

**SUMMIT CAPITAL (PRIVATE) LIMITED  
INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE PERIOD ENDED SEPTEMBER 30, 2016**

**SUMMIT CAPITAL (PRIVATE) LIMITED**  
**CONDENSED INTERIM BALANCE SHEET AS AT SEPTEMBER 30, 2016**

		September 30, 2016	December 31, 2015
Note	-----	(Rs. in '000)-----	
		(Unaudited)	(Audited)
<b><u>ASSETS</u></b>			
<b>NON-CURRENT ASSETS</b>			
Fixed assets	4	52,566	54,415
Long-term investment		24,886	24,886
Investment properties		20,163	20,471
Long term deposits	5	2,092	2,592
Deferred tax asset - net		5,639	5,639
		105,346	108,003
<b>CURRENT ASSETS</b>			
Trade debts	6	120,819	36,599
Short term loans, deposits, prepayments and others	7	114,243	52,888
Advance tax - net		16,908	16,004
Cash and bank balances	8	124,496	112,362
		376,466	217,853
		481,812	325,856
<b><u>EQUITY AND LIABILITIES</u></b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorised capital		500,000	500,000
50,000,000 ordinary shares of Rs. 10/- each		500,000	500,000
Issued, subscribed and paid up capital		300,000	300,000
Accumulated loss		(41,415)	(40,735)
		258,585	259,265
<b>CURRENT LIABILITIES</b>			
Short term borrowing - secured	9	39,088	-
Trade and other payables	10	183,548	66,591
Accrued interest		591	-
		223,227	66,591
<b>CONTINGENCIES AND COMMITMENTS</b>			
		481,812	325,856
		481,812	325,856

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

  
 CHIEF EXECUTIVE OFFICER

  
 DIRECTOR

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**SUMMIT CAPITAL (PRIVATE) LIMITED**  
**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)**  
**FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2016**

		September 30, 2016	September 30, 2015
	Note	------(Rs. in '000)-----	
<b>Income</b>			
Brokerage commission	10	63,164	66,312
Unrealised gain/(loss) on revaluation of held-for-trading securities - net		-	(140)
Gain/(loss) on sale of securities - net		6,226	24,040
Gain/(loss) on sale of operating fixed assets		122	621
Dividend income on shares		1,034	1,120
Other income	10	13,026	23,112
		<b>83,572</b>	<b>115,065</b>
<b>Expenditure</b>			
Operating and administrative expenses		69,363	66,642
Financial charges	10	7,622	10,774
		<b>76,985</b>	<b>77,416</b>
<b>Profit/(loss) before taxation</b>		<b>6,587</b>	<b>37,649</b>
Taxation - current		7,267	8,721
<b>Profit/(loss) after taxation / total comprehensive profit/(loss) for the period</b>		<b>(680)</b>	<b>28,928</b>
<b>Profit/(loss) per share - basic and diluted (Rupee)</b>		<b>(0.02)</b>	<b>0.96</b>

The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

*Rohat Sana*  


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**CHIEF EXECUTIVE OFFICER**

*Ammy*  


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**DIRECTOR**

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**SUMMIT CAPITAL (PRIVATE) LIMITED**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2016**

	<b>September 30,</b>	<b>September 30,</b>
	<b>2016</b>	<b>2015</b>
<b>Note</b>	<b>------(Rs. in '000)-----</b>	
<b>Cash flows from operating activities</b>		
Profit/(loss) before taxation	<b>6,587</b>	37,649
<b>Adjustments for:</b>		
Depreciation	<b>3,132</b>	3,037
Amortization	<b>79</b>	113
Unrealised (gain)/loss on revaluation of held-for-trading securities - net	<b>-</b>	140
(Gain)/loss on sale of securities - net	<b>(6,226)</b>	(24,040)
(Gain)/loss on sale of operating fixed assets	<b>(122)</b>	(621)
Financial charges	<b>7,622</b>	10,774
	<b>4,485</b>	(10,597)
	<b>11,072</b>	27,052
<b>(Increase)/decrease in current assets</b>		
Trade debtors	<b>(84,220)</b>	(26,573)
Short term loans deposit, prepayments and others	<b>(61,355)</b>	20,694
Accrued mark-up	<b>-</b>	541
Long term loans and deposits	<b>500</b>	(100)
	<b>(145,075)</b>	(5,438)
<b>Increase/(decrease) in current liabilities</b>		
Trade and other payables	<b>116,957</b>	(11,890)
Short term borrowing	<b>39,088</b>	-
	<b>156,045</b>	(11,890)
<b>Cash (used in)/generated from operations</b>	<b>22,042</b>	9,724
Income tax paid	<b>(8,172)</b>	(8,903)
Financial charges paid	<b>(7,031)</b>	(10,299)
<b>Net cash (used in)/inflow from operating activities</b>	<b>6,839</b>	(9,478)
<b>Cash flows from investing activities</b>		
Capital expenditure incurred	<b>(1,996)</b>	(7,215)
Proceed from sale of tangible fixed assets	<b>1,065</b>	2,072
Short-term investments	<b>6,226</b>	29,158
<b>Net cash (used in)/inflow from investing activities</b>	<b>5,295</b>	24,015
<b>Cash flows from financing activities</b>		
Long term loan	<b>-</b>	-
<b>Net cash used in financing activities</b>	<b>-</b>	-
<b>Net decrease in cash &amp; cash equivalents</b>	<b>12,134</b>	14,537
<b>Cash and cash equivalents at the beginning of the period</b>	<b>112,362</b>	87,133
<b>Cash and cash equivalents at the end of the period</b>	<b>124,496</b>	101,670
<b>Cash and cash equivalents:</b>		
Cash and bank balances	<b>124,496</b>	101,670

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The annexed notes 1 to 12 form an integral part of these condensed interim financial statements.

*Rahat Sana*

CHIEF EXECUTIVE OFFICER

*Jimmy*  
DIRECTOR

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**SUMMIT CAPITAL (PRIVATE) LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2016**

	Issued, subscribed and paid up capital	Accumulated loss	Total
	----- (Rs. in 000') -----		
Balance as on January 01, 2015	300,000	(61,175)	238,825
Total comprehensive income for the period	-	28,928	28,928
<b>Balance as at September 30, 2015</b>	<b>300,000</b>	<b>(32,247)</b>	<b>267,753</b>
Balance as on January 01, 2016	300,000	(40,735)	259,265
Total comprehensive income for the period	-	(680)	(680)
<b>Balance as at September 30, 2016</b>	<b>300,000</b>	<b>(41,415)</b>	<b>258,585</b>

*Rohat S. -*

CHIEF EXECUTIVE OFFICER

*Ammy*  
DIRECTOR

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**SUMMIT CAPITAL (PRIVATE) LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2016**

**1. THE COMPANY AND ITS OPERATIONS**

Summit Capital (Private) Limited (the Company) is a private limited company, incorporated in Pakistan on March 08, 2006 under the Companies Ordinance, 1984. The Company is a TREC holder of Pakistan Stock Exchange Limited and Pakistan Mercantile Exchange Limited. The principal activities of the Company are equity brokerage, money market brokerage, interbank foreign exchange brokerage, commodity brokerage and research. The registered office of the Company is situated at 701-702, 7th Floor, Business and Finance Centre, Opposite State Bank of Pakistan, I.I Chundrigar Road, Karachi. The Company is a wholly owned subsidiary of Summit Bank Limited.

**2. BASIS OF PREPARATION**

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, provisions of and directives issued under the Companies Ordinance, 1984. In case requirements differ, the provisions or directives of the Companies Ordinance, 1984 shall prevail.

These condensed interim financial statements are unaudited and are being submitted to the shareholders in accordance with the requirements of section 245 of the Companies Ordinance, 1984. These condensed interim financial statements are presented in Pak Rupees, which is the Company's functional and presentation currency and rounded off to the nearest rupee.

**3. ACCOUNTING POLICIES**

The accounting policies adopted for the preparation of these condensed interim financial statements are same as those applied in the preparation of financial statements for the year ended December 31, 2015.

	September 30, 2016 (Unaudited)	December 31, 2015 (Audited)
Note	------(Rs. in '000)-----	
<b>4. FIXED ASSETS</b>		
Operating fixed assets - tangible	41,921	45,399
Intangible assets (including TREC)	6,437	6,516
Capital work in progress	4,208	2,500
	<u>52,566</u>	<u>54,415</u>
<b>5. LONG TERM DEPOSITS</b>		
Long-term deposits - considered good	2,092	2,592
	<u>2,092</u>	<u>2,592</u>
<b>6. TRADE DEBTS</b>		
<b>Considered good</b>		
Due from clients in respect of securities transactions	56,518	27,765
Commission receivable - unsecured	18,622	8,834
Receivable against sale of securities from clearing house	45,679	-
<b>Considered doubtful</b>		
Due from clients in respect of securities transactions - unsecured	61,125	61,125
	<u>181,944</u>	<u>97,724</u>
Less: provision for doubtful debts	61,125	61,125
	<u>120,819</u>	<u>36,599</u>
<b>6.1</b>	Includes Rs. 3.807 (2015: 1.658) million due from the holding company.	
<b>7. SHORT TERM LOANS, ADVANCES, PREPAYMENTS AND OTHERS</b>		
Prepayments	1,325	330
Short term loans	7.1 460	210
Exposure deposits	7.2 112,458	52,348
	<u>114,243</u>	<u>52,888</u>

7.1 These loans represent loans to employees for domestic purposes under the terms of employment. These loans carry mark-up at the rate of 8% per annum.

7.2 This represents exposure deposit held with the Pakistan Stock Exchange Limited under the exposure rules.

8. CASH AND BANK BALANCES	Note	September 30,	December 31,
		2016 (Unaudited)	2015 (Audited)
		------(Rs. in '000)-----	
Cash with banks:			
- Current accounts		122,841	53,806
- PLS saving accounts		1,628	58,538
Cash in hand	8.1	27	18
		<u>124,496</u>	<u>112,362</u>

8.1 Includes aggregate balance of Rs. 124.382 (2015: Rs. 53.758) million maintained with the holding company.

#### 9. SHORT TERM FINANCE - SECURED

9.1 Represents a running financing facility of Rs. 300 million from holding company against hypothecation of receivables and carries mark-up rate of 3 months KIBOR average ask side rate plus 2.50%.

#### 10. TRADE AND OTHER PAYABLES

Due to clients in respect of securities transactions	168,461	51,319
Deposit from employees against vehicles	707	585
Accrued liabilities	13,212	8,686
Workers' Welfare Fund	1,157	1,157
Payable against purchase of securities to clearing house	-	4,844
Others	11	-
	<u>183,548</u>	<u>66,591</u>

#### 11. RELATED PARTY TRANSACTIONS

The related parties comprise parent company, related group companies, staff retirement funds, directors and key management personnel. Transactions with related parties, other than remuneration and benefits to key management personnel under the terms of their employment are as follows:

Holding Company - Summit Bank Limited	Note	September 30,	September 30,
		2016 (Un-audited)	2015 (Un-audited)
		------(Rs. in '000)-----	
Brokerage commission		<u>5,983</u>	<u>8,191</u>
Financial charges paid		<u>7,612</u>	<u>10,772</u>
Profit on bank accounts		<u>481</u>	<u>2,440</u>
Rent paid		<u>1,917</u>	<u>1,742</u>
Shares purchased from holding company		<u>1,047,579</u>	<u>59,991</u>
Shares sold to holding company		<u>(1,048,824)</u>	<u>(60,024)</u>

Note	September 30, 2016 (Un-audited)	September 30, 2015 (Un-audited)
	------(Rs. in '000)-----	
Government Securites purchased from holding company	<u>492,456</u>	<u>1,877,670</u>
Government Securities sold to holding company	<u>506,933</u>	<u>(1,901,338)</u>
Repurchase agreement borrowing	<u>6,289,164</u>	<u>7,932,226</u>
Repurchase agreement borrowing repaid	<u>(6,289,164)</u>	<u>(7,932,226)</u>
Running finance availed	<u>3,549,409</u>	<u>2,310,868</u>
Running finance paid	<u>(3,510,321)</u>	<u>(2,310,868)</u>
Brokerage commission -Key management personnel	<u>275</u>	<u>533</u>
Contribution paid to/(received from) Gratuity Fund	<u>1,200</u>	<u>630</u>
Contribution paid to/(received from) Provident Fund	<u>1,708</u>	<u>1,537</u>

11.1 The outstanding balances of related parties are included in their respective notes to these condensed interim financial statements.

## 12. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue in the Board of Directors meeting held on 25 OCT 2016

## 13. GENERAL

13.1 Figures have been rounded off to the nearest thousand rupees.

*Rahat S-12*

CHIEF EXECUTIVE OFFICER

*Jimmy*

DIRECTOR