

AZEE SECURITIES (PVT.) LIMITED
Statement of Liquid Capital
UNDER REGULATION 6(4) AND SCHEDULE III OF THE SECURITIES BROKERS
(LICENSING AND OPERATIONS) REGULATIONS, 2016
As on 30.09.2021

S.No.	Head of Account	Value in Pak Rupees	Hair Cut / Adjustments	Net Adjusted Value
1. Assets				
1.1	Property & Equipment			
1.2	Intangible Assets			
1.3	Investment in Govt. Securities	99,906,528	100.00%	
	Investment in Debt Securities	3,515,000	100.00%	
	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.		5.00%	
	iii. 10% of the balance sheet value, in the case of tenure of more than 3 years.		7.50%	
	If unlisted than:			
	i. 10% of the balance sheet value in the case of tenure upto 1 year.		10.00%	
	ii. 12.5% of the balance sheet value, in the case of tenure from 1-3 years.		10.00%	
	iii. 15% of the balance sheet value, in the case of tenure of more than 3 years.		12.50%	
	Investment in Equity Securities		15.00%	
	i. If listed 15% or VaR of each securities on the cutoff date as computed by the Securities Exchange for respective securities whichever is higher. (Provided that if any of these securities are pledged with the securities exchange for base minimum capital requirement, 100% haircut on the value of eligible securities to the extent of minimum required value of Base minimum capital	333,756	73,410	260,346
	ii. If unlisted, 100% of carrying value.			
1.6	Investment in subsidiaries		100.00%	
	Investment in associated companies/undertaking		100.00%	
	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.		100.00%	
	(i) 100% of net value, however any excess amount of cash deposited with securities exchange to comply with requirements of base minimum capital may be taken in the calculation of LC			
1.9	Margin deposits with exchange and clearing house.	3,259,600	100.00%	
1.10	Deposit with authorized intermediary against borrowed securities under SLB.	1,500,000		1,500,000
1.11	Other deposits and prepayments			
	Accrued interest, profit or mark-up on amounts placed with financial institutions or debt securities etc.(Nil)	1,528,000	100.00%	
1.12	100% in respect of markup accrued on loans to directors, subsidiaries and other related parties			
1.13	Dividends receivables.		100.00%	
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.)			
	Advances and Receivables other than trade receivables			
	(i) No haircut may be applied on the short term loan to employees provided these loans are secured and due for repayments within 12 months.			
1.15	(ii) No haircut may be applied to the advance tax to the extent it is netted with provision of taxation.	2,487,838		2,487,838
	(iii) In all other cases 100% of net value	78,807	100.00%	
		6,079,711	100.00%	

1.16	Receivables from clearing house or securities exchanges)			
	100% value of claims other than those on account of entitlements against trading of securities in all markets including MtM gains.			
	Receivables from customers			
	i. In case receivables are against margin financing, the aggregate of (i) value of securities held in the blocked account after applying VAR based Haircut, (ii) cash deposited as collateral by the financee (iii) market value of any securities deposited as collateral after applying VaR based haircut.			
	i. Lower of net balance sheet value or value determined through adjustments.			
	ii. In case receivables are against margin trading, 5% of the net balance sheet value.		5.00%	
	ii. Net amount after deducting haircut			
	iii. In case receivables are against securities borrowings under SLB, the amount paid to NCCPL as collateral upon entering into contract,			
1.17	iii. Net amount after deducting haircut			
	iv. In case of other trade receivables not more than 5 days overdue, 0% of the net balance sheet value.	10,898,364		10,898,364
	iv. Balance sheet value			
	v. In case of other trade receivables are overdue, or 5 days or more, the aggregate of (i) 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.	220,300,032	146,520,874	73,779,158
	v. Lower of net balance sheet value or value determined through adjustments		100.00%	
	vi. 100% haircut in the case of amount receivable from related parties.			
1.18	Cash and Bank balances	181,870		181,870
	i. Bank Balance-proprietary accounts	4,301,330		4,301,330
	ii. Bank balance-customer accounts	217,366		217,366
	iii. Cash in hand			
	Subscription money against investment in IPO/ offer for sale (asset)			
	(i) No haircut may be applied in respect of amount paid as subscription money provided that shares have not been allotted or are not included in the investments of securities broker.			
1.19	(ii) In case of Investment in IPO where shares have been allotted but not yet credited in CDS Account, 25% haircuts will be applicable on the value of such securities.			
	(iii) In case of subscription in right shares where the shares have not yet been credited in CDS account, 15% or VAR based haircut whichever is higher, will be applied on Right Shares.	354,588,202		93,626,272
1.20	Total Assets			
2.	Liabilities			
2.1	Trade Payables			
	i. Payable to exchanges and clearing house			
	ii. Payable against leveraged market products	1,997,864		1,997,864
	iii. Payable to customers			
2.2	Current Liabilities			
	i. Statutory and regulatory dues	884,501		884,501
	ii. Accruals and other payables	11,341,207		11,341,207
	iii. Short-term borrowings			
	iv. Current portion of subordinated loans	2,133,012		2,133,012
	v. Current portion of long term liabilities			
	vi. Deferred Liabilities			

2.2	vii. Provision for bad debts			
	viii. Provision for taxation			
	ix. Other liabilities as per accounting principles and included in the financial statements	742,488	-	742,488
Non-Current Liabilities				
2.3	i. Long-Term financing			
	ii. Other liabilities as per accounting principles and included in the financial statements	2,613,156	-	2,613,156
	iii. Staff retirement benefits			
2.4	Subordinated Loans			
	100% of Subordinated loans which fulfill the conditions specified by SECP are allowed to be deducted			
2.5	Advance against shares for increase in capital of securities broker			
	100% Haircut may be allowed in respect of advance against shares if:			
	(a) The existing authorized share capital allows the proposed enhanced share capital			
	(b) Board of Directors of the company has approved the increase in capital			
	(c) Relevant Regulatory approvals have been obtained			
2.6	(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			
	(e) Auditor is satisfied that such advance is against the increase of capital.			
	Total Liabilities			
3. Ranking Liabilities Relating to:		19,712,228		19,712,228
3.1	Concentration in Margin Financing			
	The amount calculated 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.			
3.2	Concentration in securities lending and borrowing			
	The amount by which the aggregate of:			
	(i) Amount deposited by the borrower with NCCPL			
	(ii) Cash margins paid and			
3.3	(iii) The market value of securities pledged as margins exceed the 110% of the market value of shares borrowed			
	Net underwriting Commitments			
	(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.			
3.4	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			
3.5	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			
3.6	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 of a security exceeds 51% of the proprietary position, then 10% of the value of such security			
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			

Calculations Summary of Liquid Capital

- (i) Adjusted value of Assets (serial number 1.20)
(ii) Less: Adjusted value of liabilities (serial number 2.6)
(iii) Less: Total ranking liabilities (series number 3.11)
LIQUID CAPITAL BALANCE as at 30 SEP 24

354,588,202
(19,712,228)

93,626,272
(19,712,228)

334,875,974

73,914,044

Chief Executive



Chief Financial Officer