

### 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.

The engagement partner on the audit resulting in this independent auditor's report is **Imran Iqbal**

Karachi

Dated: September 06, 2018

*Umy Hassan Naeem*  
Chartered Accountant

**Creative Capital Securities (Pvt.) Limited**  
**Net Capital Balance As At 30th June 2018**

DESCRIPTION	VALUATION BASIS	Rupees VALUE
<b><u>CURRENT ASSETS</u></b>		
Cash in hand	As per book value	6,240
Cash at bank	Bank balances pertaining to brokerage house	622,102
	Bank balances pertaining to client	35,296,893
	Total bank balances	35,918,995
Deposits against exposure and losses with Pakistan Stock Exchange	As per book value	24,400,000
Trade Receivable	Book Value	81,783,882
	Less: overdue for more than 14 days	(62,275,386)
	Book Value less Overdue for more than 14 days	19,508,496
Investment in Listed Securities in the name of broker	Market value	17,074,976
	Less: 15% discount	(2,561,246)
Securities purchased for client	Securities purchased for the client and held by the member where the payment has not been received within 14 days.	9,877,722
Listed Term Finance Certificates/Corporate Bonds (Not less than BBB grade)	Market value	-
Federal Investment Bonds	Less: 10% discount	-
	Market value	-
Treasury bills	Less: 15% discount	-
	Market value	-
		43,899,947
		<u>104,225,182</u>
<b><u>CURRENT LIABILITIES</u></b>		
Trade Payable	Book value	33,498,316
	Less: Overdue for more than 30 days	(14,238,617)
Other liabilities	Overdue for more than 30 days	14,238,617
	As classified under the generally accepted accounting principles.	2,644,311
		16,882,928
		<u>68,082,555</u>

**Net Capital Balance As At 30th June 2018**

\_\_\_\_\_  
 CHIEF EXECUTIVE



\_\_\_\_\_  
 DIRECTOR