

36.1 While determining the value of the total assets of the Company, Notional value of the TREC certificate held by the Company as at year ended December 31, 2022 as determined by the Pakistan Stock Exchange has been considered.

37. 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 has been prepared in conformity with the with the requirements of the Third Schedule read with rule 2(d) of the Securities and Exchange (SEC) Rules, 1971 and the Securities Brokers (Licensing And Operations) Regulations, 2016 (Regulations) and the guidelines issued by Securities and Exchange Commission of Pakistan (SECP) from time to time.

Description	Valuation Basis	December 31, 2022
Current Assets		
Cash in hand or in bank	As per book value	2,415,744,819
Trade Receivables	Book Value	945,028,784
	Less : Overdue for more than 14 days	(396,701,545)
	Book value less those overdue for more than 14 days	548,327,240
Investment in listed securities in the name of the broker	Market Value	575,900,796
	Less : 15% discount	(86,385,119)
		489,515,677
Investment in listed TFCs of not less than BBB grade assigned by credit rating company in Pakistan	Market Value	-
	Less : 10% discount	-
		-
		283,854,197
Securities purchased for client	Securities purchased for client and held by the member where the payment has not been received within 14 days	
		A
		3,737,441,933
Current Liabilities		
Trade Payables	Book Value	1,584,371,972
	Less : Overdue for more than 30 days	(508,533,394)
	Book value less those overdue for more than 30 days	1,075,838,578
Other Liabilities	As classified under generally accepted accounting principles	1,602,518,508
		B
		2,678,357,086
		C = A-B
		1,059,084,847