



## INDEPENDENT AUDITORS REPORT ON STATEMENT OF NET CAPITAL BALANCE

To the Chief Executive of Integrated Equities Limited

### Opinion

We have audited the Statement of Net Capital Balance ('the statement') of Integrated Equities Limited (the Securities Broker) as at June 30, 2018.

In our opinion, the financial information in the statement of the Securities Broker as at June 30, 2018 is prepared, in all material respects, in accordance with the requirements of the Second Schedule of the Securities Brokers (Licensing and Operations) Regulations, 2016 (the Regulations) read with Rule 2(d) of the Securities Exchange Commission (SEC) Rules 1971 (SEC Rules 1971) issued by the Securities & Exchange Commission of Pakistan (SECP).

### Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the statement" section of our report. We are independent of the Securities Broker in accordance with the ethical requirements that are relevant to our audit of the statement in Pakistan, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Emphasis of Matter - Basis of Accounting and Restriction on Distribution

We draw attention to "Basis of accounting note to the statement", which describes the basis of accounting. The statement is prepared to assist the Integrated Equities Limited (the Securities Broker) to meet the requirements of the SECP, Pakistan Stock Exchange (PSX) and National Clearing Company of Pakistan Limited (NCCPL). As a result, the statement may not be suitable for any other purpose. Our report is intended solely for Integrated Equities Limited (the Securities Broker), SECP, PSX and NCCPL and should not be distributed to parties other than Integrated Equities Limited (the Securities Broker) or the SECP, PSX or NCCPL. Our opinion is not modified in respect of this matter.

### Responsibilities of Management and Those Charged with Governance for the statement

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

Those charged with governance are responsible for overseeing the Securities Broker's financial reporting process.

#### Offices also at:

**KARACHI:** OFFICE # 807, 8TH FLOOR, Q.M. HOUSE, PLOT NO. 11/2, ELLANDER ROAD, OPP. SHAHEEN COMPLEX,  
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**ISLAMABAD:** OFFICE # 12 & 13, 3RD FLOOR, FAZAL ARCADE, F-11 MARKAZ, ISLAMABAD, PAKISTAN.  
Tel: +9251-2228138, Fax: +9251-2228139, Email: islamabadoffice@njmi.net

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## Auditor's Responsibilities for the Audit of the statement

Our objectives are to obtain reasonable assurance about whether the statement is free from material misstatement whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this statement.

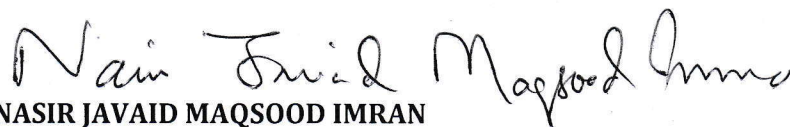
As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

Identify and assess the risks of material misstatement of the statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal control relevant to the audit 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 Securities Broker's internal control.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates, if any, and related disclosures made by management.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

  
NASIR JAVAID MAQSOOD IMRAN  
CHARTERED ACCOUNTANTS

(Nasir Gulzar)

LAHORE.

Date: September 13, 2018.



**INTEGRATED EQUITIES LIMITED**  
**STATEMENT OF NET CAPITAL BALANCE**  
**AS ON JUNE 30, 2018**  
**UNDER REGULATION 6(4) AND SCHEDULE II OF THE SECURITIES BROKERS**  
**(LICENSING AND OPERATIONS) REGULATIONS, 2016**

**CURRENT ASSETS**

	RUPEES
<b>Trade receivables</b>	
Book value	2,741,328
Outstanding for more than 14 days	(177,000)
	2,564,327
<b>Clients Securities - against overdue balance</b>	101,416
<b>Investment in listed securities</b>	
Investment regarding securities on exposure list	6,870,001
Less: 15% of market value	(1,030,500)
	5,839,501
<b>Total bank balances</b>	
Bank Balance pertaining to clients	13,836,447
Bank Balance pertaining to brokerage house	5,575,566
	19,412,013
<b>Cash deposited as margins with NCCPL</b>	1,000,000
	28,917,257

**CURRENT LIABILITIES**

<b>Trade payables within 30 days</b>	13,338,506
<b>Other Liabilities</b>	
Trade payables for more than 30 days	1,325,289
Other current liabilities	942,135
	2,267,424
<b>Net Capital Balance</b>	13,311,327

Note: The Company is submitting monthly NCB statements since October-2017 to PSX by adding Bank Guarantee as margin for trading of Rs. 9,600,000 provided to NCCPL which is secured on personal assets of Sponsors of the Company. If this amount is included then the Net Capital Balance becomes Rs. 22,911,327/-.

**Basis of accounting note to the statement:**

The statement of Net Capital Balance (the Statement) of Integrated Equities Limited has been prepared in conformity with the requirements of the Second Schedule of the Securities Brokers (Licensing and Operations) Regulations, 2016 read with Rule 2(d) of the Securities Exchange Commission (SEC) Rules 1971 (SEC Rules 1971) issued by the Securities & Exchange Commission of Pakistan (SECP) and guidelines issued by the SECP from time to time for calculation of the statement.

Chief Executive Officer



Director