

## AUDITORS' REPORT TO THE CHIEF EXECUTIVE OFFICER

We have audited the accompanying "Statement of Net Capital" of **Summit Capital (Private) Limited** (the Company) and other explanatory notes (together the 'financial information') for the period ended **30 June 2014**. The financial information has been prepared by management based on the accounting policies of the Company and in accordance with Rule 11(1) (n) of Commodity Exchange and Futures Contracts Rules, 2005 (herein after referred to as the net capital reporting framework).

### Management's Responsibility for the Financial Information

Management is responsible for the preparation of the financial information in accordance with the net capital reporting framework, and for such internal control as management determines is necessary to enable the preparation of the financial information that is free from material misstatement, whether due to fraud or error.

### Auditors' Responsibility

Our responsibility is to express an opinion on the financial information based on our audit. We conducted our audit in accordance with International Standards on Auditing as applicable in Pakistan. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial information is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial information. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial information, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of the financial information 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 Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial information.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



### Opinion

In our opinion, the financial information of the Company for the period ended June 30, 2014 is prepared, in all material respects, in accordance with the net capital reporting framework.

### Basis of Preparation and Restriction on Distribution

Without modifying our opinion, we draw attention to Note 1 to the financial information, which describes the basis of preparation. The financial information is prepared to assist the Company to meet the requirements of the Securities and Exchange Commission of Pakistan and Pakistan Mercantile Exchange Limited. As a result, the financial information may not be suitable for another purpose. Our report is intended solely for use of the Company, the Securities and Exchange Commission of Pakistan and Pakistan Mercantile Exchange Limited, and should not be distributed to other parties.



**Chartered Accountants**

**Date:** 12 September 2014

**Karachi**

**SUMMIT CAPITAL (PRIVATE) LIMITED**  
**STATEMENT OF NET CAPITAL**  
**AS AT JUNE 30, 2014**

Description	Valuation basis	Note	June 30, 2014 (Rs. in '000)
<b>CURRENT ASSETS</b>			
Cash at bank	As per book value		64,931
Trade receivables	As per book value Less: Overdue for more than 14 days	2	22,284
Exposure margins with stock exchanges	As per book value		21,427
Investment in listed shares	15% discount		27,350
Shares purchased for clients	15% discount		10,732
			<u>146,724</u>
<b>CURRENT LIABILITIES</b>			
Trade payables	As per book value		46,781
Other payables	As classified under the generally accepted accounting principles		24,701
			<u>71,482</u>
<b>NET CAPITAL</b>			<u><u>75,242</u></u>

**Notes:**

1. This statement of Net Capital Balance is prepared in accordance with Rule 11(1)(n) of the Commodity Exchange and Futures Contracts Rules, 2005.

These are net of overdue balances of more than 14 days.



*Rahat S...*

Chief Executive Officer



*S...*

Chief Financial Officer