



**AVANCEON LIMITED
REPORT OF FACTUAL FINDINGS ON THE
STATEMENT OF CHANGE IN PAID-UP
CAPITAL AS AT JANUARY 15, 2024**

BDO Ebrahim & Co. Chartered Accountants

BDO Ebrahim & Co., a Pakistan registered partnership firm, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.



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REPORT OF FACTUAL FINDING ON THE STATEMENT OF CHANGE IN PAID-UP CAPITAL AS AT JANUARY 11, 2024.

To Board of Directors of Avanceon Limited

Purpose of this Agreed-Upon Procedures Report and Restriction on Use and Distribution

Our report is solely for the purpose of assisting Avanceon Limited (the Company) in determining whether the Company has uploaded the shares issued under Employees Share Option Scheme into CDS and may not be suitable for another purpose. This report is intended solely for the Company, Central Depository Company of Pakistan Limited, Pakistan Stock Exchange and the Securities and Exchange Commission of Pakistan, and should not be used by, or distributed to, any other parties.

Responsibilities of Avanceon Limited

The Company has acknowledged that the agreed-upon procedures are appropriate for the purpose of the engagement.

The Company is responsible for the subject matter on which the agreed-upon procedures are performed.

Practitioner's Responsibilities

We have conducted the agreed-upon procedures engagement in accordance with the International Standard on Related Services (ISRS) 4400 (Revised), Agreed-Upon Procedures Engagements. An agreed-upon procedures engagement involves our performing the procedures that have been agreed with the Company, and reporting the findings, which are the factual results of the agreed-upon procedures performed. We make no representation regarding the appropriateness of the agreed-upon procedures.

This agreed-upon procedures engagement is not an assurance engagement. Accordingly, we do not express an opinion or an assurance conclusion.

Had we performed additional procedures, other matters might have come to our attention that would have been reported.

We have complied with the ethical requirements of the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code) and the independence requirements in Part 4A of the IESBA Code.

Our firm applies International Standard on Quality Control (ISQC) 1, Quality Control for Firms that Perform Audits and Reviews of Financial Statements, and Other Assurance and Related Services Engagements, and accordingly, maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Procedures and Findings

We have performed the procedures described below, which were agreed upon with the Company in the terms of engagement dated January 08, 2024, on the input of shares under Employees' Share Option Schemes into CDS.

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Sr. No	Agreed Upon Procedures	Our finding												
1.	Obtain the resolutions of Human Resource and Remuneration Committee of the Board of Directors dated December 15, 2023, approving the issuance of 995,633 shares under Employees Share Option Schemes.	<p>We obtained from the management the resolutions of Human Resource and Remuneration committee of the Board of Directors dated December 15, 2023 approving the issuance of 995,633 shares under Employees Share Option Schemes after which the revised share capital of the Company amounts to Rs. 3,772,934,830 representing shares of Rs. 10 each.</p> <table border="1" data-bbox="829 667 1435 909"> <thead> <tr> <th data-bbox="829 667 1045 741">ESOS Scheme(s)</th> <th data-bbox="1045 667 1255 741">No. of Shares Options</th> <th data-bbox="1255 667 1435 741">Offer Price</th> </tr> </thead> <tbody> <tr> <td data-bbox="829 741 1045 814">2018 - 4th Tranche</td> <td data-bbox="1045 741 1255 814">53,125</td> <td data-bbox="1255 741 1435 814">12.15/-</td> </tr> <tr> <td data-bbox="829 814 1045 867">2022 - 1st Issue</td> <td data-bbox="1045 814 1255 867">942,508</td> <td data-bbox="1255 814 1435 867">10.00/-</td> </tr> <tr> <td data-bbox="829 867 1045 909">Total</td> <td data-bbox="1045 867 1255 909">995,633</td> <td data-bbox="1255 867 1435 909">-</td> </tr> </tbody> </table>	ESOS Scheme(s)	No. of Shares Options	Offer Price	2018 - 4th Tranche	53,125	12.15/-	2022 - 1st Issue	942,508	10.00/-	Total	995,633	-
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Total	995,633	-												
2	Check that the amount of Rs. 10,070,549 has been received from option holders in the respective bank statement of the trustee(s) of Avanceon Limited Employees Provident Fund for the period from December 19, 2023 to January 11, 2024.	<p>We traced the receipts from option holders in the bank statements of the Company during the period from December 19, 2023 to January 11, 2024.</p> <p>We found that an amount of Rs. 10,070,549 has been received from option holders in the respective bank statements of the Company.</p>												
3	<p>Check that the following requirements regarding the allotment of shares in the name of CDC have been fulfilled by the Issuer:</p> <ul style="list-style-type: none"> i. authorization to upload data has been sent to CDC by the Company. ii. list of successful allottees after first upload has been received by the Company from CDC 	<p>We obtained from management the following documents in relation to issuance of shares under the Employees Share Option Scheme:</p> <ul style="list-style-type: none"> i. authorization to upload data has been sent to CDC by the Company ii. list of successful allottees after first upload has been received by the Company from CDC <p>We found that the Company has met the above requirements with regards to allotment of shares in the name of CDC.</p>												

LAHORE
Dated: January 15, 2024


BDO EBRAHIM & CO.
CHARTERED ACCOUNTANTS