

AC2/386/12
14 March 2012

Mr. Saeed Jamal Tariq
Chief Financial Officer & Company Secretary
KASB Securities Limited (the Company)
5th Floor Trade Centre
I.I. Chundrigar Road
Karachi

Dear Sir

As requested by you, we have reviewed the computation of Net Capital Balance as per the annexed statement which has been prepared by the management based on the unaudited financial statements of the Company for the year ended 31 December, 2011.

The Net Capital Balance of the Company, a corporate member of the Karachi Stock Exchange (Guarantee) Limited, as defined under Rule 2(d) and the Third Schedule to the Securities and Exchange Rules, 1971 amounted to Rs. 218.807 million as on 31 December 2011 as per the annexed statement which has been stamped and initialed by us for identification purposes. We have reviewed the computation of the Net Capital Balance based on the requirements laid down in the aforementioned rules.

This letter has been issued to the management solely for the purposes of onward submission to the Karachi Stock Exchange (Guarantee) Limited.

Yours faithfully



AK/SS:bf.

KASB Securities Limited

Statement of NET CAPITAL prepared for the purpose of Rule 2 (d) and the third schedule to the Securities and Exchange Rules, 1971.

As at 31 December 2011

DESCRIPTION	VALUATION BASIS	(Un-audited) 31 December 2011 (Rupees in '000)
CURRENT ASSET		
Cash and bank balances	As per book value	142,308
Trade debts	Book value less overdue for more than 14 days	121,120
Investment in listed securities	Market value, less 15% discount	167,250
Securities purchased for clients	Overdue for more than 14 days, at market value	144,265
		<u>574,943</u>
CURRENT LIABILITIES		
Trade payables	Excluding overdue for more than 30 days	157,889
Other liabilities	As per book value	31,747
Current maturity of redeemable capital	As per book value	166,500
		<u>356,136</u>
NET CAPITAL BALANCE		
		<u>218,807</u>
APPORTIONMENT		
Allocation of Karachi Stock Exchange (Guarantee) Limited		<u>184,807</u>
Allocation of Pakistan Mercantile Exchange Limited		<u>24,000</u>
Allocation of National Clearing Company of Pakistan Limited- For BATS		<u>10,000</u>


CHIEF EXECUTIVE OFFICER






DIRECTOR