



PUNJAB CAPITAL SECURITIES (PVT) LTD.
(The Guardian of your Investments)

A Wholly Owned Subsidiary
of First Punjab Modaraba
A Group Company of the Bank of Punjab

Ref: PCSL-2022/466

Dec 15, 2022

Mr. Sarmad Hussain
Regional Incharge
Pakistan Stock Exchange Limited
Lahore.

Subject: SUBMISSION OF LIQUID CAPITAL (LC)

Dear Sir,

With reference to your earlier notice No. PSX/N-1084 dated November 03, 2022, continuous regarding the subject matter as per telephonic conversation with your representative they advised to submit their Liquid Capital ("LC") Statement as of November 30, 2022 in hard form. In this regards we are submitting ("LC") Statement for the month of November 30, 2022.

This is for your record and perusal.

Thanks and regards,

Irfan Aslam
Head of Operations



PUNJAB CAPITAL SECURITIES (PRIVATE) LIMITED

STATEMENT OF LIQUID CAPITAL

AS AT NOVEMBER 30, 2022

(In accordance with third schedule of Securities Brokers (Licensing and Operations) Regulations, 2016)

	<i>Note</i>	Rupees
Adjusted value of Assets	1.19	55,722,211
Adjusted value of liabilities	2.5	(22,367,995)
Total ranking liabilities	3.11	(9,062,104)
LIQUID CAPITAL		<u><u>24,292,112</u></u>

The annexed notes from 1 to 4 form an integral part of this statement.


CHIEF EXECUTIVE


DIRECTOR

PUNJAB CAPITAL SECURITIES (PRIVATE) LIMITED
 NOTES TO THE STATEMENT OF LIQUID CAPITAL
 AS AT NOVEMBER 30, 2022

(In accordance with third schedule of Securities Brokers (Licensing and Operations) Regulations, 2016)

No.	Head of Account	Value In Pak Rupees	Hair Cut / Adjustments	Net Adjusted Value
I. Assets				
1.1	Property & Equipment	1,902,166	1,902,166	-
1.2	Intangible Assets	7,140,225	7,140,225	-
1.3	Investment in Govt. Securities	-	-	-
	Investment in Debt. Securities			
	If listed than:			
	i. 5% of the balance sheet value in the case of tenure upto 1 year.	-	-	-
	ii. 7.5% of the balance sheet value, in the case of tenure from 1-3 years.	-	-	-
	iii. 10% of the balance sheet value, in the case of tenure of more than 3 years.	-	-	-
	If unlisted than:			
	i. 10% of the balance sheet value in the case of tenure upto 1 year.	-	-	-
	ii. 12.5% of the balance sheet value, in the case of tenure from 1-3 years.	-	-	-
	iii. 15% of the balance sheet value, in the case of tenure of more than 3 years.	-	-	-
	Investment in Equity Securities			
	i. If listed 15% or VaR of each security on the cutoff date as computed by the Clearing house for respective security whichever is higher.			
	ii. provided that if any of these securities are pledge with the securities exchange for maintaining Base Minimum Capital Requirement, 100% haircut on the value of eligible securities to the extent of minimum required value of Base Minimum Capital.			
	iii. If unlisted, 100% of carrying value.	22,969,624	22,969,624	-
1.6	Investment in subsidiaries	-	-	-
	Investment in associated companies/undertaking			
	i. If listed 20% or VaR of each securities as computed by the Securities Exchange for respective securities whichever is higher.	-	-	-
	ii. If unlisted, 100% of net value.	-	-	-
1.8	Statutory or regulatory deposits/basic deposits with the exchanges, clearing house or central depository or any other entity. However any excess amount of cash deposit with securities exchange to comply with requirement of base minimum capital may be taken in calculation of LC shall be insterted.	8,090,527	8,090,527	-
1.9	Margin deposits with exchange and clearing house.	22,400,000	-	22,400,000
1.10	Deposit with authorized intermediary against borrowed securities under SLB.	-	-	-
1.11	Other deposits and prepayments	1,345,785	1,345,785	-
1.12	Accrued interest, profit or mark-up on amounts placed with financial institutions or debt securities etc. (Nil)	754,097	-	754,097
	100% in respect of markup accrued on loans to directors, subsidiaries and other related parties	-	-	-
1.13	Dividends receivables.	-	-	-
1.14	Amounts receivable against Repo financing. Amount paid as purchaser under the REPO agreement. (Securities purchased under repo arrangement shall not be included in the investments.)	-	-	-
1.15	i. Advances and Receivables other than trade receivables.	2,756,438	2,756,438	-
	I. No haircut may be applied on the short Term Loan To Employees provided these loans are Secured and Due for repayment within 12 months	-	-	-
	II. No haircut may be applied to the advance tax to the extent it is nated with the provision of taxation	-	-	-
	III. In all other cases 100% of net values	-	-	-
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.	1,411,232	-	1,411,232
	Receivables from customers			
	i. In case receivables are against margin financing, the aggregate if value of securities held in the blocked account after applying VAR based Haircut, cash deposited as collateral by the finacee market value of any securities deposited as collateral after applying VaR based haircut. <i>i. Lower of net balance sheet value or value determined through adjustments.</i>	8,699,588	6,522,436	6,522,436
	ii. In case receivables are against margin trading, 5% of the net balance sheet value. <i>ii. Net amount after deducting haircut</i>	-	-	-
	iii. In case receivables are against securities borrowings under SLB, the amount paid to NCCPL as collateral upon entering into contract, <i>iii. Net amount after deducting haircut</i>	-	-	-
	iv. In case of other trade receivables not more than 5 days overdue, 0% of the net balance sheet value. <i>iv. Balance sheet value</i>	1,899,280	-	1,899,280
1.17	v. In case of other trade receivables are overdue, or 5 days or more, the aggregate of 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. <i>v. Lower of net balance sheet value or value determined through adjustments</i>	1,590,384	1,560,620	1,560,620

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S.No.	Head of Account	Value in Pak Rupees	Hair Cut / Adjustments	Net Adjusted Value
	<p>vi. 100% haircut in the case of amount receivable from related parties.</p> <p>In case of amount receivable from related parties, value determined after applying applicable haircut on underlying securities readily available in respective CDS account of the related party in the following manner:</p> <p>a) up to 30 days, value determined after applying VaR base haircuts: b) above 30 days but upto 90 days, value determined after applying 50% or VaR base haircut which is higher: c) above 90 days, 100% haircut shall be applicable.</p> <p>vi. Lower of net balance sheet value or value determined through adjustments</p>	716,896	716,896	-
1.18	<p>Cash and Bank balances</p> <p>i. Bank Balance-proprietary accounts</p> <p>ii. Bank balance-customer accounts</p> <p>iii. Cash in hand</p>	789,824 20,369,122 15,600	- - -	789,824 20,369,122 15,600
1.19	<p>Subscription money against investment in IPO/Offer</p> <p>i. No haircut may be applied in respect of amount paid as subscription money provided that shares have not been receivable against margin financing does not exceed Rs. 5 million. ii. In case of investment in IPO where shares have been allotted but not yet credited in CDS account, 25% haircut will be applicable on the value of such securities. iii. In case of subscription in right share where the shares have not yet been credited in CDS account, 15% or VAR base haircut which ever is higher will be applied on right shares NOTE: only amount exceeding by 10% of each financee from aggregate amount shall be included in ranking liabilities.</p>			
1.20	Total Assets	102,850,788	53,004,716	55,722,211
2. Liabilities				
2.1	<p>Trade Payables</p> <p>i. Payable to exchanges and clearing house</p> <p>ii. Payable against leveraged market products</p> <p>iii. Payable to customers</p>	1,616,290 - 16,920,587	- - -	1,616,290 - 16,920,587
2.2	<p>Current Liabilities</p> <p>i. Statutory and regulatory dues</p> <p>ii. Accruals and other payables</p> <p>iii. Short-term borrowings</p> <p>iv. Current portion of subordinated loans</p> <p>v. Current portion of long term liabilities</p> <p>vi. Deferred Liabilities</p> <p>vii. Provision for bad debts</p> <p>viii. Provision for taxation</p> <p>ix. Other liabilities as per accounting principles and included in the financial statements</p>	- 1,627,565 - - - - - 1,604,071 -	- - - - - - - - -	- 1,627,565 - - - - - 1,604,071 -
2.3	<p>Non-Current Liabilities</p> <p>i. Long-Term financing</p> <p>a. Long-Term financing obtained from financial institution: Long term portion of financing obtained from a financial institution including amount due against finance lease</p> <p>b. Other long-term financing</p> <p>ii. Staff retirement benefits</p> <p>iii. Advance against shares for Increase in Capital of Securities broker: 100% haircut may be allowed in respect of advance against shares if:</p> <p>a. The existing authorized share capital allows the proposed enhanced share capital</p> <p>b. Board of Directors of the company has approved the increase in capital</p> <p>c. Relevant Regulatory approvals have been obtained</p> <p>d. There is no unreasonable delay in issue of shares against advance and all regulatory requirements relating to the increase in paid up capital have been completed.</p> <p>e. Auditor is satisfied that such advance is against the increase of capital.</p> <p>iv. Other liabilities as per accounting principles and included in the financial statements</p>	- - - - - - - 599,483 -	- - - - - - - - -	- - - - - - - 599,483 -
2.4	<p>Subordinated Loans</p> <p>i. 100% of Subordinated loans which fulfill the conditions specified by SECP are allowed to be deducted: The Schedule III provides that 100% haircut will be allowed against subordinated Loans which fulfill the conditions specified by SECP. In this regard, following conditions are specified:</p> <p>a. Loan agreement must be executed on stamp paper and must clearly reflect the amount to be repaid after 12 months of reporting period</p> <p>b. No haircut will be allowed against short term portion which is repayable within next 12 months.</p> <p>c. In case of early repayment of loan, adjustment shall be made to the Liquid Capital and revised Liquid Capital statement must be submitted to exchange.</p> <p>ii. Subordinated loans which do not fulfill the conditions specified by SECP</p>			
2.5	Total Liabilities	22,367,995	-	22,367,995
3. Ranking Liabilities Relating to :				
3.1	<p>Concentration in Margin Financing</p> <p>The amount calculated on 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. "Provided that above prescribed adjustments shall not be applicable where the aggregate amount of receivable against margin financing does not exceed Rs. 5 million". Note: only amount exceeding by 10% of each financee from aggregate amount shall be included in the ranking liabilities.</p>		8,781,334	8,781,334

S. No.	Head of Account	Value In Pak Rupees	Hair Cut / Adjustments	Net Adjusted Value
3.1	Concentration in securities lending and borrowing The amount by which the aggregate of: (i) Amount deposited by the borrower with NCCPI (ii) Cash margins paid and (iii) The market value of securities pledged as margins exceed the 110% of the market value of shares borrowed. Note: only amount exceeding by 110% of each borrower from market value of shares borrowed shall be included in the ranking liabilities.			
3.2	Net underwriting Commitments			
3.3	(a) in the case of right issue : if the market value of securities is less than or equal to the subscription price; the aggregate of: (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 issue 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			
3.4	Negative equity of subsidiary The amount by which the total assets of the subsidiary (excluding any amount due from the subsidiary) exceed the total liabilities of the subsidiary	-	-	-
3.5	Foreign exchange agreements and foreign currency positions 5% of the net position in foreign currency. Net position in foreign currency means the difference of total assets denominated in foreign currency less total liabilities denominated in foreign currency	-	-	-
3.6	Amount Payable under REPO Repo adjustment			
3.7	In the case of financier/purchaser the total amount receivable under Repo less the 110% of the market value of underlying securities. In the case of financee/seller the market value of underlying securities after applying haircut less the total amount received less value of any securities deposited as collateral by the purchaser after applying haircut less any cash deposited by the purchaser.			
3.8	Concentrated proprietary positions If the market value of any security is between 25% and 51% of the total proprietary positions then 5% of the value of such security .If the market value of a security exceeds 51% of the proprietary position, then 10% of the value of such security	-	280,770	280,770
3.9	Opening Positions in futures and options i. In case of customer positions, the total margin requirements in respect of open positions less the amount of cash deposited by the customer and the value of securities held as collateral/ pledged with securities exchange after applying VaR haircuts ii. In case of proprietary positions, the total margin requirements in respect of open positions to the extent not already met	-	-	-
3.10	Short sell positions i. In case of customer positions, the market value of shares sold short in ready market on behalf of customers after increasing the same with the VaR based haircuts less the cash deposited by the customer as collateral and the value of securities held as collateral after applying VAR based Haircuts ii. In case of proprietary positions, the market value of shares sold short in ready market and not yet settled increased by the amount of VAR based haircut less the value of securities pledged as collateral after applying haircuts.	-	-	-
3.11	Total Ranking Liabilities	-	9,062,104	9,062,104
4. Basis of Accounting				
This Statement of Liquid Capital has been prepared in accordance with the requirements of the Third Schedule of the Securities Brokers (Licensing and Operations) Regulations, 2016 (the Regulations) issued by the Securities & Exchange Commission of Pakistan (SECP).				

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Ausam / Bait
CHIEF EXECUTIVE

DIRECTOR