



Review Report on Statement of Liquid Capital Balance
The Chief Executive Officer of **Khawaja Securities (Private) Limited**

Introduction

We have reviewed the accompanying Statement of Liquid Capital Balance of **M/s Khawaja Securities (Private) Limited** (*the Securities Broker*) as at November 24, 2022 and notes to the Statement of Liquid 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

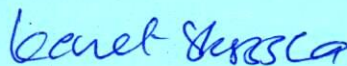
We conducted our review in accordance with International Standard on Review Engagements 2410, 'Review of *Interim Financial Information Performed by the independent Auditor of the Entity*' which applies to review of historical financial information performed by the independent auditor of the Securities 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 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 Third Schedule of the Regulations.

Other Matter - Restriction on Distribution and Use

Our report is intended solely for **Khawaja Securities (Private) Limited** (*the Securities Broker*), *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.


Mr. Muhammad Aslam Khan
IECnet S.K.S.S.S.
Chartered Accountants
Lahore



Date: November 28, 2022

A MEMBER OF IECnet, A NETWORK OF INDEPENDENT ACCOUNTING FIRMS

Statement of Liquid Capital Balance
KHAW KHAWAJA SECURITIES (PVT.) LIMITED

Comp Liquid Capital
As at November 24, 2022

S. No.	Head of Account	Value in Pak Rupees	Hair Cut / Adjustments	Net Adjusted Value
I. Assets				
1.1	Property & Equipment	9,749,842	9,749,842	-
1.2	Intangible Assets	21,118,980	21,118,980	-
1.3	Investment in Govt. Securities (150,000*99)	-	-	-
	Investment in Debt. Securities	-	-	-
	If listed than:	-	-	-
	i. 5% of the balance sheet value in the case of tenure upto 1 year.	-	-	-
	ii. 7.5% of the balance sheet value, in the case of tenure from 1-3 years.	-	-	-
	iii. 10% of the balance sheet value, in the case of tenure of more than 3 years.	-	-	-
1.4	If unlisted than:	-	-	-
	i. 10% of the balance sheet value in the case of tenure upto 1 year.	-	-	-
	ii. 12.5% of the balance sheet value, in the case of tenure from 1-3 years.	-	-	-
	iii. 15% of the balance sheet value, in the case of tenure of more than 3 years.	-	-	-
	Investment in Equity Securities	-	-	-
1.5	i. If listed 15% or VaR of each securities on the cutoff date as computed by the clearing house for respective securities whichever is higher. Provided that if any of these securities are pledged with the securities exchange for maintaining Base Minimum Capital Requirement, 100% haircut on the value of eligible securities to the extent of minimum required value of Base Minimum Capital.	2,784	(418)	2,365
	ii. If unlisted, 100% of carrying value.	16,406,874	16,406,874	-
1.6	Investment in subsidiaries 100% of Net Value	-	-	-
	Investment in associated companies/undertaking	-	-	-
1.7	i. If listed 20% or VaR of each securities as computed by the Securities Exchange for respective securities whichever is higher.	-	-	-
	ii. If unlisted, 100% of net value.	-	-	-
1.8	Statutory or regulatory deposits/basic deposits with the exchanges, clearing house or central depository or any other entity. 100% of net value, however, any excess amount of cash deposited with securities exchange to comply with requirements of Base minimum capital, may be taken in the calculation of LC.	1,400,000	1,400,000	-
1.9	Margin deposits with exchange and clearing house.	29,000	-	29,000
1.10	Deposit with authorized intermediary against borrowed securities under SLB.	-	-	-
1.11	Other deposits and prepayments	886,299	886,299	-
1.12	Accrued interest, profit or mark-up on amounts placed with financial institutions or debt securities etc.(Nil) 100% in respect of markup accrued on loans to directors, subsidiaries and other related parties	-	-	-
1.13	Dividends receivables.	-	-	-
1.14	Amounts receivable against Repo financing. Amount paid as purchaser under the REPO agreement. (Securities purchased under repo arrangement shall not be included in the investments.)	-	-	-
	Advances and Receivables other than trade receivables	-	-	-
1.15	1. No Haircut may be applied on the short term loan to employees provided these loans are secured and due for repayment within 12 months	-	-	-
	2. No Haircut may be applied to the advance tax to the extent it is netted with provision of taxation	-	-	-
	3. In all other cases, 100% of net value	-	-	-



S. No.	Head of Account	Value in Pak Rupees	Hair Cut / Adjustments	Net Adjusted Value
	vii. Provision for taxation	-	-	-
	viii. Other liabilities as per accounting principles and included in the financial statements	-	-	-
	Non-Current Liabilities	-	-	-
2.3	i. Long-Term financing	-	-	-
	a. 100% haircut may be allowed against long term portion of financing obtained from a financial institution including amount due against finance leases.	-	-	-
	b. Nil in all other cases	-	-	-
	ii. Staff retirement benefits	-	-	-
	iv. Other liabilities as per accounting principles and included in the financial statements	-	-	-
	Subordinated Loans	-	-	-
2.4	i. 100% of Subordinated loans which fulfill the conditions specified by SECP are allowed to be deducted: The Schedule III provides that 100% haircut will be allowed against subordinated Loans which fulfill the conditions specified by SECP. In this regard, following conditions are specified: a. Loan agreement must be executed on stamp paper and must clearly reflect the amount to be repaid after 12 months of reporting period b. No haircut will be allowed against short term portion which is repayable within next 12 months. c. In case of early repayment of loan, adjustment shall be made to the Liquid Capital and revised Liquid Capital statement must be submitted to exchange.	2,300,000	2,300,000	-
	ii. Subordinated loans which do not fulfill the conditions specified by SECP	-	-	-
2.5	Advance against shares for Increase in Capital of Securities broker: 100% haircut may be allowed in respect of advance against shares if: a. The existing authorized share capital allows the proposed enhanced share capital b. Board of Directors of the company has approved the increase in capital c. Relevant Regulatory approvals have been obtained d. There is no unreasonable delay in issue of shares against advance and all regulatory requirements relating to the increase in paid up capital have been completed. e. Auditor is satisfied that such advance is against the increase of capital.			
2.6	Total Liabilities	6,335,710	2,300,000	4,035,710
3. Ranking Liabilities Relating to :				
	Concentration in Margin Financing			
3.1	The amount calculated client-to-client basis by which any amount receivable from any of the financees exceed 10% of the aggregate of amounts receivable from total financees. Provided that above prescribed adjustments shall not be applicable where the aggregate amount of receivable against margin financing does not exceed Rs. 5 million. Note: Only amount exceeding by 10% of each financee from aggregate amount shall be included in the ranking liabilities.	-	-	-
	Concentration in securities lending and borrowing			
3.2	The amount by which the aggregate of: (i) Amount deposited by the borrower with NCCPL (ii) Cash margins paid and (iii) The market value of securities pledged as margins exceed the 110% of the market value of shares borrowed	-	-	-
	Net underwriting Commitments			



S. No.	Head of Account	Value in Pak Rupees	Hair Cut / Adjustments	Net Adjusted Value
3.3	(a) in the case of right issue : if the market value of securities is less than or equal to the subscription price; the aggregate of: (i) the 50% of Haircut multiplied by the underwriting commitments and (ii) the value by which the underwriting commitments exceeds the market price of the securities. In the case of rights issue where the market price of securities is greater than the subscription price, 5% of the Haircut multiplied by the net underwriting (b) in any other case : 12.5% of the net underwriting commitments	-	-	-
3.4	Negative equity of subsidiary The amount by which the total assets of the subsidiary (excluding any amount due from the subsidiary) exceed the total liabilities of the subsidiary	-	-	-
3.5	Foreign exchange agreements and foreign currency positions 5% of the net position in foreign currency.Net position in foreign currency means the difference of total assets denominated in foreign cuurrency less total liabilities denominated in foreign currency	-	-	-
3.6	Amount Payable under REPO	-	-	-
3.7	Repo adjustment In the case of financier/purchaser the total amount receivable under Repo less the 110% of the market value of underlying securities. In the case of financee/seller the market value of underlying securities after applying haircut less the total amount received less value of any securities deposited as collateral by the purchaser after applying haircut less any cash deposited by the purchaser.	-	-	-
3.8	Concentrated proprietary positions If the market value of any security is between 25% and 51% of the total proprietary positions then 5% of the value of such security .If the market of a security exceeds 51% of the proprietary position,then 10% of the value of such security	-	274	274
3.9	Opening Positions in futures and options i. In case of customer positions, the total margin requirements in respect of open postions less the amount of cash deposited by the customer and the value of securities held as collateral/ pledged with securities exchange after applying VaR haircuts ii. In case of proprietary positions , the total margin requirements in respect of open positions to the extent not already met	-	-	-
3.10	Short sell positions i. In case of customer positions, the market value of shares sold short in ready market on behalf of customers after increasing the same with the VaR based haircuts less the cash deposited by the customer as collateral and the value of securities held as collateral after applying VAR based Haircuts ii. In case of proprietary positions, the market value of shares sold short in ready market and not yet settled increased by the amount of VAR based haircut less the value of securities pledged as collateral after applying haircuts.	-	-	-
3.11	Total Ranking Liabilites	-	274	274

Calculation Summary of Liquid Capital

- (i) Adjusted value of assets (serial number 1.20)
(ii) Less: Adjusted value of Liabilities (serial number 2.6)
(iii) Less: Total ranking liabilities (serial number 3.11)

14,755,061
(4,035,710)
(274)

10,719,078


Chief Executive Officer




Director

KHAWAJA SECURITIES (PVT.) LIMITED
MEMBER PAKISTAN STOCK EXCHANGE LIMITED
EXPLANATORY NOTES TO THE NET CAPITAL BALANCE AS AT November 24, 2022

1 BASIS OF ACCOUNTING

This Liquid capital have been prepared under the historical cost convention except for investments that are valued at market value. Further, accrual basis of accounting is followed..

2 CASH IN HAND AND AT BANK

Cash in hand
 Bank balance(s) pertaining to Brokerage House
 Bank balance(s) pertaining to Clients

TOTAL (Rupees)	
Cash in hand	67,266
Bank balance(s) pertaining to Brokerage House	6,691
Bank balance(s) pertaining to Clients	2,438,492
TOTAL	2,512,450

Investment in Listed Securities in the name of Company			Holding as per CDC	Market Value as on June 30, 2022	TOTAL		
Security Symbol	Security Name	Position Owned	Rupees	Rupees	Higher of 15% or VAR	Hair Cutt Value	Net Value
AKBL	ASKARI BANK LIMITED	128	21.39	2,738	15.00	(411)	2,327
BEEM	BEEMA-PAKISTAN COMPANY LIMITED - FREEZE	7,500	-	-	15.00	-	-
IVIBL	INNOVATIVE INVESTMENT BANK LIMITED - FREEZE	188	-	-	15.00	-	-
JOVC	JAVED OMER VOHRA & COMPANY LIMITED - FREEZE	16	-	-	15.00	-	-
KEL	K-ELECTRIC LIMITED	2	2.80	6	26.50	(1)	4
LSEFSL	LSE FINANCIAL SERVICES LIMITED - FREEZE	337,590	-	-	15.00	-	-
MCBPSM	MCB PAKISTAN STOCK MARKET FUND	4	10.00	40	15.00	(6)	34
ZELP	ZEAL PAK CEMENT FACTORY LIMITED - FREEZE	200	-	-	15.00	-	-
Total Value			345,628	2,784		(418)	2,365
Less: 15 % Discount							



[Signature]
 Chief Executive

[Signature]
 Director



KHAWAJA SECURITIES (PVT) LTD.
 G3 GROUND FLOOR PSX LAHORE. PH#36280811-14,36280835,36280837
 Clients Receivables As On: 24-NOV-22

Sr.No.	Client Code	Client Name	Ledger Balance Receivable	5th Day Receivable (09-NOV-22)	Balance overdue for more than 5 days	Balance less than 5 days	Holding Value	VaR Value	Net Adjusted Value	Provision for Bad Debts	Securities held for more than 5 days
1	IS	IS GLOBAL CAPITAL LTD.	1,478	1,478	1,478	-	-	-	-	1,478	-
2	247	HASSAN IBRAHIM AHMED	4,012,772	4,012,772	4,012,772	-	-	-	-	4,012,772	-
3	290	MIR. ATIQEEN NASIR	14,329,714	14,329,714	14,329,714	-	-	-	-	14,329,714	-
4	384	AMINA HASSAN	6,498,744	6,498,744	6,498,744	-	-	-	-	6,498,744	-
5	665	HASSAN IBRAHIM SHAHID AL	18,671,700	18,671,700	18,671,700	-	-	-	-	18,671,700	-
6	MIS	MARGIN TRADING SYSTEM	0	0	0	-	-	-	-	0	-
7	PSX	PSX BEGULIAR EXPOSURE	29,000	29,000	29,000	-	-	-	-	29,000	-
8	1001	THE BANK OF PUNJAB	0	0	0	-	-	-	-	0	-
9	K001	KHAWAJA SECURITIES PVT LTD.	6,135	6,135	6,135	-	-	-	-	6,135	6,135
10	K002	MIR. UMER KHAWAJA	6,866,277	(3,461)	-	6,866,277	-	-	5,967,861	898,416	-
11	K003	MRS. SOBIA ALI	552	552	552	-	-	-	-	552	-
12	K015	MIR. ZUBAIR ASHRAF	15,072	15,072	15,072	-	-	-	-	15,072	-
13	K019	MIR. SARHAD AMIN	720	720	720	-	-	-	-	720	-
14	K031	MIR. SHEIKH MUHAMMAD AMJAD	401	401	401	-	-	-	-	401	-
15	K032	MRS. KISHWAR SHAH	3,775	3,775	3,775	-	-	-	-	3,775	-
16	K033	MIR. JAVED ARIF	241	241	241	-	-	-	-	241	-
17	K034	MIR. ISRAH HUSSAIN	39,687	39,687	39,687	-	-	-	-	39,687	-
18	K037	MIR. ZARGHAM AHMAD	359	359	359	-	-	-	-	359	-
19	K043	MS. SHANZAE AMJAD	240	240	240	-	-	-	-	240	-
20	K044	MRS. SHAHZADI RIKHISANA AKHTAR	1,263	1,263	1,263	-	-	-	-	1,263	-
21	K045	MRS. AGSA OMER	746	746	746	-	-	-	-	746	-
22	K046	MIR. ALI HAMZA	600	600	600	-	-	-	-	600	-
23	K047	MIR. MUHAMMAD ASIF MIRZA	282	282	282	-	-	-	-	282	-
24	K054	MIR. MUHAMMAD SAIED	10	10	10	-	-	-	-	10	-
25	K056	MIR. SHAHID NABI MALIK	1,732	1,732	1,732	-	-	-	-	1,732	1,732
26	K059	MIR. FARAD NAEEM RANA	1,440	1,440	1,440	-	-	-	-	1,440	1,440
27	K060	MRS. AYESHA USMAN	3,095	3,095	3,095	-	-	-	-	3,095	-
28	K067	MRS. SALMA SHAHID	1,542	1,542	1,542	-	-	-	-	1,542	1,542
29	K068	MIR. HUSSAIN YASAR	240	240	240	-	-	-	-	240	-
30	K071	MIR. SAYYED ALI ABBAS	240	240	240	-	-	-	-	240	-
31	K078	MIR. SARDAR ALI RAZA KHAN DRESHAK	309	309	309	-	-	-	-	309	-
32	K085	MIR. ALI JAVED	2,754	2,754	2,754	-	-	-	-	2,754	-
33	K096	MIR. MUHAMMAD SHOAB SARGOL	220	220	220	-	-	-	-	220	-
34	K109	MIR. CHAUDHRY MEKHAR AHMAD	240	240	240	-	-	-	-	240	-
35	K123	SAMEER NADEEM KHAWAJA	903,764	903,764	903,764	-	-	-	-	903,764	903,764
36	K130	ALI AMMAR	2,000	2,000	2,000	-	-	-	-	2,000	-
37	K132	MALIK SAMMAN RAUF	13,863	13,863	13,863	-	-	-	-	13,863	-
38	K133	MUHAMMER MUSTAFA KHAN	75	75	75	-	-	-	-	75	-
39	K134	UMER FAROOQ	400	400	400	-	-	-	-	400	-
40	K135	CREATIVE IMPLEX (PRIVATE) LIMITED	300	300	300	-	-	-	-	300	-
41	K138	FARIHA RUKHSANA SYED	7,585	7,585	7,585	-	-	-	-	7,585	-
42	K140	SUOHAMMAD FAIMER RAZI	10,064	10,064	10,064	-	-	-	-	10,064	10,064
43	K141	QADFER ASHFAQ	600	600	600	-	-	-	-	600	-
44	K144	MUHAMMAD AHMED DRAZA	200	200	200	-	-	-	-	200	-
45	K145	MUHAMMAD AHMED DRAZA	200	200	200	-	-	-	-	200	-
46	K147	FASSH AHMED SHEHZAD	1,100	1,100	1,100	-	-	-	-	1,100	-
47	K148	ALI SHAHZAD DAR	3,813	3,813	3,813	-	-	-	-	3,813	3,813
48	K150	IMRAN BUTT	1,100	1,100	1,100	-	-	-	-	1,100	-
49	K151	ABDUL REHMAN	2,392,587	2,392,587	2,392,587	-	-	-	-	2,392,587	2,392,587
50	K152	ARSHAD FORAL TABAR	40,171	40,171	40,171	-	-	-	-	40,171	-
51	K153	SAMINA WAHEED	1,100	1,100	1,100	-	-	-	-	1,100	-
52	K154	MUHAMMAD AMJAD	1,100	1,100	1,100	-	-	-	-	1,100	-
53	K156	FATMA NAFEE	100	100	100	-	-	-	-	100	-
54	K170	SHAHID MANZOOR SHEIKH	1,132	1,132	1,132	-	-	-	-	1,132	1,132
55	K171	NADEEM AMJAD	4,686	4,686	4,686	-	-	-	-	4,686	4,686
56	K172	SHEIKH ORSHID TARIQ	54,524	55,028	54,464	19,960	5,754,106	54,524	54,524	54,524	34,564



Sr.No.	Client Code	Client Name	Ledger Balance Receivable	5th Day Receivable	Balance overdue for more than 5	Balance less than 5 days	Holding Value	VaR Value	Net Adjusted Value	Provision for Bad Debts	Securities held for more than 5 days
57	K175	SADAQAT ALI	236,574	236,574	236,574	-	-	-	-	236,574	-
58	NCSF	NCS FUTURE CLEARING HOUSE	0	0	0	-	-	-	-	-	-
59	RR24	PEARL SECURITIES LIMITED	0	0	0	-	-	-	-	-	-
60	K0101	KHAWAJA SECURITIES-2	0	0	0	-	-	-	-	-	-
61	K0105	KHAWAJA SECURITIES-3	0	0	0	-	-	-	-	-	-
62	K0106	KHAWAJA SEC-PVT LTD	0	0	0	-	-	-	-	-	-
63	K0107	KHAWAJA SEC-PVT LTD	0	0	0	-	-	-	-	-	-
64	K0109	KHAWAJA SECURITIES-4	0	0	0	-	-	-	-	-	-
65	L1681	INVEST CAPITAL MARKETS LTD.	495	495	495	-	-	-	-	495	-
			54,69,515	47,30,282	47,283,279	6,886,236	27,408,037	22,998,887	9,319,280	44,820,235	3,361,600

Related Party (Directors)

K113	MR KHAWAJA MUHAMMAD ARIEF	8,435,717	16,538,521	9,835,717	-	8,448,090	7,192,952	7,192,952	2,642,765	7,192,952
NCS	NCS CLEARING HOUSE	2,861,966	(102,540)	2,861,966	-	-	-	-	-	-

[Signature]
Chief Executive

[Signature]

Director

