



LSE CAPITAL
mobilizing capital – optimizing markets

QUARTERLY REPORT

3rd Quarter Ended
31 March, 2026



mobilizing capital – optimizing markets

COMPANY INFORMATION

Board of Directors

- | | |
|------------------------------|--|
| 1. Mr. Shoaib Mir | Independent Director/Chairman |
| 2. Mr. Aftab Ahmad Ch. | Chief Executive Officer/Executive Director |
| 3. Ms. Aasiya Riaz | Director |
| 4. Ms. Iram Maqbool Aamir | Director |
| 5. Mr. Rehman ul Haq | Director |
| 6. Ms. Riffat Shaheen | Director |
| 7. Syed Muhammad Talib Rizvi | Director |

Audit Committee

- | | |
|------------------------------|----------|
| 1. Ms. Iram Maqbool Aamir | Chairman |
| 2. Syed Muhammad Talib Rizvi | Member |
| 3. Ms. Aasiya Riaz | Member |

Human Resource and Remuneration Committee

- | | |
|------------------------|-------------|
| 1. Mr. Shoaib Mir | Chairperson |
| 2. Mr. Rehman ul Haq | Member |
| 3. Mr. Aftab Ahmad Ch. | Member |

Company Secretary

Mr. Muhammad Sajjad Hyder

Chief Financial Officer

Mr. Muhammad Usman

Auditors

Ilyas Saeed & Co. Chartered Accountant

Legal Advisor

Zafar Pervaiz
(Advocate High Court)

Share Registrar

F.D. Share Registrar Services (Pvt.) Limited
Suit 1705 – A. 17th Floor, Saima Trade Tower, I.I.
Chundrigar Road, Karachi.

Bankers

MCB Bank Limited
Bank Al Habib Limited
BankIslami Pakistan Limited

Registered Office

The Exchange Hub, LSE Plaza, 19-Kashmir Egerton
Road, Lahore-Pakistan.

DIRECTORS' REVIEW

Dear Shareholders,

On behalf of the Board of Directors, we are pleased to present the Company's un-audited Condensed Interim Financial Statements for the third quarter and nine months ended March 31, 2026.

During the nine months ended March 31, 2026, Pakistan's economy experienced a highly dynamic trajectory. While the first half of the fiscal year showcased a steady transition from stabilization to moderate recovery—highlighted by an initial GDP growth rate of 3.71% driven by agricultural and industrial resurgences—the third quarter brought unprecedented external shocks. The unexpected outbreak of the third Gulf War in late February 2026 and subsequent disruptions in the Middle East triggered a severe global energy crisis. International crude oil prices experienced historic surges, directly translating to sharp increases in domestic fuel and electricity prices.

These geopolitical headwinds placed renewed pressure on domestic price stability. Headline inflation, which had successfully decelerated to approximately 5.6% YoY in December 2025, reversed its trajectory and accelerated to 7.3% by March 2026, driven heavily by compounding transport and utility costs. Navigating this volatility, the State Bank of Pakistan (SBP) had previously supported the economic recovery through cumulative interest rate cuts, bringing the Policy Rate down to 10.5%. However, in light of the recent fuel price shocks and escalating global uncertainty, the SBP prudently paused its monetary easing cycle in March to anchor inflation expectations. Nevertheless, the immediate operating environment remains exceptionally challenging. The combination of elevated energy costs, supply-chain disruptions, and global trade headwinds necessitates an unwavering, cautious approach to risk mitigation, cost management, and operational efficiency as we navigate the final quarter of the fiscal year.

Financial Performance

The financial highlights of the Condensed Interim Financial Statements (un-audited) of the Company for the period ended March 31st, 2026, in comparison with the corresponding period of previous year are as follows:

Standalone Results

Financial Highlights	Mar-26	Mar-25
	Rupees in "000"	
Operating Income	108,627	99,501
Other Income	102,332	209,121
Share of profit of Associates	275,409	32,403
Admin & General Expenses	(121,248)	(145,905)
Finance Cost	(48,546)	(65,335)
Profit before Taxation	316,574	129,784
Taxation	(63,703)	(7,263)
Net Profit	252,871	122,521
Equity + Revaluation Surplus	3,496,577	3,166,637
Total Asset	3,955,064	3,528,655
Net Asset	3,496,577	3,166,637
Total Liability	458,487	362,018
Shares outstanding (Nos.)	387,000	362,307
Earnings per share EPS	0.65	0.34

Consolidated Results

Financial Highlights	Mar-26	Mar-25
	Rupees in “000”	
Operating Income	209,935	99,501
Other Income	124,469	209,121
Share of profit of Associates	277,849	32,403
Admin & General Expenses	(210,986)	(145,905)
Finance Cost	(49,936)	(65,335)
Profit before Taxation	351,332	129,784
Taxation	(76,434)	(7,263)
Net Profit	274,898	122,521
Equity + Revaluation Surplus	3,710,002	3,166,637
Total Asset	4,195,475	3,528,655
Net Asset	3,710,002	3,166,637
Total Liability	485,473	362,018
Shares outstanding (Nos.)	387,000	362,307
Earnings per share EPS	0.71	0.34

As a leading corporate finance and advisory firm, LSECL continued to specialize in high-impact mergers and acquisitions, corporate restructuring, and comprehensive IPO services. By leveraging equity capital markets, the Company delivers innovative structuring and efficient transaction execution for complex mandates. While the current socio-economic environment presents operational challenges, persistent policy reforms and signs of macroeconomic stability position the Company to achieve a gradual and sustained resumption of growth.


Stock Split

Significant corporate actions were implemented during the period to enhance market liquidity and broaden the shareholder base. Following shareholder approval on November 27, 2025, the Company executed a 2-for-1 stock split on December 14, 2025.

Right Issue

The Board of Directors announced a 6.82% Right Issue on January 16, 2026, offering 6.82 Right Shares for every 100 ordinary shares held. The Company intends to issue 24,693,310 ordinary shares to raise PKR 123.47 million, with PKR 75 million earmarked for Special Purpose Acquisition Companies (SPACs) and the remainder for investments in pre-IPO, IPO, and SPO offerings. The Company’s advisory and subsidiary operations have also seen major developments.

LSECL has been officially appointed as the Corporate Consultant for WorldCall Limited (WTL) to provide assistance in their capital restructuring, share sub-division, and international operations setup for their upcoming Annual General Meeting. Furthermore, our subsidiary, LSE SPAC-I Limited, received approval from the Pakistan Stock Exchange on April 14, 2026, for its listing application and draft prospectus. This PKR 250 million IPO is intended to facilitate the acquisition of Ningbo Green Light Energy Limited (NGLE).


Chief Executive Officer
 April 28th, 2026


Director

UNCONSOLIDATED ACCOUNTS



LSE CAPITAL LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT MARCH 31, 2025

	Note	March 31, 2026 (Un-audited)	June 30, 2025 (Audited)
(Rupees in thousand)			
ASSETS			
Non-Current Assets			
Property and equipment	5	1,312,133	1,322,993
Right of use assets	6	37,155	45,704
Investments	7	1,336,052	1,075,510
Investment property		452,726	456,276
Net investment in finance lease		4,188	4,274
Long term deposits		2,719	2,719
		3,144,973	2,907,476
Current Assets			
Inventories		2,668	2,442
Trade and other receivables	8	78,918	55,063
Advances, deposits and prepayments	9	18,036	25,352
Financial assets	10	628,413	481,627
Tax refunds due from Government - net		14,232	24,833
Cash and bank balances		67,824	31,862
		810,091	621,179
TOTAL ASSETS		3,955,064	3,528,655
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital	11.1		
400,000,000 (June 30, 2025: 200,000,000) ordinary shares of Rs. 05 (June 30, 2025: Rs. 10) each		2,000,000	2,000,000
100,000,000 (June 30, 2025: 50,000,000) preference shares of Rs. 05 (June 30, 2025: Rs. 10) each		500,000	500,000
Issued, subscribed and paid-up share capital	11.2	1,935,000	1,811,534
Capital Reserves			
- Surplus on revaluation of property and equipment		74,624	74,624
- Building reserve fund	12	11,924	6,593
- Merger reserve		289,814	289,814
- Fair value reserve		12,163	63,891
Revenue reserves		388,525	434,922
Revenue reserves			
- Un-appropriated profit		1,173,052	920,181
Total Equity		3,496,577	3,166,637
Non-Current Liabilities			
Long term financing		27,977	36,670
Other liabilities		43,631	43,095
Deferred tax liability		103,377	83,594
		174,985	163,359
Current Liabilities			
Trade and other payables		218,678	133,245
Current portion of long term financing		17,950	33,781
Loan from director		8,000	-
Accrued markup on financing		24,900	17,824
Unclaimed dividend		13,974	13,809
		283,502	198,659
TOTAL EQUITY AND LIABILITIES		3,955,064	3,528,655
CONTINGENCIES AND COMMITMENTS	13	-	-

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer

LSE CAPITAL LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2026

	Note	Nine months Ended March 31,		Quarter Ended March 31,	
		2026	2025	2026	2025
		(Un-audited)		(Un-audited)	
		(Rupees in thousand)		(Rupees in thousand)	
Revenue	14	108,627	99,501	33,202	32,207
Operating Expenses					
Administrative and general expenses		(121,248)	(145,905)	(45,096)	(54,560)
Operating Profit/ (Loss)		(12,621)	(46,404)	(11,894)	(22,353)
Other Income		102,332	209,121	23,860	20,999
Share of post tax profit from associates		275,409	32,403	(11,986)	-
Profit/ (Loss) before interest and taxation		365,120	195,119	(20)	(1,355)
Finance cost		(48,546)	(65,335)	(7,502)	(7,887)
Profit/ (Loss) before Taxation and Levy		316,574	129,784	(7,522)	(9,242)
Levy	15	(29,800)	(11,546)	-	(7,226)
Profit/ (Loss) before Taxation		286,774	118,238	(7,522)	(16,468)
Taxation	15	(33,903)	4,283	15,024	7,235
Net Profit/ (Loss) for the Period		252,871	122,521	7,502	(9,234)
Earnings per Share - Basic and Diluted - Restated	18	0.653	0.32	0.02	(0.02)

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer


LSE CAPITAL LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2026

	Nine months ended		Quarter ended	
	March 31,		March 31,	
	2026	2025	2026	2025
	(Un-audited)		(Un-audited)	
	(Rupees in thousand)		(Rupees in thousand)	
Net Profit / (Loss) for the Period	252,871	122,521	7,502	(9,234)
Other Comprehensive Income / (Loss)				
<i>Items that may be classified to profit and loss:</i>				
Share of other comprehensive income from associate	-	-	-	-
Fair value gain on investments	(60,856)	23,594	(60,856)	23,594
Less: Deferred tax	9,128	(3,539)	9,128	(3,539)
	(51,728)	20,055	(51,728)	20,055
Total Comprehensive Income / (Loss) for the Period	201,143	142,576	(44,226)	10,821

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer

LSE CAPITAL LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2026

	Share Capital	Revaluation Surplus	Building reserve	Fair value reserve	Merger Reserve	Unappropriated Profit	Total
	-----Rupees in thousand-----						
Balance as at June 30, 2024	1,811,534	75,823	1,682	-	289,814	792,017	2,970,870
Adjustments related to pre-merger transactions	-	-	-	-	-	-	-
Net Profit / (Loss) for the period	-	-	-	-	-	122,521	122,521
Other comprehensive income / (loss)	-	-	-	20,055	-	-	20,055
Total comprehensive income / (loss) for the period	-	-	-	20,055	-	122,521	142,576
Incremental depreciation for the period on surplus on revaluation of property and equipment-net of tax	-	(599)	-	-	-	599	-
Transferred to building reserve	-	-	3,554	-	-	-	3,554
Transactions with owners of the Company							
Cash dividend @ Rs. 0.50 per share for the year ended June 30, 2024	-	-	-	-	-	(91,227)	(91,227)
Balance as at March 31, 2025	<u>1,811,534</u>	<u>75,224</u>	<u>5,236</u>	<u>20,055</u>	<u>289,814</u>	<u>823,910</u>	<u>3,025,773</u>
Balance as at June 30, 2025	1,811,534	74,624	6,593	63,891	289,814	920,181	3,166,637
Net Profit / (Loss) for the period	-	-	-	-	-	252,871	252,871
Other comprehensive income / (loss)	-	-	-	(51,728)	-	-	(51,728)
Total comprehensive income / (loss) for the period	-	-	-	(51,728)	-	252,871	201,143
Incremental depreciation for the period on surplus on revaluation of property and equipment	-	-	-	-	-	-	-
Transferred to building reserve	-	-	5,331	-	-	-	5,331
Issued share capital (24,693,340 Right shares @ 5 each)	123,466						
Balance as at March 31, 2026 (Un-audited)	<u>1,935,000</u>	<u>74,624</u>	<u>11,924</u>	<u>12,163</u>	<u>289,814</u>	<u>1,173,052</u>	<u>3,496,577</u>

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer

LSE CAPITAL LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2026

	Nine months Ended March 31,	
	2026	2025
	(Un-audited)	
	(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) before levy and taxation	316,574	129,784
Adjustments for:		
- Depreciation	20,936	30,072
- Income from associates	(275,409)	(32,403)
- Return on investments	(90,111)	(102,705)
- Unrealized gain/loss on listed securities	4,510	(11,034)
- Realized gain/loss on listed securities	7,551	(95,120)
- Finance income on net investment in finance lease	(256)	(171)
- Lease rentals	(37,182)	(22,199)
- Gain on disposal of property and equipment	(98)	(1,954)
- Remeasurement gain/(loss)	(619)	
- Revenue from Margin Trading System of NCCPL	-	(4,783)
- Finance cost	48,546	57,448
	(322,132)	(182,117)
Operating profit / (loss) before working capital changes	(5,558)	(52,333)
Decrease / (increase) in current assets:		
- Inventories	(226)	(14)
- Trade and other receivables	(57,546)	(24,608)
- Prepayments and advances	7,316	(11,406)
Decrease in current liabilities:		
- Trade and other payables	85,433	(104,364)
	34,977	(140,392)
Cash Used in Operations	29,419	(192,725)
Bad debts written off	-	(784)
Finance cost paid	(23,646)	(60,809)
Income tax paid	(19,199)	(13,932)
Net Cash Used in Operating Activities	(13,426)	(268,250)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of operating fixed assets	(1,527)	(1,372)
Additions in capital work in progress	-	(6,230)
Proceeds from disposal of property and equipment	98	7,513
Net investment in finance lease - rentals	342	343
Advance rentals received during the period	37,182	18,569
Investments made during the period	(248,101)	(112,042)
Investment made in the share capital of subsidiary company	(37,251)	
Investments matured during the period	-	107,645
Proceeds from disposal of securities	43,815	233,469
Dividend received	50,000	48,172
Profit received from banks	90,111	74,035
Net Cash Generated from Investing Activities	(65,331)	370,102
CASH FLOWS FROM FINANCING ACTIVITIES		
Building reserve fund		2,351
Dividend paid during the period	165	(84,597)
Principal repayment of loan from director	-	(100,000)
Financing paid	(24,524)	(12,320)
Loan from director	8,000	-
Subscription money received against right issue	123,466	
Accrued markup on financing	7,612	-
Net Cash Used in Financing Activities	114,719	(194,566)
Net Increase in Cash and Cash Equivalents	35,962	(92,714)
Cash and cash equivalents at the beginning of the period	31,862	192,013
Cash and Cash Equivalents at the End of the Period	67,824	99,299

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Director

Chief Financial Officer

LSE CAPITAL LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2026

1 CORPORATE AND GENERAL INFORMATION

1.1 Legal status and operations

LSE Capital Limited is the newly adopted name of the Modaraba Management Company, which was registered as JS Finance Limited on January 22, 1986. The company's name was changed to Bank Islamic Modaraba Investments Limited (BIMIL) after the acquisition of its 100% equity by Bank Islamic Limited during November 07, 2007.

After the acquisition of BIMIL by the incoming sponsors, the company was first named AssetPlex Limited but later changed its name to LSE Capital Limited during 2023. Later, under the Court sanctioned scheme of merger, Modaraba Al-Mali and LSE PropTech Limited were merged with/into LSE Capital Limited, which acquired the Listing status at PSX on April 03, 2024 as a consequence of its merger. The Company is licensed to act as a consultant to the issue for the IPOs and corporate finance advisory services.

The geographical location and address of the Company is as under:

Business Unit	Geographical Location
Head office / Registered Office	The Exchange Hub, LSE Plaza, 19, Khayaban-e-Aiwan-e-Iqbal, Lahore, Pakistan.

2 BASIS OF PREPARATION

2.1 Statement of Compliance

These unconsolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise:

- International Accounting Standard (IAS 34) - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017

Where provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

- 2.2** These unconsolidated condensed interim financial statements are presented in Pak rupees, which is the Company's functional and presentation currency. Figures have been rounded off to nearest thousand rupees, unless stated otherwise. These condensed financial statements do not include all the information required for annual financial statements and therefore, should be read in conjunction with the annual financial statements of the Company for the year ended June 30, 2025.
- 2.3** In order to comply with IAS 34 – Interim Financial Reporting, the comparative figures in these unconsolidated condensed interim statement of financial position are extracted from the audited annual financial statements for the year ended June 30, 2025, whereas the comparative figures in the unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity and unconsolidated condensed interim statement of cash flows are extracted from the unconsolidated condensed interim financial statements for the period ended March 31, 2025.

3 MATERIAL ACCOUNTING POLICIES

The accounting policies and methods of presentation of these unconsolidated condensed interim financial statements are the same as those followed in the preparation of annual financial statements for the preceding financial year ended June 30, 2025.

4 ACCOUNTING ESTIMATES AND JUDGMENTS

The accounting estimates and associated assumptions used in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of annual financial statements of the Company for the immediately preceding year ended June 30, 2025.

LSE CAPITAL LIMITED

5 PROPERTY AND EQUIPMENT

		March 31, 2026	June 30, 2025
	Note	(Un-audited)	(Audited)
		(Rupees in thousand)	
Operating fixed assets	5.1	1,305,309	1,316,169
Capital work-in-progress	5.2	6,824	6,824
		1,312,133	1,322,993
5.1 Operating fixed assets			
Opening written down value		1,316,169	1,314,734
Addition under Merger - WDV		-	-
Additions during the period / year		1,527	21,746
Disposals during the period / year		-	(486)
Revaluation during the period / year		-	-
		1,317,696	1,335,994
Depreciation charge for the period / year		(12,387)	(19,825)
		1,305,309	1,316,169
5.2 Capital work in progress			
Opening balance		6,824	6,658
Additions during the period / year		-	166
		6,824	6,824
		-	-
		6,824	6,824
6 RIGHT OF USE ASSETS			
Opening Balance		45,704	57,129
Transferred from fixed assets		-	-
Addition during the year		-	-
Disposal during the year		-	-
		45,704	57,129
Depreciation charged during the year		(8,549)	(11,425)
		37,155	45,704
7 INVESTMENTS			
- Digital Custodian Company Limited- unquoted 21,602,156 fully paid ordinary shares of Rs. 10 each	7.1	209,794	-
<u>Investment in Subsidiaries</u>			
Investment in wholly owned subsidiary - at cost			
-LSE SPAC-I Limited - unquoted 999,996 fully paid ordinary shares of Rs. 10 each		10,000	10,000
-LSE SPAC-II Limited - unquoted 1,000,000 fully paid ordinary shares of Rs. 10 each		10,000	
-LSE Associates Limited 9,997 fully paid ordinary shares of Rs. 10 each		100	-
-LSE Management Limited 997 fully paid ordinary shares of Rs. 10 each		10	-
-LSE Company Limited 1,000 fully paid ordinary shares of Rs. 10 each		10	
		229,914	10,000
<u>Investment in Associates</u>			
Under Equity Method			
LSE Ventures Limited		1,102,399	806,539
Digital Custodian Company Limited		-	258,971
LSE Financial Limited		3,739	-
		1,106,138	1,065,510
		1,336,052	1,075,510

7.1 Investment in DCCL – Change in Classification

During March 2026, the Company acquired an additional 11.51% equity interest in DCCL for a consideration of PKR 27.75 million, increasing its total shareholding from 42.50% to 54.01%. Consequently, the Company obtained control over DCCL and the investment has been reclassified from an associate to a subsidiary. Accordingly, the Company has discontinued the application of the equity method from the date control was achieved. The previously held equity interest was remeasured to its fair value, resulting in a gain of approximately PKR 0.6 million, which has been recognized in the statement of profit or loss. Upon reclassification, the investment in DCCL has been recognized as an investment in subsidiary at cost, which comprises the fair value of the previously held interest at the date of acquisition and the consideration paid for the additional stake, in accordance with the Company's accounting policy under IAS 27.

7.2 Reconciliation of changes in carrying value / fair value of investments in associates:

	March 31, 2026			
	LSEFSL	LSEVL	DCCL	Total
	------(Rupees in thousand)-----			
Balance as at June 30, 2025	-	806,539	-	806,539
Further investment made during the period	-	57,500	-	57,500
Share of profit /(loss) for the period	(744)	276,153	-	275,409
Additional shares through Scheme	4,133	-	-	4,133
Adjustment of Associate Income after Scheme	350	(17,916)	(77,546)	(95,112)
Share of comprehensive income for the period	-	30,123	-	30,123
Dividend Received during the period	-	(50,000)	-	(50,000)
Closing balance as at Mar 31, 2026	3,739	1,102,399	(77,546)	1,028,592
No. of shares held	423,054	111,135,988	21,602,156	
Shareholding in %age	1.57%	27.84%	54.01%	
	------(Rupees in thousand)-----			
	June 30, 2025			
	LSEFSL	LSEVL	DCCL	Total
Balance as at June 30, 2024	-	723,937	172,087	896,024
Further investment made during the year	-	21,697	38,500	60,197
Share of post tax income for the year:				
- through profit or loss	-	55,868	1,753	57,621
- through other comprehensive income	-	50,202	1,172	51,374
Gain on bargain purchase	-	3,007	45,459	48,466
Less: Dividend received during the year	-	(48,172)	-	(48,172)
Closing balance	-	806,539	258,971	1,065,510
No. of shares held	-	49,883,397	22,215,728	
Shareholding in %age	-	27.78%	42.50%	

7.3 These are locally incorporated companies. The country of incorporation / registration of these companies is also their principal place of business. The Company has significant influence on associates due to its representation on the Board of Directors of investees and consequently, they have been treated as associates according to the requirements of IAS 28 'Investment in Associates'. Therefore, investments in these associates have been accounted for under the equity method.

7.4 The investments in associated companies have been made in accordance with the requirements of the Companies Act, 2017.

7.5 The value of investments in the associates is based on the share of the Company in net assets of the investee companies as reflected by the reviewed and unaudited / unreviewed condensed interim financial statements of the investee companies as at December 31, 2025 (June 30, 2025: audited).

8 TRADE AND OTHER RECEIVABLES

	Note	March 31,	June 30,
		2026	2025
		(Un-audited)	(Audited)
(Rupees in thousand)			
Trade receivables:			
- From leaseholders		20,255	9,425
- From tenants		688	6,161
	8.1	20,943	15,586
Other receivables:			
- Other receivables - unsecured and considered good	8.3	57,975	33,552
- Accrued profit on Musharika Financing		-	5,925
		57,975	39,477
		78,918	55,063

LSE CAPITAL LIMITED

	Note	March 31, 2026 (Un-audited)	June 30, 2025 (Audited)
(Rupees in thousand)			
8.1 Trade receivables			
- From leaseholders		20,943	26,886
- From tenants		21,095	9,795
		<u>42,038</u>	<u>36,681</u>
Less: expected credit loss on doubtful receivables	8.2	<u>(21,095)</u>	<u>(21,095)</u>
		<u>20,943</u>	<u>15,586</u>
8.2 Expected credit loss on doubtful receivables			
- From leaseholders		17,461	17,461
- From tenants		3,634	3,634
		<u>21,095</u>	<u>21,095</u>
8.3 Receivable from related party			
LSE Financial Services Limited		48,468	(26,572)
Other receivables		9,507	-
		<u>57,975</u>	<u>-</u>
9 ADVANCES, DEPOSITS AND PREPAYMENTS			
Considered good			
Advances to suppliers		15,062	15,450
Advances to employees		1,173	1,199
Prepayments		1,801	8,703
		<u>18,036</u>	<u>25,352</u>
10 FINANCIAL ASSETS			
At fair value through profit or loss			
Listed Securities		27,812	71,627
At amortized cost			
Musharikhah financing	10.1	300,000	350,000
Jamshoro Joint Venture Limited - unlisted shares	10.2	300,601	60,000
		<u>628,413</u>	<u>481,627</u>

10.1 This represents a Musharika Financing facility of up to Rs. 300 million provided to AG Publications (Private) Limited through its Chief Executive Officer, Mr. Iqbal Z. Ahmad, at a pre-agreed Profit-Sharing Rate (PSR) of not less than 6-month KIBOR plus 16% or 2.5% per month, whichever is higher, for the revival of Jamshoro Joint Venture Limited (JJVL). The facility is recoverable in a lump sum after seven months from the date of disbursement, while PSR is payable on a monthly basis.

10.2 During the year, the Company entered into an agreement with Mr. Jamal Akbar Ansari, a holder of 10% Class-A equity in Jamshoro Joint Venture Limited (JJVL), for the acquisition of his entire shareholding comprising 9,691,012 ordinary shares at an agreed consideration of Rs. 153.077 million (Rs. 15.80 per share).

Furthermore, on June 20, 2025, the Company executed a term sheet with Mr. Jamal Akbar Ansari for the acquisition of his 9.81% equity interest in Energy Resource Business Limited (ERBL), an investee holding 95% of the Class-B shares of JJVL. As a result of this transaction, the Company acquired an indirect ownership interest of 4.73% in JJVL. The transaction was completed on August 11, 2025.

	Note	March 31, 2026 (Un-audited)	June 30, 2025 (Audited)
(Rupees in thousand)			
11 SHARE CAPITAL			
11.1 AUTHORIZED SHARE CAPITAL			
Authorized share capital comprises of:			
400,000,000 (June 30, 2025: 200,000,000) ordinary shares of Rs. 05 (June 30, 2025: Rs. 10) each		<u>2,000,000</u>	<u>2,000,000</u>
100,000,000 (June 30, 2025: 50,000,000) preference shares of Rs. 05 (June 30, 2025: Rs. 10) each		<u>500,000</u>	<u>500,000</u>

Sub-division of Authorised Share Capital

During the period, the Company sub-divided its authorised share capital from Rs. 2,500,000,000 (200,000,000 ordinary shares and 50,000,000 preference shares of Rs. 10 each) to Rs. 2,500,000,000 (400,000,000 ordinary shares and 100,000,000 preference shares of Rs. 5 each), as approved by the shareholders through a special resolution passed in the

Annual General Meeting held on 27 November 2025.

11.2 ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL

March 31, 2026 Un-Audited (Number of shares)	June 30, 2025 Audited		March 31, 2026 Un-Audited (Rupees in thousand)	June 30, 2025 Audited
42,000,000	21,000,000	Ordinary shares of Rs. 05/- (30 June 2025: Rs. 10) each issued for cash	210,000	210,000
320,306,690	160,153,345	Ordinary shares of Rs. 05/- (30 June 2025: Rs. 10) each issued for consideration other than in cash	1,601,533	1,601,533
24,693,310	-	Right shares of Rs. 05/- (30 June 2025: Nil)	123,467	-
387,000,000	181,153,345		1,935,000	1,811,533

11.3 Pursuant to the shareholders' special resolution in the annual general meeting held on November 27, 2025, the face value of each ordinary share of the Company was split from Rs. 10 to Rs. 05. Accordingly, each existing ordinary share has been subdivided into two ordinary shares of Rs. 05 each, without any alteration to the rights and privileges attached to the shares.

12 BUILDING RESERVE FUND

This reserve was created with the allocation of Rs 0.50 million to meet capital expenditures on the buildings of the Company. Later, it was decided that 2% of the rental income shall be allocated to this fund on annual basis. The management of the Company has decided that all the tenants, including the Company and all other leaseholders, of LSE plaza shall contribute @ Rs. 4 per square feet on monthly basis effective from April 20, 2022. This fund will be used for replacement of fixed assets of the Company.

Note	March 31, 2026 (Un-audited) (Rupees in thousand)	June 30, 2025 (Audited)
Opening balance	6,593	1,682
Additions during the period / year	5,331	4,911
Closing balance	11,924	6,593

13 CONTINGENCIES AND COMMITMENTS

13.1 Contingencies

There are no material contingencies outstanding as at reporting date (June 30, 2025: Nil).

- The Company filed references before the Honorable Lahore High Court, Lahore, against the order dated December 06, 2007 passed by the Honorable Income tax Appellate Tribunal, Lahore, in respect of Assessment years 2002 and 2003. Subsequent to assignment of cases, the power of attorney in both the references was filed on April 26, 2018 in the office of the Lahore High Court. Since these references have not been fixed for hearing, the same are as yet pending adjudication. However, the Company and its legal advisor expect a favorable outcome of the case.

After the integration of all the three Stock Exchanges in Pakistan vide Order No. 1 of 2016 dated January 11, 2016 issued by SECP all the pending 33 (June 30, 2022: 33) cases related to Brokers and TREC Holders of erstwhile Lahore Stock Exchange Limited were referred to the Funds Committee (constituted by SECP under the Stock Exchanges (Corporatization, Demutualization and Integration) Regulations, 2012) for follow up and disposals of cases. These cases have been taken up by the Funds Committee and have been reported to the SECP through quarterly reports. Accordingly, the relevant contingent liability was also transferred to relevant MCF, IPF and TCF Trusts to the tune of Rs. 1.324 billion (June 30, 2022: Rs. 1.324 billion).

Certain employees had been reinstated and arrears / back benefits were paid in accordance with Labour Court Order, dated August 13, 2020. However, these employees filed fresh petitions for determination and recovery back of benefits from the Company. Under the circumstances the Company incorporated a certain provision in the financial statements up to July 31, 2022. However, the Company and its legal advisor expects a favourable outcome of the case.

13.2 Commitments

There are no material commitments outstanding as at reporting date (June 30, 2025: Nil).

14 REVENUE	Nine Months Ended March 31,		Quarter Ended March 31,	
	2026	2025	2026	2025
	(Un-audited)		(Un-audited)	
	(Rupees in thousand)		(Rupees in thousand)	
Revenue from Margin Trading System of NCCPL	-	4,783	-	699
Rental income from investment properties	37,182	31,989	11,624	9,236
Revenue from contracts with customers:				
- Room maintenance services	36,215	29,162	13,027	9,873
- Corporate advisory	8,222	10,121	(280)	6,721
- Equity management fee	26,940	22,618	8,980	13,378
- Software services	6,171	5,783	2,037	1,991
	77,548	67,684	23,764	31,963
Less: PRA sales tax	(6,103)	(4,955)	(2,186)	(1,898)
	71,445	62,729	21,578	30,065
	108,627	99,501	33,202	40,000
15 LEVY AND TAXATION				
Taxation				
Normal	4,992	(1)	-	(7,225)
Prior	-	(1,434)	-	-
Deferred	28,911	(2,848)	(15,025)	(9)
	33,903	(4,283)	(15,025)	(7,234)
Levy				
Final Tax	29,800	11,546	-	7,226
Minimum Tax	-	-	-	-
	29,800	11,546	-	7,226

16 SHARIAH COMPLIANT DISCLOSURE

	2026	June 30, 2025
	(Un-audited)	(Audited)
	(Rupees in thousand)	
Shariah compliant investment		
- Short term Shariah compliant investment	300,000	350,000
- Shariah compliant bank deposits, bank balances	-	-
- Profit earned from Shariah compliant bank deposits	-	-
	March 31, 2026	March 31, 2025
	(Un-audited)	
	(Rupees in thousand)	
Shariah compliant income		
-Profit received from Shariah compliant investment	88,712	96,627

16.1 No other provisions of the Shariah-compliant disclosure requirements are applicable to the Company for the period.

17 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise associated companies/undertakings, companies where directors also hold directorship, retirement benefits fund and key management personnel. Balances with related parties are disclosed in respective notes to these financial statements, whereas significant transactions with these related parties during the period are:

Transactions with related parties for half year ended		March 31, 2026	March 31, 2025
		(Un-audited)	
		(Rupees in thousand)	
Name of related parties	Nature of Transactions		
LSE Financial Services Limited	Investment in MTS - Principal	-	(183,821)
	Expenses paid on behalf of Company	-	201,466
		March 31, 2026	March 31, 2025
		(Un-audited)	
		(Rupees in thousand)	
	Investment in MTS - Markup accrued	-	4,783
	Equity management fee charged	-	3,568
	Markup on intercompany balance	2,106	(1,184)
	Dividend paid	-	(5,000)
LSE Ventures Limited	Loan received	244,296	80,000
	Repayment of loan	(116,960)	(183,164)
	Expenses borne by the party	-	8,181
	Receipts by the party on company's behalf	-	5,254
	Markup paid on intercompany balance	(12,143)	(8,718)
	Equity management fee charged to the party	26,940	17,960
	Dividend paid	-	(11,185)
	Dividend received	50,000	48,172
Digital Custodian Company Limited	Markup accrued on intercompany balances	-	810
	Dividend paid	-	(6,468)
	Equity management fee charged to the party	-	5,227
Directors	Meeting fee	(600)	840
	Repayment of loan from director	-	(100,000)
	Repayment of loan to director	(100,000)	(13,750)
Balance outstanding as at:		March 31, 2026	June 30, 2025
		(Unaudited)	(Audited)
		(Rupees in thousand)	
Investment in Subsidiaries			
Digital Custodian Company Limited		209,794	-
LSE SPAC-I Limited		10,000	-
LSE SPAC-II Limited		10,000	-
LSE Associates Limited		100	-
LSE Management Limited		10	-
LSE Company Limited		10	-
Investment in associates			
LSE Ventures Limited (LSEVL)		1,102,399	751,970
Digital Custodian Company Limited		-	186,918
LSE Financial Services Limited		3,739	-
Trade And Other Receivables			
LSE Financial Services Limited		48,468	-
Digital Custodian Company Limited		-	23,062
Trade and Other Payables			
LSE Financial Services Limited		-	103,164
LSE Ventures Limited		127,336	28,530
Other liabilities			
Payable against sale and lease back to chief executive		-	-
Payable against sale and lease back to Digital Custodian Company Limited		-	-
Accrued markup on financing			
LSE Ventures Limited		-	-
LSE Financial Services Limited		-	-

18 EARNINGS PER SHARE	Nine Months Ended March 31,		Quarter Ended December 31,	
	2026	2025	2026	2025
	(Un-audited)		(Un-audited)	
Basic & diluted earnings per share				
Profit / Loss after tax (Rs.)	252,871,000	122,521,000	7,502,000	(9,234,000)
Weighted average number of shares outstanding during the period	387,000,000	<i>Restated</i> 387,000,000	387,000,000	<i>Restated</i> 387,000,000
Earnings per share - Basic and diluted (Rs. Per share)	0.65	0.32	0.02	(0.02)

Comparatives for earnings per share have been restated to incorporate the impact of shares split during the period.

19 SEGMENT REPORTING

19.1 Revenue from investment properties represents 64.62% (Dec 31, 2024: 62.06%) of total revenue of the Company.

19.2 The revenue percentage by geographic region is as follows:

	March 31, 2026	June 30, 2025
	%	%
Pakistan	100.00	100.00

19.3 There is no individual customer from whom more than 10% of total revenue is received.

19.4 All non-current assets of the Company as at reporting date are located in Pakistan.

20 AUTHORIZATION OF FINANCIAL STATEMENTS

These unconsolidated condensed interim financial statements (un-audited) are approved and authorized for issuance on April 28th 2026 by the Board of Directors of the Company.

21 GENERAL

Corresponding figures are re-arranged / reclassified, wherever necessary, to facilitate comparison. No material reclassifications have been made in these unconsolidated condensed interim financial statements (un-audited).


Chief Executive Officer


Director


Chief Financial Officer

CONSOLIDATED ACCOUNTS



LSE CAPITAL LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT MARCH 31, 2025

	Note	March 31, 2026 (Un-audited)	June 30, 2025 (Audited)
(Rupees in thousand)			
ASSETS			
Non-Current Assets			
Property and equipment	5	1,325,870	1,322,993
Right of use assets	6	37,155	45,704
Investments	7	1,106,138	1,065,510
Intangible assets		388,232	-
Investment property		452,726	456,276
Net investment in finance lease		4,188	4,274
Long term deposits		2,938	2,719
		3,317,247	2,897,476
Current Assets			
Inventories		2,668	2,442
Short term investment		257	-
Trade and other receivables	8	104,343	55,118
Advances, deposits and prepayments	9	23,373	25,352
Financial assets	10	628,413	481,627
Tax refunds due from Government - net		34,879	24,846
Cash and bank balances		84,294	41,398
		878,228	630,783
TOTAL ASSETS		4,195,475	3,528,259
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital	11.1		
400,000,000 (June 30, 2025: 200,000,000) ordinary shares of Rs. 05 (June 30, 2025: Rs. 10) each		2,000,000	2,000,000
100,000,000 (June 30, 2025: 50,000,000) preference shares of Rs. 05 (June 30, 2025: Rs. 10) each		500,000	500,000
Issued, subscribed and paid-up share capital	11.2	1,935,000	1,811,534
Capital Reserves			
- Surplus on revaluation of property and equipment		74,624	74,624
- Building reserve fund	12	11,924	6,593
- Merger reserve		289,814	289,814
- Fair value reserve		12,163	63,891
		388,525	434,922
Revenue reserves			
Non controlling interest		196,992	
- Un-appropriated profit		1,189,484	919,735
Total Equity		3,710,002	3,166,191
Non-Current Liabilities			
Long term financing		27,977	36,670
Other liabilities		43,631	43,095
Deferred tax liability		114,744	83,594
		186,352	163,359
Current Liabilities			
Trade and other payables		230,863	133,295
Current portion of long term financing		17,950	33,781
Loan from director		8,000	-
Accrued markup on financing		24,900	17,824
Unclaimed dividend		13,974	13,809
		299,121	198,709
TOTAL EQUITY AND LIABILITIES		4,195,475	3,528,259
CONTINGENCIES AND COMMITMENTS			
	13	-	-

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Director

Chief Financial Officer

LSE CAPITAL LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2026

	Note	Nine months Ended March 31,		Quarter Ended March 31,	
		2026	2025	2026	2025
		(Un-audited)		(Un-audited)	
		(Rupees in thousand)		(Rupees in thousand)	
Revenue	14	209,935	99,501	134,510	32,207
Operating Expenses					
Administrative and general expenses		(210,986)	(145,905)	(131,680)	(54,560)
Operating Profit/ (Loss)		(1,051)	(46,404)	2,830	(22,353)
Other Income		102,962	209,121	24,167	20,999
Share of post tax profit from associates		277,849	32,403	(9,546)	-
Gain on Bargain Purchase		21,508			
Profit/ (Loss) before interest and taxation		379,760	195,119	17,451	(1,355)
Finance cost		(49,936)	(65,335)	(8,891)	(7,887)
Profit/ (Loss) before Taxation and Levy		351,332	129,784	8,560	(9,242)
Levy	15	(38,918)	(11,546)	(9,118)	(7,226)
Profit/ (Loss) before Taxation		312,414	118,238	(558)	(16,468)
Taxation	15	(37,516)	4,283	11,411	7,235
Net Profit/ (Loss) for the Period		274,898	122,521	10,853	(9,234)
Earnings per Share - Basic and Diluted - Restated	18	0.710	0.32	0.03	(0.02)

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer


LSE CAPITAL LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2026

	Nine months ended		Quarter ended	
	March 31,		March 31,	
	2026	2025	2026	2025
	(Un-audited)		(Un-audited)	
	(Rupees in thousand)		(Rupees in thousand)	
Net Profit / (Loss) for the Period	274,898	122,521	10,853	(9,234)
Other Comprehensive Income / (Loss)				
<i>Items that may be classified to profit and loss:</i>				
Share of other comprehensive income from associate	-	-	-	-
Fair value gain on investments	(60,856)	23,594	(60,856)	23,594
Less: Deferred tax	9,128	(3,539)	9,128	(3,539)
	(51,728)	20,055	(51,728)	20,055
Total Comprehensive Income / (Loss) for the Period	<u>223,170</u>	<u>142,576</u>	<u>(40,875)</u>	<u>10,821</u>

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer

LSE CAPITAL LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2026

	Share Capital	Revaluation Surplus	Building reserve	Fair value reserve	Merger Reserve	Unappropriated Profit	Total
	-----Rupees in thousand-----						
Balance as at June 30, 2024	1,811,534	75,823	1,682	-	289,814	792,017	2,970,870
Adjustments related to pre-merger transactions	-	-	-	-	-	-	-
Net Profit / (Loss) for the period	-	-	-	-	-	122,521	122,521
Other comprehensive income / (loss)	-	-	-	20,055	-	-	20,055
Total comprehensive income / (loss) for the period	-	-	-	20,055	-	122,521	142,576
Incremental depreciation for the period on surplus on revaluation of property and equipment-net of tax	-	(599)	-	-	-	599	-
Transferred to building reserve	-	-	3,554	-	-	-	3,554
Transactions with owners of the Company							
Cash dividend @ Rs. 0.50 per share for the year ended June 30, 2024	-	-	-	-	-	(91,227)	(91,227)
Balance as at March 31, 2025	<u>1,811,534</u>	<u>75,224</u>	<u>5,236</u>	<u>20,055</u>	<u>289,814</u>	<u>823,910</u>	<u>3,025,773</u>
Balance as at June 30, 2025	1,811,534	74,624	6,593	63,891	289,814	919,735	3,166,191
Net Profit / (Loss) for the period	-	-	-	-	-	274,898	274,898
Other comprehensive income / (loss)	-	-	-	(51,728)	-	-	(51,728)
Total comprehensive income / (loss) for the period	-	-	-	(51,728)	-	274,898	223,170
Incremental depreciation for the period on surplus on revaluation of property and equipment	-	-	-	-	-	-	-
Transferred to building reserve	-	-	5,331	-	-	-	5,331
Issue share capital (24,693,340 Right shares @ 5 each)	123,466						
Unappropriated profit						(5,148)	
Balance as at March 31, 2026 (Un-audited)	<u>1,935,000</u>	<u>74,624</u>	<u>11,924</u>	<u>12,163</u>	<u>289,814</u>	<u>1,189,484</u>	<u>3,513,009</u>

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Director

Chief Financial Officer

LSE CAPITAL LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2026

	Nine months Ended March 31,	
	2026	2025
	(Un-audited)	
	(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) before levy and taxation	351,332	129,784
Adjustments for:		
- Depreciation	25,111	30,072
- Income from associates	(277,849)	(32,403)
- Return on investments	(90,530)	(102,705)
- Unrealized gain/loss on listed securities	4,510	(11,034)
- Realized gain/loss on listed securities	7,545	(95,120)
- Finance income on net investment in finance lease	(256)	(171)
- Lease rentals	(37,182)	(22,199)
- Gain on disposal of property and equipment	(98)	(1,954)
- Remeasurement gain/(loss)	(619)	-
- Gain on Bargain Purchase	(21,508)	-
- Finance cost	49,936	57,448
	(340,940)	(182,117)
Operating profit / (loss) before working capital changes	10,392	(52,333)
Decrease / (increase) in current assets:		
- Inventories	(226)	(14)
- Trade and other receivables	(56,021)	(24,608)
- Prepayments and advances	1,979	(11,406)
Decrease in current liabilities:		
- Trade and other payables	97,568	(104,364)
	43,300	(140,392)
Cash Used in Operations	53,692	(192,725)
Bad debts written off	-	(784)
Finance cost paid	(25,036)	(60,809)
Income tax paid	(48,951)	(13,932)
Net Cash Used in Operating Activities	(20,295)	(268,250)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of operating fixed assets	(1,527)	(1,372)
Additions in capital work in progress	-	(6,230)
Proceeds from disposal of property and equipment	98	7,513
Net investment in finance lease - rentals	342	343
Advance rentals received during the period	37,182	18,569
Investments made during the period	(248,101)	(112,042)
Investment made in the share capital of subsidiary company	(27,131)	
Investments matured during the period	-	107,645
Proceeds from disposal of securities	43,815	233,469
Dividend received	50,000	48,172
Profit received from banks	90,530	74,035
Net Cash Generated from Investing Activities	(54,792)	370,102
CASH FLOWS FROM FINANCING ACTIVITIES		
Building reserve fund		2,351
Dividend paid during the period	165	(84,597)
Principal repayment of loan from director	-	(100,000)
Financing paid	(24,524)	(12,320)
Loan from director	8,000	-
Subscription money received against right issue	123,466	-
Accrued markup on financing	7,612	-
Net Cash Used in Financing Activities	114,719	(194,566)
Net Increase in Cash and Cash Equivalents	39,632	(92,714)
Cash and cash equivalents at the beginning of the period	44,662	192,013
Cash and Cash Equivalents at the End of the Period	84,293	99,299

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

Chief Executive Officer

Director

Chief Financial Officer

LSE CAPITAL LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2026

1 CORPORATE AND GENERAL INFORMATION

1.1 Legal status and operations

LSE Capital Limited is the newly adopted name of the Modaraba Management Company, which was registered as JS Finance Limited on January 22, 1986. The company's name was changed to Bank Islamic Modaraba Investments Limited (BIMIL) after the acquisition of its 100% equity by Bank Islamic Limited during November 07, 2007.

After the acquisition of BIMIL by the incoming sponsors, the company was first named AssetPlex Limited but later changed its name to LSE Capital Limited during 2023. Later, under the Court sanctioned scheme of merger, Modaraba Al-Mali and LSE PropTech Limited were merged with/into LSE Capital Limited, which acquired the Listing status at PSX on April 03, 2024 as a consequence of its merger. The Company is licensed to act as a consultant to the issue for the IPOs and corporate finance advisory services.

The geographical location and address of the Company is as under:

Business Unit	Geographical Location
Head office / Registered Office	The Exchange Hub, LSE Plaza, 19, Khayaban-e-Aiwan-e-Iqbal, Lahore, Pakistan.

2 BASIS OF PREPARATION

2.1 Statement of Compliance

These consolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise:

- International Accounting Standard (IAS 34) - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017

Where provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 These consolidated condensed interim financial statements are presented in Pak rupees, which is the Company's functional and presentation currency. Figures have been rounded off to nearest thousand rupees, unless stated otherwise. These condensed financial statements do not include all the information required for annual financial statements and therefore, should be read in conjunction with the annual financial statements of the Company for the year ended June 30, 2025.

2.3 In order to comply with IAS 34 – Interim Financial Reporting, the comparative figures in these consolidated condensed interim statement of financial position are extracted from the audited annual financial statements for the year ended June 30, 2025, whereas the comparative figures in the consolidated condensed interim statement of profit or loss, consolidated condensed interim statement of comprehensive income, consolidated condensed interim statement of changes in equity and consolidated condensed interim statement of cash flows are extracted from the consolidated condensed interim financial statements for the period ended March 31, 2025.

These are separate consolidated condensed interim financial statements of the Company, consolidated condensed interim financial statements have been presented separately.

3 MATERIAL ACCOUNTING POLICIES

The accounting policies and methods of presentation of these consolidated condensed interim financial statements are the same as those followed in the preparation of annual financial statements for the preceding financial year ended June 30, 2025.

4 ACCOUNTING ESTIMATES AND JUDGMENTS

The accounting estimates and associated assumptions used in the preparation of these consolidated condensed interim financial statements are consistent with those applied in the preparation of annual financial statements of the Company for the immediately preceding year ended June 30, 2025.

LSE CAPITAL LIMITED

5 PROPERTY AND EQUIPMENT

		March 31, 2026	June 30, 2025
	Note	(Un-audited)	(Audited)
(Rupees in thousand)			
Operating fixed assets	5.1	1,319,046	1,316,169
Capital work-in-progress	5.2	6,824	6,824
		<u>1,325,870</u>	<u>1,322,993</u>

5.1 Operating fixed assets

Opening written down value	1,316,169	1,314,734
Subsidiary written down value	13,737	
Addition under Merger - WDV	-	-
Additions during the period / year	1,527	21,746
Disposals during the period / year	-	(486)
Revaluation during the period / year	-	-
	<u>1,331,433</u>	<u>1,335,994</u>
Depreciation charge for the period / year	<u>(12,386)</u>	<u>(19,825)</u>
	<u>1,319,046</u>	<u>1,316,169</u>

5.2 Capital work in progress

Opening balance	6,824	6,658
Additions during the period / year	-	166
	6,824	6,824
	-	-
	<u>6,824</u>	<u>6,824</u>

6 RIGHT OF USE ASSETS

Opening Balance	45,704	57,129
Transferred from fixed assets	-	-
Addition during the year	-	-
Disposal during the year	-	-
	<u>45,704</u>	<u>57,129</u>
Depreciation charged during the year	<u>(8,549)</u>	<u>(11,425)</u>
	<u>37,155</u>	<u>45,704</u>

7 INVESTMENTS

**Investment in Associates
Under Equity Method**

LSE Ventures Limited	1,102,399	806,539
Digital Custodian Company Limited	-	258,971
LSE Financial Limited	3,739	-
	<u>1,106,138</u>	<u>1,065,510</u>
	<u>1,106,138</u>	<u>1,065,510</u>

7.2 Reconciliation of changes in carrying value / fair value of investments in associates:

	March 31, 2026			
	LSEFSL	LSEVL	DCCL	Total
(Rupees in thousand)				
Balance as at June 30, 2025	-	806,539	-	806,539
Further investment made during the period	-	57,500	-	57,500
Share of profit /(loss) for the period	(744)	276,153	-	275,409
Additional shares through Scheme	4,133	-	-	4,133
Adjustment of Associate Income after Scheme	350	(17,916)	(77,546)	(95,112)
Share of comprehensive income for the period	-	30,123	-	30,123
Dividend Received during the period	-	(50,000)	-	(50,000)
Closing balance as at Mar 31, 2026	<u>3,739</u>	<u>1,102,399</u>	<u>(77,546)</u>	<u>1,028,592</u>
No. of shares held	<u>423,054</u>	<u>111,135,988</u>	<u>21,602,156</u>	
Shareholding in %age	<u>1.57%</u>	<u>27.84%</u>	<u>54.01%</u>	

June 30, 2025				
LSEFSL	LSEVL	DCCL	Total	
----- (Rupees in thousand) -----				
Balance as at June 30, 2024	-	723,937	172,087	896,024
Further investment made during the year	-	21,697	38,500	60,197
Share of post tax income for the year:				
- through profit or loss	-	55,868	1,753	57,621
- through other comprehensive income	-	50,202	1,172	51,374
Gain on bargain purchase	-	3,007	45,459	48,466
Less: Dividend received during the year	-	(48,172)	-	(48,172)
Closing balance	-	806,539	258,971	1,065,510
No. of shares held	-	49,883,397	22,215,728	
Shareholding in %age	-	27.78%	42.50%	

7.3 These are locally incorporated companies. The country of incorporation / registration of these companies is also their principal place of business. The Company has significant influence on associates due to its representation on the Board of Directors of investees and consequently, they have been treated as associates according to the requirements of IAS 28 'Investment in Associates'. Therefore, investments in these associates have been accounted for under the equity method.

7.4 The investments in associated companies have been made in accordance with the requirements of the Companies Act, 2017.

7.5 The value of investments in the associates is based on the share of the Company in net assets of the investee companies as reflected by the reviewed and unaudited / unreviewed condensed interim financial statements of the investee companies as at March 31, 2026 (June 30, 2025: audited).

8 TRADE AND OTHER RECEIVABLES

		March 31, 2026	June 30, 2025
		(Un-audited)	(Audited)
		(Rupees in thousand)	
Trade receivables:			
- From leaseholders		20,255	9,425
- From tenants		688	6,161
	8.1	20,943	15,586
Other receivables:			
- Other receivables - unsecured and considered good	8.3	58,007	33,552
- Accrued profit on Musharika Financing		-	5,980
		58,007	39,532
		78,950	55,118
		March 31, 2026	June 30, 2025
		(Un-audited)	(Audited)
		(Rupees in thousand)	
8.1 Trade receivables			
- From leaseholders		20,943	26,886
- From tenants		21,095	9,795
		42,038	36,681
Less: expected credit loss on doubtful receivables	8.2	(21,095)	(21,095)
		20,943	15,586
8.2 Expected credit loss on doubtful receivables			
- From leaseholders		17,461	17,461
- From tenants		3,634	3,634
		21,095	21,095
8.3 Receivable from related party			
LSE Financial Services Limited		48,468	(26,572)
Other receivables		9,539	-
		58,007	-

8.4 Subsidiary Receivable

Considered good	25,393	-
Considered doubtful	1,955	-
	<u>27,348</u>	<u>-</u>
Less: Impairment of trade receivables under	<u>(1,955)</u>	<u>-</u>
	<u><u>25,393</u></u>	<u><u>-</u></u>

9 ADVANCES, DEPOSITS AND PREPAYMENTS**Considered good**

Advances to suppliers	15,062	15,450
Advances to employees	1,173	1,199
Prepayments	1,801	8,703
	<u>18,036</u>	<u>25,352</u>

9.1 Advances to staff - secured and considered good	646	-
Advances to MCB - Cash Management Optimizer	-	-
Prepayments	581	-
Other receivable	2,921	-
Other Advances	1,189	-
	<u>5,337</u>	<u>-</u>

10 FINANCIAL ASSETS**At fair value through profit or loss**

Listed Securities	27,812	71,627
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At amortized cost

Musharikhah financing	10.1	300,000	350,000
Jamshoro Joint Venture Limited - unlisted shares	10.2	300,601	60,000
		<u>628,413</u>	<u>481,627</u>

10.1 This represents a Musharika Financing facility of up to Rs. 300 million provided to AG Publications (Private) Limited through its Chief Executive Officer, Mr. Iqbal Z. Ahmad, at a pre-agreed Profit-Sharing Rate (PSR) of not less than 6-month KIBOR plus 16% or 2.5% per month, whichever is higher, for the revival of Jamshoro Joint Venture Limited (JJVL). The facility is recoverable in a lump sum after seven months from the date of disbursement, while PSR is payable on a monthly basis.

10.2 During the year, the Company entered into an agreement with Mr. Jamal Akbar Ansari, a holder of 10% Class-A equity in Jamshoro Joint Venture Limited (JJVL), for the acquisition of his entire shareholding comprising 9,691,012 ordinary shares at an agreed consideration of Rs. 153.077 million (Rs. 15.80 per share).

Furthermore, on June 20, 2025, the Company executed a term sheet with Mr. Jamal Akbar Ansari for the acquisition of his 9.81% equity interest in Energy Resource Business Limited (ERBL), an investee holding 95% of the Class-B shares of JJVL. As a result of this transaction, the Company acquired an indirect ownership interest of 4.73% in JJVL. The transaction was completed on August 11, 2025.

	Note	March 31, 2026 (Un-audited)	June 30, 2025 (Audited)
(Rupees in thousand)			
11 SHARE CAPITAL			
11.1 AUTHORIZED SHARE CAPITAL			
Authorized share capital comprises of :			
400,000,000 (June 30, 2025: 200,000,000) ordinary shares of Rs. 05 (June 30, 2025: Rs. 10) each		<u>2,000,000</u>	<u>2,000,000</u>
100,000,000 (June 30, 2025: 50,000,000) preference shares of Rs. 05 (June 30, 2025: Rs. 10) each		<u>500,000</u>	<u>500,000</u>

Sub-division of Authorised Share Capital

During the period, the Company sub-divided its authorised share capital from Rs. 2,500,000,000 (200,000,000 ordinary shares and 50,000,000 preference shares of Rs. 10 each) to Rs. 2,500,000,000 (400,000,000 ordinary shares and 100,000,000 preference shares of Rs. 5 each), as approved by the shareholders through a special resolution passed in the Annual General Meeting held on 27 November 2025.

11.2 ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL

March 31, 2026	June 30, 2025		March 31, 2026	June 30, 2025
Un-Audited	Audited		Un-Audited	Audited
(Number of shares)			(Rupees in thousand)	
42,000,000	21,000,000	Ordinary shares of Rs. 05/- (30 June 2025: Rs. 10) each issued for cash	210,000	210,000
320,306,690	160,153,345	Ordinary shares of Rs. 05/- (30 June 2025: Rs. 10) each issued for consideration other than in cash	1,601,533	1,601,533
24,693,310	-	Right shares of Rs. 05/- (30 June 2025: Nil)	123,467	-
387,000,000	181,153,345		1,935,000	1,811,533

11.3 Pursuant to the shareholders' special resolution in the annual general meeting held on November 27, 2025, the face value of each ordinary share of the Company was split from Rs. 10 to Rs. 05. Accordingly, each existing ordinary share has been subdivided into two ordinary shares of Rs. 05 each, without any alteration to the rights and privileges attached to the shares.

12 BUILDING RESERVE FUND

This reserve was created with the allocation of Rs 0.50 million to meet capital expenditures on the buildings of the Company. Later, it was decided that 2% of the rental income shall be allocated to this fund on annual basis. The management of the Company has decided that all the tenants, including the Company and all other leaseholders, of LSE plaza shall contribute @ Rs. 4 per square feet on monthly basis effective from April 20, 2022. This fund will be used for replacement of fixed assets of the Company.

Note	March 31, 2026	June 30, 2025
	(Un-audited)	(Audited)
	(Rupees in thousand)	
Opening balance	6,593	1,682
Additions during the period / year	5,331	4,911
Closing balance	11,924	6,593

13 CONTINGENCIES AND COMMITMENTS

13.1 Contingencies

There are no material contingencies outstanding as at reporting date (June 30, 2025: Nil).

- The Company filed references before the Honorable Lahore High Court, Lahore, against the order dated December 06, 2007 passed by the Honorable Income tax Appellate Tribunal, Lahore, in respect of Assessment years 2002 and 2003. Subsequent to assignment of cases, the power of attorney in both the references was filed on April 26, 2018 in the office of the Lahore High Court. Since these references have not been fixed for hearing, the same are as yet pending adjudication. However, the Company and its legal advisor expect a favorable outcome of the case.

After the integration of all the three Stock Exchanges in Pakistan vide Order No. 1 of 2016 dated January 11, 2016 issued by SECP all the pending 33 (June 30, 2022: 33) cases related to Brokers and TREC Holders of erstwhile Lahore Stock Exchange Limited were referred to the Funds Committee (constituted by SECP under the Stock Exchanges (Corporatization, Demutualization and Integration) Regulations, 2012) for follow up and disposals of cases. These cases have been taken up by the Funds Committee and have been reported to the SECP through quarterly reports. Accordingly, the relevant contingent liability was also transferred to relevant MCF, IPF and TCF Trusts to the tune of Rs. 1.324 billion (June 30, 2022: Rs. 1.324 billion).

Certain employees had been reinstated and arrears / back benefits were paid in accordance with Labour Court Order, dated August 13, 2020. However, these employees filed fresh petitions for determination and recovery back of benefits from the Company. Under the circumstances the Company incorporated a certain provision in the financial statements up to July 31, 2022. However, the Company and its legal advisor expects a favourable outcome of the case.

13.2 Commitments

There are no material commitments outstanding as at reporting date (June 30, 2025: Nil).

14 REVENUE

	Nine Months Ended March 31,		Quarter Ended March 31,	
	2026	2025	2026	2025
	(Un-audited)		(Un-audited)	
	(Rupees in thousand)		(Rupees in thousand)	
Revenue from Margin Trading System of NCCPL	-	4,783	-	699
Rental income from investment properties	37,182	31,989	11,624	9,236
Revenue from contracts with customers:				
- Room maintenance services	36,215	29,162	13,027	9,873
- Corporate advisory	8,222	10,121	(280)	6,721
- Equity management fee	26,940	22,618	8,980	13,378
- Software services	6,171	5,783	2,037	1,991
	77,548	67,684	23,764	31,963
Less: PRA sales tax	(6,103)	(4,955)	(2,186)	(1,898)
-Trustee income	82,484	-	-	-
-Custody income	12,523	-	-	-
-D Share registry	4,801	-	-	-
-Stock pledging income	1,500	-	-	-
	172,753	62,729	21,578	30,065
	209,935	99,501	33,202	40,000

15 LEVY AND TAXATION

Taxation				
Normal	8,605	(1)	3,613	(7,225)
Prior	-	(1,434)	-	-
Deferred	28,911	(2,848)	(15,025)	(9)
	37,516	(4,283)	(15,025)	(7,234)
Levy				
Final Tax	38,918	11,546	9,118	7,226
Minimum Tax	-	-	-	-
	38,918	11,546	9,118	7,226

16 SHARIAH COMPLIANT DISCLOSURE

	March 31,	June 30,
	2026	2025
	(Un-audited)	(Audited)
	(Rupees in thousand)	
Shariah compliant investment		
- Short term Shariah compliant investment	300,000	350,000
- Shariah compliant bank deposits, bank balances	-	-
- Profit earned from Shariah compliant bank deposits	-	-
	March 31,	March 31,
	2026	2025
	(Un-audited)	
	(Rupees in thousand)	
Shariah compliant income		
-Profit received from Shariah compliant investment	89,131	96,627

16.1 No other provisions of the Shariah-compliant disclosure requirements are applicable to the Company for the period.

17 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise associated companies/undertakings, companies where directors also hold directorship, retirement benefits fund and key management personnel. Balances with related parties are disclosed in respective notes to these financial statements, whereas significant transactions with these related parties during the period are:

Transactions with related parties for half year ended		March 31, 2026	March 31, 2025
		(Un-audited)	
		(Rupees in thousand)	
Name of related parties	Nature of Transactions		
LSE Financial Services Limited	Investment in MTS - Principal	-	(183,821)
	Expenses paid on behalf of Company	-	201,466
		March 31, 2026	March 31, 2025
		(Un-audited)	
		(Rupees in thousand)	
	Investment in MTS - Markup accrued	-	4,783
	Equity management fee charged	-	3,568
	Markup on intercompany balance	2,106	(1,184)
	Dividend paid	-	(5,000)
LSE Ventures Limited	Loan received	244,296	80,000
	Repayment of loan	(116,960)	(183,164)
	Expenses borne by the party	-	8,181
	Receipts by the party on company's behalf	-	5,254
	Markup paid on intercompany balance	(12,143)	(8,718)
	Equity management fee charged to the party	26,940	17,960
	Dividend paid	-	(11,185)
	Dividend received	50,000	48,172
Digital Custodian Company Limited	Markup accrued on intercompany balances	-	810
	Dividend paid	-	(6,468)
	Equity management fee charged to the party	-	5,227
Directors	Meeting fee	(2,575)	840
	Repayment of loan from director	-	(100,000)
	Repayment of loan to director	(100,000)	(13,750)
Balance outstanding as at:		March 31, 2026	June 30, 2025
		(Unaudited)	(Audited)
		(Rupees in thousand)	
Investment in Subsidiaries			
Digital Custodian Company Limited		-	-
LSE SPAC-I Limited		10,000	-
LSE SPAC-II Limited		10,000	-
LSE Associates Limited		100	-
LSE Management Limited		10	-
LSE Company Limited		10	-
Investment in associates			
LSE Ventures Limited (LSEVL)		1,102,399	751,970
Digital Custodian Company Limited		-	186,918
LSE Financial Services Limited		3,739	-
Trade And Other Receivables			
LSE Financial Services Limited		48,468	-
Digital Custodian Company Limited		-	23,062
Trade and Other Payables			
LSE Financial Services Limited		-	103,164
LSE Ventures Limited		127,336	28,530
Other liabilities			
Payable against sale and lease back to chief executive		-	-
Payable against sale and lease back to Digital Custodian Company Limited		-	-
Accrued markup on financing			
LSE Ventures Limited		-	-
LSE Financial Services Limited		-	-

18 EARNINGS PER SHARE	<i>LSE CAPITAL LIMITED</i>			
	Nine Months Ended March 31,		Quarter Ended March 31,	
	2026	2025	2026	2025
	(Un-audited)		(Un-audited)	
Basic & diluted earnings per share				
Profit / Loss after tax (Rs.)	274,897,814	122,521,000	10,853,133	(9,234,000)
Weighted average number of shares outstanding during the period	<u>387,000,000</u>	<i>Restated</i> 387,000,000	<u>387,000,000</u>	<i>Restated</i> 387,000,000
Earnings per share - Basic and diluted (Rs. Per share)	<u>0.71</u>	<u>0.32</u>	<u>0.03</u>	<u>(0.02)</u>

Comparatives for earnings per share have been restated to incorporate the impact of shares split during the period.

19 SEGMENT REPORTING

19.1 Revenue from investment properties represents 64.62% (Mar 31, 2025: 62.06%) of total revenue of the Company.

19.2 The revenue percentage by geographic region is as follows:

	March 31, 2026	June 30, 2025
	%	%
Pakistan	<u>100.00</u>	<u>100.00</u>

19.3 There is no individual customer from whom more than 10% of total revenue is received.

19.4 All non-current assets of the Company as at reporting date are located in Pakistan.

20 AUTHORIZATION OF FINANCIAL STATEMENTS

These unconsolidated condensed interim financial statements (un-audited) are approved and authorized for issuance on April 28th 2026 by the Board of Directors of the Company.

21 GENERAL

Corresponding figures are re-arranged / reclassified, wherever necessary, to facilitate comparison. No material reclassifications have been made in these unconsolidated condensed interim financial statements (un-audited).


Chief Executive Officer


Director


Chief Financial Officer



LSE CAPITAL

mobilizing capital – optimizing markets