Securities in excess of BMC requirement		13,187,561
Securities purchased for client	Securities purchased for the client and held by the member where the payment has not been received within 14 days.		1,128,916
Listed Term Finance Certificates/Corporate Bonds (Not less than BBB grade)	Market value	-	
	Less: 10% discount		
Federal Investment Bonds	Market value		
	Less: 15% discount		
Treasury bills	Market value		
			33,613,631
			129,051,651
CURRENT LIABILITIES			
Trade Payable	Book value	37,770,697	24,345,530
	Less: Overdue for more than 30 days	(13,425,167)	
Other liabilities	Overdue for more than 30 days	13,425,167	18,892,500
	As classified under the generally accepted accounting principles.	5,467,333	
Net Capital Balance As At 31st December 2020			85,813,621



Bashir Hussain Khan
 CHIEF EXECUTIVE



Ahmad Iftikhar Khan
 DIRECTOR



Notes To The Net Capital Balance Certificate
ORIENTAL SECURITIES (PRIVATE) LIMITED
As On December 31, 2020

1 STATEMENT OF COMPLIANCE

The statement of net capital balance of the Company ('the Statement') of **Oriental Securities (Private) Limited** ('the Company') has been prepared in accordance with the Rule 2(d) of, and Third Schedule to the Securities and Exchange Rules, 1971 regulation 6(3) of Second Schedule to the Securities Broker Licensing Regulation 2016 and in accordance with the clarifications / guidelines issued by Securities and Exchange Commission of Pakistan (SECP). All figures have been obtained from the unaudited financial statements of the Company for the period ended **December 31, 2020**.

2 BANK BALANCES AND CASH DEPOSITS

Cash in Hand	165,204
Bank Balances pertaining to house	48,078,319
Bank Balances pertaining to client	37,783,021
	86,026,545
Deposit at clearing house	9,411,476
	95,438,021

3 TRADE RECEIVABLES

These are valued at cost less bad and doubtful debts (if any) and debt long outstanding for more than 14 days.

Book Value	1,275,063
Over Due for more than 14 Days	(1,179,986)
	95,077

4 SECURITIES PURCHASED FOR CLIENTS

These amount represent to the lower of value of securities appearing in the clients respective sub account to the extent of over due balance for more than 14 days or value of investments.

1,128,916

5 INVESTMENT IN LISTED SECURITIES IN THE NAME OF BROKER

These includes Investments in following listed equity Securities valued at market rates prevailing as on **December 31, 2020** less discount as prescribed in Rule 2 (d) of the Third Schedule to the Securities and Exchange Rules, 1971 & Regulation 6(3) of Second Schedule to the Securities Broker Licensing Regulation 2016 and in accordance with the clarifications / guidelines issued by Securities and Exchange Commission of Pakistan (SECP).

	11,765,651
Less 15% Marked to Market	(1,764,848)
	10,000,803

6 Investment in listed securities pledge in BMC:

BMC requirement	21,000,000
Less: TREC Value	(2,500,000)
Less: value of shares pledge for maintenance of BMC requirement	(31,687,561)
	(34,187,561)
Excess amount readily available in cash in the name of broker after VAR Adjustment	13,187,561

7 RECEIVABLE UNDER MARGIN FINANCING

Book Value	9,201,274
Over Due for more than 14 Days	-
	9,201,274

8 TRADE PAYABLES

This represent balance payable against trading of shares less trade payable balances overdue for more that 30 days which has been included in other liabilities.

Book Value	37,770,697
Less Over Due more than 30 days	(13,425,167)
	24,345,530

9 OTHER LIABILITIES

These represents current liabilities, other than trade payable which are due within 30 days. Other liabilities are stated at book value.

Over Due More than 30 Days	13,425,167
Accrued and other liabilities	5,467,333
	18,892,500

DATE OF ISSUANCE

This statement is being issued on 22nd January 2021



Basharat Hussain Khan

CHIEF EXECUTIVE



Abdul Wahid Khan

DIRECTOR

