

BACKERS & PARTNERS (PRIVATE) LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024

		December 2024 Rupees	June 2024 Rupees
ASSETS			
NON-CURRENT ASSETS			
Property and equipment	5	11,737,021	7,995,793
Intangible assets	6	3,097,629	3,097,629
Long term investment	7	10,136,661	5,611,475
Long term deposits	8	12,300,000	9,950,000
		<u>37,271,311</u>	<u>26,654,897</u>
CURRENT ASSETS			
Trade debts	9	66,869,295	70,334,689
Receivable against margin financing	10	96,725,945	20,309,219
Loan and advances	11	446,553	1,445,402
Accrued interest	12	-	-
Investment at fair value through profit or loss	13	84,250	74,416
Income tax refundable/tax deducted at source	14	5,268,997	2,616,264
Trade deposits, short term prepayments and current account balances with statutory authorities	15	94,521,368	68,365,406
Cash and bank balances	16	81,219,170	93,040,584
		<u>345,135,578</u>	<u>256,185,981</u>
		<u>382,406,889</u>	<u>282,840,878</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share capital	17	51,000,000	51,000,000
Revenue reserve			
Accumulated loss		28,966,058	(24,454,308)
		<u>79,966,058</u>	<u>26,545,692</u>
Long term loans from related parties	20	176,000,000	176,000,000
		<u>255,966,058</u>	<u>202,545,692</u>
NON-CURRENT LIABILITIES			
Deferred liabilities	18	-	-
Gratuity payable	19	504,047	504,047
		<u>504,047</u>	<u>504,047</u>
CURRENT LIABILITIES			
Deposits, accrued liabilities and advances	21	7,979,018	7,343,849
Trade and other payables	22	77,319,615	71,925,104
Short term funds from related parties		40,000,000	-
Provident fund payable	23	638,151	522,186
Provision for taxation	24	-	-
		<u>125,936,784</u>	<u>79,791,139</u>
CONTINGENCIES AND COMMITMENTS	25	-	-
		<u>382,406,889</u>	<u>282,840,878</u>

The annexed notes form an integral part of these financial statements.

Ahmed N. J. J.
CHIEF EXECUTIVE



Aamir Bay
DIRECTOR

BACKERS & PARTNERS (PRIVATE) LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED DECEMBER 31, 2024

	Note	December 2024 Rupees	June 2024 Rupees Restated
Brokerage and commission	26	70,483,204	85,146,102
Capital gain on marketable securities		-	-
		70,483,204	85,146,102
Direct cost	27	(9,641,572)	(31,284,562)
		60,841,632	53,861,540
Operating expenses	28	(44,448,166)	(70,713,408)
Other operating expenses	29	-	(42,101,530)
Other income	30	37,045,065	42,517,167
		(7,403,101)	(70,297,771)
OPERATING LOSS		53,438,531	(16,436,231)
Finance cost	31	(18,165)	(35,720)
LOSS BEFORE LEVIES AND TAXATION		53,420,366	(16,471,951)
Levies	33	-	(1,595,486)
LOSS BEFORE INCOME TAX		53,420,366	(18,067,437)
Income tax		-	(3,120,358)
LOSS AFTER INCOME TAX		53,420,366	(21,187,795)
EARNINGS PER SHARE-BASIC AND DILUTED	34	10.47	(4.15)

The annexed notes form an integral part of these financial statements.

Ahmed R/cda

CHIEF EXECUTIVE



Aamir Bay
DIRECTOR

BACKERS & PARTNERS (PRIVATE) LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED DECEMBER 31, 2024

	December 2024 Rupees	June 2024 Rupees
Loss for the year	53,420,366	(21,187,795)
Items that may be reclassified subsequently to statement of profit or loss		
Effect of reclassification of long term investments	-	-
Deferred tax thereon	-	-
Items that will not be reclassified subsequently to statement of profit or loss	-	-
Other comprehensive loss for the year	-	-
Total comprehensive loss for the year	<u>53,420,366</u>	<u>(21,187,795)</u>

The annexed notes form an integral part of these financial statements.

Ahmed R/cdr

CHIEF EXECUTIVE

Aamir Bay
DIRECTOR



BACKERS & PARTNERS (PRIVATE) LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2024

	Issued subscribed and paid up Capital	Un- appropriated profit	Fair value adjustment reserve	Sub Total	Long term loans	Total
	----- (R u p e e s) -----					
Balance as at June 30, 2023	51,000,000	(3,266,513)	-	47,733,487	150,500,000	198,233,487
Long term loan repaid	-	-	-	-	25,500,000	25,500,000
Loss after taxation	-	(21,187,795)	-	(21,187,795)	-	(21,187,795)
Other comprehensive loss	-	-	-	-	-	-
Total comprehensive loss for the year	-	(21,187,795)	-	(21,187,795)	-	(21,187,795)
Balance as at June 30, 2024	51,000,000	(24,454,308)	-	26,545,692	176,000,000	202,545,692
Long term loan received during the year	-	-	-	-	-	-
Loss after taxation	-	53,420,366	-	53,420,366	-	53,420,366
Other comprehensive loss	-	-	-	-	-	-
Total comprehensive loss for the year	-	53,420,366	-	53,420,366	-	53,420,366
Balance as at December 31, 2024	51,000,000	28,966,058	-	79,966,058	176,000,000	255,966,058

The annexed notes form an integral part of these financial statements.

Ahmed /

CHIEF EXECUTIVE

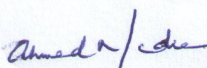
Aamir Baf
DIRECTOR

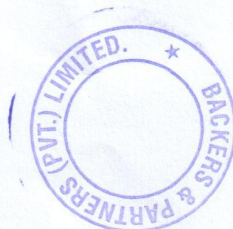


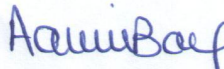
BACKERS & PARTNERS (PRIVATE) LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2024

	Note	December 2024 Rupees	June 2024 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Loss before taxation and levies		53,420,366	(16,471,951)
Adjustments for non cash items:			
Depreciation	5	831,596	766,989
(Gain)/loss on remeasurement of investment at fair value		(9,833)	(24,394)
Interest income		(22,872,183)	(32,536,041)
Capital gain on marketable securities		-	-
Unrealized loss/(gain) on long term investments		(4,525,189)	3,395,341
Provision for gratuity		-	504,047
Provision for doubtful debts		-	38,393,622
Short term lease expenses		1,571,340	1,571,340
Balances written off		-	32,841
		<u>(25,004,269)</u>	<u>12,103,745</u>
Operating Cash Flows Before Working Capital Changes		28,416,097	(4,368,206)
(Increase) / Decrease in Working Capital			
(Increase) / decrease in current assets			
Trade debts		3,465,394	18,072,388
Receivable against margin financing		(76,416,725)	(12,445,483)
Receivable against marginal trading		-	16,795,597
Loans and advances		998,849	658,225
Trade deposits and short term prepayments		(26,155,962)	(52,935,000)
Increase / (decrease) in current liabilities			
Deposits, accrued liabilities and advances		635,169	5,866,839
Provident fund payable		115,965	(2,033,463)
Trade and other payables		5,394,511	52,789,220
		<u>(91,962,800)</u>	<u>26,768,323</u>
Cash Generated From/(Used In) Operations		(63,546,703)	22,400,117
Taxes paid		(2,652,725)	(4,211,750)
Refunds received during the year		-	7,149,233
Interest received		22,872,179	34,373,325
Gratuity paid		-	-
Short term lease payments		(1,571,340)	(1,571,340)
		<u>18,648,114</u>	<u>35,739,468</u>
Net Cash Generated From/(Used In) Operations		(44,898,589)	58,139,585
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(4,572,825)	(6,435,651)
Intangible assets acquired during the year		-	-
Long term deposits made during the year		(2,350,000)	(7,700,000)
Investment at fair value through profit or loss - net		-	-
		<u>(6,922,825)</u>	<u>(14,135,651)</u>
Net Cash Used In Investing Activities		(6,922,825)	(14,135,651)
CASH FLOWS FROM FINANCING ACTIVITIES			
Loan received/(repaid) during the year		-	25,500,000
Short term funds received during the period		40,000,000	-
Net Cash Used In Financing Activities		40,000,000	25,500,000
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		(11,821,414)	69,503,934
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		93,040,584	23,536,650
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	A	81,219,170	93,040,584
A - Cash and Cash Equivalents			
Cash and bank balances	16	81,219,170	93,040,584
		<u>81,219,170</u>	<u>93,040,584</u>

The annexed notes form an integral part of these financial statements.


CHIEF EXECUTIVE




DIRECTOR

5 PROPERTY AND EQUIPMENT

Particulars	Cost				Depreciation					Book value
	As at June 30, 2024	Additions	(Deletions)	As at Dec 31, 2024	Rate %	As at June 30, 2023	Charge for the year	Adjustment	As at Dec 31, 2024	As at Dec 31, 2024
-----Rupees-----					-----Rupees-----					
OWNED										
Computers and mobiles	1,978,263	-	-	1,978,263	30%	673,871	195,659	-	869,530	1,108,733
Furniture and fixtures	3,614,100	785,000	-	4,399,100	20%	1,139,286	264,691	-	1,403,977	2,995,123
Office equipment	2,292,256	60,000	-	2,352,256	15%	1,473,053	63,536	-	1,536,589	815,667
Electric equipment	3,755,851	3,727,825	-	7,483,676	15%	562,192	287,338	-	849,530	6,634,146
Vehicles	1,821,443	-	-	1,821,443	20%	1,617,718	20,373	-	1,638,091	183,352
	13,461,913	4,572,825	-	18,034,738		5,466,120	831,596	-	6,297,717	11,737,021

5.1 PROPERTY AND EQUIPMENT

Particulars	Cost				Depreciation					Book value As at June 30, 2024
	As at June 30, 2023	Additions	(Deletions)	As at June 30, 2024	Rate %	As at June 30, 2023	Charge for the year	Adjustment	As at June 30, 2024	
-----Rupees-----Rupees-----										
OWNED										
Computers	699,222	1,279,041	-	1,978,263	30%	552,304	121,567	-	673,871	1,304,392
Furniture and fixtures	1,530,190	2,083,910	-	3,614,100	20%	947,078	192,208	-	1,139,286	2,474,814
Office equipment	2,113,456	178,800	-	2,292,256	15%	1,344,242	128,811	-	1,473,053	819,203
Electric equipment	861,951	2,893,900	-	3,755,851	15%	288,720	273,472	-	562,192	3,193,659
Vehicles	1,821,443	-	-	1,821,443	20%	1,566,787	50,931	-	1,617,718	203,725
	7,026,262	6,435,651	-	13,461,913		4,699,131	766,989	-	5,466,120	7,995,793

5.2 Allocation of depreciation

	Note	2024	2023
Operating expenses	28	831,596	766,989

		December 2024 Rupees	June 2024 Rupees
6 INTANGIBLE ASSETS	Note		
Trading right entitlement certificate (TREC)	6.1	2,500,000	2,500,000
Membership of Pakistan Merchantile Exchange Limited		<u>597,629</u>	<u>597,629</u>
		<u>3,097,629</u>	<u>3,097,629</u>

- 6.1** This represents Trading Right Entitlement Certificate (TREC) received from the Pakistan Stock Exchange Limited without any additional payment, in lieu of TREC issued by the Lahore Stock Exchange Limited, surrendered on, January 10, 2016 on the consequence of Scheme(s) of Integration approved by the Securities and Exchange Commission of Pakistan vide Order No. 01/2016 dated January 11, 2016 under regulation 6 (8) of the Stock Exchange (Corporatization, Demutualization and Integration) Regulations, 2012. This is carried at cost less impairment.

		December 2024 Rupees	June 2024 Rupees
7 LONG TERM INVESTMENT	Note		
Quoted - At fair value through profit or loss			
Cost		3,916,044	3,916,044
Fair value adjustment during the year	7.1	<u>6,220,617</u>	<u>1,695,431</u>
	7.2	<u>10,136,661</u>	<u>5,611,475</u>

7.1 Fair value adjustment

Opening balance	1,695,428	5,090,769
Unrealized loss for the year	<u>4,525,189</u>	<u>(3,395,341)</u>
	<u>6,220,617</u>	<u>1,695,428</u>

- 7.2** During the year, the company has received shares of LSE Capital Limited (LSECL) against shares of LSE Proptech Limited (LSEPL) under the scheme of arrangement as sanctioned by the Lahore High Court vide its order dated April 3, 2024 and as per swap ratio disclosed in the aforesaid scheme, the shareholders of LSEPL have been allotted 0.83 share of LSECL against each 1 share of LSEPL.

	No. of shares	Value Rupees	Pledge Rupees	Pledged with
LSE Capital Limited	245,294	765,318	765,315	Pakistan Stock Exchange for BMC
LSE Venture Limited	842,810	4,846,158	4,846,158	
	<u>1,088,104</u>	<u>5,611,475</u>	<u>5,611,472</u>	

		December 2024	June 2024
	Note	Rupees	Rupees
8 LONG TERM DEPOSITS			
Deposits with:			
National Clearing Company of Pakistan Limited		1,400,000	1,400,000
Pakistan Stock Exchange - BMC	8.1	10,050,000	7,700,000
Central Depository Company Limited		100,000	100,000
Pakistan Merchantile Exchange Limited		750,000	750,000
		<u>12,300,000</u>	<u>9,950,000</u>

8.1 This represents deposit with Pakistan Stock Exchange Limite. This carry profit at rates ranging from 15% to 20% per annum.

		December 2024	June 2024
	Note	Rupees	Rupees
9 TRADE DEBTS			
Receivable from clients on account of:			
Considered good			
Purchase of shares on behalf of clients		75,646,675	80,205,579
Receivable from related parties	9.1	<u>27,218,098</u>	<u>26,685,444</u>
		102,864,773	106,891,023
Less: Provision for doubtful debts		<u>(36,556,334)</u>	<u>(36,556,334)</u>
		66,308,439	70,334,689
Receivable from National Clearing Company of Pakistan Limited		560,856	-
		<u>66,869,295</u>	<u>70,334,689</u>

9.1 Receivable from related parties comprises of the following having shareholding as referred to note 18 to the financial statements:

Name	Basis of relationship	Maximum aggregate amount	December 2024	June 2024
			Rupees	Rupees
Talat Baig	Relative of Director	601	2,562,677	-
Aamir Baig	Director	4,842,944	2,919,546	2,589,199
Aamir Baig	Director	6,440,901	2,620,056	3,624,898
Aamir Baig	Director	-	2,811,626	-
Saima Naeem	Relative of Director	2,412,308	2,412,308	2,392,308
Saima Naeem	Relative of Director	3,600,584	3,600,584	1,800
Saima Naeem	Relative of Director	4,316,086	4,316,086	2,649,087
Saima Naeem	Relative of Director	22,269,967	2,800	8,179,178
Ahmed Naeem	Director	10,089,618	5,972,415	7,248,975
			<u>27,218,098</u>	<u>26,685,444</u>

9.3 Aging Analysis

Upto five days	12,789,879	4,763,911
More than five days	53,743,168	65,570,778
	<u>66,533,047</u>	<u>70,334,689</u>

10 RECEIVABLE AGAINST MARGIN FINANCING

Margin financing facility is provided to clients on markup basis ranging from 20.00% to 28.00% (2023: 22.00% to 30.00%) per annum.

		December 2024	June 2024
	Note	Rupees	Rupees
11 LOANS AND ADVANCES			
Advances to: (unsecured and interest free)			
Employees - against salaries		446,553	445,402
Director		-	1,000,000
		<u>446,553</u>	<u>1,445,402</u>
12 ACCRUED INTEREST			
Accrued interest		-	1,837,288
Provision against expected credit loss made during the year		-	(1,837,288)
		<u>-</u>	<u>-</u>

This represents interest accrued on loan to director of the company Mr. Aamir Baig having shareholding as referred to note 18 to the financial statements. The ageing of this balance is more than one year and having the same maximum aggregate balance. Provision has been made in respect of this balance against expected credit loss due to outstanding since long.

		December 2024	June 2024
	Note	Rupees	Rupees
13 INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS			
Cost		67,185	67,185
Gain/(loss) on re-measurement of investment	13.1	17,065	7,231
	13.2	<u>84,250</u>	<u>74,416</u>
13.1 Movement in fair value reserve			
Opening balance		7,231	(17,163)
Unrealized gain for the year		9,833	24,394
		<u>17,065</u>	<u>7,231</u>

13.2 This includes shares having carrying value of Rs.nil (2023: Rs. nil) pledged with financial institutions and shares amounting Rs.nil (2023: Rs.nil) pledged with National Clearing Company of Pakistan Limited for exposure margins.

		December 2024	June 2024
	Note	Rupees	Rupees
14 INCOME TAX REFUNDABLE/ TAX DEDUCTED AT SOURCE			
Opening balance		2,616,264	10,269,591
Tax deducted at source during the year		2,652,733	4,211,750
		<u>5,268,997</u>	<u>14,481,341</u>

Adjustments during the year against:			
Tex refund received during the year	-	(7,149,233)	
Provision for taxation and levies - prior year	-	(3,120,358)	
Provision for taxation and levies - current year	-	(1,595,486)	
		<u>5,268,997</u>	<u>2,616,264</u>
15	TRADE DEPOSITS, SHORT TERM PREPAYMENTS AND CURRENT ACCOUNT BALANCE WITH STATUTORY AUTHORITIES		
Deposits with:			
National Clearing Company of Pakistan Ltd.	15.1	93,638,000	67,588,000
Pakistan Merchantile Exchange Limited		<u>883,368</u>	<u>777,406</u>
		<u>94,521,368</u>	<u>68,365,406</u>
15.1 This represents deposit with National Clearing Company of Pakistan Limited against exposure margin in respect of trade in future and ready market. These deposits carry profit at rates ranging from 15% to 18% (2023: 12% to 15%) per annum.			
	Note	December 2024 Rupees	June 2024 Rupees
16	CASH AND BANK BALANCES		
These were held as under:			
In hand		2,070,166	468,218
At banks - in current accounts			
Pertaining to brokerage house		130,331	5,130,646
At banks - in saving accounts			
Pertaining to brokerage house	16.1	<u>4,340,923</u>	<u>14,378,415</u>
Pertaining to clients	16.2	<u>74,677,750</u>	<u>73,063,305</u>
		<u>79,018,673</u>	<u>87,441,720</u>
		<u>81,219,170</u>	<u>93,040,584</u>
16.1 This includes separate saving account having balance amounting Rs. 463,801 (2023: Rs.2,555,649) in respect of employees' provident fund payable in compliance with the requirements of section 218 of the Companies Act, 2017.			
16.2 These carry profit ranging from 15% to 20%.			

	Note	December 2024 Rupees	June 2024 Rupees
17 SHARE CAPITAL			
Authorized			
10,000,000 (2023: 10,000,000) ordinary shares of Rs.10 each		100,000,000	100,000,000
Issued, subscribed and paid up			
5,100,000 (2023: 5,100,000) ordinary shares of Rs.10 each fully paid in cash		51,000,000	51,000,000

17.1 Pattern of Shareholding:

	% of shares held		Number of shares held	
	2024	2024	2024	2024
Individuals				
Chief Executive				
Ahmed Nadeem	66.95%	66.95%	3,414,500	3,414,500
Directors				
Aamir Baig	0.01%	0.01%	500	500
Ahmed Naeem	0.01%	0.01%	500	500
Shareholders				
Tania Nadeem	19.95%	19.95%	1,017,500	1,017,500
Rimal Saqib	13.06%	13.06%	666,000	666,000
Shaharyar Saqib	0.02%	0.02%	1,000	1,000
	100%	100%	5,100,000	5,100,000

17.2 There is no variation in voting rights of shareholders.

	Note	December 2024 Rupees	June 2024 Rupees
18 DEFERRED LIABILITIES			
Deferred Taxation			
Deferred credits/(debits) arising due to:			
Accelerated tax depreciation		1,679,092	205,183
Provincial workers' welfare fund payable		(110,578)	(110,701)
Gratuity payable		(144,763)	(144,924)
Unrealized gain on long term investment		622,062	169,543
Brought forward taxable losses		-	-
Unrealized gain/(loss) on short term investment		2,560	1,085
Provision for doubtful debts		(10,601,337)	(10,601,337)
Provision for doubtful interest		-	(532,814)
Capital losses on short term investment		(3,316)	(3,316)
Minimum tax		6,849,150	(375,097)
Alternative corporate taxes		(842,738)	(842,738)
Deferred tax asset not recognized		2,549,868	12,235,116
		-	-

Balance as at July 01,	-	-
Add: (Reversal)/charge for the year in profit or loss	-	-
Add: Reversal for the year in OCI	-	-
	<u>-</u>	<u>-</u>

- 18.1 At the year end, net deductible temporary differences, taxable losses and tax credits resulted in a net deferred tax asset of Rs. 12.23 million (2023: Rs 6.20 million). However, deferred tax asset has not been recognized in these financial statements being prudent. The management is of the view that recognition of deferred tax asset shall be reassessed as at June 30, 2025.

18.2 Minimum taxes would expire as follows:

Accounting year to which minimum tax relates	Rupees	Accounting year in which minimum tax will expire
2022	(7,193,448)	2027
2023	344,298	2026

18.3 Alternative corporate taxes would expire as follows:

Accounting year to which alternative corporate taxes relates	Rupees	Accounting year in which credit will expire
2020	842,738	2030

18.4 Capital losses would expire are as follows:

Accounting year to which capital loss relates	Rupees	Accounting year in which capital loss will expire
2022	681	2025
2024	21,424	2027

	Note	December 2024 Rupees	June 2024 Rupees
19 GRATUITY PAYABLE			
Provision for staff gratuity		<u>504,047</u>	<u>504,047</u>
		<u>504,047</u>	<u>504,047</u>

19.1 Provision for staff gratuity

The amounts recognized in the statement of financial position, based on the recent actuarial valuation carried at the year end, are as follows:

	December 2024 Rupees	June 2024 Rupees
Change in deferred liabilities are as follows		
Opening balance	-	-
Add: Provision for the year		
Charge to statement of profit and loss	504,047	504,047
Remeasurement chargeable in other comprehensive income	-	-
	504,047	504,047
Less: Paid during the year	504,047	504,047
	-	-
	504,047	504,047
19.2 Reconciliation of Present Value of Defined Benefit Obligation		
Opening balance	-	-
Service cost	504,047	504,047
Interest on defined benefit obligation	-	-
Actuarial loss	-	-
Gratuity paid during the year	-	-
	504,047	504,047
19.3 Amount charged to statement of profit or loss		
Current service cost	504,047	504,047
Interest on defined benefit obligation	-	-
	504,047	504,047
19.4 Amount charged to statement of comprehensive income		
Actuarial loss due to experience adjustment	-	-
	-	-
	December 2024 Rupees	June 2024 Rupees
19.5 The charge for the year has been allocated as follows:		
Operating expenses	504,047	504,047
	504,047	504,047
19.6 Estimated Expenses for the next year		
Service cost	548,229	548,229
Net interest on defined benefit	74,347	74,347
	622,576	622,576
19.6 The charge for the year has been allocated as follows:		
- Discount rate used for year end obligation	14.75%	N/A
- Rate of salary increase	14.75%	N/A
- Next salary is increased at	July 01,	N/A
- Mortality Rates	SLIC (2001-05)	N/A

- Average expected remaining working lifetime of members	10 years	N/A
- Average duration of liability	9 years	N/A
19.6 Sensitivity of Actuarial Assumptions:		
- Discount Rate + 1%	460,865	N/A
- Discount Rate - 1%	551,262	N/A
- Salary Increase + 1%	551,276	N/A
- Salary Increase - 1%	460,870	N/A

19.7 Risk associated with the scheme

Final Salary Risk (linked to inflation risk):

The risk that the final salary at the time of cessation of service is greater than what the company assumed. Since the benefit is calculated on the final salary (which will closely reflect inflation and other macroeconomic factors), the benefit amount may increase as salary increases.

Demographic Risks:

Mortality Risk - The risk that the actual mortality experience is different than the assumed mortality. This effect is more pronounced in schemes where the age and service distribution is on the higher side.

Withdrawal Risk - The risk of actual withdrawals experience is different from assumed withdrawal probability. The significance of the withdrawal risk varies with the age, service and the entitled benefits of the beneficiary.

Investment Risks:

The risk of the investment underperforming and being not sufficient to meet the liabilities.

			December 2024	June 2024
			Rupees	Rupees
20 LONG TERM LOANS FROM RELATED PARTIES				
Name of the party	Basis of relationship	Note		
Mr. Amir Baig	Director	20.1 & 20.3	41,500,000	41,500,000
Mrs. Rimal Saqib	Shareholder	20.2 & 20.3	70,500,000	70,500,000
Mr. Ahmad Naeem	Director	20.3	14,000,000	14,000,000
Mr. Ahmad Nadeem	Chief Executive	20.3	50,000,000	50,000,000
			176,000,000	176,000,000
20.1 Loan from Mr. Aamir Baig				
Balance as at July 01,			41,500,000	21,500,000
Received during the year			-	20,000,000
Repayments made during the year			-	-
			41,500,000	41,500,000

20.2 Loan from Mrs. Rimal Saqib

Balance as at July 01,	76,000,000	70,500,000
Recieved during the year	-	5,500,000
Repayments made during the year	-	-
	<u>76,000,000</u>	<u>76,000,000</u>

20.3 These represent unsecured and interest free long term loans obtained from the related parties. These are payable at the discretion of the company in cash. The company has no intention to repay these loans in next 12 months.

	Note	December 2024 Rupees	June 2024 Rupees
21 DEPOSITS, ACCRUED LIABILITIES AND ADVANCES			
Accrued expenses	21.1 & 21.2	<u>7,979,018</u>	<u>7,343,849</u>

21.1 Accrued expenses include commssion payable to following related parties having shareholdings as referred to note 18 to the financial statements:

Name of related party	Basis of Relationship	June 2024 Rupees
Ahmed Naeem	Director	3,620,541
Aamir Baig	Director	15,518
		<u>3,636,059</u>

21.2 Accrued expenses include remunerations payable to following related parties:

Name of related party	Basis of Relationship	
Ahmed Naeem	Director	186,250
Aamir Baig	Director	100,000
		<u>286,250</u>

	Note	December 2024 Rupees	June 2024 Rupees
22 TRADE AND OTHER PAYABLES			
Creditors for sale of shares on behalf of clients	22.1 & 22.2	67,954,054	62,520,292
Payable to National Clearing Company of Pakistan Limited		-	2,284,828
Tax deducted at source payable		446,722	301,786
Punjab workers welfare fund payable		385,018	385,018
Sales tax payable		6,535,649	5,311,067
Other payables		<u>1,998,172</u>	<u>1,122,114</u>
		<u>77,319,615</u>	<u>71,925,104</u>

22.1 The total value of securities pertaining to clients, employees and directors/sponsors are amounting Rs.1,237.42 million, Rs. 0.41 million and Rs. 1.93 million respectively held in sub-accounts of the company. No client/employee/directors/sponsors security is pledged with the financial institutions except with National Clearing Company of Pakistan Ltd. amounting Rs. 4.71 million for exposure margin.

22.2 Creditors for sale of shares on behalf of clients include the following amount due to related parties having shareholding as referred to note 18 to the financial statements:

		December 2024	June 2024
		Rupees	Rupees
Name of related party	Basis of relationship		
Mr. Ahmad Naeem	Director	-	-
Rimal Saqib	Shareholder	679,786	679,786
Mr. Ahmad Nadeem	Chief Executive	18,874,779	18,874,779
		<u>19,554,565</u>	<u>19,554,565</u>

23 PROVIDENT FUND PAYABLE

Provident fund payable	23.1	<u>638,151</u>	<u>522,186</u>
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23.1 This includes balance amounting Rs. 52,377 (2023: Rs. 2,373,419) payable to Mr. Ahmed Naeem-director having shareholding as referred to note 18 to the financial statements of the company.

	Note	December 2024	June 2024
		Rupees	Rupees
24 PROVISION FOR TAXATION AND LEVIES			
Opening balance		-	-
Provision for the year in respect of income taxes and levies		0	1,595,486
Adjustment made during the year		<u>-</u>	<u>(1,595,486)</u>
		<u>-</u>	<u>-</u>

25 CONTINGENCIES AND COMMITMENTS

25.1 Contingencies

25.1.1 Contingencies and commitments as at reporting date were Rs. nil (2023: Rs. nil).

25.1.2 The Trustees of LSE MCF Trust and LSE TCF Trust have given guarantee amounting Rs. 7.05 million to Pakistan Stock Exchange (PSX) on behalf of the company to meet the Base Minimum Capital requirements.

25.2 Commitments

Commitments as at reporting date were Rs. nil (2023: Rs. nil).

	Note	December 2024	June 2024
		Rupees	Rupees
26 BROKERAGE AND COMMISSION			
Brokerage and commission		98,765,474	98,765,474
Less: Sales tax		<u>(13,619,372)</u>	<u>(13,619,372)</u>
		<u>70,483,204</u>	<u>85,146,102</u>

27 DIRECT COST

Charges paid to/against:

Central Depository Company		130,112	950,814
Pakistan Stock Exchange Limited charges		2,568,003	2,344,183
National Clearing Company of Pakistan Limited		1,122,240	1,221,857
Commission paid	27.1	<u>5,821,217</u>	<u>26,767,708</u>

9,641,572 31,284,562

27.1 This includes commission paid to the following related parties having shareholding as referred to note 18 to the financial statements:

Name of related party	Basis of relationship	Note	December 2024	June 2024
			Rupees	Rupees
Ahmed Naeem	Director		16,995,512	16,995,512
Aamir Baig	Director		543,332	543,332
			<u>17,538,844</u>	<u>17,538,844</u>
28 OPERATING EXPENSES				
Directors' remuneration			-	3,696,033
Staff salaries and benefits	29.1 & 29.2		25,139,125	38,694,474
Rent, rates and taxes	29.3		785,670	1,585,440
Communication			493,540	789,645
Postage and courier			32,750	32,921
Legal and professional	29.4		454,000	1,638,957
Fee and subscription			94,500	86,300
Printing and stationery			68,105	100,200
Repair and maintenance			339,154	1,693,279
Software maintenance			-	189,000
Traveling and conveyance			6,116,309	11,419,296
Entertainment			4,350,645	3,862,821
Utilities			1,043,283	1,942,437
Depreciation	5		831,596	766,989
Miscellaneous			4,699,489	4,215,616
			<u>44,448,166</u>	<u>70,713,408</u>

29.1 This includes provident fund expense amounting Rs. 397,400.

29.2 This includes provision for gratuity amounting Rs. 504,047.

29.3 This includes short term lease payments amounting Rs.1,571,340 (2023: Rs.1,571,340).

29.4 Auditor's remuneration

The audit fee and remuneration for other services included in the financial statements is as follows:

Amin, Mudassar & Co. Chartered Accountants	Note	December 2024	June 2024
		Rupees	Rupees
Statutory audit		400,000	400,000
Certification fee		159,400	159,400
		<u>559,400</u>	<u>559,400</u>
		December 2024	June 2024
		Rupees	Rupees
29 OTHER OPERATING EXPENSES			
Balances written off		-	32,841
Provision for doubtful debts and other balances		-	38,393,622
Provincial workers' welfare fund		-	279,726
Loss on remeasurement of investment at fair value		-	3,395,341
		<u>-</u>	<u>42,101,530</u>

30 OTHER INCOME

Income from financial assets

Dividend income	-	-
Profit on savings accounts	9,332,939	13,534,618
Interest income	6,430,695	7,128,812
Unrealized gain on investment at fair value	9,833	24,394
Unrealized gain on long term investments	4,525,189	-
Margin trading income	127,237	4,430,856
Marginal finance income	6,981,311	7,441,755
	<u>27,407,205</u>	<u>32,560,435</u>

Income from assets other than financial assets

Other income	30.1	9,637,860	9,956,732
Reversal of provision		-	-
Balance written back		-	-
		<u>9,637,860</u>	<u>9,956,732</u>
		<u>37,045,065</u>	<u>42,517,167</u>

30.1 This represents charges recovered from clients amounting Rs. 11,549,809 net of sales tax amounting Rs. 1,593,077.

31 FINANCE COST

	Note	December 2024 Rupees	June 2024 Rupees
Bank and other charges		18,165	35,720
		<u>18,165</u>	<u>35,720</u>

32 LEVIES

	Note	December 2024 Rupees	June 2024 Rupees
Minimum tax		-	1,595,486
Final tax		-	-
		<u>-</u>	<u>1,595,486</u>
		<u>December 2024 Rupees</u>	<u>June 2024 Rupees</u>

33 TAXATION

Income tax:			
Current:			
For the year		-	-
Prior year		-	3,120,358
Deferred		-	-
		<u>-</u>	<u>3,120,358</u>

33.1 Reconciliation between current tax charged under applicable income tax law and its categorization as 'Income Tax' and 'levies' is as follows:

December 2024	June 2024
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	Rupees	Rupees
Classified as:		
Income Tax	-	-
Levies	-	1,595,486
	<u>-</u>	<u>1,595,486</u>
33.2	Income tax assessment of the Company have been finalized up to tax year 2022 on the basis of returns filed as the company did not receive any correspondence in this respect from the FBR.	
33.3	No numeric tax rate reconciliation was presented in the financial statements for the current and prior year as the company was either liable to pay tax under final tax regime or minimum tax u/s 113 of Income Tax Ordinance 2001.	
34	EARNINGS PER SHARE - BASIC AND DILUTED	
	December 2024	June 2024
Loss for the year - Rupees	<u>53,420,366</u>	<u>(21,187,795)</u>
Weighted average number of ordinary shares outstanding during the year - Numbers	<u>5,100,000</u>	<u>5,100,000</u>
Earnings per share - Rupees	<u>10.47</u>	<u>(4.15)</u>
35	NUMBER OF EMPLOYEES	
	December 2024	June 2024
	(N u m b e r)	
Total number of employees at the end of the year	<u>44</u>	<u>17</u>
Average number of employees at the year end	<u>35</u>	<u>19</u>
36	REMUNERATION TO CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVES	
The aggregate amount charged in the financial statements for the year for remuneration, including certain benefits to the chief executive, directors and executives of the company is as follows:		
	December 2024	June 2024
Remuneration of Chief Executive	Rupees	Rupees
Gross remuneration	-	-
Provident fund contribution	-	-
	<u>-</u>	<u>-</u>
Number of persons	<u>1</u>	<u>1</u>
Remuneration of Directors		
Gross remuneration	-	2,213,974
Provident fund contribution	-	62,534
Commission paid	17,538,844	-
Gratuity	-	-
	<u>17,538,844</u>	<u>2,276,508</u>
Number of persons	<u>2</u>	<u>2</u>
	December 2024	June 2024
	Rupees	Rupees

Remuneration of Executives

Gross remuneration	32,491,000	10,857,250
Provident fund contribution	397,400	240,012
Gratuity	-	-
	<u>32,888,400</u>	<u>11,097,262</u>
Number of persons	<u>23</u>	<u>8</u>

37 PROVIDENT FUND RELATED DISCLOSURES

The following information are based on latest audited financial statements of the Fund:

	December 2024	June 2024
	--- R u p e e s ---	
Size of the fund - total assets	<u>463,801</u>	<u>2,555,649</u>
Cost of investment	<u>463,801</u>	<u>2,555,649</u>
Percentage of investment made	<u>100%</u>	<u>100%</u>
Fair value of investment	<u>463,801</u>	<u>2,555,649</u>

37.1 The breakup of fair value of investment is:

	2024		2023	
	Rupees	% age	Rupees	% age
Bank balance	463,801	100%	2,555,649	100%

37.2 The investments out of provident fund have been made in compliance with the provisions of the Section 218 of the Companies Act, 2017 and condition specified there in.**37.3 During the year, the Company has made contribution amounting Rs. 397,400 (2023: Rs. 302,546) to the provident fund.**

	Note	December 2024 Rupees	June 2024 Rupees
38 FINANCIAL INSTRUMENTS BY CATEGORY			
Financial assets and financial liabilities			
Financial assets			
At fair value through profit or loss			
Short term investment		84,250	50,022
Long term investment		10,136,661	9,006,813
At amortized cost			
Long term deposits		12,300,000	9,950,000
Trade debts		66,869,295	126,833,540
Receivable against margin financing		96,725,945	7,863,736
####		#REF!	16,795,597
Loans and advances		-	1,000,000
Accrued interest		-	1,837,288
Trade deposits		94,521,368	68,365,406

Cash and bank balances	81,219,170	23,536,650
	#REF!	265,239,052
Financial liabilities		
At amortized cost		
Deposits, accrued liabilities and advances	7,979,018	1,477,010
Trade and other payables	69,952,226	15,681,995
	77,931,244	17,159,005