Monthly statements of liquid capital with the Commission and the securities exchange
ABM SECURITIES (PVT) LIMITED
Computation of Liquid Capital
As on 31.07.2016

| S. No. | Head of Account | Value in Pak Rupees | Hair Cut / Adjustments | Net Adjusted Value |
| :---: | :---: | :---: | :---: | :---: |
| 1. Assets |  |  |  |  |
| 1.1 | Property \& Equipment | 286,833 | 100.00\% | - |
| 1.2 | Intangible Assets | 1,562,433 | 100.00\% | - |
| 1.3 | Investment in Govt. Securities (150,000*99) | - | - | - |
| 1.4 | Investment in Debt. Securities |  |  |  |
|  | If listed than: |  |  |  |
|  | i. 5\% of the balance sheet value in the case of tenure upto 1 year. | - | 5.00\% | - |
|  | ii. 7.5\% of the balance sheet value, in the case of tenure from 1-3 years. | - | 7.50\% | - |
|  | iii. 10\% of the balance sheet value, in the case of tenure of more than 3 years. | - | 10.00\% | - |
|  | If unlisted than: |  |  |  |
|  | i. 10\% of the balance sheet value in the case of tenure upto 1 year. | - | 10.00\% | - |
|  | ii. $12.5 \%$ of the balance sheet value, in the case of tenure from 1-3 years. | - | 12.50\% | - |
|  | iii. $15 \%$ of the balance sheet value, in the case of tenure of more than 3 years. | - | 15.00\% | - |
| 1.5 | Investment in Equity Securities |  |  |  |
|  | i. If listed $15 \%$ or VaR of each securities on the cutoff date as computed by the Securities Exchange for respective securities whichever is higher. | 11,546,254 | 9,690,300 | 9,690,300 |
|  | ii. If unlisted, $100 \%$ of carrying value. | 8,438,750 | 100.00\% | - |
| 1.6 | Investment in subsidiaries | - | 100.00\% | - |
| 1.7 | Investment in associated companies/undertaking |  |  |  |
|  | i. If listed $20 \%$ or VaR of each securities as computed by the Securites Exchange for respective securities whichever is higher. | - | - | - |
|  | ii. If unlisted, $100 \%$ of net value. | - | 100.00\% | - |
| 1.8 | Statutory or regulatory deposits/basic deposits with the exchanges, clearing house or central depository or any other entity. | 500,000 | 100.00\% | - |
| 1.9 | Margin deposits with exchange and clearing house. | - | - | - |
| 1.10 | Deposit with authorized intermediary against borrowed securities under SLB. | - | - | - |
| 1.11 | Other deposits and prepayments | 632,678 | 100.00\% | - |
| 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 | - | 100.00\% | - |
| 1.13 | Dividends receivables. | - | - | - |
| 1.14 | Amounts receivable against Repo financing. <br> Amount paid as purchaser under the REPO agreement. (Securities purchased under repo arrangement shall not be included in the investments.) | - | - | - |
| 1.15 | Receivables other than trade receivables | - | 100.00\% | - |
| 1.16 | Receivables from clearing house or securities exchange(s) |  |  |  |
|  | $100 \%$ value of claims other than those on account of entitlements against trading of securities in all markets including MtM gains. | - | 100,000 | - |
|  | Receivables from customers |  |  |  |


| 1.17 | collateral upon entering into contract, <br> iii. Net amount after deducting haricut | - | - | - |
| :---: | :---: | :---: | :---: | :---: |
|  | iv. Incase of other trade receivables not more than 5 days overdue, $0 \%$ of the net balance sheet value. <br> iv. Balance sheet value | 2,187,694 | - | 2,187,694 |
|  | v. Incase of other trade receivables are overdue, or 5 days or more, the aggregate of (i) the market value of securities purchased for customers and held in sub-accounts after applying VAR based haircuts, (ii) cash deposited as collateral by the respective customer and (iii) the market value of securities held as collateral after applying VaR based haircuts. <br> v. Lower of net balance sheet value or value determined through adjustments | - | - | - |
|  | vi. 100\% haircut in the case of amount receivable form related parties. | - | 100.00\% | - |
| 1.18 | Cash and Bank balances |  |  |  |
|  | I. Bank Balance-proprietory accounts | 114,734 | - | 114,734 |
|  | ii. Bank balance-customer accounts | 12,103,851 | - | 12,103,851 |
|  | iii. Cash in hand | 91,334 | - | 91,334 |
| 1.19 | Total Assets | 37,464,561 |  | 24,187,913 |
| 2. Liabilities |  |  |  |  |
| 2.1 | Trade Payables |  |  |  |
|  | i. Payable to exchanges and clearing house | 2,477,437 | - | 2,477,437 |
|  | ii. Payable against leveraged market products | - | - | - |
|  | iii. Payable to customers | 8,978,697 | - | 8,978,697 |
| 2.2 | Current Liabilities |  |  |  |
|  | i. Statutory and regulatory dues | - | - | - |
|  | ii. Accruals and other payables | 50,000 | - | 50,000 |
|  | iii. Short-term borrowings | 1,505,666 | - | 1,505,666 |
|  | iv. Current portion of subordinated loans | - | - | - |
|  | v. Current portion of long term liabilities | - | - | - |
|  | vi. Deferred Liabilities | - | - | - |
|  | vii. Provision for bad debts | - | - | - |
|  | viii. Provision for taxation | - | - | - |
|  | ix. Other liabilities as per accounting principles and included in the financial statements | - | - | - |
| 2.3 | Non-Current Liabilities |  |  |  |
|  | i. Long-Term financing | 5,000,000 | - | 5,000,000 |
|  | ii. Staff retirement benefits | - | - | - |
|  | iii. Other liabilities as per accounting principles and included in the financial statements | - | - | - |
| 2.4 | Subordinated Loans | - | - | - |
|  | $100 \%$ of Subordinated loans which fulfill the conditions specified by SECP are allowed to be deducted | - | - | - |
| 2.5 | Total Liabilites | 18,011,800 |  | 18,011,800 |

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.

Concentration in securites lending and borrowing
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
(a) in the case of right issuse : if the market value of securites is less than or equal to the subscription price;
the aggregate of:
3.3 (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 issuse 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


|  | i. Incase of customer positions, the market value of shares sold short in ready market on behalf <br> of customers after increasing the same with the VaR based haircuts less the cash deposited by <br> the customer as collateral and the value of securities held as collateral after applying VAR based <br> Haircuts |  |  |
| :--- | :--- | :--- | :--- |
|  | ii. Incase of proprietory positions, the market value of shares sold short in ready market and not <br> yet settled increased by the amount of VAR based haircut less the value of securities pledged as <br> collateral after applying haircuts. | - | - |
| $\mathbf{3 . 1 1}$ | Total Ranking Liabilites | - | - |

## Calculations Summary of Liquid Capital

(i) Adjusted value of Assets (serial number 1.19)
(ii) Less: Adjusted value of liabilities (serial number 2.5
(iii) Less: Total ranking liabilities (series number 3.11)

Note: Commission may issue guidelines and clarifications in respect of the treatment of any component of Liquid Capital

Yours sincerely,

## Asif Baig Mirza

CEO, ABM Securities (Pvt) Ltd.

