

**INDEPENDENT AUDITORS REPORT ON  
STATEMENT OF NET CAPITAL BALANCE**

*To the Chief Executive Officer of M/s. Moonaco Securities (Private) Limited*

***Opinion***

We have audited the Statement of Net Capital Balance of **M/s. Moonaco Securities (Private) Limited** and notes to the Statement of Net Capital Balance as at December 31, 2019 (together 'the statement').

In our opinion, the financial information in the statement of the Securities Broker as at December 31, 2019 is prepared, in all material respects, in accordance with the requirements of the Second Schedule of the Securities Brokers (Licensing and Operations) Regulations, 2016 (the Regulations) read with Rule 2(d) of the Securities Exchange Commission (SEC) Rules 1971 (SEC Rules 1971) issued by the Securities & Exchange Commission of Pakistan (SECP).

***Basis for Opinion***

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the statement* section of our report. We are independent of the Securities Broker in accordance with the ethical requirements that are relevant to our audit of the statement in Pakistan, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

***Emphasis of Matter - Basis of Accounting and Restriction on Distribution***

We draw attention to Note 1 to the statement, which describes the basis of accounting. The statement is prepared to assist the M/s. Moonaco Securities (Private) Limited to meet the requirements of the SECP, Pakistan Stock Exchange (PSX) and National Clearing Company of Pakistan Limited (NCCPL). As a result, the statement may not be suitable for another purpose. Our report is intended solely for M/s. Moonaco Securities (Private) Limited, SECP, PSX and NCCPL and should not be distributed to parties other than M/s. Moonaco Securities (Private) Limited or the SECP, PSX or NCCPL. Our opinion is not modified in respect of this matter.

***Responsibilities of Management and Those Charged with Governance for the statement***

Management is responsible for the preparation of the statement in accordance with the Regulations and the SEC Rules 1971, 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.

