

1328-28/2
February 28, 2017

Mr. Rahat Saeed Khan
Chief Executive Officer
Summit Capital (Private) Limited (the Company)
701-702, 7th floor, Business & Finance Centre
I.I Chundrigar Road
Karachi

Sir

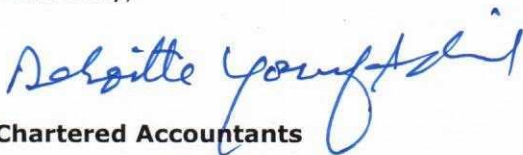
REPORT ON NET CAPITAL BALANCE

This is to report that the Net Capital Balance of the Company, a member of Pakistan Mercantile Exchange Limited, as defined under Rule 11(1)(n) of Commodity Exchange and Future Contract rules, 2005 amounted to Rs.106.721 million as at December 31, 2016 as per the Statement of Net Capital prepared by the management and annexed to this letter.

We further confirm that the above net capital balance of the Company is calculated on the basis of audited financial statements for the year ended 31 December 2016 on which we have issued our audit report dated

~~01 MAR 2017~~

Yours truly,



Chartered Accountants

DYA

AUDITORS' REPORT TO THE CHIEF EXECUTIVE OFFICER

We have audited the accompanying 'Statement of Net Capital' and other explanatory notes (the Statement) of **Summit Capital (Private) Limited** (the Company) as at December 31, 2016. The Statement has been prepared by the management based on the accounting policies of the Company and in accordance with Rule 11(1)(n) of Commodity Exchange and Future Contract rules, 2005 (the net capital reporting framework).

Management's Responsibility for the Statement

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Statement 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 Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement 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 Statement.

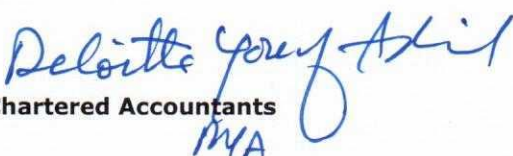
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the Statement as of December 31, 2016, 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 Statement which describes the basis of preparation. The Statement is prepared to assist the Company to meet the requirements of Securities and Exchange Commission of Pakistan and Pakistan Mercantile Exchange Limited. As a result, the Statement may not be suitable for another purpose. Our report is intended solely for the use of the Company, Securities and Exchange Commission of Pakistan and Pakistan Mercantile Exchange Limited, and should not be distributed to other parties.


Chartered Accountants
MA

Dated: 01 MAR 2017
Karachi

**SUMMIT CAPITAL (PRIVATE) LIMITED
STATEMENT OF NET CAPITAL
AS AT DECEMBER 31, 2016**

| Description | Valuation basis | Note | December 31, 2016 Rupees |
|---|---|------|--------------------------------|
| CURRENT ASSETS | | | |
| Cash at bank | As per book value | | 135,665,044 |
| Trade receivables | As per book value | 2 | 4,362,106 |
| Exposure margins with stock exchange | As per book value | | 63,410,045 |
| Investment in listed shares | 15% discount | | 5,095,963 |
| Shares purchased for clients | 15% discount | | 26,760,036 |
| | | | 235,293,193 |
| CURRENT LIABILITIES | | | |
| Trade payables | As per book value | | 114,376,976 |
| Other payables | As classified under the generally accepted accounting principles | | 14,195,079 |
| | | | 128,572,055 |
| NET CAPITAL | | | 106,721,138 |

Notes:

- 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.

DSA

Rohat S. n
Chief Executive Officer



S. Jain
Chief Financial Officer