

	2020 Rupees	2019 Rupees
Total borrowings	352,008,054	499,879,807
Paid up capital	125,000,000	125,000,000
Unappropriated profit	529,878,243	529,878,244
	654,878,243	654,878,244
Gearing ratio	35%	43%

31. CAPITAL ADEQUACY LEVEL

Total assets	1,233,826,871	1,208,439,840
Less: Total liabilities	(435,187,202)	(553,561,596)
Revaluation reserves (created upon revaluation of fixed assets)	-	-
Capital Adequacy Level	798,639,669	654,878,244

31.1 While determining the value of the total assets of the TREC Holder, Notional value of the TRE certificate held by the Company as at year ended June 30, 2020 as determined by Pakistan Stock Exchange has been considered.

32. NET CAPITAL BALANCE

Net capital requirements of the Company are set and regulated by Pakistan Stock Exchange Limited. These requirements are put in place to ensure sufficient solvency margins and are based on excess of current assets over current liabilities.

The Net Capital Balance as required under Third Schedule of Securities and Exchange Rules, 1971 read with the SECP guidelines is calculated as follows:

DESCRIPTION	VALUATION	Note	2020 RUPEES
CURRENT ASSETS			
Cash and bank balances	As per book value	32.1	45,899,658
Trade receivables	Book value less overdue for more than 14 days	32.2	13,407,727
Investment in listed securities in the name of brokerage house	Securities marked to market less 15% discount	32.3	839,946,682
Securities purchased for client		32.4	-
PIBS	Marked to market less 5% discount		-
			899,254,067
CURRENT LIABILITIES			
Trade payables	Book value less overdue for more than 30 days	32.4	37,675,744
Other payables	As per book values	32.5	397,511,458
			435,187,202
Net capital balance as at June 30, 2020			464,066,865

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	2020
	RUPEES
32.1 Cash and bank balances	
Cash in hand	14,049
Bank balance pertaining to clients	44,626,041
Bank balance pertaining to brokerage house	1,259,568
	<u><u>45,899,658</u></u>
32.2 Trade Receivables	
Aging of trade receivables	
Total receivables	28,540,135
Outstanding for more than 14 days	(15,132,408)
	<u><u>13,407,727</u></u>
32.3 Investment in listed securities in the name of brokerage house	
Investment in shares	988,172,567
Less: 15% Discount	(148,225,885)
	<u><u>839,946,682</u></u>
32.4 Trade Payables	
Book value	44,626,042
Less: overdue for more than 30 days	(6,950,298)
	<u><u>37,675,744</u></u>
32.5 Other Payables	
Accrued and other liabilities	390,561,160
Trade payables more than 30 days	6,950,298
	<u><u>397,511,458</u></u>

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