



ANNUAL **REPORT** 2026







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VISION STATEMENT

To build an institution which contributes, to strengthening local businesses, creating and sustaining jobs, improving clients' living standards and enhance, shareholders' value.

MISSION STATEMENT

Our mission is to serve as a trusted partner to our clients and counterparts, by efficiently, providing financial services that enable growth and economic progress.



COMPANY INFORMATION

Board of Directors

1. Mr. Sohail Ahmad Awan	Independent Director/Chairman
2. Mr. Aftab Ahmad	Chief Executive Officer
3. Ms. Aasiya Riaz	Non-Executive Director
4. Mr. Syed Jawwad Ahmad	Non-Executive Director
5. Mr. Muhammad Iqbal	Non-Executive Director
6. Mr. Hafiz Muddassir Alam	Non-Executive Director
7. Mr. Talha Saeed	Independent Director

Audit Committee

1. Mr. Talha Saeed	Chairperson
2. Ms. Aasiya Riaz	Member
3. Mr. Muhammad Iqbal	Member

Human Resource and Remuneration Committee

1. Mr. Sohail Ahmad Awan	Chairperson
2. Mr. Hafiz Muddassir Alam	Member
3. Syed Jawwad Ahmad	Member

Company Secretary

Mr. Muhamad Sajjad Hyder

Chief Financial Officer

Mr. Shahid Nadeem

Auditors

Ilyas Saeed & Co.
Chartered Accountants

Legal Advisor

Sayeed, Hafeez & Mirza Advocates

Registrar

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

Bankers

MCB Bank Limited
Bank Al Habib Limited
Habib Bank Limited
Bank Al Falah Limited
Allied Bank Limited
National Bank of Pakistan
Bank Makramah Limited

Registered Office

The Exchange Hub, LSE Plaza, Kashmir Egerton
Road, Lahore.



CHAIRMAN'S REVIEW

Dear Valued Shareholders,

I am pleased to present the annual review for the year ended June 30, 2026, a period defined by significant strategic transformation and robust governance at LSE Financial Services Limited (LSEFSL). This year marks a clear pivot toward a new, value-focused future for the Company.

Following the unanimous decision of our shareholders to surrender our Non-Banking Financial Company (NBFC) license and re-align our principal line of business, LSEFSL has successfully transitioned into a dedicated general investment company. Under this expanded mandate, we are poised to deploy capital across equities, fixed income securities, mutual fund units, and real assets, unlocking new avenues for long-term shareholder value.

A key highlight of this financial year was the progress made under the Scheme of Compromises, Arrangement, and Reconstruction with Digital Custodian Company Limited, as sanctioned by the Honorable Lahore High Court. This corporate action reflects our firm commitment to optimizing asset structure and maximizing value retrieval for our shareholders.

The Board of Directors provided unwavering guidance throughout this transformative year, ensuring strong governance and supporting management excellence. Our governance framework remains robust, with all Directors, including Independent Directors, actively contributing to transparent and effective decision-making processes. As Chairman, I am committed to fostering a culture of openness and constructive collaboration.

On behalf of the Board, I express my sincere gratitude to our valued shareholders for their unwavering trust during this evolution. I also extend my appreciation to our management team, employees, and stakeholders for their dedication.

As LSEFSL embarks on this new phase, we reaffirm our commitment to maintaining our integral role within the capital market and financial sector. We pray for Almighty Allah's blessings in all our future endeavors.

Thank you.

Chairman

October 02, 2026



چیئر مین کا جاہرہ

محترم شیئر ہولڈرز،

مجھے 30 جون 2026 کو ختم ہونے والے سال کا سالانہ جاہرہ پیش کرتے ہوئے خوشی ہو رہی ہے، جس کی تعریف LSE Financial Services Limited (LSEFSL) میں اہم اسٹریجک تبدیلی اور مضبوط گورننس کے ذریعے کی گئی ہے۔ یہ سال کمپنی کے لیے ایک نئے، قدر پر مرکوز مستقبل کی جانب ایک واضح محور کا نشان ہے۔

ہمارے مان بینکنگ فنانشل کمپنی (NBFC) کے لائسنس کے حوالے کرنے اور ہمارے کاروبار کی اصل لائن کو دوبارہ ترتیب دینے کے ہمارے شیئر ہولڈرز کے متفقہ فیصلے کے بعد، LSEFSL کامیابی کے ساتھ ایک وقف عام سرمایہ کاری کمپنی میں تبدیل ہو گیا ہے۔ اس توسیعی مینڈیٹ کے تحت، ہم ایکویٹیٹر، فکسڈ انکم سیکیورٹیز، میوچل فنڈ یونٹس، اور حقیقی اثاثوں میں سرمائے کی تعیناتی کے لیے تیار ہیں، طویل مدتی شیئر ہولڈر کی قدر کے لیے نئی راہیں کھولتے ہیں۔

اس مالی سال کی ایک اہم بات ڈیجیٹل کسٹومرز کی کمپنی لمیٹڈ کے ساتھ سمجھوتہ، بندوبست اور تعمیر نو کی اسکیم کے تحت کی گئی پیش رفت تھی، جیسا کہ معزز لاہور ہائی کورٹ نے منظور کیا تھا۔ یہ کارپوریٹ ایکشن اثاثوں کے ڈھانچے کو بہتر بنانے اور ہمارے شیئر ہولڈرز کے لیے زیادہ سے زیادہ قیمت کی بازیافت کے لیے ہماری پختہ عزم کی عکاسی کر رہا ہے۔

بورڈ آف ڈائریکٹرز نے اس تبدیلی والے سال کے دوران غیر متزلزل رہنمائی فراہم کی، مضبوط حکمرانی کو یقینی بنانے اور انتظامی عمل کی حمایت کی۔ ہمارا گورننس فریم ورک مضبوط ہے، تمام ڈائریکٹرز بشمول آزاد ڈائریکٹرز، شفاف اور موثر فیصلہ سازی کے عمل میں فعال طور پر حصہ ڈال رہے ہیں۔ بطور چیئر مین، میں کھلے پن اور تعمیری تعاون کے کلچر کو فروغ دینے کے لیے پرعزم ہوں۔

بورڈ کی جانب سے، میں اس ارقاء کے دوران اپنے غیر متزلزل اعتماد کے لیے اپنے قابل قدر شیئر ہولڈرز کا تہہ دل سے شکریہ ادا کر رہا ہوں۔ میں اپنی انتظامی ٹیم، ملازمین اور اسٹیک ہولڈرز کو ان کی لگن کے لیے بھی حراج تحسین پیش کر رہا ہوں۔

جیسے ہی LSEFSL اس نئے مرحلے کا آغاز کر رہا ہے، ہم کیپٹل مارکیٹ اور مالیاتی شعبے میں اپنے انوٹ کردار کو برقرار رکھنے کے لیے اپنے عزم کا اعادہ کرتے ہیں۔ ہم دعا کرتے ہیں کہ اللہ تعالیٰ سے ہماری آئندہ تمام کوششوں میں برکتیں نازل ہوں۔

شکریہ

چیئر مین

درج: 02 اکتوبر 2026



DIRECTORS' REPORT TO THE SHAREHOLDERS

Dear Shareholders,

The Board of Directors of LSE Financial Services Limited (the "Company") is pleased to present its report, together with the audited financial statements and Auditors' report thereon, for the year ended June 30th, 2026.

Economic Review:

During the fiscal year 2025-26, Pakistan's economy demonstrated a resilient recovery trajectory supported by macroeconomic stabilization measures, with real GDP growth accelerating to 3.7% compared to 3.18% in the preceding year. On the fiscal front, disciplined financial management yielded a historic primary surplus of 3.2% of GDP and significantly narrowed the overall fiscal deficit to 0.7% of GDP during the July-March period. Inflationary pressures were actively managed despite global energy market volatility, with the Consumer Price Index (CPI) averaging 6.2% during the first ten months (July-April) of the fiscal year, prompting the State Bank of Pakistan (SBP) to maintain a prudent monetary stance by anchoring the benchmark policy rate at 11.5% by year-end.

The external account also witnessed critical stability, reflecting a nominal current account surplus of USD 0.07 billion for the nine-month period and a notable improvement in total foreign exchange reserves to approximately USD 22 billion by June 2026. Encouraged by these stabilizing indicators, successful IMF-EFF program reviews, and robust corporate earnings, investor confidence surged remarkably, driving the Pakistan Stock Exchange (PSX) KSE-100 index to a record high of over 180,000 points by June 2026. For the financial sector, these improving macroeconomic fundamentals characterized by a stable exchange rate, enhanced domestic resource mobilization, and a reduction in government debt servicing costs present a highly conducive environment for sustained credit expansion, improved asset quality, and robust balance sheet growth in the forthcoming periods.

Business Review:

1. **Reduction of Authorized & Paid-up Capital of the Company:**
The authorized and paid-up capital of the Company has been updated (Rs. 429 million and Rs. 270 million respectively) consequent to the Scheme of Compromises, Arrangement and Reconstruction of LSE Financial Services Limited (and its Members) and Digital Custodian Company Limited (and its Members), as sanctioned/approved by the Honorable Lahore High Court, Lahore vide Order dated October 13, 2025 in CO. No. 75382/2024.
2. **Change in the Principal Line of Business:**
The principal line of business of the Company has been changed from being a NBFC doing financial services related activities as per decision of the shareholders of the Company in the AGM dated November 27, 2024. The new business clause is 'to invest in shares, bonds, stocks, units of mutual funds or any other securities or its related instruments, or otherwise in all types of real assets and in such manner as may from time to time be determined by the Company and to hold, or sale such real assets, shares, bonds, stocks, units of mutual funds or any other securities or its related instruments, subject to the compliance with applicable laws, but in any event not to act as an Investment Company or Non-banking Finance Company and Brokerage House and shall not invite deposits from the public'.
3. **Stock Split (Subdivision of Shares):**
As per the decision of the shareholders in the EOGM dated June 9, 2025, the sub division of the shares of the Company under Section 85(1) of the Companies Act, 2017 has been carried out and face value of each ordinary share of the Company has been changed from PKR 10/- to PKR 1/-, with no change in the rights and privileges of the shares.



4. Declaration of Right Shares Issuance:

With the purpose to provide seed money/earmarked for Special Purpose Acquisition Company(ies) (SPACs) and to make some other investments in pre-IPOs, IPOs and SPOs offering companies and investment associates, the Company has decided to increase its paid up capital by issuance of further 159 million ordinary shares through Right Issue approximately 58.89% of the existing paid-up capital of the Company.

Financial Performance:

	Jun-26	Jun-25
	Rupees in "000"	
Operating Income	29,651	30,790
Other Income	3,636	18,954
Share of profit of Associates	3,396	14,468
Admin & General Expenses	(73,720)	(39,822)
Finance Cost	(4,084)	(223)
Profit before Taxation	(41,121)	24,167
Taxation	12,173	(5,981)
Net Profit	(28,948)	18,186
Equity + Revaluation Surplus	205,347	456,979
Total Asset	278,270	489,181
Net Asset	205,347	456,979
Total Liability	72,923.00	32,201.80
Shares outstanding (Nos.)	27,000	35,678
Earnings per share EPS	(0.98)	0.51

Appointment of External Auditors:

The present auditors, M/s. Ilyas Saeed & Company, Chartered Accountants, due to retire and being eligible, have offered themselves for reappointment. They may be appointed as Auditors of your Company for another term at a mutually agreed remuneration as recommended by the Board Audit Committee.

Internal Financial Control:

The Board has adequately ensured that the system of internal financial controls is sound in design and has been effectively implemented and monitored through Internal Auditors.

The Company has appointed its designated Head of Internal Audit of the Company. The Board has adequately ensured that the system of internal financial controls is sound in design and has been effectively implemented and monitored through outsourced Internal Auditors.

The financial statements, prepared by the management of your company, fairly present its state of affairs, the result of its operations, cash flows and changes in equity. Proper books of accounts have been maintained by your company. Appropriate accounting policies are consistently applied by your Company in the preparation of financial statements, and accounting estimates are based on reasonable and prudent judgment. International Accounting Standards, as applicable in Pakistan, have



been followed in the preparation of these financial statements and any departure there from, if any, has been adequately disclosed. The system of Internal Control, being implemented in your Company is sound and has been effectively persisted throughout the year.

Code of Corporate Governance:

The requirements of the Code of Corporate Governance, as introduced by the Securities and Exchange Commission of Pakistan (SECP) and set out by the Pakistan Stock Exchange Limited in its Listing Rules, have been duly complied with. A statement to this effect is annexed to the report.

The Board of Directors of your Company assures you that:

1. The financial statements fairly present its state of affairs, the result of its operations, cash flows, and changes in equity.
2. Proper books of account have been maintained by your Company.
3. Appropriate accounting policies have been consistently applied in the preparation of financial statements, and accounting estimates are based on reasonable and prudent judgment.
4. International Accounting Standards, as applicable in Pakistan, have been followed in the preparation of financial statements, and any departure therefrom has been adequately disclosed.
5. The system of internal control is sound in design and has been effectively persisted throughout the year.
6. Keeping in view the financial position of your Company, there is no doubt upon its ability to continue as a going concern.
7. There has been no material departure from the best practices of corporate governance as detailed in the listing regulations during the year under review.

ESG Reporting:

LSEFSL remained steadfast in its commitment to CSR and Environmental Management during the year. Our key focus areas included education, healthcare, and environmental protection. As a responsible corporate citizen, LSEFSL strives to make a positive impact on the communities we serve. We also remained dedicated to implementing best practices in Corporate Governance (CCG), ensuring transparency, accountability, and ethical business conduct. Through these initiatives, we aim to create long-term value for our stakeholders and contribute to a sustainable future.

Corporate Social Responsibility & Environmental Management and Objectives relating ESG Risks:

The Company remained engaged during the year to undertake and oversee CSR and environmental management programs while ensuring its focused activities relating to education, healthcare, and protection of the environment. Accordingly, the Board of the Company stands behind these objectives while aligning with its commitment to create considerable value for all stakeholders and ensuring it qualifies as a responsible corporate citizen.

Anti-Harassment:

The Company maintains a comprehensive mechanism against workplace harassment with a zero-tolerance approach. This ensures that all employees, regardless of gender or position, work in a safe and respectful environment. Employees are encouraged to confidentially report grievances to the HR department for prompt and fair investigation.

Gender Pay-Gap:

The Company is committed to treating all employees with equality and fairness, ensuring no gender pay gap exists. Employee compensation is determined strictly on the basis of experience, seniority, responsibilities, and performance without any gender-based discrimination.

1	Mean Gender Pay Gap	52.19%
2	Median Gender Pay Gap	52.19%



Meetings of the Board of Directors:

During the period under review, 3 meetings of the Board of Directors of the Company were held. Directors' attendance in these meetings was as follows:

Attendance Chart:

Disclosures under Section 227 of the Companies Act, 2017:

In compliance with Section 227 of the Companies Act, 2017, the names of persons who served as directors of the Company during the financial year are listed below:

1. Detail of meetings before Election of the Board:

Sr. No.	Name of Director	Category	Total No. of meetings	No. of meetings attended
1	Mr. Habib ur Rehman Gillani	Chairman	1	1
2	Mr. Aftab Ahmad Ch.	Non-Executive Director	1	1
3	Mr. Amir Zia	Non-Executive Director	1	1
4	Syed Jawad Ahmad	Non-Executive Director	1	1
5	Mr. Syed Muhammad Talib Rizvi	Non-Executive Director	1	1
6	Ms. Aasiya Riaz	Non-Executive Director	1	1
7	Mr. Muhammad Iqbal	Non-Executive Director	1	1
8	Ms. Huma Ejaz	Independent Director	1	1
9	Mr. Sohail Ahmad Awan	Independent Director	1	1
10	Mr. Sanie Mahmood Khan	Independent Director	1	1
11	Mr. Amjad Ali Khattak	Independent Director	1	-
12	Vacant	Chief Executive Officer	-	-

2. Detail of meetings after Election of the Board:

Sr. No.	Name of Director	Category	Total No. of meetings	No. of meetings attended
1	Mr. Sohail Ahmad Awan	Chairman/Independent Director	2	1
2	Mr. Aftab Ahmad	Chief Executive Officer/Non-Executive Director	2	2
3	Ms. Aasiya Riaz	Non-Executive Director	2	2
4	Syed Jawad Ahmad	Non-Executive Director	2	2
5	Hafiz Mudassir Alam	Non-Executive Director	2	1
6	Mr. Muhammad Iqbal	Non-Executive Director	2	2
7	Mr. Talha Saeed	Independent Director	1	-

Disclosures under Regulation No. 34(2) of the Listed Companies (Code of Corporate Governance) Regulations, 2019:

In compliance with Regulation No. 34(2), the board composition is as follows:



Total Number of Directors: Seven (7) (Male: 6 and Female: 1)

No.	Nature of Directorship	Name of Director
1	Executive Directors:	Mr. Aftab Ahmad
2	Non-Executive Directors:	Ms. Aasiya Riaz
3		Syed Jawwad Ahmad
4		Hafiz Muddassir Alam
5		Mr. Muhammad Iqbal
6	Independent Director:	Mr. Sohail Ahmad Awan
7		Mr. Talha Saeed

Directors' Remuneration:

At present, the Chief Executive Officer is paid a salary and benefits as approved by the Board under the Articles of Association and HR Policy of the Company. No other director receives extra remuneration from the Company, except meeting fees for attending Board and Committee meetings. Detailed figures are disclosed in the financial statements.

Annual Evaluation of Board's Performance:

As required under the Listed Companies (Code of Corporate Governance) Regulations, 2019, an annual evaluation of the performance of the Board, its individual members, and its Committees was conducted to measure effectiveness against established objectives. Based on this evaluation, the overall performance of the Board and its Committees for the year under review was deemed satisfactory.

Statutory and Advisory Committees of the Board:

The Board has constituted the following Statutory and Advisory Committees for a three-year term:

Board Audit Committee (BAC):

The Board Audit Committee comprises three (3) Directors, including one Independent Director who serves as the Chairman.

Sr. No.	Name	Status
1.	Mr. Talha Saeed	Chairman
2.	Ms. Aasiya Riaz	Member
3.	Mr. Muhammad Iqbal	Member

Human Resource and Remuneration Committee (HRRC):

The Human Resource and Remuneration Committee comprises three (3) Directors, including one Independent Director who serves as the Chairman.

Sr. No.	Name	Status
1.	Mr. Sohail Ahmad Awan	Chairman
2.	Hafiz Muddassar Alam	Member
3.	Syed Jawad Ahmad	Member



Related Party Transactions:

The Board of Directors approved all transactions executed with associated companies and related parties on an arm's length basis in the normal course of business.

Pattern of Shareholding:

The pattern of shareholding of the Company as of June 30, 2026, is annexed to this report in accordance with the Code of Corporate Governance requirements.

Financial Reporting:

The Board Audit Committee reviewed, discussed, and recommended the draft Annual Financial Statements of the Company for Board approval. The Committee held discussions with the CFO, Head of Internal Audit (HIA), and External Auditors regarding key accounting policies, estimates, and judgments applied in preparing the financial statements.

Acknowledgments:

The Board acknowledges with appreciation the valuable guidance and cooperation received from the Securities and Exchange Commission of Pakistan (SECP), Pakistan Stock Exchange (PSX), and other regulatory authorities.

Furthermore, we express our sincere gratitude to our shareholders for their continued trust and confidence, and commend the management and employees for their hard work and commitment toward the Company's progress.

For and on behalf of the Board of Directors of

LSE FINANCIAL SERVICES LIMITED

Chief Executive Officer

Director

Date: October 02, 2026

Place: Lahore.



شیئر ہولڈرز کو ڈائریکٹرز کی رپورٹ

محترم شیئر ہولڈرز،

کے بورڈ آف ڈائریکٹرز ایل ایس ایف فنانشل سروسز لمیٹڈ (کمپنی) کو 30 جون 2026 کو ختم ہونے والے سال کے لیے آڈٹ شدہ مالیاتی بیانات اور اس پر آڈیٹرز کی رپورٹ کے ساتھ اپنی رپورٹ پیش کرتے ہوئے خوشی ہو رہی ہے۔

اقتصادی جارہ :

مالی سال 2025-26 کے دوران، پاکستان کی معیشت نے مسکرواکنامک اسٹیبلشمنٹ کے اقدامات کی مدد سے ایک لچکدار بحالی کی رفتار کا مظاہرہ کیا، جس میں حقیقی جی ڈی پی کی شرح نمو گزشتہ سال کے 3.18 فیصد کے مقابلے میں 3.7 فیصد تک پہنچ گئی۔ مالیاتی محاذ پر، نظم و ضبط والے مالیاتی انتظام نے جی ڈی پی کا 3.2% کا مارنجنی بنیادی سرپلس حاصل کیا اور جولائی مارچ کی مدت کے دوران مجموعی مالیاتی خسارے کو GDP کے 0.7% تک نمایاں طور پر کم کر دیا۔ عالمی انرجی مارکیٹ کے ادارہ حوا کے باوجود افراتفر کے دباؤ کو فعال طور پر منظم کیا گیا، مالی سال کے پہلے دس مہینوں (جولائی-اپریل) کے دوران کنزیومر پرائس انڈیکس (سی پی آئی) اوسطاً 6.2 فیصد رہا، جس سے اسٹیٹ بینک آف پاکستان (SBP) کو پیچھا مارک پالیسی ریب کو 1-5 فیصد پر لنگر انداز کرتے ہوئے محتاط مانیٹری موقف برقرار رکھنے پر آمادہ ہوا۔

بیرونی کھاتے میں بھی اہم استحکام دیکھنے میں آیا، جو نومبر کی مدت کے لیے 0.07 ملین امریکی ڈالر کے معمولی کرسٹ اکاؤنٹ سرپلس کی عکاسی کر رہا ہے اور جون 2026 تک کل زر مبادلہ کے ذخائر میں تقریباً 22 ملین امریکی ڈالر کی قابل ذکر بہتری کی عکاسی کر رہا ہے۔ پاکستان اسٹاک ایکسچینج (PSX) کے ایس ای 100 انڈیکس کو جون 2026 تک 180,000 پوائنٹس سے زیادہ کی بلند ترین سطح پر لے جانے سے غیر معمولی اضافہ ہوا۔ توسیع، بہتر اثاثہ معیار، اور آنے والے ادوار میں مضبوط بیلنس شیٹ نمو۔

کاروباری جارہ :

1۔ کمپنی کے مجاز اور ادا شدہ سرمائے میں کمی:

LSE فنانشل سروسز لمیٹڈ (اور اس کے ممبران) اور ڈیجیٹل کسٹومرز کمپنی لمیٹڈ (اور اس کے ممبران) کی سکیم آف کپرو مارز، اریجنٹ اور ری کنسٹرکشن کے نتیجے میں کمپنی کا مجاز اور ادا شدہ سرمایہ (بالترتیب 429 ملین روپے اور 270 ملین روپے) کو اپ ڈیٹ کر دیا گیا ہے، جیسا کہ لاہور ہائی کورٹ یا لاہور کی طرف سے منظور شدہ اکتوبر کی تاریخ میں منظور کیا گیا ہے۔ CO۔ نمبر 2024/75382 میں 13، 2025۔

2۔ کاروباری پرسل لائن میں تبدیلی:

27 نومبر 2024 کو ہونے والی AGM میں کمپنی کے شیئر ہولڈرز کے فیصلے کے مطابق کمپنی کے کاروباری اصل لائن کو NBFC سے تبدیل کر دیا گیا ہے جو کہ مالیاتی خدمات سے متعلق سرگرمیاں کرتی ہے۔ حصص، باندز، اسٹاکس، میوچل فنڈز کی اکائیوں یا کسی دوسری سیکیورٹیز یا اس سے متعلقہ آلات میں سرمایہ کاری کرنا، یا بصورت دیگر تمام قسم کے حقیقی اثاثوں میں اور اس طریقے سے جس کا کمپنی کے ذریعہ وقتاً فوقتاً تعین کیا جاسکتا ہے اور ایسے حقیقی اثاثوں، حصص، باندز، اسٹاکس، میوچل فنڈز کی اکائیوں یا اس کے متعلقہ ضابطوں کے ساتھ متعلقہ کسی بھی قانون کے ساتھ متعلقہ ضابطوں میں سرمایہ کاری کرنا یا فروغ کرنا۔ لیکن کسی بھی صورت میں انوسٹمنٹ کمپنی یا بان بینکنگ فنانس کمپنی اور بروکرین ہاؤس کے طور پر کام نہ کریں اور عوام سے ڈپازٹ کو مدعو نہیں کریں گے۔

3۔ اسٹاک کی تقسیم (حصص کی ذیلی تقسیم):

ای ایو جی ایم مورخہ 9 جون 2025 میں شیئر ہولڈرز کے فیصلے کے مطابق، کمپنیز ایکٹ، 2017 کے سیکشن 185(1) کے تحت کمپنی کے حصص کی ذیلی تقسیم کی گئی ہے اور کمپنی کے ہر عام حصص کی قیمت 10/- PKR سے 1/- PKR کر دی گئی ہے۔ حصص کے حقوق اور مراعات میں کسی تبدیلی کے بغیر۔

4۔ راب شیئر جاری کرنے کا اعلان:

اسپیشل پرائیویٹائزیشن کمپنی (SPACs) (ies) کے لیے مختص سیڈ منی فراہم کرنے اور پرائیویٹ IPOs، IPOs اور SPOs کی پیشکش کرنے والی کمپنیوں اور سرمایہ کاری کے ساتھیوں میں کچھ دیگر سرمایہ کاری کرنے کے مقصد سے، کمپنی نے راب ایٹو کے ذریعے مزید 159 ملین عام حصص کے احراء کے ذریعے اپنے ادا شدہ سرمائے میں اضافہ کرنے کا فیصلہ کیا ہے۔



مالی کارکردگی:

25 جون	26 جون	
روپے "000" میں		
30,790	29,651	آپریٹنگ آمدنی
18,954	3,636	دوسری آمدنی
14,468	3,396	ایسوسی ایٹس کے منافع کا حصہ
(39,822)	(73,720)	ایڈمن ایڈجسٹمنٹس اور اجازات
(223)	(4,084)	مالیاتی لاگت
24,167	(41,121)	ٹیکس سے پہلے منافع
(5,981)	12,173	ٹیکس لاگت
18,186	(28,948)	خالص منافع
		Equity + Revaluation
456,979	205,347	Surplus
489,181	278,270	کل اثاثہ
456,979	205,347	خالص اثاثہ
32,201.80	72,923.00	کل ذمہ داری
35,678	27,000	بقایا حصص (نمبر)
0.51	(0.98)	آمدنی فی شیئر EPS

بیرونی آڈیٹر کی تقرری:

موجودہ آڈیٹر **MS**۔ الیاس سعید اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس، ریٹائر ہونے اور اہل ہونے کی وجہ سے، خود کو دوبارہ تقرری کے لیے پیش کر چکے ہیں۔ بورڈ آڈٹ کمیٹی کی طرف سے تجویز کردہ باہمی طور پر متفقہ معاوضے پر انہیں دوسری مدت کے لیے آپ کی کمپنی کے آڈیٹر کے طور پر مقرر کیا جاسکتا ہے۔

اندرونی مالیاتی کنٹرول:

بورڈ نے مناسب طریقے سے اس بات کو یقینی بنایا ہے کہ اندرونی مالیاتی کنٹرول کا نظام ڈیرائن میں در سب سے اور اندرونی آڈیٹر کے ذریعے مؤثر طریقے سے لاگو اور نگرانی کی گئی ہے۔

کمپنی نے کمپنی کے داخلی آڈٹ کا اپنا نامہ در سب سے مقرر کیا ہے۔ بورڈ نے مناسب طریقے سے اس بات کو یقینی بنایا ہے کہ داخلی مالیاتی کنٹرول کا نظام ڈیرائن کے لحاظ سے در سب سے اور اسے مؤثر طریقے سے لاگو کیا گیا ہے اور آڈٹ سورس اندرونی آڈیٹر کے ذریعے نگرانی کی گئی ہے۔

آپ کی کمپنی کی انتظامیہ کے ذریعہ تیار کردہ مالیاتی بیانات، اس کی حالت، اس کے کاموں کے نتائج، کیش فلو اور ایکویٹی میں ہونے والی تبدیلیوں کو اچھی طرح سے پیش کرتے ہیں۔ اکاؤنٹس کی مناسب کتابیں آپ کی کمپنی نے رکھی ہیں۔ مناسب اکاؤنٹنگ پالیسیاں آپ کی کمپنی کی طرف سے مالیاتی بیانات کی تیاری میں مسلسل لاگو ہوتی ہیں، اور اکاؤنٹنگ کے تخمینے معقول اور دانشمندانہ فیصلے پر مبنی ہوتے ہیں۔ ان مالیاتی گوشواروں کی تیاری میں بین الاقوامی اکاؤنٹنگ معیارات، جیسا کہ پاکستان میں لاگو ہوا ہے، کی بیرونی کی گئی ہے اور وہاں سے کسی بھی روایتی کے بارے میں، اگر کوئی ہے، مناسب طور پر ظاہر کیا گیا ہے۔ اندرونی کنٹرول کا نظام، جو آپ کی کمپنی میں لاگو کیا جا رہا ہے، در سب سے اور پورے سال مؤثر طریقے سے برقرار ہے۔

کارپوریٹ گورننس کا ضابطہ:

کوڈ آف کارپوریٹ گورننس کی ضروریات، جیسا کہ سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) نے متعارف کرایا ہے اور پاکستان اسٹاک ایکسچینج لمیٹڈ نے اس کے لسٹ رولز میں متعین کیا ہے۔ اس سلسلے میں ایک بیان رپورٹ کے ساتھ منسلک ہے۔



آپ کی کمپنی کا بورڈ آف ڈائریکٹرز آپ کو یقین دلا رہا ہے کہ:

1. مالی بیانات اس کی حالت، اس کے کاموں کا نتیجہ، نقد بہاؤ، اور ایکویٹی میں ہونے والی تبدیلیوں کو منصفانہ طور پر پیش کرتے ہیں۔
2. اکاؤنٹس کی مناسب کتابیں آپ کی کمپنی نے رکھی ہیں۔
3. مالیاتی گوشواروں کی تیاری میں مناسب اکاؤنٹنگ پالیسیوں کو مستقل طور پر لاگو کیا گیا ہے، اور اکاؤنٹنگ کے تخمینے معقول اور دانشمندانہ فیصلے پر مبنی ہیں۔
4. بین الاقوامی اکاؤنٹنگ معیارات، جیسا کہ پاکستان میں لاگو ہو رہا ہے، مالیاتی گوشواروں کی تیاری میں پیروی کی گئی ہے، اور وہاں سے کسی بھی روٹنگی کا مناسب طور پر انکشاف کیا گیا ہے۔
5. اندرونی کنٹرول کا نظام ڈیرائن میں درج ہے اور پورے سال مؤثر طریقے سے برقرار رہتا ہے۔
6. آپ کی کمپنی کی مالی حالت کو مد نظر رکھتے ہوئے، اس کے جاری رہنے کی قابلیت پر کوئی شک نہیں ہے۔
7. زیر نظر سال کے دوران فہرست سازی کے ضوابط میں تفصیل کے مطابق کارپوریٹ گورننس کے بہترین طریقوں سے کوئی مادی احراج نہیں ہوا ہے۔

ESG رپورٹنگ:

LSEFSL سال کے دوران CSR اور ماحولیاتی نظم و نسق سے اپنی وابستگی میں ثابت قدم رہا۔ ہمارے کلیدی توجہ کے شعبوں میں تعلیم، صحت کی دیکھ بھال اور ماحولیاتی تحفظ شامل ہیں۔ ایک ذمہ دار کارپوریٹ شہری کے طور پر، LSEFSL ان کیو سرپرٹس پر مثبت اثر ڈالنے کی کوشش کر رہا ہے جن کی ہم خدمت کرتے ہیں۔ ہم کارپوریٹ گورننس (CCG) میں شفافیت، جوابدہی، اور اخلاقی کاروباری طرز عمل کو یقینی بنانے کے لیے بہترین طریقوں کو نافذ کرنے کے لیے بھی وقفہ رہے۔ ان اقدامات کے ذریعے، ہمارا مقصد اپنے اسٹیک ہولڈرز کے لیے طویل مدتی قدر پیدا کرنا اور ایک پائیدار مستقبل میں حصہ ڈالنا ہے۔

کارپوریٹ سماجی ذمہ داری اور ماحولیاتی انتظام اور ESG خطرات سے متعلق مقاصد:

کمپنی سال کے دوران تعلیم، صحت کی دیکھ بھال، اور تحفظ ماحولیات سے متعلق اپنی توجہ مرکوز سرگرمیوں کو یقینی بناتے ہوئے CSR اور ماحولیاتی انتظام کے پروگراموں کو شروع کرنے اور ان کی نگرانی میں مصروف رہی۔ اس کے مطابق، کمپنی کا بورڈ تمام اسٹیک ہولڈرز کے لیے قابل قدر قدر پیدا کرنے اور ایک ذمہ دار کارپوریٹ شہری کے طور پر اہل ہونے کو یقینی بنانے کے اپنے عزم کے ساتھ ان مقاصد کے پیچھے کھڑا ہے۔

ایشیہ اسیب:

کمپنی صفر واداری کے ساتھ کام کی جگہ پر ہر سال کرنے کے خلاف ایک جامع طریقہ کار کو برقرار رکھتی ہے۔ یہ اس بات کو یقینی بناتا ہے کہ تمام ملازمین، صنف یا پوزیشن سے قطع نظر، ایک محفوظ اور باعزت ماحول میں کام کریں۔ ملازمین کی حوصلہ افزائی کی جاتی ہے کہ وہ فوری اور منصفانہ تحقیقات کے لیے HR ڈیپارٹمنٹ کو شکایات کی خفیہ اطلاع دیں۔

صنعتی تنخواہ کا فرق:

کمپنی تمام ملازمین کے ساتھ مساوات اور انصاف کے ساتھ برتاؤ کرنے کے لیے پرعزم ہے، اس بات کو یقینی بناتے ہوئے کہ تنخواہ میں صنفی فرق موجود نہ ہو۔ ملازمین کے معاوضے کا تعین بغیر کسی صنفی امتیاز کے تجربہ، سیارٹی، ذمہ داریوں اور کارکردگی کی بنیاد پر کیا جاتا ہے۔

1	مطلب جسیدر پے گیپ	52.19%
2	میڈین صنفی تنخواہ کا فرق	52.19%

بورڈ آف ڈائریکٹرز کے اجلاس:

زیر جاہر مدت کے دوران کمپنی کے بورڈ آف ڈائریکٹرز کے 3 اجلاس منعقد ہوئے۔ ان اجلاسوں میں ڈائریکٹرز کی حاضری حسب ذیل تھی:

حاضری چارٹ:

کمپنیز ایکٹ 2017 کے سیکشن 227 کے تحت انکشافات:

کمپنیز ایکٹ 2017 کے سیکشن 227 کی تعمیل میں، مالی سال کے دوران کمپنی کے ڈائریکٹرز کے طور پر کام کرنے والے افراد کے نام ذیل میں درج ہیں:



1- بورڈ کے الیکشن سے پہلے اجلاسوں کی تفصیل:

نمبر شمار	ڈائریکٹر کام	زمرہ	میٹنگز کی کل تعداد	میٹنگز کی تعداد میں شرکت کی۔
1	جناب حبیب الرحمن گیلانی صاحب	چیئر مین	1	1
2	جناب آفتاب احمد چوہدری	مان ایگزیکٹو ڈائریکٹر	1	1
3	جناب عامر ضیاء	مان ایگزیکٹو ڈائریکٹر	1	1
4	سید جواد احمد	مان ایگزیکٹو ڈائریکٹر	1	1
5	جناب سید محمد طالب رضوی	مان ایگزیکٹو ڈائریکٹر	1	1
6	محترمہ آسیہ ریاض	مان ایگزیکٹو ڈائریکٹر	1	1
7	جناب محمد اقبال	مان ایگزیکٹو ڈائریکٹر	1	1
8	محترمہ ہما اعجاز	آزاد ڈائریکٹر	1	1
9	جناب سہیل احمد اعوان	آزاد ڈائریکٹر	1	1
10	جناب ثانی محمود خان	آزاد ڈائریکٹر	1	1
11	جناب امجد علی خٹک	آزاد ڈائریکٹر	1	-
12	خالی	چیف ایگزیکٹو آفیسر	-	-

2- بورڈ کے انتخاب کے بعد میٹنگز کی تفصیل:

نمبر شمار	ڈائریکٹر کام	زمرہ	میٹنگز کی کل تعداد	میٹنگز کی تعداد میں شرکت کی۔
1	جناب سہیل احمد اعوان	چیئر مین / آزاد ڈائریکٹر	2	1
2	جناب آفتاب احمد	چیف ایگزیکٹو آفیسر / مان ایگزیکٹو ڈائریکٹر	2	2
3	محترمہ آسیہ ریاض	مان ایگزیکٹو ڈائریکٹر	2	2
4	سید جواد احمد	مان ایگزیکٹو ڈائریکٹر	2	2
5	حافظ مدثر عالم	مان ایگزیکٹو ڈائریکٹر	2	1
6	جناب محمد اقبال	مان ایگزیکٹو ڈائریکٹر	2	2
7	جناب طلحہ سعید	آزاد ڈائریکٹر	1	-

لسٹ کمپنیز (کوڈ آف کارپوریٹ گورننس) ریگولیشنز، 2019 کے ضابطہ نمبر 34(2) کے تحت اعلانات:

ضابطہ نمبر 34(2) کی تعمیل میں، بورڈ کی تشکیل حسب ذیل ہے:

ڈائریکٹرز کی کل تعداد: سات (7) (مرد: 6 اور خواتین: 1)

نمبر	ڈائریکٹر شپ کی نوعیت	ڈائریکٹر کام
1	ایگزیکٹو ڈائریکٹر:	جناب آفتاب احمد
2	غیر ایگزیکٹو ڈائریکٹر:	محترمہ آسیہ ریاض
3		سید جواد احمد
4		حافظ مدثر عالم
5		جناب محمد اقبال
6	آزاد ڈائریکٹر:	جناب سہیل احمد اعوان
7		جناب طلحہ سعید



ڈائریکٹرز کا معاوضہ :

فی الحال، چیف ایگزیکٹو آفیسر کو تنخواہ اور مراعات ادا کی جاتی ہیں جیسا کہ بورڈ نے کمپنی کی آرٹیکلز آف ایسوسی ایشن اور ایچ آر پالیسی کے تحت منظور کیا ہے۔ بورڈ اور کمپنی کے اجلاسوں میں شرکت کے لیے مینٹنگ فیس کے علاوہ کسی دوسرے ڈائریکٹر کو کمپنی سے اضافی معاوضہ نہیں ملتا۔ مالی بیانات میں تفصیلی اعداد و شمار کا انکشاف کیا گیا ہے۔

بورڈ کی کارکردگی کا سالانہ جائزہ :

جیسا کہ لیسڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ریگولیشنز، 2019 کے تحت ضرورت ہے، بورڈ، اس کے انفرادی ممبران، اور اس کی کمیٹیوں کی کارکردگی کا سالانہ جائزہ لیا گیا تاکہ قائم شدہ مقاصد کے خلاف تاثر کی پیمائش کی جاسکے۔ اس جائزے کی بنیاد پر بورڈ اور اس کی کمیٹیوں کی مجموعی کارکردگی کو سال بھر کے لیے تسلی بخش قرار دیا گیا۔

بورڈ کی قانونی اور مشاورتی کمیٹیاں :

بورڈ نے تین سال کی مدت کے لیے درج ذیل قانونی اور مشاورتی کمیٹیاں تشکیل دی ہیں۔

بورڈ آڈٹ کمیٹی: (BAC)

بورڈ آڈٹ کمیٹی تین (3) ڈائریکٹرز پر مشتمل ہوتی ہے، بشمول ایک آزاد ڈائریکٹر جو بطور چیئر مین کام کر رہا ہے۔

نمبر شمار	نام	حیثیت
1	جناب طلحہ سعید	چیئر مین
2	محترمہ آسیہ ریاض	ممبر
3	جناب محمد اقبال	ممبر

اسانی وسائل اور معاوضہ کمیٹی: (HRR)

اسانی وسائل اور معاوضے کی کمیٹی تین (3) ڈائریکٹرز پر مشتمل ہے، بشمول ایک آزاد ڈائریکٹر جو چیئر مین کے طور پر کام کر رہا ہے۔

نمبر شمار	نام	حیثیت
1	جناب سہیل احمد اعوان	چیئر مین
2	حافظ مدثر عالم	ممبر
3	سید جواد احمد	ممبر

متعلقہ پارٹی لین دین:

بورڈ آف ڈائریکٹرز نے متعلقہ کمپنیوں اور متعلقہ فریقوں کے ساتھ کاروبار کے معمول کے دوران ایک بازو کی لمبائی کی بنیاد پر کئے گئے تمام لین دین کی منظوری دی۔

شیر ہولڈنگ کا پیٹرن:

30 جون 2026 تک کمپنی کے شیر ہولڈنگ کا پیٹرن اس رپورٹ کے ساتھ ضابطہ کارپوریٹ گورننس کی ضروریات کے مطابق منسلک ہے۔

مالیاتی رپورٹنگ:

بورڈ آڈٹ کمیٹی نے بورڈ کی منظوری کے لیے کمپنی کے سالانہ مالیاتی گوشواروں کے مسودے کا جائزہ لیا، بحث کی اور سفارش کی۔ کمپنی نے CFO، ہیڈ آف انٹرئل آڈٹ (HIA) اور ایکسٹرنل آڈیٹرز کے ساتھ مالیاتی گوشواروں کی تیاری میں لاگو اکاؤنٹنگ پالیسیوں، تخمینوں اور فیصلوں کے بارے میں بات چیت کی۔



اعترافات :

بورڈ سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP)، پاکستان اسٹاک ایکسچینج (PSX) اور دیگر ریگولیٹری اتھارٹیز سے موصول ہونے والی قابل قدر رہنمائی اور تعاون کو سراہتا ہے۔
 مرید برآں، ہم اپنے شیئر ہولڈرز کے مسلسل اعتماد اور اعتماد کے لیے ان کا تہہ دل سے شکریہ ادا کرتے ہیں، اور کمپنی کی رقی کے لیے انتظامیہ اور ملازمین کی محنت اور عزم کے لیے ان کی تعریف کرتے ہیں۔

بورڈ آف ڈائریکٹرز کے لیے اور اس کی جانب سے
 ایل ایس ای فنانشل سروسز لمیٹڈ

ڈائریکٹر

چیف ایگزیکٹو آفیسر

درج: 02 اکتوبر 2026

جگہ: لاہور۔



PATTERN OF SHAREHOLDING AS ON JUNE 30, 2026

Number of Shareholders	Shareholdings			Total Number of Shares Held
	From		To	
1743	1	-	100	37,192
275	101	-	500	66,234
58	501	-	1000	40,594
66	1001	-	5000	153,666
13	5001	-	10000	99,599
3	10001	-	15000	38,556
4	15001	-	20000	77,000
2	20001	-	25000	43,620
1	25001	-	30000	30,000
3	30001	-	35000	102,316
2	35001	-	40000	75,878
4	45001	-	50000	195,350
2	55001	-	60000	117,251
1	120001	-	125000	120,856
1	125001	-	130000	125,349
1	140001	-	145000	140,035
1	280001	-	285000	284,837
1	420001	-	425000	423,054
1	495001	-	500000	500,000
1	545001	-	550000	545,779
1	610001	-	615000	615,000
1	1170001	-	1175000	1,174,204
1	3145001	-	3150000	3,145,101
1	5560001	-	5565000	5,563,905
1	5615001	-	5620000	5,617,154
1	7665001	-	7670000	7,667,470
2189				27,000,000



Sr. No.	Categories of Shareholders	Shares Held	Percentage
1	Directors, Chief Executive Officer their Spouse(s) and Minor Children, if any.	5,708,860	21.14
2	Associated Companies, Undertakings and Related Parties	13,654,436	50.57
3	Executives	-	-
4	NIT and ICP	96	0.00
5	Banks Development Financial Institutions, Non Banking Financial Institutions	600	0.00
6	Insurance Companies	802	0.00
7	Modarabas and Mutual Funds	10	0.00
	Joint Stock Companies	808,432	2.99
8	Others	3,966	0.01
9	General Public	6,822,798	25.27
		<u>27,000,000</u>	<u>100.00</u>

Shareholders holding 10% Shares or more

LSE Venture Limited	7,667,470	28.40
Mr. Aftab Ahmad	5,708,855	21.14
Zahid Latif Khan Securities (Pvt) Ltd.	5,563,905	20.61
Ms. Aslam Khaliq	3,145,101	11.65



GENDER PAY GAP STATEMENT UNDER SECP'S CIRCULAR NO. 10 OF 2024

Following is gender pay gap calculated for the year ended June 30, 2024

- i. Mean Gender Pay Gap: 52.19%
- ii. Median Gender Pay Gap: 52.19%
- iii. Any other data/detail as deemed relevant to the above ratios reflect the overall employee gender pay gap across the organization. The Company is committed that all employees of the Company are treated with equality and fairness and also ensures the equitable compensation for female members in their respective roles, based on experience, qualifications, responsibilities and performance without any gender-based discrimination.

For and on behalf of
LSE Financial Services Limited

Chief Executive Officer

Date: October 02, 2026



STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019

Name of Company: LSE Financial Services Limited
Year ended: June 30, 2026

The Company has complied with the requirements of the Regulations in the following manner: -

1. The total number of directors are seven (7) as per the following: -
 - a. Male: 6
 - b. Female: 1

2. The composition of the Board is as follows:

- i. Independent directors: Mr. Sohail Ahmad Awan
Mr. Talha Saeed
- ii. Non-Executive directors: Ms. Aasiya Riaz
Syed Jawwad Ahmad
Hafiz Muddassir Alam
Mr. Muhammad Iqbal
- iii. Executive director: Mr. Aftab Ahmad
- iv. Female director: Ms. Aasiya Riaz

*Mr. Aftab Ahmad was a non-executive director till April 28, 2026. On this date, he was appointed as Chief Executive Officer of the Company.

**The Board consists of seven (7) Directors, including two (2) Independent Directors. This complies with the minimum criteria set out in the CCG Regulations, which require at least two (2) or one third (1/3) of the total Board members to be Independent. For a seven member Board, one third equates to 2.33, since the fractional requirement of 0.33 is below 0.5, it is not rounded up to the next whole number 1.

3. The directors have confirmed that none of them is serving as a director on more than seven (7) listed companies, including this company;
4. The company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the company along with its supporting policies and procedures;
5. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the company. The Board has ensured that complete record of particulars of the significant policies along with their date of approval or updating is maintained by the company;
6. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by the Board/ shareholders as empowered by the relevant provisions of the Act and these Regulations;
7. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of the Board;



8. The Board have a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations;
9. The Board has arranged Directors' Training program for the following:
 - a) Mr. Sohail Ahmad Awan
 - b) Mr. Aftab Ahmad
10. The Board has approved appointment of Chief Financial Officer, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment and complied with relevant requirements of the Regulations;
11. The Chief Financial Officer and Chief Executive Officer duly endorsed the financial statements before approval of the Board;
12. The Board has formed committees comprising of members given below:

a) Audit Committee:

Sr. No.	Name	Status
4.	Mr. Talha Saeed	Chairman
5.	Ms. Aasiya Riaz	Member
6.	Mr. Muhammad Iqbal	Member

*Mr. Aftab Ahmad was appointed as Chief Executive Officer on April 28, 2026 and Ms. Aasiya Riaz was appointed as the member of the BAC in his place. No meeting of Board was held after this date till year end.

b) Human Resources & Remuneration and Compensation Committee:

Sr. No.	Name	Status
4.	Mr. Sohail Ahmad Awan	Chairman
5.	Hafiz Muddassar Alam	Member
6.	Syed Jawad Ahmad	Member

13. The terms of reference of the aforesaid committees have been formed, documented and advised to the committee for compliance;
14. The frequency of meetings of the Committees were as per following:-
 - a) Audit Committee - 2 meetings were held during the year
 - b) Human Resources & Remuneration and Compensation Committee - HRRC meeting was held on June 30th, 2026.
15. The Board has appointed the resource for the internal audit function while considering suitably qualified and experienced for the purpose and conversant with the policies and procedures of the company;
16. The statutory auditors of the company have confirmed that they have been given a satisfactory rating under the Quality Control Review program of the Institute of Chartered Accountants of Pakistan and registered with Audit Oversight Board of Pakistan, that they and all their partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the Institute of Chartered Accountants of Pakistan and that they and the partners of the firm involved in the audit are not a close relative (spouse, parent, dependent and non-dependent children) of the Chief Executive Officer, Chief Financial Officer, Head of Internal Audit, Company Secretary or Director of the company;



17. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these Regulations or any other regulatory requirements and the auditors have confirmed that they have observed IFAC guidelines in this regard;
18. We confirm that during the FY ended June 30th, 2025, the applicable and relevant requirements of regulations 3, 6, 7, 8, 27, 32, 33 and 36 of the Regulations were complied with, except:

Mandatory Requirement	Reg. Ref.	Explanation
Composition of Audit Committee: The Board shall establish an audit committee of at least three members comprising of non-executive directors.	27 (1) (i)	During the last quarter, Mr. Aftab Ahmad, non-executive director who was a member of the Audit Committee was appointed as Chief Executive Officer in the Board meeting held on April 28, 2026. Consequently, in his place Ms. Aasiya Riaz was appointed as member BAC in his place. This was the last Board meeting of the year.
Frequency of Audit Committee Meetings: The Audit Committee must meet at least once every quarter, with meetings held before Board approval of interim results and after completion of external audit.	27 (2) (i)	The Audit Committee could not meet in each separate quarter for the following reasons: 1. Consequent to the extension of one month taken by the Company to hold the last AGM, the Audit Committee reviewed both the Annual Audited Accounts for the year ended June 30, 2025 and the un-audited accounts for the first quarter ended September 1 st , 2025 in the same meeting held on November 1 st , 2025. 2. Since, the election of the new Board held in the last AGM dated November 27, 2025, the Board Committees were formed in the very first meeting of the Board held on February 27, 2026 therefore, the half yearly reviewed financial statements were reviewed and approved by the Board in this meeting.
Frequency of Board of Directors Meetings: The Board of a public listed company shall meet at least once in each quarter.	176(3) of the Companies Act, 2017	Consequent to the extension of one month taken by the Company to hold the last AGM, the Board considered and approved both the Annual Audited Accounts for the year ended June 30, 2025 and the un-audited accounts for the first quarter ended September 1 st , 2025 in the same meeting held on November 1 st , 2025.

19. Explanation for non-compliance with requirements, other than regulations 3, 6, 7, 8, 27, 32, 33 and 36 are below:

Non-Mandatory Requirement	Reg. Ref.	Explanation
Sustainability Committee: The board may establish a dedicated sustainability committee having at least one female director.	10A(5)	The Board has tasked the Audit Committee to oversee Sustainability related matters of the Company. Therefore, the constitution of a separate Sustainability Committee is not necessary.



Directors' Training It is encouraged that by June 30, 2022, all the directors on Boards shall have acquired the prescribed certification under any director training program.	19(1)	The directors required to acquire the director training, shall be arranged to have their director training program certification within the next period of one year, as required under the relevant regulations.
Nomination Committee The Board may constitute a separate committee, designated as the nomination committee.	29(1)	The responsibilities as prescribed for the Nomination Committee are being taken care of at Board level as and when needed, so a separate committee is not considered to be necessary at present.
Risk Management Committee The Board may constitute the risk management committee.	30(1)	The Board has tasked the Audit Committee to oversee Risk Management related matters of the Company therefore, a separate committee has not been constituted.

Chairman

Lahore.

Date: October 2, 2026



AUDITOR'S REPORT ON CODE OF CORPORATE GOVERNANCE

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF LSE FINANCIAL SERVICES LIMITED
REVIEW REPORT ON THE STATEMENT OF COMPLIANCE CONTAINED IN LISTED
COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019**

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations) prepared by the Board of Directors of **LSE Financial Services Limited** for the year ended **June 30, 2026**, in accordance with the requirements of Regulation No. 36 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Company. Our responsibility is to review whether the Statement of Compliance reflects the status of the Company's compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Company's personnel and review of various documents prepared by the Company to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Company's corporate governance procedures and risks.

The Regulations require the Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Company's compliance, in all material respects, with the Regulations as applicable to the Company for the year ended June 30, 2026.

Further, we highlight below instances of non-compliance with the requirements of the Regulations as reflected in the paragraph reference where these are stated in the Statement of Compliance:

Sr. No.	Paragraph Reference	Description
1.	18	The meeting of Audit Committee was not held in the first and third quarter of the year.
2.	18	The meeting of Board of Directors was not held in the first quarter of the year.
3.	19	The Board has not set up a dedicated sustainability committee.
4.	19	The Board has not completed directors' training program certification expect two directors.

18/2

Sr. No.	Paragraph Reference	Description
5.	19	The Board has not set up a nomination committee.
6.	19	The Board has not set up a risk and management committee.

**Ilyas Saeed & Co.****Chartered Accountants** *WSW*

Lahore

Dated: *October 02, 2026*

UDIN: CR202610278SGrTbW3Uy



AUDITOR'S REPORT TO THE SHAREHOLDERS
AND
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2026

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF LSE FINANCIAL SERVICES LIMITED
REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS**

Opinion

We have audited the annexed financial statements of **LSE FINANCIAL SERVICES LIMITED** (the Company), which comprise the statement of financial position as at **June 30, 2026** and the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at June 30, 2026 and of the loss and other comprehensive loss, the changes in equity and its cash flows for the year then ended.

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 Financial Statements* section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following is the Key Audit Matter:

Sr. No.	Key Audit Matter	How the Matter Was Addressed in Our Audit
1.	Investment in Associates	
	(Refer note 5 to the annexed financial statements)	Our audit procedures in respect of this area included:

ISCO

As at June 30, 2026, the Company had investments in associates amounting to Rs. 155.74 million, comprising its investment in Digital Custodian Company Limited and during the year, pursuant to the Scheme of Compromises, Arrangement and Reconstruction sanctioned by the Honourable Lahore High Court, the Company's investment in LSE Capital Limited was distributed to its shareholders and, accordingly, the investment was derecognised. In view of the significance of investment in associates in relation to total assets and the implications of the Scheme, we have considered it as a key audit matter.	• Obtained an understanding of the terms and conditions of the Scheme of Arrangement and assessed the accounting implications of the Scheme. • Obtained and inspected relevant corporate and legal documentation, including the order of the Honourable Lahore High Court sanctioning the Scheme. • Assessed the Company's determination of its significant influence over the associates and the continued application of the equity method of accounting. • Evaluated the calculation of the Company's share of profit or loss and other comprehensive income of the associates. • Assessed the accounting treatment and derecognition of the investment in LSE Capital Limited following its distribution to the Company's shareholders. • Performed substantive procedures on the reconciliation of movement in carrying value of investments, including disposal and adjustment amounts. • Considered adequacy and appropriateness of the related disclosures in accordance with the Scheme and applicable standards.
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Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements of the company and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

ISCO

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017 (XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Board of directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the board of directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the board of directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);
- b) the statement of financial position, the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and
- d) no zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

Other Matter

The financial statements of the Company for the year ended June 30, 2025 were audited by another firm of auditors who expressed an unmodified opinion on those financial statements on November 01, 2025.

The engagement partner on the audit resulting in this independent auditor's report is Bushra Sana.


Ilyas Saeed & Co. *ISCo*
Chartered Accountants
Lahore

Dated: *October 02, 2026*

UDIN: AR202610278u8Fe4zXH3

LSE FINANCIAL SERVICES LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2026

	Note	2026 Rupees in thousands	2025
ASSETS			
NON-CURRENT ASSETS			
Investment in associates	5	155,743	384,775
Loan to director	6	2,020	3,044
Long term deposits	7	5,009	5,009
Goodwill arising on scheme	8	32,125	-
Deferred tax asset	9	21,747	-
		216,644	392,828
CURRENT ASSETS			
Receivables, advances and prepayments	10	8,950	40,805
Income tax refunds due from the Government	11	50,165	45,521
Cash and bank balances	12	2,511	10,027
		61,626	96,353
TOTAL ASSETS		278,270	489,181
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized Share Capital			
42,900,000 (2025: 111,900,000) ordinary shares of Rs. 10 each	13.1	429,000	1,119,000
Share Capital			
Issued, subscribed and paid-up share capital	13.2	270,000	356,776
Capital Reserve			
Share premium	14	-	31,355
Fair value reserve		(51,814)	2,897
Revenue Reserve			
Unappropriated profit		(12,839)	65,951
		205,347	456,979
NON-CURRENT LIABILITIES			
Long term financing	15	-	-
Deferred tax liability	9	-	7,391
		-	7,391
CURRENT LIABILITIES			
Accrued and other liabilities	16	58,979	8,943
Current portion of long term financing	15	96	2,020
Unpaid dividend		27	27
		59,102	10,990
DEPOSITS PAYABLE RELATED TO DISCONTINUED OPERATIONS	17	13,821	13,821
TOTAL EQUITY AND LIABILITIES		278,270	489,181
CONTINGENCIES AND COMMITMENTS			
	18		

The annexed notes from 1 to 35 form an integral part of these financial statements.

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CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER

LSE FINANCIAL SERVICES LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED JUNE 30, 2026

		2026	2025
	Note	Rupees in thousands	
Revenue - Net	19	29,651	30,790
Administrative and general expenses	20	(73,720)	(39,822)
Operating Profit / (Loss)		(44,069)	(9,032)
Other income	21	3,636	18,954
Share of post tax profits of associates	5.2	3,396	14,468
Finance cost	22	(4,084)	(223)
Profit / (Loss) before Levy and Taxation		(41,121)	24,167
Levy	23	(430)	(3,104)
Profit / (Loss) before Taxation		(41,551)	21,063
Taxation	24	12,603	(2,877)
Profit / (Loss) for the year		(28,948)	18,186
Earnings / (Loss) Per Share - Basic and Diluted	25	(0.98)	0.51

The annexed notes from 1 to 35 form an integral part of these financial statements.

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CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

LSE FINANCIAL SERVICES LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2026

	2026	2025
	Rupees in thousands	
Profit / (Loss) for the year	(28,948)	18,186
Other Comprehensive Income / (Loss) for the year		
<i>Items that may not be reclassified to profit or loss subsequently</i>	-	-
<i>Items that may be subsequently reclassified to profit or loss</i>		
Share of other comprehensive income of associates	(60,958)	3,407
Less: Deferred tax impact	9,144	(510)
	(51,814)	2,897
Total Comprehensive Income / (Loss) for the year	(80,763)	21,083

The annexed notes from 1 to 35 form an integral part of these financial statements.

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CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

LSE FINANCIAL SERVICES LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED JUNE 30, 2026

	Share Capital	Capital Reserve		Revenue Reserve		Total Equity
		Share Premium	Fair value reserve	Unappropriated profit		
----- Rupees in thousands -----						
Balance as at June 30, 2024	356,776	31,355	-	65,603		453,734
Profit for the year	-	-	-	18,186		18,186
Other comprehensive income	-	-	2,897	-		2,897
Total comprehensive income for the year	-	-	2,897	18,186		21,083
Transactions with owner:						
Cash dividends of Rs. 0.50 per share for the year ended June 30, 2024 (Final)	-	-	-	(17,838)		(17,838)
Balance as at June 30, 2025	356,776	31,355	2,897	65,951		456,979
Loss for the year	-	-	-	(28,948)		(28,948)
Other comprehensive income / loss	-	-	(51,814)	-		(51,814)
Total comprehensive income / (loss) for the year	-	-	(51,814)	(28,948)		(80,763)
Adjustment / transfer as per scheme of merger	(86,776)	(31,355)	(2,897)	(49,842)		(170,870)
Balance as at June 30, 2026	270,000	-	(51,814)	(12,839)		205,347

The annexed notes from 1 to 35 form an integral part of these financial statements.

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CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

LSE FINANCIAL SERVICES LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2026

	Note	2026 Rupees in thousands	2025
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit / (loss) before levy and taxation		(41,121)	24,167
Adjustment for:			
Share of profit of associates		(3,396)	(14,468)
Dividend receivable written off		-	686
Reversal of provision against wealth tax		-	(3,728)
Old liabilities no more payable written back	21	-	(493)
Profit on saving accounts	21	(728)	(6,276)
Markup on advances to related parties	21	-	(3,166)
Unwinding of loan		(1,593)	-
Interest income on loan to director		(1,204)	(3,922)
Finance cost	22	4,084	223
Operating loss before working capital changes		(2,837)	(31,144)
(Increase) / decrease in current assets:			
- Receivables, advances and prepayments	10	(4,967)	794
Increase / (decrease) in current liabilities:			
- Payables and other liabilities	16	(1,392)	(40,120)
- Deposits payable related to discontinued operations		-	(834)
		(6,360)	(40,160)
Cash used in operations		(50,317)	(47,136)
Finance cost paid		(4,084)	(245)
Income tax and levies paid		(5,074)	(4,715)
Net cash generated from / (used in) operating activities		(59,475)	(52,096)
CASH FLOWS FROM INVESTING ACTIVITIES			
Investments matured during the year		-	59,589
Changes in advances to related parties - net		-	(24,306)
Long term deposits matured	7	-	10,000
Receipt from director		8,748	17,146
Dividend received from associated company	5.2	-	5,000
Profit on PLS account received		728	8,633
Net cash generated from / (used in) investing activities		9,476	76,062
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		-	(17,813)
Long term financing paid	15	(1,924)	(1,924)
Changes in advances from related parties - net	16	44,407	(17,645)
Net cash generated from / (used in) financing activities		42,483	(37,382)
Net decrease in cash and cash equivalents		(7,517)	(13,416)
Cash and cash equivalents at the beginning of the year		10,027	23,443
Cash and cash equivalents at the end of the year	12	2,511	10,027

The annexed notes from 1 to 35 form an integral part of these financial statements.

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CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

LSE FINANCIAL SERVICES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2026

1 CORPORATE AND GENERAL INFORMATION

LSE Financial Services Limited ("the Company") was originally incorporated with the name of Lahore Stock Exchange (Guarantee) Limited under the repealed Companies Act, 1913 (now the Companies Act, 2017) on October 05, 1970 as a Company limited by guarantee. The Company was re-registered as a public unlisted Company limited by shares on August 27, 2012. Consequent to the integration of all stock exchanges of the country on January 11, 2016, the Company obtained an NBFC license to start functioning as an investment finance services company under the name LSE Financial Services Limited. The Company underwent a series of restructuring during 2023 and 2024. On January 11, 2025, the Company's NBFC license expired and the Company decided to not renew the same. Hence, the Company is no longer operating as an NBFC after the said date.

On May 31, 2024, the shares of the Company started trading on Pakistan Stock Exchange Limited ("PSX") consequent to the transfer of the listing status from Modaraba Al-Mali (Modaraba) under the scheme of arrangement with its management company - LSE Capital Limited.

The Registered Office of the Company is located at 19, Khayaban-e-Aiwan-e-Iqbal, Lahore.

1.1 Scheme of Arrangement and Reconstruction

During the year, the Company and its associated company, Digital Custodian Company Limited ("DCCL"), implemented a Scheme of Compromise, Arrangement and Reconstruction ("the Scheme") under Sections 279 to 283 and 285 of the Companies Act, 2017. The Scheme was approved by the shareholders of the Company and DCCL, respectively, in their Extraordinary General Meetings held on December 28, 2024, and was sanctioned by the Honourable Lahore High Court, Lahore vide its order dated October 13, 2025, passed in CO No. 75382 of 2025 (the "Court Order").

The Scheme provided, inter alia, for the reconstitution of the share capital and reserves of the Company and DCCL, and the distribution of the Company's investment in the ordinary shares of LSE Capital Limited (an associated company), together with the shares of the Company held by DCCL, to the respective shareholders of the Company and DCCL in the agreed distribution ratio. Consequent to the sanction of the Scheme by the Honourable Lahore High Court, the Scheme became binding and operative on the Company, DCCL, and their respective shareholders, members, creditors and other stakeholders with effect from October 13, 2025 (the "Sanction Date").

1.1.1 Financial impact of the Scheme

The financial impact of the Scheme is disclosed below:

Distribution and liability recognised under the Scheme

Particulars	Rupees in thousands
Investment in LSE Capital Limited distributed	(173,139)
Trade and other payables — LSECL (due to DCCL) recognised	(37,246)
Total	<u>(210,385)</u>

Reserves and equity utilised to give effect to the Scheme

Particulars	Rupees in thousands
Reduction in issued, subscribed and paid-up share capital	86,775
Reversal of deferred tax liability	7,391
Utilisation of fair value reserve	2,897
Utilisation of share premium	31,355
Utilisation of un-appropriated profit	49,842
Goodwill arising on the Scheme	32,125
Total	<u>210,385</u>

2 STATEMENT OF COMPLIANCE

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

- International Financial Reporting Standards (IFRS Standards) 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 from the IFRS, the provisions of and directives issued under the Companies Act, 2017 have been followed.

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3 BASIS OF MEASUREMENT

3.1 Accounting Convention

These financial statements have been prepared under the historical cost convention except as otherwise disclosed in the respective accounting policies notes without taking the effect of inflation. In these financial statements, except for cash flow statement, all the transactions have been accounted for on accrual basis.

3.2 Functional and presentation currency

These financial statements are presented in Pakistan Rupee (Rs. / Rupees) which is the Company's functional and presentation currency. Amounts presented in the financial statements have been rounded off to the nearest thousand of Rupees, unless otherwise stated.

3.3 Critical accounting estimates, judgements and assumptions

The preparation of financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires the use of certain critical accounting estimates. In addition, it requires management to exercise judgment in the process of applying the Company's accounting policies. The areas involving a high degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements, are documented in the following accounting policies and notes, and relate primarily to:

<u>Description</u>	<u>Note reference</u>
- Investment in associates under equity method	4.1
- Current income tax expense, provision for current tax and recognition of deferred tax asset (for carried forward tax losses)	4.2
- Provision against receivables	4.3
- Financial assets	4.4
- Expected Credit loss of certain financial assets under IFRS 9	4.4
- Impairment loss of non-financial assets	4.5
- Estimation of contingent liabilities and assets	4.15
- Leases	4.21
- Classifications	

Revisions to accounting estimates (if any) are recognized in the period in which the estimate are revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

3.3.1 Standards, interpretations of and amendments to published approved accounting standards that are effective in the current year:

There are certain amendments to the published approved accounting standards that are effective in the current year. However, these do not have any significant impact on the Company's operations and, therefore, have not been detailed in these financial statements.

	<u>Effective date (annual periods beginning or after)</u>
Amendments to IAS 21 'The Effects of Changes in Foreign Exchange Rates' - Lack of Exchangeability	January 01, 2025

3.3.2 New accounting standards, amendments and interpretations that are not yet effective

The following amendments and interpretations to existing standards have been published and are mandatory for the Company's accounting periods beginning on or after July 01, 2025 or later periods, but the Company has not early adopted them:

	<u>Effective date (annual periods beginning or after)</u>
Amendments to IAS 07 Statement of Cash Flows	January 01, 2026
Amendments to 'IAS 28 Investment in Associates and Joint Ventures'	January 01, 2027
Amendments to IFRS 7 'Financial Instruments: Disclosures' - Amendments regarding the classification and measurement of financial instruments	January 01, 2026
Amendments to IFRS 9 'Financial Instruments' - Amendments regarding the classification and measurement of financial instruments	January 01, 2026
Amendments to IFRS 10 'Consolidated financial statements'	January 01, 2026
IFRS 17 Insurance Contracts	January 01, 2026

IFRS 18 'Presentation and Disclosures in Financial Statements'	January 01, 2027
IFRS 19 'Subsidiaries without Public Accountability: Disclosures'	January 01, 2027
IFRS S1 'General Requirements for Disclosure of Sustainability-related Financial Information'	January 01, 2027
IFRS S2 'Climate-related Disclosures'	January 01, 2027

3.3.3 In addition to the above, the IASB has issued the following standards and interpretations which, as of June 30, 2026, have not been notified by the Securities and Exchange Commission of Pakistan (SECP) for local adoption. The Company will evaluate the impact of these pronouncements once they are notified for application in Pakistan.

IFRS 1 First-time Adoption of International Financial Reporting Standards
IFRS 20 Regulatory Assets and Regulatory Liabilities
IFRIC 12 Service Concession Arrangements

4 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies set out below have been applied consistently to all periods presented in these financial statements.

4.1 Investments accounted for using the equity method

Associates are all entities over which the Company has significant influence but not control or joint control. This is generally the case where the Company holds between 20% and 50% of voting rights. Investments in associates are accounted for using the equity method of accounting, after initially being recognized at cost. Under the equity method of accounting, the investments are initially recognized at cost and adjusted thereafter to recognize the Company's share of the post-acquisition profits or losses of the investee in profit or loss, and the Company's share of movements in other comprehensive income of the investee in other comprehensive income.

Dividends received or receivable from associates are recognized as a reduction in the carrying amount of investment. When the Company's share of losses in an equity-accounted investment equals or exceeds its interest in the entity, the Company does not recognize further losses, unless it has incurred obligations or made payments on behalf of the investee company. Unrealized gains on transactions between the Company and its associates are eliminated to the extent of the Company's interest in the entity. Unrealized losses are also eliminated unless the transaction provides evidence of impairment of the asset transferred.

4.2 Taxation

Income tax comprises of current tax and deferred tax. Income tax expense is recognized in the statement of profit or loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity (if any), and in which case the tax amounts are recognized directly in in other comprehensive income or equity.

Current income tax

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Levy

In accordance with the Income Tax Ordinance, 2001, computation of turnover tax and final tax is not based on taxable income. Therefore, as per IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes issued by the ICAP, these fall within the scope of IFRIC 21 / IAS 37 and accordingly have been classified as levy in these financial statements, except for taxes on dividends on the Company's investments in subsidiaries and associates which are specifically within the scope of IAS 12 and hence these continue to be categorized as current income tax.

When the minimum tax is higher than tax calculated on taxable profits, excess amount is recognized as levy under IFRIC 21 / IAS 37. Further the company also charges tax expense under levy when tax is calculated under final tax regime.

Deferred income tax

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, deferred tax liabilities are not recognized if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit / loss. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred tax assets are recognized for deductible temporary differences and unused tax losses and credits only if it is probable that future taxable amounts will be available to utilize those temporary differences and unused tax losses and credits.

Current and deferred tax is recognized in profit or loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

The Company recognizes deferred tax liability on surplus on revaluation of property, plant and equipment which is adjusted against the related surplus.

Changes in deferred tax assets or liabilities are recognized as a component of tax income or expense in profit or loss, except where they relate to items that are recognized in other comprehensive income (such as the revaluation of property, plant and equipment) or directly in equity, in which case the related deferred tax is also recognized in other comprehensive income or equity, respectively.

Unrecognized deferred tax assets are reassessed at each reporting date and recognized to the extent that it has become probable that future taxable profits will be available against which they can be used.

Judgment and estimates

Significant judgment is required in determining the income tax expenses and corresponding provision for tax. There are many transactions and calculations for which the ultimate tax determination is uncertain as these matters are being contested at various legal forums. The Company recognizes liabilities for anticipated tax issues based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the current and deferred tax assets and liabilities in the period in which such determination is made.

Further, the carrying amount of deferred tax assets is reviewed at each reporting date and is adjusted to reflect the current assessment of future taxable profits. If required, carrying amount of deferred tax asset is reduced to the extent that it is no longer probable that sufficient taxable profits to allow the benefit of part or all of that recognized deferred tax asset to be utilized. Any such reduction shall be reversed to the extent that it becomes probable that sufficient taxable profit will be available.

Off-setting

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

4.3 Trade and other receivables

Measurement

Trade receivables are recognized and carried at original invoice value less an allowance for impairment. Bad debts are written off when identified.

Impairment

A provision for impairment of trade receivables is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivables. The amount of the provision is recognized in statement of profit or loss. Bad debts are charged in statement of profit or loss on identification.

4.4 Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

4.4.1 Financial assets

All financial assets are recognized at the time when the Company becomes a party to the contractual provisions of the instrument.

a) Classification

Financial assets are classified in either of the three categories: at amortized cost, at fair value through other comprehensive income and at fair value through profit or loss. Currently, the Company classifies its financial assets at amortized cost and fair value through profit or loss. This classification is based on the Company's business model for managing the financial assets and the contractual cash flow characteristics of the financial asset. The management determines the classification of its financial assets at the time of initial recognition.

b) Initial recognition and measurement

All financial assets are initially measured at fair value plus transaction costs that are directly attributable to its acquisition except for trade receivable that are initially measured at the transaction price.

c) Subsequent measurement

Financial assets measured at amortized cost are subsequently measured using the effective interest rate method (EIR). The amortized cost is reduced by impairment losses, if any. Interest income and impairment are recognized in statement of profit or loss.

Financial assets measured at fair value through profit or loss are subsequently measured at fair value prevailing at the reporting date. The difference arising is charged to statement of profit or loss.

d) Derecognition

Financial assets are derecognized when the contractual rights to receive cash flows from assets have expired. The difference between the carrying amount and the consideration received is recognized in statement of profit or loss.

e) Impairment of financial assets

The Company recognizes an allowance for expected credit losses (ECLs) for all financial assets which are measured at amortized cost. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Company expects to receive, discounted at an approximation of the original EIR.

ECLs are recognized in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12-months (a 12-month ECL). For the credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default (a lifetime ECL).

For trade receivables, the Company applies a simplified approach in calculating ECLs. Therefore, the Company does not track changes in credit risk, but instead recognizes a loss allowance based on lifetime ECLs at each reporting date. The Company has established a provision matrix that is based on its historical credit loss experience, adjusted for forward looking factors specific to the debtors and the economic environment.

4.4.2 Financial liabilities**a) Initial recognition and measurement**

Financial liabilities are initially classified at amortized cost. Such liabilities are recognized at the time when the Company becomes a party to the contractual provisions of the instrument and include trade and other payables, loans or borrowings and accrued mark up etc.

b) Subsequent measurement

The Company measures its financial liabilities subsequently at amortized cost using the EIR method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in statement of profit or loss. Difference between the carrying amount and consideration paid is recognized in statement of profit or loss when the liabilities are derecognized.

Off-setting of financial assets and financial liabilities

A financial asset and a financial liability is offset and the net amount is reported in the statement of financial position if the Company has a legally enforceable right to offset the recognized amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

4.5 Impairment of non-financial assets

The assets that are subject to depreciation or amortization are assessed at each reporting date to determine whether there is any indication that the assets are impaired. If there is an indication of possible impairment, the recoverable amount of the asset is estimated and compared with its carrying amount. An impairment loss is recognized if the carrying amount of an asset exceeds its estimated recoverable amount. The impairment loss is recognized in statement of profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized. The Company recognizes the reversal immediately in statement of profit or loss, unless the asset is carried at a revalued amount in accordance with the revaluation model. Any reversal of an impairment loss of a revalued asset is treated as a revaluation increase.

4.6 Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability at the measurement date in an orderly transaction between market participants in the principal, or in its absence, the most advantageous market to which the Company has access at that date. There are three levels which are as under:

The Company measures the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as active if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

When there is no quoted price in an active market, the Company determines transaction price by applying valuation techniques. The chosen valuation technique incorporates all the factors that market participants would take into account in pricing a transaction. The best evidence of the fair value of a financial instrument at initial recognition is normally the transaction price i.e. the fair value of the consideration given or received.

If the Company determines that the fair value at initial recognition differs from the transaction price and the fair value is evidenced neither by a quoted price in an active market for an identical asset or liability nor based on a valuation technique that uses only data from observable markets, the instrument is initially measured at fair value, adjusted to defer the difference between the fair value at initial recognition and the transaction price. Subsequently, that difference is credited or charged to profit or loss on an appropriate basis over the life of the instrument but no later than when the valuation is supported wholly by observable market data or the transaction is closed out.

The Company's policy is to recognize transfers into and transfers out of fair value hierarchy levels as of the date of the event or change in circumstances that caused the transfer.

4.7 Long term deposits

Deposits are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in non-current assets for having maturities greater than 12 months after the reporting date. Initially they are recognized at fair value and subsequently stated at amortized cost.

4.8 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at cost. For the purpose of cash flows statement, cash and cash equivalents comprise cash in hand, savings accounts and current accounts.

4.9 Payables and other liabilities

Liabilities for creditors and other amounts payable are carried at cost which is the fair value of the consideration to be paid in future for the goods and/or services received, whether or not billed to the Company.

4.10 Related party transactions

Transactions with related parties are based on the transfer pricing policy that all transactions between the Company and its related parties are at arm's length prices using the comparable uncontrolled price method except in circumstances where it is in the interest of the Company to not to do so.

4.11 Revenue recognition

Revenue is measured based on the consideration specified in a contract with a customer. The Company recognizes revenue as follow:

Funds management fee

Income from trusts operations is recognized on the basis of average monthly net asset value of the funds.

Return on MTS investments and fixed income securities

Return on MTS investments and fixed income securities is recognized on a time proportionate basis over the term of the investments that takes into account the EIR method.

Dividend income

Dividend income is recognized in statement of profit or loss on accrual basis in case of cumulative preference shares and at the time dividend is declared in case of ordinary shares.

Other income

Other income, if any, is recognized on accrual basis.

4.12 Return on Bank Deposits

Return on bank deposits is recognized and recorded on an accrual basis, reflecting the income as it is earned rather than when it is received.

4.13 Operating Segments

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the board of directors that made strategic decisions. The management has determined that the Company has a single reporting segment, as board of directors use the Company's operations as one reportable segment.

4.14 Interest free loans to employees

The Company provides interest free loans to its employees for various purposes. The loans are initially recognized at fair value which is the present value of future deductions to be made from employees' salaries, discounted at the market interest rate. The difference between fair value of the interest free loan and principal amount at initial recognition is recorded as expense in statement of profit or loss.

The loan is subsequently measured at amortized cost with respective finance income to be recorded in profit or loss. In addition, the deferred employee benefit is fully expensed in the statement of profit and loss at the time of initial recognition.

4.15 Contingent liabilities and assets

A contingent liability is disclosed when there is a possible obligation that arises from past events and whose existence is confirmed only by the occurrence or non-occurrence of one or more uncertain future events not entirely within the control of the Company.

A contingent liability is also disclosed when there is present obligation that arises from past events but it is not probable that an outflow of resources embodying economic benefits would be required to settle the obligation or the amount of the obligation cannot be measured with sufficient reliability.

A Contingent asset is disclosed when an inflow of economic benefits is probable. Contingent assets are not recognized in the financial statements since this may result in recognition of income that may never be realized.

4.16 Provisions

Provisions are recognized when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and reliable estimate of the amount can be made. Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate.

4.17 Dividend distributions

Dividend distribution and appropriations other than statutory appropriations are recorded in the period in which they are approved.

4.18 Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognized as a deduction from equity, net of any tax effects.

4.19 Earnings per share (EPS)

Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the year. Diluted EPS is calculated by adjusting basic EPS by the weighted average number of ordinary shares that would be issued on conversion of all dilutive potential ordinary shares into ordinary shares and post-tax effect of changes in profit or loss attributable to ordinary shareholders of the Company that would result from conversion of all dilutive potential ordinary shares into ordinary shares.

4.20 Borrowings / loans and borrowing costs**Interest bearing borrowings / Loans**

Interest bearing borrowings / loans are recorded at the proceeds received. Borrowings are subsequently stated at amortized cost, any difference between the proceeds (net of transaction costs) and the redemption value is recognized in the statement of profit or loss over the period of the borrowings using the effective interest rate method. Finance costs are accounted for on accrual basis and are reported under accrued mark up to the extent of the amount remaining unpaid.

Interest free loans payable on discretion of the company

Interest free loans given by directors and sponsors of the company and repayable at the discretion of the Company are initially measured and subsequently recognized in line with Technical Release - 32 (TR 32 - Accounting Directors' Loan) issued by the Institute of Chartered Accountants of Pakistan (ICAP), these loans are shown as part of equity.

Overdrafts

Overdrafts, if any, are repayable in full on demand and are measured at amortized cost.

Interest / borrowing costs

Interest expense / borrowing costs are accounted for on the basis of the effective interest method and are included in finance costs which are charged to income in the period in which these are incurred, except borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use are added to the cost of those assets, until such time as the assets are substantially ready for their intended use.

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Borrowings are reported under accrued finance costs to the extent of the amount remaining unpaid and are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

4.21 Leases

The Company is the lessee.

At inception of a contract, the Company assesses whether a contract is, or contains, a lease based on whether the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions.

At initial recognition, leases are recognized as a right-of-use asset and a corresponding liability at the date at which the leased asset is available for use by the Company.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease, or if that rate cannot be readily determined, the Company's incremental borrowing rate.

Lease payments include fixed payments, variable lease payments that are based on an index or a rate expected to be payable by the lessee under residual value guarantees, the exercise price of a purchase option if the lessee is reasonably certain to exercise that option, payments of penalties for terminating the lease, if the lease term reflects the lessee exercising that option, less any lease incentives receivable. The extension and termination options are incorporated in determination of lease term only when the Company is reasonably certain to exercise these options.

The lease liability is subsequently measured at amortized cost using the effective interest rate method. It is remeasured when there is a change in future lease payments arising from a change in fixed lease payments or an index or rate, change in the Company's estimate of the amount expected to be payable under a residual value guarantee, or if the Company changes its assessment of whether it will exercise a purchase, extension or termination option. The corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in the statement of profit or loss account if the carrying amount of right-of-use asset has been reduced to zero.

The right-of-use asset is initially measured based on the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentive received.

The right-of-use assets are depreciated on a straight-line method over the shorter of lease term or estimated useful life of the assets. If ownership of the asset transfers to the Company at the end of lease term or the cost reflects the exercise of purchase option, depreciation is calculated over the estimated useful life of the asset. These methods most closely reflect the expected pattern of consumption of future economic benefits.

The right-of-use asset is reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

Payments associated with short-term leases and all leases of low-value assets are recognized on a straight-line basis as an expense in profit or loss. Short-term leases are leases with a lease term of 12 months or less without a purchase option.

Judgments and estimates

The Company applies judgement to determine the lease term for some lease contracts in which it is a lessee that include renewal options. The assessment of whether the Company is reasonably certain to exercise such options impacts the lease term, which significantly affects the amount of lease liabilities and right-of-use assets recognized.

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5 INVESTMENT IN ASSOCIATES

Under Equity Method

LSE Capital Limited

Digital Custodian Company Limited

Note	2026 Rupees in thousands	2025 Rupees in thousands
5.1	-	171,469
5.2	155,743	213,306
	<u>155,743</u>	<u>384,775</u>

5.1 LSE Capital Limited

LSE Capital Limited ("LSECL") (formerly Bank Islami Modaraba Investments Limited) was incorporated in Pakistan on January 22, 1986, as an unlisted public limited company under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). Subsequently, it was registered as a Modaraba Company with the Registrar of Modaraba Companies and Modarabas, under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980. The registered office of the Company is situated at the Exchange Hub, LSE Plaza, Khayaban-e-Aiwan-Iqbal Road Lahore. Pursuant to the order of the Honorable Lahore High Court (C.O. No. 75382/2025) dated October 13, 2025, the Scheme of Compromises, Arrangement, and Reconstruction between LSE Financial Services Limited (LSEFSL) and Digital Custodian Company Limited (DCCL) has been duly sanctioned. Under the approved Scheme, the Court has authorized for the distribution of shares of LSECL held by the Company to its shareholders.

5.2 Digital Custodian Company Limited

Digital Custodian Company Limited ("DCCL") was incorporated on February 12, 1992 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) as a private limited company. The status of the Company was converted from private limited company to unlisted public limited company on June 19, 2009. The registered office of the company is located at the Exchange Hub, LSE Plaza, Aiwan-e-Iqbal Road, Lahore. These shares were acquired by the Company under the Scheme of Arrangement sanctioned by the Honorable Lahore High Court.

Reconciliation of changes in carrying value of investments in associates

	2026		
	LSECL	DCCL	Total
	-----Rupees in thousands-----		
Balance as at June 30, 2025	171,469	213,306	384,775
Share of profit after income tax for the year	1,721	3,396	5,117
Share of other comprehensive income	-	-	-
Scheme arrangement impact	(1,721)	-	(1,721)
	-	3,396	3,396
Adjustment of Associate Income after Scheme	-	(60,958)	(60,958)
Disposal of investments	(171,469)	-	(171,469)
Balance as at June 30, 2026	-	155,743	155,743
No. of shares held	-	14,401,436	
Shareholding in %age	-	36.00%	
	2025		
	LSECL	DCCL	Total
	-----Rupees in thousands-----		
Balance as at June 30, 2024	161,010	210,890	371,900
Share of profit after income tax for the year	13,044	1,424	14,468
Share of other comprehensive income	2,415	992	3,407
Dividend received	(5,000)	-	(5,000)
Balance as at June 30, 2025	171,469	213,306	384,775
No. of shares held	10,000,000	18,817,917	
Shareholding in %age	5.52%	36.00%	

- 5.2.1 The investment in Digital Custodian Company Limited ("DCCL") is accounted for using the equity method in accordance with the requirements of IAS 28 Investments in Associates. The Company has determined that it exercises significant influence over DCCL by virtue of its representation on the Board of Directors and participation in the financial and operating policy decisions of the investee. Accordingly, the investment has been classified as an investment in an associate and is accounted for using the equity method.

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For the purpose of applying the equity method, the audited financial statements of DCCL for the year ended June 30, 2026 have been used. As at June 30, 2026, the net asset value (break-up value) of DCCL amounted to Rs. 10.81 per share (2025: Rs. 11.61 per share).

5.2.2 The following table summarizes the financial information of LSECL and DCCL as included in their respective audited financial statements. The table also reconciles the summarized financial information to the carrying amount of the Company's interest in associates.

	2026		2025	
	LSECL	DCCL	LSECL	DCCL
	Rupees in thousands		Rupees in thousands	
Revenue	31,181	137,046	145,428	127,342
Profit after income tax	30,248	9,431	236,308	3,956
Other comprehensive income	-	-	43,751	2,757
Total comprehensive income	30,248	9,431	280,059	6,713
Current assets	818,000	44,450	619,900	39,132
Non-current assets	2,914,490	410,885	2,906,399	631,662
Current liabilities	(388,178)	(11,173)	(198,658)	(47,982)
Non-current liabilities	(148,416)	(11,586)	(163,198)	(15,974)
Net assets of the associate	3,195,896	432,577	3,164,443	606,838
Proportion of the company ownership interest	0.00%	36.00%	5.52%	36.00%
Net assets of the associate after intercompany elimination	-	155,743	174,677	218,462

6 LOAN TO DIRECTOR

At amortized cost

Carrying amount	6.1	3,044	10,588
Less: Current portion of loan	10	(1,024)	(7,544)
		2,020	3,044

6.1 Movement in loan to director

Opening balance		10,588	23,812
Disbursements		-	-
Less: Discounting of loan to director		-	-
		10,588	23,812
Interest income	21	1,204	3,922
Receipts		(8,748)	(17,146)
Closing balance	6.2	3,044	10,588

6.2 This represents loan provided to the Executive Director Mr. Aftab Ahmed of the Company as per Company's policy. The loan provided is secured against pledged shares of Mr. Aftab Ahmed. This is repayable in 5 years with advance monthly installments starting from February 2024 and carries markup @ 12% per annum. The effective interest is 21.97% per annum.

7 LONG TERM DEPOSITS

	2026	2025
	Rupees in thousands	
Utilities	1,224	1,224
Deposit against Margin Trading System of NCCPL	3,785	3,785
	5,009	5,009

8 GOODWILL ARISING ON SCHEME

Goodwill arising on scheme	8.1	32,125	-
		32,125	-

8.1 Pursuant to the order of the Honourable Lahore High Court dated October 13, 2025 (CO No. 75382 of 2025), the Company implemented a Scheme of Arrangement involving reduction of its share capital and restructuring of its interests in two associated companies. Under the Scheme, the Company's investment in LSE Capital Limited amounting to Rs. 173.14 million was restructured, along with the transfer of certain liabilities amounting to Rs. 37.25 million from the associated company. The resultant adjustments arising from the implementation of the Scheme have been accounted for in accordance with the terms of the Scheme. Accordingly, Goodwill amounting to Rs. 32.12 million has been recognised and is carried at Rs. 32.12 million as at the reporting date.

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9 DEFERRED TAX ASSET / (LIABILITY)	Note	2026	2025
		Rupees in thousands	
Deferred tax asset / (liability)	9.3	21,747	(7,391)
		<u>21,747</u>	<u>(7,391)</u>

9.1 Deferred taxation has been provided using rate of taxation applicable to tax year 2027 under the provisions of Income Tax Ordinance, 2001 to the extent of income of the Company chargeable under normal tax regime.

9.2 Reconciliation of deferred tax liabilities / (assets) - Net	2026	2025
	Rupees in thousands	
Opening balance	(7,391)	(4,858)
Scheme impact	7,391	-
Deferred tax effect charged to profit or loss	12,603	(2,023)
Deferred tax effect charged to other comprehensive income	9,144	(510)
	<u>21,747</u>	<u>(7,391)</u>

9.3 Breakup of deferred tax

Statement of Financial Position		Statement of Profit or Loss		Statement of Comprehensive Income	
2026	2025	2026	2025	2026	2025
----- Rupees in thousands -----					

Deferred taxation comprises of the following:

- Deferred tax liability on taxable temporary differences in respect of the following:

- - - - -

- Deferred tax asset on deductible temporary differences in respect of the following:

Investment in associates	(9,392)	14,497	(248)	1,422	(9,144)	(510)
Business losses	(11,925)	(7,106)	(11,925)	176	-	-
Minimum tax u/s 113 of the Income Tax Ordinance, 2001	(430)	-	(430)	424	-	-
	<u>(21,747)</u>	<u>7,391</u>	<u>(12,603)</u>	<u>2,022</u>	<u>(9,144)</u>	<u>(510)</u>
	<u>21,747</u>	<u>(7,391)</u>	<u>12,603</u>	<u>(2,022)</u>	<u>9,144</u>	<u>510</u>

10 RECEIVABLES, ADVANCES AND PREPAYMENTS

Unsecured - Considered good

		2026	2025
		Rupees in thousands	
Fund management fee receivable		6,091	2,959
Due from related parties	10.1	-	30,302
Advances		1,835	-
Current portion of loan to director	6	1,024	7,544
		<u>8,950</u>	<u>40,805</u>

10.1 Due from related parties

LSE Capital Limited	10.1.1	-	26,572
LSE Ventures Limited	10.1.1	-	206
Digital Custodian Company Limited	10.1.1	-	3,523
		<u>-</u>	<u>30,302</u>

10.1.1 This represents amounts due from related parties in the normal course of business and recoverable on demand. These balances are unsecured, considered good and carry a markup @ 6-month KIBOR+1% as approved by the Members of the Company.

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11 INCOME TAX REFUNDS DUE FROM THE GOVERNMENT

		2026	2025
		Rupees in thousands	
Income tax refunds	11.1	50,165	45,521
		<u>50,165</u>	<u>45,521</u>
11.1 Movement in income tax			
Opening income tax refunds		45,521	35,253
Wealth tax refund transferred		-	10,524
Income tax deducted at source during the year		5,074	4,715
Recovery from associated company		-	(1,011)
Prior year adjustment		-	(52)
Less: Provision of income tax for the year		(430)	(3,908)
		<u>4,644</u>	<u>10,268</u>
Closing income tax refunds		<u>50,165</u>	<u>45,521</u>

12 CASH AND BANK BALANCES

Cash in hand		-	-
Cash at bank			
In saving accounts	12.1	2,511	10,027
		<u>2,511</u>	<u>10,027</u>

12.1 Cash at banks in saving accounts carry mark-up ranging from 10.5% to 11.5% per annum (2025: 9.50% to 19.00%).

12.2 The above figures of bank balances reconcile to the amount of cash and cash equivalents shown in the statement of cash flows.

13 SHARE CAPITAL

13.1 AUTHORIZED SHARE CAPITAL

2026	2025		2026	2025
Number of shares			Rupees in thousands	
<u>42,900,000</u>	<u>111,900,000</u>	Ordinary shares of Rs. 10 each	<u>429,000</u>	<u>1,119,000</u>

13.1.1 Pursuant to the order of the Honorable Lahore High Court (C.O. No. 75382/2025) dated October 13, 2025, and in accordance with the approved Scheme, the Court has authorized the reduction of the Company's authorized share capital. Consequently, the authorized share capital reduced to PKR 429,000,000, comprising 42,900,000 ordinary shares of PKR 10 each.

13.2 ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL

2026	2025		2026	2025
Number of shares			Rupees in thousands	
<u>27,000,000</u>	<u>35,677,578</u>	Ordinary shares of Rs. 10 each issued otherwise than in cash	<u>270,000</u>	<u>356,776</u>

13.3 Reconciliation of changes in number of shares is as follows:

		2026	2025
	Note	Number of shares	
Opening balance		35,677,578	35,677,578
Share capital reduction under the Scheme of Arrangement			
Shares issued during the year		-	-
Share capital reduced as per Scheme	13.3.1	(8,677,578)	
Closing balance		<u>27,000,000</u>	<u>35,677,578</u>

13.3.1 Pursuant to the Order of the Honorable Lahore High Court (C.O. No. 75382/2025) dated October 13, 2025, sanctioning the Scheme of Arrangement under the applicable provisions of the Companies Act, 2017, the Company's share capital was reconstructed. Consequently, the issued, subscribed and paid-up share capital of the Company was reduced to PKR 270,000,000, comprising 27,000,000 ordinary shares of PKR 10 each.

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13.4 Shares held by related parties are as follows:

	2026	2025	2026	2025
	Percentage		Number of Shares	
LSE Ventures Limited	28.40%	28.03%	7,667,470	10,000,000
LSE Capital Limited	1.57%	0.00%	423,054	-
Digital Custodian Company Limited	0.00%	2.36%	-	841,742
Directors	21.14%	23.59%	5,708,855	8,416,764

13.5 There are no agreements with shareholders for any specific voting rights, board selection, rights of first refusal and block voting etc.

13.6 The shareholders are entitled to receive all distributions including dividends and other entitlements in the form of bonus and right shares as and when declared by the Company. All shares carry one vote per share without restriction.

14 SHARE PREMIUM

	Note	2026	2025
		Rupees in thousands	
Share premium	14.1	-	31,355
		<u>-</u>	<u>31,355</u>

14.1 This reserve can be utilized by the Company only for the purposes specified in section 81 of Companies Act, 2017. During the year, the share premium balance was adjusted pursuant to the Scheme of Arrangement and Reconstruction.

15 LONG TERM FINANCING

	2026	2025
	Rupees in thousands	
Bank Al Habib Limited	96	2,020
Less: Current portion	(96)	(2,020)
	<u>-</u>	<u>-</u>

15.1 The long term financing facility has been obtained from Bank Al Habib Limited for the purchase and installation of 100 KW On-Grid Solar System under the State Bank of Pakistan financing scheme for Renewable Energy Category-II. It carries mark-up at SBP rate of 2% with spread of 2% per annum, payable quarterly. The bank has marked lien over PLS accounts for Rs. 3.94 million. The tenor of the facility is 5 years from the date of disbursement.

16 ACCRUED AND OTHER LIABILITIES

	Note	2026	2025
		Rupees in thousands	
Trade creditors		985	1,298
Accrued liabilities		2,861	2,173
Due to related party	16.1	51,428	-
Punjab Workers' Welfare Fund payable		2,345	2,345
Withholding tax payable		387	3,064
Sales tax payable		961	51
Accrued mark-up		12	12
		<u>58,979</u>	<u>8,943</u>
16.1 Due to related party			
LSE Capital Limited		49,800	-
LSE Ventures Limited		1,628	-
		<u>51,428</u>	<u>-</u>

16.1.1 This represents amounts payable to related parties arising in the ordinary course of business. These balances are unsecured, repayable on demand, and bear mark-up at six-month KIBOR plus 1% per annum in accordance with the approval of the members of the Company and as per the requirements of section 199 of the Companies Act, 2017.

17 DEPOSITS PAYABLE RELATED TO DISCONTINUED OPERATIONS

Deposits payable related to discontinued operations	13,821	13,821
	<u>13,821</u>	<u>13,821</u>

17.1 These amounts relate to the discontinued operations of the Company. Together with this amount, some quantity of listed and unlisted shares are also held by the Company on off-balance sheet basis.

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18 CONTINGENCIES AND COMMITMENTS**18.1 Contingencies**

- 18.1.1** The Company has not provided for the provision against Punjab Workers Welfare Fund (WWF) amounting to Rs. 2.345 million (2025: Rs. 2.345 million) in these financial statements on the grounds that in accordance with the provisions of Punjab Workers Welfare Fund Act, 2019, the business activities of the Company do not fall in the definition of establishment as defined in the Act. The Company has also taken up the case with the Punjab Revenue Authority (PRA). The Company expects favorable outcome in this regard, therefore, no provision has been made in these financial statements.

18.2 Commitments

There were no commitments outstanding at the reporting date (2025: Nil).

19 REVENUE - NET

	Note	2026 Rupees in thousands	2025
Revenue from Margin Trading System of NCCPL		-	2,250
Fund and operational management fee	19.1	34,395	33,106
Less: Sales tax		(4,744)	(4,566)
		29,651	28,540
		29,651	30,790

- 19.1** This represents fund and operational management fee charged to MCF, IPF and TCF trusts. Fund management and operational fee is calculated at 2% (2025: 2%) on closing net assets of the fund as per audited accounts of the respective fund as at June 30, 2026.

20 ADMINISTRATIVE AND GENERAL EXPENSES

	Note	2026 Rupees in thousands	2025
Salaries and benefits	20.1	27,125	5,563
Shared services		-	5,352
Information technology related expenses		-	47
Directors' training expense		600	-
Insurance		-	31
Travelling and conveyance		4,247	2,410
Printing and stationery		29	299
Repairs and maintenance		5,148	230
Security expenses		2,700	-
Communication and public relations		2,146	1,264
Legal and professional charges		26,277	17,924
Margin Trading System charges		821	1,164
Fees and subscription		1,262	911
Rent, rates and taxes		70	70
Auditors' remuneration	20.2	1,376	1,767
Board meetings fee		1,475	1,900
Others		444	890
		73,720	39,822

- 20.1** Salaries and benefits include Rs. 1.0 million (2025: Rs. 1 million) in respect of contribution to provident fund.

20.2 Auditors' remuneration

	2026 Rupees in thousands	2025
Audit services		
Annual audit fee	500	500
Half yearly review fee	356	250
Special Audit	187	-
Fee for review report on statement of compliance	75	75
Certifications for regulatory purposes	178	650
Government levies	80	74
Out of pocket expenses	-	83
	1,376	1,631
Predecessor auditor		
Other assurance services	-	136
	-	1,767

21 OTHER INCOME

		2026	2025
		Rupees in thousands	
Income from financial assets	Note		
<i>At amortized cost / under effective interest method</i>			
Profit on saving accounts		728	6,276
Markup income on loan to director	21.1	1,204	3,922
Markup on advances to related parties		-	3,166
Markup income on exposure in MTS		411	949
Dividend income		222	105
		2,565	14,418
Income from non-financial assets			
Reversal of provision against wealth tax		-	3,728
Old liabilities no more payable written back		-	493
Miscellaneous income		1,071	315
		3,636	18,954

21.1 This amount comprises of actual mark up received Rs. 0.241 million (2025: Rs. 1.728 million) and the remaining amount relates to unwinding of discounting of Director's loan.

22 FINANCE COST

		2026	2025
		Rupees in thousands	
Mark-up on long term financing		52	131
Short term loan charges		3,977	-
Bank charges		55	92
		4,084	223

23 LEVY

- Current			
- Minimum tax	23.1	430	3,036
Final tax		-	16
Prior year		-	52
		430	3,104

23.1 This represents final taxes and minimum taxes paid under section 113 of Income Tax Ordinance, 2001, representing levy in terms of requirements of IFRIC 21 and IAS 37.

24 TAXATION

		2026	2025
		Rupees in thousands	
24.1 Taxation	Note		
Current	24.4	-	856
Prior year		-	-
		-	856
Deferred tax	9.3	(12,603)	2,021
		(12,603)	2,877

24.2 Income tax return has been filed to the income tax authorities upto and including tax year 2025 under the provisions of the Income Tax Ordinance, 2001.

24.3 Numerical reconciliation between average effective tax rate and the applicable tax rate is not practicable due to application of normal income tax rate and minimum tax rate on services under section 153 (1) (b) of the Income Tax Ordinance, 2001.

24.4 Reconciliation of levy and income tax under IAS-12		2026	2025
		Rupees in thousands	
Current tax liability as per applicable tax laws		430	3,960
Portion of current tax liability representing			
- Income tax as per IAS -12		-	(856)
- Levy as per IFRIC 21 / IAS 37		(430)	(3,104)
		-	-

26.2 Credit risk

Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily receivables) and from its financing activities, including deposits with banks and financial institutions, and other financial instruments.

The management assesses the credit quality of the customers, taking into account their financial position, past experience and other factors. The utilization of credit limits is regularly monitored. For banks and financial institutions, only independently rated parties with a strong credit rating are accepted.

The Company monitors the credit quality of its financial assets with reference to historical performance of such assets and available external credit ratings, if any. As at the reporting date, the maximum exposure to credit risk is equal to the carrying amount of the financial assets as detailed below:

	Note	2026 Rupees in thousands	2025
Long term deposits	7	5,009	5,009
Receivables, advances and prepayments	6 & 10	10,970	43,849
Cash and bank balances	12	2,511	10,027
		<u>18,490</u>	<u>58,885</u>

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer such as repayment behavior, credit loss history and available securities etc. The management also considers other relevant factors that may influence the credit risk of its customer base, including the default risk associated with the customer. Majority of the Company's customers have been transacting with the Company for many years, and only trivial customers' balances have been written off so far. In monitoring customer credit risk, customers are individually assessed according to their history and repayment behavior with the Company.

The management has established a credit policy under which each new customer is analyzed individually for creditworthiness before the Company's standard payment terms are offered.

The Company establishes an allowance for impairment that represents its estimate of incurred losses in respect of its receivables etc.

The Company evaluates the concentration of risk with respect to receivables as low, as its customers are operated in largely independent markets. The credit risk on liquid funds is limited because the counter parties are either banks (with reasonably high credit ratings) and receivables for which the exposure is spread over a large number of counter parties.

The credit quality of bank balances that are neither past due nor impaired can be assessed by reference to external credit ratings (if available) or to historical information about counterparty default rate:

	Rating			2026	2025
	Short term	Long term	Agency		
Rupees in thousands					
Allied Bank Limited	A1+	AAA	PACRA	8	8
Bank Alfalah Limited	A1+	AAA	PACRA	88	93
Bank Al-Habib Limited	A1+	AAA	PACRA	1,450	4,167
Habib Bank Limited	A1+	AAA	VIS	25	51
MCB Bank Limited	A1+	AAA	PACRA	786	5,565
National Bank of Pakistan	A1+	AAA	PACRA	79	73
Summit Bank Limited	N/A	N/A	VIS	75	71
				2,511	10,027

26.3 Liquidity risk

Liquidity risk represents the risk that the Company will encounter difficulties in meeting obligations associated with financial liabilities. Prudent liquidity risk management implies maintaining sufficient cash and marketable securities, the availability of funding through appropriate credit facilities. Due to dynamic nature of the business, the Company maintains flexibility in funding by maintaining committed credit lines available. The Company's liquidity management involves projecting cash flows and considering the level of liquid assets necessary to meet these, monitoring critical liquidity ratios and maintaining debt financing plans.

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The table below analyses the Company's financial liabilities into relevant maturity groupings based on the remaining period as at the reporting date to contractual maturity dates. The amounts disclosed in the table are the contractual undiscounted cash flows:

Description	Carrying Amount	Contractual cash flows	Within 1 year	More than one year
-------------	-----------------	------------------------	---------------	--------------------

----- Rupees in thousands -----

Contractual maturities of financial liabilities as at June 30, 2026:

Long term financing	96	96	96	-
Trade and other payables	55,286	55,286	55,286	-
Deposits payable related to discontinued operations	13,821	13,821	13,821	-
	<u>69,203</u>	<u>69,203</u>	<u>69,203</u>	<u>-</u>

Contractual maturities of financial liabilities as at June 30, 2025:

Long term financing	2,020	2,031	2,031	-
Trade and other payables	3,483	3,483	3,483	-
Deposits payable related to discontinued operations	13,821	13,821	13,821	-
	<u>19,324</u>	<u>19,335</u>	<u>19,335</u>	<u>-</u>

The contractual cash flows relating to the above financial liabilities have been determined on the basis of interest rates / mark up rates effective as at the reporting date. The rates of interest / mark up have been disclosed in relevant notes to these financial statements, where applicable.

26.4 Financial instruments by categories

2026	
At amortized cost	Total

Rupees in thousands

Financial assets as at June 30, 2026

Receivables, advances and prepayments	8,950	8,950
Loan to director	3,044	3,044
Long term deposits	5,009	5,009
Cash and bank balances	2,511	2,511
	<u>19,514</u>	<u>19,514</u>

Financial liabilities as at June 30, 2026

Long term financing	96	96
Trade and other payables	55,286	55,286
Deposits payable related to discontinued operations	13,821	13,821
	<u>69,203</u>	<u>69,203</u>

2025	
At amortized cost	Total

Rupees in thousands

Financial assets as at June 30, 2025

Receivables, advances and prepayments	40,805	40,805
Loan to director	10,588	10,588
Long term deposits	5,009	5,009
Cash and bank balances	10,027	10,027
	<u>66,429</u>	<u>66,429</u>

Financial liabilities as at June 30, 2025

Long term financing	2,020	2,020
Trade and other payables	3,483	3,483
Deposits payable related to discontinued operations	13,821	13,821
	<u>19,324</u>	<u>19,324</u>

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26.5 Fair value of financial instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Underlying the definition of fair value is the presumption that the company is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires the company to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

Level 1 -	Quoted prices (unadjusted) in active markets for identical assets or liabilities.
Level 2 -	Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (that is, derived from prices).
Level 3 -	Inputs for the asset or liability that are not based on observable market data (that is, unadjusted) inputs.

Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred.

During the year, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurement.

As at the reporting date, the Company had no financial assets or financial liabilities measured at fair value requiring classification under the fair value hierarchy.

27 CAPITAL RISK MANAGEMENT

The Board's policy is to maintain an efficient capital base so as to maintain investors', creditors' and market confidence and to sustain the future development of its business. The Company's objectives when managing capital are:

- to safeguard its ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders; and
- to provide an adequate return to shareholders.

The Company manages the capital structure in the context of economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may, for example, adjust the amount of dividends paid to shareholders, issue new shares, if possible, and regulate its dividend payout thus maintaining smooth capital management.

In line with the industry norms, the Company monitors capital on the basis of the gearing ratio. This ratio is calculated as net debt divided by total capital. Net debt is calculated as total borrowings (including current and non current) less cash and cash equivalents. Total capital is calculated as equity, as shown in the statement of financial position, plus net debt.

The gearing ratio of the Company is not calculated as the Company is not geared.

28 TRANSACTIONS WITH RELATED PARTIES

Related parties companies associated companies / undertakings, companies where directors also hold directorship, directors, retirement benefits fund, key management personnel, etc. The related parties of the Company are as follows:

Names of Related Parties	Basis of Relationship	Percentage shareholding or common directorship
Associated Companies		
Digital Custodian Company Limited	Shareholding	36.00%
LSE Ventures Limited	Common directorship	0.00%
LSE Capital Limited	Common directorship	0.00%
Directors		
Aftab Ahmad	Director	21.14%
Aasiya Riaz	Director	0.00%
Sohail Ahmed Awan	Director	0.00%
Syed Jawwad Ahmad	Director	0.00%
Muhammad Iqbal	Director	0.00%
Hafiz Mudassir Alam	Director	0.00%
Talha Saeed	Director	0.00%

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Balances with related parties are disclosed in respective notes to these financial statements, whereas significant transactions with these related parties not elsewhere disclosed in the financial statements are disclosed as under:

Names of Related Parties	Relationship	Transactions during the year	2026	2025
			Rupees in thousands	

Transactions with associated companies

LSE Ventures Limited	Associate	Payment of expenses on behalf of company	-	7,002
		Expenses paid on behalf of company-reimbursed	-	17,924
		Markup on advances to associate	-	206
LSE Capital Limited	Associate	Fund received for investment in MTS	-	170,000
		MTS Investment reversed during the year	-	183,821
		Return on investment in MTS - paid	-	4,783
		Expenses paid on behalf of the company	-	3,886
		Reimbursement of expenses	-	4,421
		Equity management fee paid-inclusive of PRA sales tax	-	6,208
		Advisory fee paid	6,003	-
		Advance given during the year		29,689
		Markup on advances to associate	3,977	2,456
		Dividend received during the year	-	5,000
Digital Custodian Company Limited	Associate	Expenses paid on behalf of company	-	2,468
		Salaries paid on behalf of DCCL	-	5,121
		Markup on advances to associate	-	503
		Payment against e- share registrar services	-	86
Others				
LSE - Employees' Provident Fund Trust	Employee benefit fund	Contribution for the year	1,000	278
Aftab Ahmad	Director	Consultancy charges	-	13,824
		Repayment of loan	8,748	17,146
		Reimbursable expenses	-	1,594
		Markup received on loan	1,204	1,728

Balances outstanding as at June 30,

2026 2025
Rupees in thousands

Accrued and other liabilities

- Payable to LSE Capital Limited	49,800	-
- Payable to LSE Ventures Limited	1,628	-

29 SEGMENT REPORTING

29.1 Revenue from investments represents 100% of total revenue of the Company. Therefore, there is one reportable segment as per IFRS-8.

29.2	The sales percentage by geographic region is as follows:	2026	2025
		%	%
	Pakistan	<u>100.00</u>	<u>100.00</u>

29.3 Revenue from fund management fee amounting to Rs. 29.651 million (2025: Rs. 28.540 million) net off PRA sales tax account for 100% (2025: 92.69%) of total revenue for the year.

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

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30 REMUNERATION OF CHIEF EXECUTIVE OFFICER, DIRECTORS AND EXECUTIVES

The aggregate amount charged in these financial statements for the year for remuneration, including benefits to chief executive of the Company is as follows:

	Chief Executive Officer		Directors		Executives	
	2026	2025	2026	2025	2026	2025
----- Rupees in Thousands -----						
Managerial remuneration	-	399	-	-	7,800	2,423
Company's contribution to the provident fund trust	-	29	-	-	473	215
Housing and utilities	-	220	-	-	2,127	1,333
Board meeting fee	-	-	1,475	1,900	-	-
Others	-	252	-	-	1,766	960
	-	900	1,475	1,900	12,166	4,931
Number of persons	1	1	6	6	3	3

30.1 No remuneration was paid to the Chief Executive and Directors of the Company during the year. Meeting fee of Rs. 1.475 million (2025: Rs. 1.9 million) was paid to the directors.

30.2 An executive is define as an employee, other than the chief executive officer and directors, whose basic salary exceeds Rs. 1.2 million in a financial year.

31 NUMBER OF EMPLOYEES

Total number of employees at the year end

2026 2025

5 1

Average number of employees during the year

5 2

32 SHARIAH COMPLIANT DISCLOSURES

The Company's assets, liabilities, revenue, income, etc. does not fall under Shariah compliant business and its banking arrangements are under the conventional mode. Hence, Shariah compliant disclosures are not applicable.

33 PROVIDENT FUND TRUST - RELATED PARTY

The LSE Group maintains the employees provident fund trust at group level for all its permanent employees being employed by the group companies. All the necessary formalities as regards to the management of the fund and monthly contributions to the fund's bank account are being made by all the companies at regular intervals in accordance with Section 218 of the Companies Act, 2017 and Rules formed thereof.

34 AUTHORIZATION FOR ISSUE

These financial statements have been authorized for issue by the Board of Directors of the Company in its meeting held on October 02, 2026.

35 GENERAL

Comparative figures are re-arranged / reclassified, wherever necessary, to facilitate better comparison. However, no material re-arrangement or reclassifications has been made in these financial statements.

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CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



NOTICE OF ANNUAL GENERAL MEETING (AGM)

Notice is hereby given that the Company's Annual General Meeting (AGM) for the year 2026, is scheduled to be held and conducted on Wed, October 28, 2026, at 09:40 a.m. at the registered office of the Company situated at The Exchange Hub, LSE Plaza, 19-Kashmir Egerton Road, Lahore, to transact the following business:

ORDINARY BUSINESS

1. To consider and adopt/confirm the minutes of the Extraordinary General Meeting of the Company held on June 9, 2026.
2. To consider, receive and adopt the Annual Audited Financial Statements of the Company for the year ended June 30, 2026, together with the Directors' and Auditors' Reports thereon.

<https://lse.com.pk/assets/downloads/financials/Annual/LSEFSL-Annual-Report-2026.pdf>



3. To appoint External Auditors of the Company for the year ending June 30th, 2027, and to fix their remuneration.

SPECIAL BUSINESS

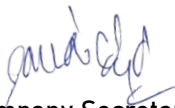
4. To consider, approve, confirm and ratify (as the case may be), the following resolutions as special resolutions, in terms of Section 199 of the Companies Act, 2017, and other applicable laws, for the purposes of authorizing investments/acquisitions/financing/disposal in respect of the Company's associated companies, including the specific disposal of 36% equity stake in DCCL:
 - "RESOLVED THAT in accordance with Section 199 of the Companies Act, 2017, and other applicable laws, the Company be and is hereby authorized, to make investments, acquire, extend financing or dispose of any equity stake in its associated companies in the aggregate amount not exceeding Pak Rupees Six Hundred Million (PKR 600,000,000/-), and as may be determined by the management of the Company, and specified in the Statement of Material Information under Section 134(3) accompanying this Notice.
 - FURTHER RESOLVED THAT in addition to the above, the Company be and is hereby authorized to dispose of any of its existing and future equity investments in capital market infrastructure companies (whether existing, newly subscribed/acquired directly or acquired under a Scheme of Arrangement) through an Offer for Sale (OFS) or PSX's secondary market, and the management of the Company, be and is hereby fully empowered and authorized to make a decision for the timing, quantity and price of any such disposal of the Company's investment(s) as deemed fit.
 - FURTHER RESOLVED THAT the Company be and is hereby authorized to sell its entire equity investment in Digital Custodian Company Limited (DCCL) at a price to be negotiated by the management of the Company."
5. To consider, approve, confirm and ratify (as the case may be), the following resolutions, as special resolutions, with respect to related party transactions/arrangements conducted/to be conducted, in terms of Sections 207 and / or 208 of the Companies Act, 2017 (to the extent applicable), with or without any modification:



- "RESOLVED THAT the transactions carried out by the Company with its Related Parties, during the year ended June 30, 2026, as disclosed in the relevant note of the Audited Financial Statements of the Company for the said period, be and are hereby ratified and confirmed.
 - FURTHER RESOLVED THAT the Company be and is hereby authorized to enter into any transaction/arrangement with its Related Parties from time to time, including but not limited to the payment, reimbursement of the equity management fee, directors fee, membership subscriptions and other shared/reimbursable expenses and charges, with its associated companies/undertakings and the directors/management of the Company.
 - FURTHER RESOLVED THAT the remuneration, emoluments, benefits and the expenditures made by the Company in respect of the office/position of the Chief Executive Officer, for the year ended June 30, 2026, be and are hereby approved, confirmed and ratified by the members.
 - FURTHER RESOLVED THAT the members hereby fully acknowledge that during the financial year ending June 30, 2027, some or a majority of the Directors may be interested in some or all of the aforesaid transactions/arrangements and that such transactions/arrangements may also fall under Sections 207 and / or 208 of the Companies Act, 2017 (to the extent applicable). Notwithstanding the same, the members hereby grant an advance authorization and approval to the management of the Company to expense out the costs for such transactions/arrangements from time to time subject to the subsequent review and recommendation by the Board of Directors for the approval/ratification/confirmation thereof by the members of the Company.
 - FURTHER RESOLVED THAT the Related Party transactions/arrangements for the period ending June 30, 2027, shall be deemed to have been approved by the members, and shall subsequently be placed before the members in the next Annual General Meeting for approval/ratification/confirmation."
6. To grant approval of the enabling/implementing resolution for the special resolutions passed in the AGM.

This agenda, including the Statement of Material Information under Section 134(3) accompanying this Notice with respect to the ordinary and special business proposed to be passed at the AGM, is also being placed on the Company's website (<http://www.lse.com.pk>) for the information of the members.

For and on behalf of LSE Financial Services Limited:


Company Secretary:

Muhammad Sajjad Hyder | Email: sajjad@lse.com.pk | Cell No: +92 321 4693229 |

Dated: October 07, 2026



NOTES ON THE ORDINARY & SPECIAL BUSINESS & STATEMENT OF MATERIAL FACTS UNDER SECTION 134(3) OF THE COMPANIES ACT

The accompanying notes and the statements, besides setting out the general attendance and the conduct of meeting requirements, also provide relevant material facts for the special business to be transacted at the meeting.

GENERAL NOTES

1. Book Closure:

The Share Transfer books of the Company will remain closed, and no transfer of shares will be accepted for registration from October 21, 2026 to October 28, 2026 (both days inclusive). Any transfer request received by the office of the share registrar of the Company by the close of business on October 20, 2026, will be treated in time for the purpose of attendance in the AGM.

2. Availability of Audited Financial Statements:

In accordance with Section 223 of the Companies Act, 2017, and pursuant to S.R.O. 389(I)/2023 dated March 21, 2023, the financial statements of the Company have been uploaded on the website of the Company in addition to annual and quarterly financial statements for the prior years and can be downloaded from the above provided web link and QR enabled code.

3. Attendance at the Meeting:

- a. In the case of individuals, the account holder concerned or the sub-account holder along with the CDC statement of his/her holding, shall be able to attend the meeting by showing original Computerized National Identity Card (CNIC) or original passport at the time of attending the meeting.
- b. In the case of a corporate entity, the authorization letters including the resolution/ power of attorney from the Board of Directors along with the specimen signatures of the nominee shall be required for attendance.

4. Proxies/Authorizations:

- a. A member entitled to attend and vote at the AGM is entitled to appoint another member as his/her proxy to attend and vote instead of him/her.
- b. The specimen of the proxy and the authorization forms for the AGM have been placed on the Company's website (<http://www.lse.com.pk>) and also attached to the notice of the meeting.
- c. The proxies, in order to be effective, must be received at the Registered Office of the Company not less than 48 hours before the time of holding the meeting. The CDC Accounts Holders will further have to follow the guidelines as laid down in Circular 1 dated January 26, 2000, issued by the SECP.
- d. The proxy form shall be witnessed by two people whose names, addresses and CNIC numbers shall be mentioned on the form as per the requirements mentioned in the attached form. Moreover, the attested copies of the CNIC or passport of the beneficial owners and the proxy shall be furnished with the proxy form.
- e. The proxy shall produce his/her original CNIC or original passport at the time of the meeting.
- f. In case of corporate entities, the concerned member may instead submit authorization letter(s) accompanied by a resolution/ power of attorney from the respective board of directors, along with the specimen signature of the nominee.

5. E-Voting & Voting through Postal Ballot:

Pursuant to Companies (Postal Ballot) Regulations, 2018 (the "Regulations"), amended through Notification dated December 05, 2022, issued by the Securities and Exchange Commission of Pakistan ("SECP"), the Company shall provide the right to vote through electronic voting facility and voting by post to its members for the purpose of election of Directors and for any other agenda item in accordance with the requirements and procedure contained in the aforesaid Regulations subject to the requirement of Section 143 and 144 of the Companies Act, 2017.



6. Appointment of Scrutinizer:

With reference to the Regulations 4(4) and 11 of the Companies (Postal Ballot) Regulations, 2018, the Company has appointed M/s. Ilyas Saeed & Co, Chartered Accountants, to observe that satisfactory procedures of the voting process and submit their report as mentioned under regulation 11A.

7. Online Meeting Link:

Online meeting link and login credentials will be shared with only those members/proxies whose emails, containing all the required particulars, are received at the given email address (sajjad@lse.com.pk) by 05:00 pm on Tuesday, October 27, 2026.

8. Change in Address and CNIC:

The members are requested to notify any change in their address and contact details, as well as the attested photocopy of their valid CNICs, in case of the book entry securities in CDS to their respective participants and if not earlier notified/submitted, in case of physical shares to the registrar of the Company, by quoting their folio numbers and name of the Company at Company's Share Registrar, M/s. F.D Registrar Services (Pvt.) Limited, 17th Floor, Saima Trade Tower - A, 11 Chundrigar Road, Karachi

SPECIAL BUSINESS:

Agenda Item No. 4:

- This agenda relates to the transactions with associated companies (under Section 199 of the Companies Act, 2017 as well as Regulation 5(5) of the Companies (Investment in Associated Companies or Associated Undertakings) Regulations, 2017].
- In pursuance to Regulation No. 3 (3) of the Companies (Investment in Associated Companies or Associated Undertakings) Regulations, 2017 under SRO 1240(1)/2017 dated 6 December 2017, the directors of the Company have approved, after necessary consideration/due diligence, wherever required, the proposed ceiling for investment/financing/acquisition/disposal of shares as under:

(a) DISCLOSURES FOR ALL TYPES OF INVESTMENTS:

(A) Regarding associated company or associated undertaking: -

Sr. No.	Requirement	Information				
(i)	Name of Associated Company or associated undertaking	LSE Capital Limited	LSE Ventures Limited	LSE SPAC-I Limited	LSE SPAC-II Limited	Digital Custodian Company Limited
(ii)	Basis of relationship	Associated Company with 18.63% shareholding of LSEVL. LSECL has 27.83% shareholding in LSEVL.	Associated Company LSEVL holds 28.39% shareholding in LSEFSL -	Wholly owned company of LSECL. -	Wholly owned company of LSECL. -	Associated Company with 36% shareholding of LSEVL. -



		Common directorship	Common directorship	Common directorship	-	Common directorship
(iii)	Earnings per share for the last three years	Year 2026: Rs. 1.04 Year 2025: Rs. 1.32 Year 2024: Rs. 2.26	Year 2026: Rs. 3.73 Year 2025: Rs. 1.16 Year 2024: Rs. 1.04	Year 2026: Rs. (6.04) Year 2025: Rs. (1.43) Formed in 2025	Year 2026: Rs. (16.77) Formed in 2026	Year 2026: Rs. 0.24 Year 2025: Rs. 0.08 Year 2024: Rs. 1.45
(iv)	Break-up value per share, based on latest audited financial statements	Rs. 9.44 as on June 30, 2026.	Rs. 11.10 as on June 30, 2026.	Rs. 8.84 as on June 30, 2026.	Rs. 24.49 as on June 30, 2026.	Rs. 10.81 as on June 30, 2026.
(v)	Financial position, including main items of statement of financial position and profit and loss account on the basis of its latest financial statements	Audited Financial Statements of LSECL for the year ended June 30, 2026 available at: http://www.lse.com.pk	Audited Financial Statements of LSEVL for the year ended June 30, 2026 available at: http://www.lse.com.pk	Audited Financial Statements of LSE-SPAC-I for the year ended June 30, 2026 available at: http://www.lse.com.pk	Audited Financial Statements of LSE-SPAC-II for the year ended June 30, 2026 available at: http://www.lse.com.pk	Audited Financial Statements of DCCL for the year ended June 30, 2026 available at: http://www.DCCL.com.pk
(vi)	In case of investment in relation to a project of associated company or associated undertaking that has not commenced operations,	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable

(B) General Disclosures:

(i)	Maximum aggregate amount of investment to be made	Up to PKR 600 million as investments/acquisition for the purchase of shares, disposal of shares, short-term loans/advances and charging the equity management fee for any one or more associated companies in aggregate.				
(ii)	Purpose, benefits likely to accrue to the investing	To meet the working capital	To meet the working capital	To meet the working capital	To meet the working capital	To meet the working capital



	company and its members from such investment and period of investment.	requirement of the Company.	requirement of the Company.	requirement of the Company.	requirement of the Company.	requirement of the Company.
(iii)	Source of funds to be utilized for investment and where the investment is intended to be made using borrowed funds; (I) Justification for investment through borrowing; (II) Details of collateral, guarantees provided and assets pledged for obtaining such funds; and (III) Cost benefit analysis;	Through internal sources.	Through internal sources.	Through internal sources.	Through internal sources.	Through internal sources.
(iv)	Salient features of the agreement (if any) with associated company or associated undertaking with regards to proposed investment.	The format of LSE's standard financial facilitation agreements with the relevant Associated company shall be followed.				
(v)	Direct or indirect interest of directors, sponsors, majority shareholders and their relatives, if any, in the associates' company or	Following Directors only have indirect interest in the associated companies due to common directorship/s hareholding	Following Directors only have indirect interest in the associated companies due to common	Following Directors only have indirect interest in the associated companies due to common	-	Following Directors only have indirect interest in the associated companies due to common directorship/s hareholding



	associated undertaking or the transaction under consideration:	but have no direct interest in the transactions: Mr. Aftab Ahmad Ms. Aasiya Riaz	directorship/ shareholding but have no direct interest in the transactions Mr. Aftab Ahmad Ms. Aasiya Riaz	directorship/ shareholding but have no direct interest in the transactions Mr. Aftab Ahmad Ms. Aasiya Riaz Mr. Muhammad Iqbal		but have no direct interest in the transactions Ms. Aasiya Riaz
(vi)	In case any investment in associated company or associated undertaking has already been made, the performance review of such investment including complete information / justification for any impairment or write offs.	There has not been any impairment or write off in any investment. All investments in the associated entities have been made on an arm's length basis. It is also confirmed that all past transactions have been made at the required returns.				
(vii)	Any other important details necessary for the members to understand the transaction	Not Applicable				

(b) In case of equity investment, following disclosures in addition to those provided under clause (a) of sub-regulation (1) of regulation 3 shall be made:-

(i)	Maximum price at which securities will be acquired	Market price, negotiated price or face value. In case of listed companies, the transaction shall be disclosed to the market as and when executed.
(ii)	In case the purchase price is higher than market value in case of listed securities and fair value in case of	Transactions shall preferably be made at market price/face value.



	unlisted securities, justification thereof	
(iii)	Maximum number of securities to be acquired	Depends on the market conditions.
(iv)	Number of securities and percentage thereof held before and after the proposed investment	If the subscription is to be made against right shares, then the investment shall be made to maintain the required shareholding percentage plus subscription for any unsubscribed portion.
(v)	Current and preceding twelve weeks' weighted average market price where investment is proposed to be made in listed securities; and	Not Applicable
(vi)	Fair value determined in terms and sub-regulation (1) of regulation 5 for investments in unlisted securities	Break-up value benchmark shall be followed.

(c) In case of Investments in the form of Loan and Advances and guarantees:

(i)	Category wise number of investments	Financing as short-term loan / advance not exceeding Rs. 600 million in any one or more associated companies in aggregate.
(ii)	Average borrowing cost of the investing Company	No borrowing obtained by LSEFSL
(iii)	Rate of interest, markup profit, fees or commission etc. to be charged by investing company	6M KIBOR+1%
(iv)	Particulars of collateral or security to be obtained in relation to the proposed investment	No collateral in case subscription through the right shares. In case of financing, the assignment of receivables of the borrowing company.
(v)	If the investment carry conversion features:	No conversion option.
(vi)	Repayment schedule and terms and conditions of loans or advances to be given to the associated company or associated undertaking	As and when the advance/loan shall be extended, a revised repayment schedule shall be agreed.

Agenda Item No. 5

- In order to promote transparent business practices, the shareholders are to approve transactions with the related parties from time-to-time and on case-to-case basis during a year. Accordingly, these transactions are being placed before the shareholders in the meeting for their formal ratification/confirmation.
- Pursuant to clause 15 of the Listed Companies (Code of Corporate Governance) Regulations, 2019, all related party transactions/arrangements have to be approved by the Board of Directors upon



the recommendations of the Audit Committee on quarterly basis. The nature of relationships with the related parties has been indicated in the relevant notes of the account.

- All transactions with related parties required to be ratified have been disclosed in the notes to the financial statements to the financial statements for the year ended June 30, 2026. The Company is required to carry out the transactions under the authority of the shareholders' resolution/approval. Except for the management of the company, all other directors are interested in the relevant resolutions only to the extent of their office/shareholding and having their common directorships in such related parties.
- Similarly, the Company shall also be conducting transactions with its related parties during the year ending on June 30, 2027. In order to promote transparent business practices, the shareholders are required to authorize the management for expensing out the relevant expenditure under a yearly budget with the authorization Board of Directors to approve transactions with the related parties from time-to-time and on case-to-case basis for the year ending on June 30, 2027. These budgetary transactions shall be deemed to have been approved by the shareholders, with the condition that all such transactions must be placed before the shareholders in the next AGM for their formal approval/ratification/confirmation.

Agenda Item No. 6

- This agenda is proposed to authorize the management to implement all proposed ordinary and special resolutions after their adoption/approval by the shareholders.



سالانہ عام اجلاس (AGM) کانوٹس

اس کے ذریعے نوٹس دیا جاتا ہے کہ سال 2026 کے لیے کمپنی کی سالانہ جنرل میٹنگ (AGM) بدھ، 28 اکتوبر 2026 کو منعقد اور منعقد ہونے والی ہے۔ صبح 09:40 بجے کمپنی کے رجسٹرڈ آفس میں جوائنٹ چیکنگ ہب، ایل ایس ای پلازہ، 19- کشمیر ایجر ٹن روڈ، لاہور میں واقع ہے، درج ذیل کاروبار کے لیے:

عام کاروبار

1. 9 جون 2026 کو منعقدہ کمپنی کی غیر معمولی جنرل میٹنگ کے منٹس پر غور کرنے اور اپنانے / تصدیق کرنے کے لیے۔
2. 30 جون 2026 کو ختم ہونے والے سال کے لیے کمپنی کے سالانہ آڈٹ شدہ مالیاتی بیانات پر غور کرنے، وصول کرنے اور اپنانے کے لیے، اس پر ڈائریکٹر ز اور آڈیٹر ز کی رپورٹس کے ساتھ۔
3. 30 جون کو ختم ہونے والے سال کے لیے کمپنی کے بیرونی آڈیٹر ز کا تقرر کرنا، 2027، اور ان کا معاوضہ طے کرنا۔

خصوصی کاروبار

4. کمپنیز ایکٹ، 2017 کی دفعہ 199 اور دیگر قابل اطلاق قوانین کے تحت، کمپنی کی متعلقہ کمپنیوں میں سرمایہ کاری / حصول / فنانسنگ / اثاثوں کی فروخت کی منظوری دینے کے مقاصد کے لیے — بشمول DCCL میں 36 فیصد ایکویٹی حصص کی فروخت — درج ذیل قراردادوں پر غور کرنے، انہیں منظور کرنے، ان کی توثیق کرنے اور ان کی باضابطہ منظوری دینے کے لیے بطور خصوصی قراردادیں۔
 - "اس کو حل کیا۔ کمپنیز ایکٹ، 2017 کے سیکشن 199، اور دیگر قابل اطلاق قوانین کے مطابق، کمپنی اپنی متعلقہ کمپنیوں میں سرمایہ کاری کرنے، حاصل کرنے، فنانسنگ میں توسیع کرنے یا کسی بھی ایکویٹی حصص کو تصرف کرنے کی مجموعی رقم چاک روپے چھ سو ملین سے زیادہ نہ ہو، اور اس کے ذریعے مجاز ہے، کمپنی کی انتظامیہ کی طرف سے مقرر کیا جائے گا، اور اس نوٹس کے ساتھ سیکشن 134(3) کے تحت مواد کی معلومات کے بیان میں بیان کیا گیا ہے۔
 - مزید یہ کہ حل کیا مندرجہ بالا کے علاوہ، کمپنی اپنی موجودہ اور مستقبل کی ایکویٹی سرمایہ کاری (چاہے براہ راست سبسکرائب کی گئی ہو یا کسی سکیم آف اریجنٹس کے تحت حاصل کی گئی ہو) کو فروخت کی پیشکش (OFS) یا PSX کی ثانوی مارکیٹ کے ذریعے تصرف کرنے کی مجاز ہے اور اس کے ذریعے کمپنی کی انتظامیہ کسی بھی قیمت کے فیصلے کے لیے مکمل طور پر با اختیار اور با اختیار ہے۔ کمپنی کی سرمایہ کاری (سرمایہ کاری) کو مناسب سمجھا جاتا ہے۔
 - مزید یہ کہ حل کیا کمپنی ڈیجیٹل کسٹومرز کمپنی لمیٹڈ (DCCL) میں اپنی پوری ایکویٹی سرمایہ کاری کو اس قیمت پر فروخت کرنے کی مجاز ہے اور اس کے ذریعے کمپنی کی انتظامیہ کی طرف سے بات چیت کی جائے گی۔"
5. کمپنیز ایکٹ 2017 کے سیکشن 207 اور / یا 208 (قابل اطلاق حد تک) کے لحاظ سے، کسی بھی ترمیم کے ساتھ یا اس کے بغیر، مندرجہ ذیل قراردادوں پر غور، منظوری، تصدیق اور توثیق کرنے کے لیے (جیسا کہ معاملہ ہو):
 - "اس کو حل کیا۔ 30 جون 2026 کو ختم ہونے والے سال کے دوران کمپنی کی جانب سے متعلقہ فریقوں کے ساتھ کیے گئے لین دین، جیسا کہ مذکورہ مدت کے لیے کمپنی کے آڈٹ شدہ مالیاتی بیانات کے متعلقہ نوٹ میں ظاہر کیا گیا ہے، اس کی توثیق اور تصدیق کی جاتی ہے۔
 - مزید یہ کہ کمپنی کو اس بات کا مجاز قرار دیا جاتا ہے کہ وہ وقتاً فوقتاً اپنے متعلقہ فریقین بشمول اپنی وابستہ کمپنیوں / اداروں اور کمپنی کے ڈائریکٹر ز / انتظامیہ — کے ساتھ کسی بھی قسم کے لین دین یا انتظامات کر سکے؛ جن میں ایکویٹی میجنٹ فیس، ڈائریکٹر ز کی فیس، رکنیت کی فیس (سبسکرائبز) اور دیگر مشترکہ یا قابل واپسی اخراجات و چارجز کی ادائیگی یا واپسی وغیرہ شامل ہیں، لیکن یہ صرف انہی تک محدود نہیں ہیں۔



○ مزید یہ کہ حل کیا 30 جون 2026 کو ختم ہونے والے سال کے لیے چیف ایگزیکٹو آفیسر کے دفتر/عہدے کے سلسلے میں کمپنی کی طرف سے کیے گئے معاوضے، مراعات، فوائد اور اخراجات، ممبران کے ذریعے منظور، تصدیق اور توثیق کیے گئے ہیں۔

○ مزید یہ کہ حل کیا ممبران اس بات کو مکمل طور پر تسلیم کرتے ہیں کہ 30 جون 2027 کو ختم ہونے والے مالی سال کے دوران، کچھ یا زیادہ ٹریڈر ایکٹرز مذکورہ بالا کچھ یا تمام لین دین/انتظامات میں دلچسپی لے سکتے ہیں اور یہ کہ اس طرح کے لین دین/انتظامات کمپنیز ایکٹ، 2008 کے سیکشن 207 اور/یا 208 کے تحت بھی آسکتے ہیں۔ اس کے باوجود، ممبران اس کے ذریعے کمپنی کی انتظامیہ کو پیشگی اجازت اور منظوری دیتے ہیں کہ وہ وقتاً فوقتاً اس طرح کے لین دین/انتظامات کے اخراجات کو خرچ کرنے کے لیے کمپنی کے اراکین کی جانب سے اس کی منظوری/توثیق/تصدیق کے لیے بورڈ آف ڈائریکٹرز کے بعد کے جائزے اور سفارش کے تابع ہوں۔

○ مزید یہ کہ حل کیا 30 جون 2027 کو ختم ہونے والی مدت کے لیے متعلقہ فریق لین دین/انتظامات کو اراکین کے ذریعے منظور شدہ سمجھا جائے گا، اور بعد میں منظوری/توثیق/تصدیق کے لیے اگلے سالانہ عام اجلاس میں اراکین کے سامنے رکھا جائے گا۔"

6. AGM میں منظور کی گئی خصوصی قراردادوں کے لیے فعال/عملی قرارداد کی منظوری دینا۔

یہ ایجنڈا، جس میں سیکشن 134(3) کے تحت مواد کی معلومات کا بیان بھی شامل ہے جس میں اس نوٹس کے ساتھ عام اور خصوصی کاروبار کے حوالے سے جو کہ AGM میں منظور کیے جانے کی تجویز ہے، کمپنی کی ویب سائٹ پر بھی رکھا جا رہا ہے۔ <http://www.lse.com.pk> ممبران کی معلومات کے لیے۔

LSE Financial Services Limited کے لیے اور اس کی جانب سے:

کمپنی سیکرٹری:

محمد سجاد حیدر | ای میل: sajjad@lse.com.pk : سیل نمبر: +923214693229

بتاریخ: 07 اکتوبر 2026

عام اور خصوصی کاروبار پر نوٹس

اور کمپنیز ایکٹ کے سیکشن 134(3) کے تحت مادی حقائق کا بیان

اس کے ساتھ دیے گئے نوٹس اور بیانات، عام حاضری اور میٹنگ کے تقاضوں کے انعقاد کے علاوہ، میٹنگ میں خصوصی کاروبار کے لیے متعلقہ مادی حقائق بھی فراہم کرتے ہیں۔

عمومی نوٹس

1. کتابوں کی بندش

کمپنی کی شیئر ٹرانسفر بکس بند رہیں گی اور 21 اکتوبر 2026 سے 28 اکتوبر 2026 (بشمول دونوں دن) تک رجسٹریشن کے لیے شیئرز کی منتقلی کی کوئی درخواست قبول نہیں کی جائے گی۔ 20 اکتوبر 2026 کو کاروباری اوقات کے اختتام تک کمپنی کے شیئر رجسٹر کے دفتر کو موصول ہونے والی منتقلی کی کسی بھی درخواست کو سالانہ عام اجلاس (AGM) میں شرکت کے مقصد کے لیے بروقت تصور کیا جائے گا۔

2. آؤٹ شدہ مالیاتی گوشواروں کی دستیابی:

کمپنیز ایکٹ 2017 کے سیکشن 223 کے مطابق اور S.R.O کے مطابق (D/2023 389) مورخہ 21 مارچ 2023، کمپنی کے مالیاتی گوشواروں کو کمپنی کی ویب سائٹ پر پچھلے سالوں کے سالانہ اور سہ ماہی مالیاتی گوشواروں کے علاوہ اپ لوڈ کیا گیا ہے اور اوپر فراہم کردہ ویب لنک اور QR فعال کوڈ سے ڈاؤن لوڈ کیا جاسکتا ہے۔

3. اجلاس میں شرکت:

ا. افراد کے معاملے میں، متعلقہ اکاؤنٹ ہولڈر یا ذیلی اکاؤنٹ ہولڈر اپنے ہولڈنگ کے CDC میٹمنٹ کے ساتھ، اصل کمپیوٹرائزڈ قومی شناختی کارڈ دکھا کر میٹنگ میں شرکت کر سکتے گا۔ (CNIC یا میٹنگ میں شرکت کے وقت اصل پاسپورٹ۔)



ب. ب. ایک کارپوریٹ ادارے کی صورت میں، حاضری کے لیے بورڈ آف ڈائریکٹرز کی جانب سے ریویوشن/پاور آف اٹارنی سمیت اجازت نامے کے ساتھ نامزد کے نمونے کے دستخطوں کی ضرورت ہوگی۔

4. پراسیز/اختیارات:

- ا. AGM میں شرکت کرنے اور ووٹ دینے کا حقدار ممبر اس کی بجائے کسی دوسرے ممبر کو شرکت کرنے اور ووٹ دینے کے لیے اپنا پراسیز مقرر کرنے کا حقدار ہے۔
- ب. پراسیز کا نمونہ اور AGM کے لیے منظوری کے فارم کمپنی کی ویب سائٹ پر رکھ دیے گئے ہیں (<http://www.lse.com.pk>) اور میٹنگ کے نوٹس کے ساتھ بھی منسلک ہے۔
- ت. پراسیز، موثر ہونے کے لیے، میٹنگ کے انعقاد کے وقت سے کم از کم 48 گھنٹے پہلے کمپنی کے رجسٹرڈ آفس میں موصول ہونا ضروری ہے۔ سی ڈی سی اکاؤنٹس ہولڈرز کو مزید ہدایات پر عمل کرنا ہوگا جیسا کہ 26 جنوری 2000 کو ایس ای سی پی کے جاری کردہ سرکلر 1 میں بیان کیا گیا ہے۔
- ث. پراسیز فارم کی گواہی دوا فرادیں گے جن کے نام، پتے اور CNIC نمبر منسلک فارم میں درج ضروریات کے مطابق فارم پر درج ہوں گے۔ مزید برآں، فائدہ اٹھانے والے مالکان اور پراسیز کے CNIC یا پاسپورٹ کی تصدیق شدہ کاپیاں پراسیز کے ساتھ پیش کی جائیں گی۔
- ج. پراسیز میٹنگ کے وقت اپنا اصل CNIC یا اصل پاسپورٹ پیش کرے گا۔
- ح. کارپوریٹ اداروں کے معاملے میں، متعلقہ ممبر اس کے بجائے متعلقہ بورڈ آف ڈائریکٹرز سے ایک قرارداد/پاور آف اٹارنی کے ساتھ، نامزد شخص کے نمونے کے دستخط کے ساتھ اجازت نامہ جمع کر سکتا ہے۔

5. ای ووٹنگ اور پوسٹل بیلٹ کے ذریعے ووٹنگ:

کمپنیز (پوسٹل بیلٹ) ریگولیشنز، 2018 ("ضابطے" کے مطابق، جس میں 05 دسمبر 2022 کو سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان "SECP") کے ذریعے جاری کردہ نوٹیفیکیشن کے ذریعے ترمیم کی گئی ہے)، کمپنی الیکٹرانک ووٹنگ کی سہولت کے ذریعے ووٹ ڈالنے کا حق فراہم کرے گی۔ مذکورہ ضوابط میں شامل تقاضے اور طریقہ کار کمپنیز ایکٹ 2017 کے سیکشن 143 اور 144 کے تقاضوں سے مشروط ہے۔

6. سکروٹائز کی تقرری:

کمپنیز (پوسٹل بیلٹ) ریگولیشنز، 2018 کے ضوابط (4) اور 11 کے حوالے سے، کمپنی نے M/s. الیاس سعید اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس، ووٹنگ کے عمل کے تسلی بخش طریقہ کار کا مشاہدہ کریں اور اپنی رپورٹ پیش کریں جیسا کہ ضابطہ A 11 کے تحت بتایا گیا ہے۔

7. آن لائن میٹنگ کانک:

آن لائن میٹنگ کانک اور لاگ ان کی اسناد صرف ان ممبران/پراسیز کے ساتھ شیئرز کی جائیں گی جن کی ای میلز، تمام مطلوبہ تفصیلات پر مشتمل، دیے گئے ای میل ایڈریس (sajjad@lse.com.pk) پر منگل، 27 اکتوبر 2026 کی شام 05:00 بجے تک موصول ہوئی ہیں۔

8. ایڈریس اور CNIC میں تبدیلی:

ممبران سے درخواست کی جاتی ہے کہ وہ اپنے ایڈریس اور رابطے کی تفصیلات میں کسی تبدیلی کے ساتھ ساتھ اپنے درست CNICs کی تصدیق شدہ فوٹوکاپی، سی ڈی ایس میں بک انٹری سیکورٹیز کی صورت میں اپنے متعلقہ شرکاء کو مطلع کریں اور اگر پہلے مطلع/جمع نہ کیے گئے ہوں، فزیکل شیئرز کی صورت میں کمپنی کے رجسٹرار کو، کمپنی کے فوئیو نمبر اور کمپنی کے شیئر گسٹر نمبر کا حوالہ دے کر۔ ایف ڈی رجسٹرار سروسز (پرائیویٹ) لمیٹڈ، 17 ویں منزل، صائمہ ٹریڈناور - اے، 11 چندریگر روڈ، کراچی

خصوصی کاروبار:

ایجنڈا 11 نمبر 4:

یہ ایجنڈا متعلقہ کمپنیوں کے ساتھ لین دین سے متعلق ہے (کمپنیز ایکٹ، 2017 کے سیکشن 199 کے ساتھ ساتھ کمپنیوں کے ضابطے 5(5) (ایس سی اینڈ کمپنیوں یا ایس سی اینڈ انڈر ٹینگز میں سرمایہ کاری) ریگولیشنز، 2017]۔



- کمپنیوں کے مضابطہ نمبر 3(3) کے مطابق (متعلقہ کمپنیوں میں سرمایہ کاری یا ایس آر او 1240(1)/2017 مورخہ 6 دسمبر 2017 کے تحت ایسوسی ایٹڈ انڈر ٹیکنگ (ریگولیشنز، 2017، کمپنی کے ڈائریکٹرز نے ضروری غور و خوض کے بعد، جہاں بھی ضرورت ہو، سرمایہ کاری/فنانسنگ/حاصل کرنے/حصص کے تصرف کے لیے مجوزہ حد کی منظوری دے دی ہے:

ایجنڈا آئٹم نمبر 5

- شفاف کاروباری طریقوں کو فروغ دینے کے لیے، شیئر ہولڈرز کو ایک سال کے دوران متعلقہ فریقوں کے ساتھ وقتاً فوقتاً اور کیس ٹو کیس کی بنیاد پر لین دین کی منظوری دینی ہوگی۔ اسی مناسبت سے، ان لین دین کو میٹنگ میں شیئر ہولڈرز کے سامنے ان کی باضابطہ توثیق/تصدیق کے لیے رکھا جا رہا ہے۔
- لسٹڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ریگولیشنز 2019 کی شق 15 کے مطابق، تمام متعلقہ پارٹی ٹرانزیکشنز کو سہ ماہی بنیادوں پر آڈٹ کمیٹی کی سفارشات پر بورڈ آف ڈائریکٹرز سے منظوری دینی ہوگی۔ متعلقہ فریقوں کے ساتھ تعلقات کی نوعیت اکاؤنٹ کے متعلقہ نوٹس میں بتائی گئی ہے۔
- متعلقہ فریقوں کے ساتھ تمام ٹرانزیکشنز جن کی توثیق کی ضرورت ہے، 30 جون 2026 کو ختم ہونے والے سال کے مالیاتی بیانات کے مالی بیانات کے نوٹوں میں ظاہر کیے گئے ہیں۔ کمپنی کے انتظام کے علاوہ، دیگر تمام ڈائریکٹر متعلقہ قراردادوں میں دلچسپی رکھتے ہیں صرف ان کے دفتر/شیئر ہولڈنگ کی حد تک اور اس طرح کے متعلقہ فریقوں میں ان کی مشترکہ ڈائریکٹر شپس ہیں۔
- اسی طرح، کمپنی 30 جون 2027 کو ختم ہونے والے سال کے دوران اپنے متعلقہ فریقوں کے ساتھ لین دین بھی کرے گی۔ شفاف کاروباری طریقوں کو فروغ دینے کے لیے، حصص یافتگان کو انتظامیہ کو متعلقہ اخراجات کو سالانہ بجٹ کے تحت خرچ کرنے کے لیے اتھارٹی بورڈ آف ڈائریکٹرز کے ساتھ اجازت دینے کی ضرورت ہوتی ہے کہ وہ متعلقہ فریقوں کے ساتھ لین دین کی منظوری دے اور جون کے لیے وقت کی بنیاد پر سال کی بنیاد پر 30، 2027۔ ان بجٹی لین دین کو حصص یافتگان کے ذریعہ منظور شدہ سمجھا جائے گا، اس شرط کے ساتھ کہ اس طرح کے تمام لین دین کو اگلی AGM میں حصص یافتگان کے سامنے ان کی باضابطہ منظوری/توثیق/تصدیق کے لیے پیش کیا جانا چاہیے۔

ایجنڈا آئٹم نمبر 6

- یہ ایجنڈا انتظامیہ کو اختیار دینے کے لیے تجویز کیا گیا ہے کہ وہ تمام مجوزہ عام اور خصوصی قراردادوں کو شیئر ہولڈرز کی منظوری/منظوری کے بعد نافذ کرے۔



پراکسی فارم

میں/ہم، _____، زیر دستخطی رکن، کارکن ہونے کے ساطے ایل ایس ای فنانشل سروسز لمیٹڈ اس طرح،
 زیر دستخطی پراکسی کو، مجھے اور میری جانب سے 28 اکتوبر 2026 کو منعقد ہونے والی کمپنی کی AGM میں اور/یا اس کے کسی بھی التوائیں ووٹ
 دینے کے لیے میری پراکسی کے طور پر مقرر کر رہا ہوں۔

ممبر: _____ دستخط: _____ دستخط ختم کارپوریٹ سٹیٹمپ روپے 50/- _____ کمپنی کی ممبر/سٹیٹمپ مقرر کرنے والے کا نام اور عہدہ: _____ CNIC نمبر _____ والد کا نام _____ پتہ _____ مارنچ _____ سی ڈی سی کے شریک شناختی نمبر _____ سی ڈی سی اکاؤنٹ/ذیلی اکاؤنٹ نمبر _____ رکھے گئے حصص کی تعداد	پراکسی: _____ دستخط: _____ نام: _____ CNIC نمبر: _____ والد کا نام: _____ پتہ: _____ مارنچ: _____
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_____ گواہ 1	_____ گواہ 2
_____ دستخط	_____ دستخط
_____ نام	_____ نام
_____ شناختی کارڈ نمبر	_____ شناختی کارڈ نمبر
_____ پتہ	_____ پتہ

نوٹس:

1. پراکسی، مؤثر ہونے کے لیے، میٹنگ کے انعقاد کے وقت سے 48 گھنٹے پہلے کمپنی کے رجسٹرڈ آفس میں موصول ہونے چاہئیں اور ان پر باقاعدہ مہر، دستخط اور گواہ ہونا ضروری ہے۔
2. CDC سیفٹل ماکان اور پراکسی ہولڈرز کو اپنی شناخت مابذ کرنے کے لیے اپنے کمپیوٹر یا ڈیجیٹل شناختی کارڈ (CNIC) پاسپورٹ کو اصل میں لا چاہیے اور پراکسی کی صورت میں، CDC سیفٹل ماکان اور پراکسی ہولڈرز کو اپنے CNIC پاسپورٹ کی ایک تصدیق شدہ کاپی پراکسی فارم کے ساتھ منسلک کرنی چاہیے۔
3. کارپوریٹ ادارے کی صورت میں، بورڈ آف ڈائریکٹرز کی ریویوشن/پاور آف اٹارنی جس میں مامرد شخص کے نمونے کے دستخط ہوں (جب تک یہ پہلے فراہم نہ کیا گیا ہو) پراکسی فارم کے ساتھ منسلک کیا جائے۔



FORM OF PROXY

I/We, _____, the undersigned member, being a member of LSE Financial Services Limited, hereby appoint _____, the undersigned proxy, as my proxy to vote for me and on my behalf at the AGM of the Company to be held on October 28, 2026 and/or at any adjournment thereof.

The Member: Signature: _____ Signature over Revenue Stamp of Rs. 50/- _____ Seal/Stamp of the Company Name and Designation of the Appointer: _____ _____ CNIC No.: _____ Father's name: _____ Address: _____ Date: _____ CDC Participant ID No.: _____ CDC Account/Sub-Account No.: _____ No. of Shares held: _____	The Proxy: Signature: _____ Name: _____ CNIC No.: _____ Father's name: _____ Address: _____ _____ Date: _____
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Witness 1: _____

Signature: _____

Name: _____

CNIC No.: _____

Address: _____

Witness 2: _____

Signature: _____

Name: _____

CNIC No.: _____

Address: _____

Notes:

1. Proxies, in order to be effective, must be received at the Company's Registered Office not later than 48 hours before the time for holding the meeting and must be duly stamped, signed and witnessed.
2. CDC beneficial owners and Proxy Holders must bring with them their Computerize National Identity Cards (CNIC)/Passports in original to prove his/her identity and in case of Proxy, CDC beneficial owners and Proxy Holders must enclose an attested copy of their CNIC/Passport with Proxy Form.
3. In case of corporate entity, the Board of Directors' resolution/power of attorney with specimen signature of the nominee (unless it has been provided earlier) should be attached with the proxy form.



