

MGM SECURITIES PRIVATE LIMITED

**Quarterly Un-Audited Financial Statements
For the Period Ended on 31 March, 2026**

MGM SECURITIES (PVT) LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2026

	Note	2026 Rupees
ASSETS		
NON CURRENT ASSETS		
Property and equipment	4	11,191,461
Intangible assets	5	2,500,000
Long term investments	6	11,164,079
Long term deposits	7	81,000
		<u>24,936,540</u>
CURRENT ASSETS		
Loans and advances	8	1,285,000
Trade deposits, short term prepayments and current account balance with statutory authorities	9	65,469,526
Tax deducted at source/advance income tax	10	4,624,697
Cash and bank balances	11	26,166,041
		<u>97,545,264</u>
		<u><u>122,481,804</u></u>
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Share capital	12	50,000,000
Un-appropriated profit		68,719,429
		<u>118,719,429</u>
NON CURRENT LIABILITIES		
Deferred taxation	13	1,303,761
		<u>1,303,761</u>
CURRENT LIABILITIES		
Deposits, accrued liabilities and advances	14	95,631
Trade and other payables	15	2,362,983
Provision for taxation	16	-
		<u>2,458,614</u>
CONTINGENCIES AND COMMITMENTS		
	17	-
		<u><u>122,481,804</u></u>

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

CHIEF EXECUTIVE



DIRECTOR

**MGM SECURITIES (PVT) LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED MAR. 31, 2026**

	Note	2026 Rupees
Operating revenue	18	30,982,970
Direct costs	19	<u>(5,750,665)</u>
		25,232,305
Operating expenses	20	<u>(12,771,959)</u>
Other operating expenses	21	-
Other income	22	<u>7,564,389</u>
		<u>(5,207,570)</u>
PROFIT FROM OPERATIONS		20,024,735
Finance cost	23	<u>(3,519)</u>
PROFIT BEFORE LEVIES AND INCOME TAX		20,021,216
Levies	24	-
PROFIT BEFORE INCOME TAX		<u>20,021,216</u>
Income tax	25	
PROFIT FOR THE YEAR		<u><u>20,021,216</u></u>
EARNINGS PER SHARE - BASIC AND DILUTED	26	<u><u>40.04</u></u>

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

CHIEF EXECUTIVE



DIRECTOR

MGM SECURITIES (PVT) LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED MARCH 31, 2026

	Paid up capital	Un- appropriated profit	Total
	----- (R u p e e s) -----		
Balance as at June 30, 2024	50,000,000	36,996,222	86,996,222
Dividend paid	-	(4,000,000)	(4,000,000)
Other comprehensive loss	-	-	-
Total comprehensive Income for the year	-	15,701,991	15,701,991
Balance as at June 30, 2025	50,000,000	48,698,213	102,698,213
		-	-
Profit / (Loss) for the Period	-	20,021,216	20,021,216
Other comprehensive income	-	-	-
Total comprehensive income for the year	-	20,021,216	20,021,216
Balance as at Mar. 31, 2026	50,000,000	68,719,429	122,719,429

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

CHIEF EXECUTIVE



DIRECTOR

4 PROPERTY AND EQUIPMENT

Particulars	Cost			Rate %	As at June 30, 2025	Depreciation		W.D.V As at Mar 31, 2026	
	As at June 30, 2025	Additions	Adjustment			Charge for the year	Adjustment		As at Mar 31, 2026
OWNED									
		-----R u p e e s-----					-----R u p e e s-----		
Furniture and fittings	1,028,586	-	-	10%	926,126	1,028,586	7,685	933,811	94,775
Office equipment	650,150	-	-	10%	342,115	650,150	23,103	365,218	284,932
Computers	837,600	-	-	30%	705,154	837,600	29,801	734,955	102,645
Building	11,500,000	-	-	5%	7,548,678	11,500,000	98,783	7,647,461	3,852,539
Vehicles	10,408,632	-	-	10%	2,996,124	10,408,632	555,938	3,552,062	6,856,570
	24,424,968	-	-		12,518,197	24,424,968	715,309	13,233,507	11,191,461

	Note	2025 Rupees	
5 INTANGIBLE ASSETS			
Trading right entitlement certificate (TREC)	5.1	2,500,000	
		<u>2,500,000</u>	
5.1			
This represents Trading Right Entitlement Certificate (TREC) received from the Pakistan Stock Exchange Limited in lieu of TREC issued by the Lahore Stock Exchange Limited, surrendered on, January 11, 2016 as a result of the consequence of Scheme(s) of Integration approved by the Securities and Exchange Commission of Pakistan 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 accumulated impairment.			
	Note	2025 Rupees	
6 LONG TERM INVESTMENTS			
Quoted Investments			
At fair value through profit or loss			
Cost	6.1	678,450	
Fair value adjustment	6.2	10,485,629	
		<u>11,164,079</u>	
6.1			
The breakup of respective holding is as			
	Total No. of shares	Total Rupees	Pledge Rupees
LSE Capital Limited	245,294	1,471,764	-
LSE Venture Limited	842,810	9,692,315	-
	<u>1,088,104</u>	<u>11,164,079</u>	<u>-</u>
			2025 Rupees
6.2	Note		
Movement in fair value adjustment reserve			
Opening balance			4,933,025
Movement during the year			5,552,604
Closing balance			<u>10,485,629</u>
7 LONG TERM DEPOSITS			
Deposits with/against:			
Rental property			81,000
			<u>81,000</u>
			2025 Rupees
8 LOANS AND ADVANCES			
Advances to: (Interest free and un-secured but considered good)			
Employees			161,000
Director - Syed Hassan Iqbal	8.1		1,124,000
			<u>1,285,000</u>

8.1 Advances to Director - Mr.Syed Hassan Iqbal

Balance as at July 01,	1,124,000
Disbursed during the year	-
Recovered during the year	(1,124,000)
	<u>-</u>

8.2 Particulars of advance to director:

Name	Basis of relationship	Maximum aggregate amount Rupees
Syed Hassan Iqbal	Director	1,124,000

8.3 This represented short term advance obtained by the director of the company. It was recoverable on demand of and it has been settled during the year.

	Note	2025 Rupees
9 TRADE DEPOSITS, SHORT TERM PREPAYMENTS AND CURRENT ACCOUNT BALANCE WITH STATUTORY AUTHORITIES		
Deposits with:		
E Clear Services Limited	9.1	<u>65,469,526</u>
		<u>65,469,526</u>

9.1 This carries profit ranging from 10% to 15%.

10 TAX DEDUCTED AT SOURCE/ADVANCE INCOME TAX

Opening balance		1,886,481
Prior year adjustment		-
Income tax/levies deducted during the year		2,738,140
Adjustment made during the year against:		
Income taxes		
Levies		
	16	<u>-</u>
		<u>4,624,621</u>

11 CASH AND BANK BALANCES

These were held as under:

Cash in hand		10,295
Cash at bank:		
in current accounts		
Pertaining to brokerage house		25,765,220
Pertaining to clients		336,415
		26,101,635
in saving accounts		
Pertaining to brokerage house		54,111
		<u>26,166,041</u>

12	SHARE CAPITAL		
	Authorized		
	600,000 (2024: 600,000) ordinary shares of Rs.100 each	12.1	<u>60,000,000</u>
	Issued, subscribed and paid up		
	500,000 (2024: 500,000) ordinary shares of Rs.100 each issued paid in cash		<u>50,000,000</u>

12.1 Pattern of Shareholding:

	% age of Shares Held		Number of Shares Held	
	2025	2024	2025	2024
Individuals				
Chief Executive				
Mian Ghulam Mohiuddin	59%	59%	297,297	297,297
Directors				
Zia Mohiuddin	1%	1%	5,406	5,406
Hassan Iqbal	38%	38%	191,891	191,891
Shareholder				
Mrs. Nagina Akhter	1%	1%	5,406	5,406
	<u>100%</u>	<u>100%</u>	<u>500,000</u>	<u>500,000</u>

12.2 There is no variation in voting rights of the shareholders.

	Note	2025 Rupees
13 DEFERRED TAXATION		
Deferred credits/(debits) arising due to:		
Accelerated tax depreciation		
Unrealized gain on long term investment		
Punjab worker's welfare fund payable		
Brought forward losses		<u>-</u>
Balance as at July 01,		1,303,761
Add: Charged during the year		<u>1,303,761</u>

13.3 Depreciation losses with no limit to expire are follows:

Accounting year to which depreciation loss relates	Rupees
2023	

	Note	2025 Rupees
14 DEPOSITS, ACCRUED LIABILITIES AND ADVANCES		
Accrued expenses		<u>95,554</u>
15 TRADE AND OTHER PAYABLES		
Creditors for sale of shares on behalf of clients		1,103,730
Sales tax payable		261,697
Punjab worker's welfare fund payable		974,668
Tax deducted at source payable		<u>22,887</u>
		<u>2,362,983</u>

	Note	2025 Rupees
16 PROVISION FOR TAXATION		
Opening balance		-
Provision for the year in respect of income taxes and levies	25.1	-
Adjustment made during the year	10	-
Tax paid during the year		-
		<u>-</u>
		<u>-</u>
17 CONTINGENCIES AND COMMITMENTS		
17.1 Contingencies		
17.1.1	The company received notice from Federal Board of Revenue dated June 27, 2022 in which penalty has been imposed of Rs. 710,000 for the tax year 2021 due to non-compliance of Common Reporting Standard of the Income Tax Rules, 2002. The company has filed a writ petition dated October 26, 2022 before the Lahore High Court, against the aforesaid notice which is pending for decision. The tax advisor of the company is of the opinion that the company has a good arguable case and there is likelihood that the same will be decided in favour of the company.	
17.1.2	The company received a notice from Federal Board of Revenue dated March 25, 2025 in which a penalty amounting Rs. 534,000 has been imposed for the tax year 2024 due to non-compliance of Common Reporting Standard of the Income Tax Rules, 2002. The company has submitted detailed reply vide letter dated April 17, 2025. The matter is currently pending before the Deputy Commissioner Inland Revenue, Lahore. The tax advisor of the company is of the opinion that the company has a good arguable case and there is likelihood that the same will be decided in favour of the company.	
17.1.3	The Trustees of LSE MCF Trust and LSE TCF Trust have given guarantee amounting Rs. 5.00 million to Pakistan Stock Exchange (PSX) on behalf of the company for meeting the Base Minimum Capital requirements.	
17.2 Commitments		
17.2.1	Commitments in respect of capital expenditures as at June 30, 2025 were amounting Rs. nil (2024: Rs. nil).	
17.2.2	Future lease payments in respect of rental office building are as follow:	
		2025 Rupees
Not later than one year		
Later than one year and not later than five years		
The aforesaid lease arrangement includes the following significant terms:		
- Rent is subject to an increase of 10% at each renewal period.		
- The lease term may be mutually extended if both parties agree at the expiry of the lease.		
	Note	2025 Rupees
18 OPERATING REVENUE		
Brokerage income		30,982,970
Less: Sales tax		-
		<u>30,982,970</u>
19 DIRECT COSTS		
Charges paid to/against:		
Pakistan Stock Exchange Limited		868,346
Central Depository Company of Pakistan Ltd.		-
Commission paid		2,908,343
National Clearing Company of Pakistan Ltd.		93,117
Eclear Service charges		1,880,858
		<u>5,750,665</u>

	Note	2025 Rupees
20 OPERATING EXPENSES		
Directors' remuneration		4,014,000
Staff salaries and benefits		5,320,839
Rent, rates and taxes	20.1	297,338
Communication and postage		126,130
Electricity charges		211,495
Printing and stationery		30,040
Repair and maintenance		268,851
Legal and professional charges	20.2	11,500
Fee and subscription		643,476
Charity and donation		86,800
Entertainment		291,709
Depreciation	4	715,309
Miscellaneous		400,889
Vehicle running and maintenance		353,583
		<u>12,771,959</u>

20.1 This includes operating lease payments amounting Rs. 361,705.

20.2 Auditor's remuneration

This includes statutory audit fee as detailed below:

	Note	2025 Rupees
Amin, Mudassar & Co.		
Chartered Accountants		
Statutory audit fee		<u>-</u>

21 OTHER OPERATING EXPENSES

Unrealized loss on long term investment		-
Punjab workers' welfare fund		-
		<u>-</u>

22 OTHER INCOME

Income from financial assets

Dividend income		-
Interest income		7,564,389
Unrealized gain on long term investments		-
Reversal of provision for doubtful debt		-
		7,564,389

Income from non financial assets

Account maintenance and custody fee		-
		<u>7,564,389</u>

23 FINANCE COST

Bank charges		3,519
		<u>3,519</u>