



Independent Audit Report on Statement of Net Capital Balance of the Securities Brokers/ Brokerage House

To the Board of Directors of First Capital Equities Limited

We have audited the accompanying Statement of Net Capital Balance of **First Capital Equities Limited** as at **December 31, 2016**. The statement has been prepared by management based on the requirements of the Third Schedule read with Rule 2(d) of the Securities Exchange Commission (SEC) Rules 1971 and the Securities Brokers (licensing and Operations) Regulations 2016 (Regulations).

Management's Responsibility for the Statement

Management is responsible for the preparation of the statement in accordance with SEC Rules 1971 and Regulations, 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the statement based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the statement 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 then entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

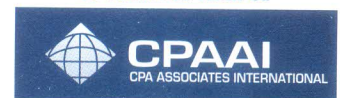
NJMI

Offices also at:

KARACHI: OFFICE #807, 8TH FLOOR, Q.M. HOUSE, PLOT No. 11/2, ELLANDER ROAD, OPP. SHAHEEN COMPLEX,
OFF. I.I. CHUNDRIGAR ROAD, KARACHI - PAKISTAN.
Tel: +92(0)21-32212382, +92(0)21-32212383, +92(0)21-32211516
Fax: +92(0)21-32211515 Email: khi@njmi.net

ISLAMABAD: OFFICE # 12 & 13, 3RD FLOOR, FAZAL ARCADE, F-11 MARKAZ, ISLAMABAD, PAKISTAN.
Tel: +9251-2228138, Fax: +9251-2228139, Email: njmiconsultants@gmail.com

A member firm of





Opinion

In our opinion, the financial information in the statement of Net Capital Balance of **First Capital Equities Limited** as at **June 30, 2016** is prepared, in all material respects, in accordance with SEC Rules 1971 and Regulations.

Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to the 'Note to the statement', which describes the basis of accounting. The statement is prepared to assist **First Capital Equities Limited** to meet the requirements of SECP in accordance with the **SEC Rules 1971 and Regulations**. As a result, the statement may not be suitable for another purpose. The report is intended solely for **First Capital Equities Limited** and **SECP** and should not be distributed to parties other than **First Capital Equities Limited** or **SECP**.

Place: **Lahore**

Dated: March 08 2017



Nasir Javaid Maqsood Imran
Nasir Javaid Maqsood Imran
Chartered Accountants

NSM

FIRST CAPITAL EQUITIES LIMITED
STATEMENT OF NET CAPITAL BALANCE
AS ON DECEMBER 31, 2016

Excess of current assets over current liabilities determined in accordance with Rule 2 (d) of Third Schedule of Securities and Exchange Rules 1971

CURRENT ASSETS

	RUPEES	RUPEES
Cash deposited as margins with Stock Exchanges and National Clearing Company of Pakistan Limited		7,600,418
Total bank balances		
Bank Balance pertaining to clients	107,851,011	
Bank Balance pertaining to brokerage house	3,094,093	110,945,104
Trade receivables		
Book value	1,801,117,163	
Outstanding for more than 14 days	477,472,082	1,323,645,081
Investment in listed securities		
Investment regarding securities on exposure list	136,321,557	115,873,323
Clients Securities - against overdue balance		62,644,088
		1,620,708,014

CURRENT LIABILITIES

Trade payables within 30 days		73,681,221
Other Liabilities		
Trade payables for more than 30 days	33,024,283	
Other current liabilities	1,440,863,635	1,473,887,918
		73,138,875

Note to the statement:

This statement has been prepared in compliance with the rule 2(d) of the Third Schedule to the Securities and Exchange Rules, 1971 and in accordance with the clarifications / guidelines issued by Securities and Exchange Commission of Pakistan.


Chief Executive




Director