



**INDEPENDENT AUDITORS REPORT ON STATEMENT OF NET CAPITAL
BALANCE OF THE SECURITIES BROKERS / BROKERAGE HOUSE**

To the Board of Directors of M/s. Vector Securities (Private) Limited

We have audited the accompanying Statement of Net Capital Balance of **M/s. Vector Securities (Private) Limited** as at December 31, 2016 ("the statement"). 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 the 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.

Opinion

In our opinion, the financial information in the statement of Net Capital Balance of **M/s. Vector Securities (Private) Limited** as at December 31, 2016 is prepared, in all material respects, in accordance with SEC Rules 1971 and Regulations.

A member of



Independent legal & accounting firms

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Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to Note 1 to the statement, which describes the basis of accounting. The statement is prepared to assist **M/s. Vector Securities (Private) 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. Our report is intended solely for **M/s. Vector Securities (Private) Limited** and SECP and should not be distributed to parties other than **M/s. Vector Securities (Private) Limited** or SECP.



Haroon Zakaria & Co
Haroon Zakaria & Company
Chartered Accountants

Place: Karachi
Dated: 03 MAR 2017

VECTOR SECURITIES (PVT) LIMITED
CALCULATION OF NET CAPITAL BALANCE
AS AT DECEMBER 31, 2016

Rupees

CURRENT ASSETS

Cash in hand

Cash at bank

Balance pertaining to brokerage house
 Balance pertaining to clients

974,733
2,500,578
3,475,311
3,475,311

Margin deposited with NCCPL

2 32,600,000

Trade Receivables

Book value
 Less: Overdue for more than 14 days

3 1,487,303
(583,499)
903,804

Investment in listed securities

Securities on the exposure list marked to market
 Less: 15% discount

-
-
-

Securities purchased for client where payment has
 not been received in 14 days

4 1,835

Total Current Assets

36,980,950

CURRENT LIABILITIES

Trade Payables

Book value
 Less: Overdue for more than 30 days

5 2,500,578
(682,236)
1,818,342

Other liabilities

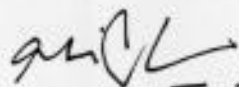
6 2,476,413

Total Current Liabilities

4,294,755

NET CAPITAL BALANCE

32,686,195



Chief Executive Officer

