

TOPLINE SECURITIES LIMITED

STATEMENT OF NET CAPITAL BALANCE

FOR THE PERIOD ENDED DECEMBER 31, 2020

TOPLINE SECURITIES LIMITED

Review Report on Statement of Net Capital Balance

The Chief Executive Officer of
Topline Securities Limited
Karachi

Opinion

We have reviewed the accompanying Statement of Net Capital Balance of **Topline Securities Limited** (the Securities Broker) 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 & 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 Standards on Review Engagement 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 consist of making inquiries, primarily of person 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 Second Schedule of the Regulations.

Other Matters – Restriction on Distribution and Use

Our Report is intended solely for Topline Securities Limited, 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.

NZM


Engagement Partner - Ahsan Elahi Vohra

Dated : March 10, 2021
Karachi:

TOPLINE SECURITIES LIMITED
NET CAPITAL BALANCE AS AT DECEMBER 31, 2020

(Excess of Current Assets over Current Liabilities as determined in accordance with the Schedule II of the Securities Brokers (Licensing and Operations) Regulations, 2016)

DESCRIPTION	VALUATION BASIS	VALUE (Amount in Rupees)
<u>CURRENT ASSETS</u>		
Cash in hand	As per book value	-
Cash at bank:		
- Pertaining to brokerage house	As per book value	3,127,939
- Pertaining to clients	As per book value	329,156,718
- Deposit against exposure and losses with NCCPL		-
		<u>171,372,062</u>
Total bank balances	As per book value	503,656,719
Trade Receivable		
	Book Value	558,055,909
	Less: overdue for more than 14 days	<u>(60,828,116)</u>
		497,227,793
Investment in Listed Securities in the name of broker		
	Market value	445,583,771
	Less: 15% discount	<u>(66,837,566)</u>
		378,746,206
Securities purchased for client	Securities purchased for the client and held by the member where the payment has not been received within 14 days.	
		<u>43,162,621</u>
		43,162,621
Listed Term Finance Certificates/Corporate Bonds (Not less than BBB grade)	Market value	
	Less: 10% discount	<u>-</u>
		-
Federal Investment Bonds	Market value	-
	Less: 5% discount	<u>-</u>
		-
Treasury bills	Market value	<u>99,729,900</u>
		1,522,523,239
<u>CURRENT LIABILITIES</u>		
Trade Payable	Book value	325,821,904
	Less: Overdue for more than 30 days	<u>(60,152,100)</u>
		265,669,804
Other liabilities	As classified under the generally accepted accounting principles.	
		572,983,471
		<u>838,653,275</u>
NET CAPITAL AS AT DECEMBER 31, 2020		<u><u>683,869,964</u></u>


CHIEF EXECUTIVE




DIRECTOR

