

Review Report on Statement of Net Capital Balance

To the Chief Executive Officer of M/s. MRA Securities Limited

Introduction

We have reviewed the accompanying Statement of Net Capital Balance of **M/s. MRA Securities Limited** (the Securities Broker) as at **December 31, 2020** and notes to the Statement of Net 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 and 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 the International Standard on Review Engagements 2410 *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* which applies to a review of historical financial information performed by the independent auditor of the Securities Broker. A review of the Statement 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 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 the Second Schedule of the Regulations.

Other Matter- Restriction on Distribution and Use

Our report is intended solely for the MRA Securities Limited (the Securities Broker), SECP, 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.


Muhammad Waseem

Karachi

Date: 10 FEB 2021

MRA SECURITIES LIMITED
STATEMENT OF NET CAPITAL BALANCE AS AT DECEMBER 31, 2020
Excess of Current Assets over Current Liabilities determined in accordance with the
Third Schedule of Securities and Exchange Rules, 1971 read with the SECP guidelines

Notes to the statement

Rupees

1 Cash and bank balances

Cash in hand	91,302
Exposure margin deposited with NCCPL against trading of securities	551,086,924
Bank balance pertaining to clients	19,699,259
Bank balance pertaining to brokerage house	2,555,913
	<u>573,433,398</u>

2 Trade receivables

<i>Receivables against Ready Market</i>	
Book value	537,649,891
Less: overdue for more than 14 days	(35,822,769)
	501,827,122
<i>Balance against unsettled trade - Future Market</i>	47,285,977
<i>Receivables against MF</i>	
Book value	1,246,294,375
	<u>1,795,407,473</u>

3 Investment in Listed Securities in the name of broker

Securities marked to market	1,069,685,178
Less 15%	(160,452,777)
	<u>909,232,401</u>

4 Securities purchased for client
Against Ready Market

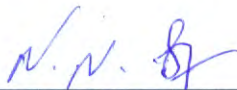
Overdue balance for more than 14 days	35,822,769
	<u>35,822,769</u>
Lower of overdue balance and securities held against such balance	22,458,403
	<u>22,458,403</u>

5 Trade payables

Book value	498,259,161
Less: overdue for more than 30 days	(84,485,077)
	<u>413,774,084</u>

6 Other liabilities

Creditors overdue for more than 30 days	84,485,077
Short Term Borrowings	1,058,793,381
Accrued Liabilities and Other Payables	352,250,622
	<u>1,495,529,079</u>



CHIEF EXECUTIVE OFFICER



DIRECTOR



MRA SECURITIES LIMITED
STATEMENT OF NET CAPITAL BALANCE
AS AT DECEMBER 31, 2020

Excess of Current Assets over Current Liabilities determined in accordance with the Third Schedule of Securities and Exchange Rules, 1971 read with the SECP guidelines

DESCRIPTION	VALUATION	RUPEES
<u>CURRENT ASSETS</u>		
Cash and Bank Balances	As per Book Value	573,433,398
Trade Receivables	Book Value less overdue for more than 14 days	1,795,407,473
Investment in listed securities in the name of broker.	Securities marked to market less 15% discount	909,232,401
Securities purchased for client	Securities purchased for the client and held by the member where the payment has not been received within 14 days.	22,458,403
Listed TFCs/Corporate Bonds of not less than BBB grade assigned by a credit rating company in Pakistan	Marked to market less 10% discount.	-
FIBs	Marked to market less 5% discount.	-
Treasury Bill	At market value	-
		<u>3,300,531,676</u>
<u>CURRENT LIABILITIES</u>		
Trade Payables	Book value less overdue for more than 30 days	413,774,084
Other Liabilities	As per Book values	1,495,529,079
		<u>1,909,303,164</u>
NET CAPITAL BALANCE AS AT DECEMBER 31, 2020		<u>1,391,228,512</u>

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CHIEF EXECUTIVE OFFICER

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DIRECTOR

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