MGM SECURITIES PRIVATE LIMITED

Quarterly Financial Statements
For the Period Ended on 30 September, 2025

MGM SECURITIES (PVT) LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2025

	Note	2025 Rupees
ASSETS		
NON CURRENT ASSETS		
Property and equipment	4	11,651,674
Intangible assets	5	2,500,000
Long term investments	6	11,164,079
Long term deposits	7	81,000
		25,396,753
CURRENT ASSETS		
Loans and advances	8	1,266,500
Trade deposits, short term prepayments and current account balance with statutory authorities	9	65,657,926
Tax deducted at source/advance income tax	10	2,028,246
Cash and bank balances	11	15,912,750
		84,865,422
		110,262,175
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Share capital	12	50,000,000
Un-appropriated profit		56,147,664
		106,147,664
NON CURRENT LIABILITIES		
Deferred taxation	13	1,303,761
		1,303,761
CURRENT LIABILITIES		
Deposits, accrued liabilities and advances	14	122,064
Trade and other payables	15	2,688,686
Provision for taxation	16	-
		2,810,750
CONTINGENCIES AND COMMITMENTS	17	-
		110,262,175

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

CHIEF EXECUTIVE

MGM Securities (Pvt) Ltd. TREC HOLDER Code-296 Pakistan Stock Exchange

DIRECTOR

MGM SECURITIES (PVT) LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED SEPT. 30, 2025

	Note	2025 Rupees	
Operating revenue	18	10,330,749	
Direct costs	19	(1,365,420)	
		8,965,329	
Operating expenses	20	(4,061,882)	
Other operating expenses	21	-	
Other income	22	2,546,304	WHT?
		(1,515,578)	
PROFIT FROM OPERATIONS		7,449,751	
Finance cost	23	(300)	
PROFIT BEFORE LEVIES AND INCOME TAX		7,449,451	
Levies	24	-	144,819
PROFIT BEFORE INCOME TAX		7,449,451	
Income tax	25		10,677,934
PROFIT FOR THE YEAR		7,449,451	
EARNINGS PER SHARE - BASIC AND DILUTED	26	14.90	

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CHIEF EXECUTIVE

MGM Securities (Pvt) Ltd.
TREC HOLDER
Code-296
Pakistan Stock Exchange

DIRECTOR

MGM SECURITIES (PVT) LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED JUNE 30, 2025

	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	-	7,449,451	7,449,451
Other comprehensive income	-	-	-
Total comprehensive income for the year	-	7,449,451	7,449,451
Balance as at Sep 30, 2025	50,000,000	56,147,664	110,147,664

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

CHIEF EXECUTIVE

MGM Securities (Pvt) Ltd. TREC HOLDER Code-296 Pakistan Stock Exchange

DIRECTOR

MGM SECURITIES (PVT) LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED SEPTEMBER 30, 2025

	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	-	7,449,451	7,449,451
Other comprehensive income	-	-	-
Total comprehensive income for the year	-	7,449,451	7,449,451
Balance as at Sep 30, 2025	50,000,000	56,147,664	110,147,664

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

CHIEF EXECUTIVE

MGM Securities (Pvt) Ltd. TREC HOLDER Code-296 Pakistan Stock Exchange

DIRECTOR

4 PROPERTY AND EQUIPMENT

Particulars	Cost				Rate	Depreciation				W.D.V
	As at June 30, 2025	Additions	Adjustment	As at Sep 30, 2025	%	As at June 30, 2025	Charge for the year	Adjustment	As at Sep 30, 2025	As at Sep 30, 2025
	------------ R u p e e s ----------					--------------- R u p e e s ---------------				
OWNED										
Furniture and fittings	1,028,586	-	-	1,028,586	10%	926,126	2,562	-	928,688	99,898
Office equipment	650,150	-	-	650,150	10%	342,115	7,896	-	350,011	300,139
Computers	837,600		-	837,600	30%	705,154	9,934	-	715,088	122,512
Building	11,500,000	-	-	11,500,000	5%	7,548,678	49,392	-	7,598,070	3,901,930
Vehicles	10,408,632		-	10,408,632	10%	2,996,124	185,313	-	3,181,437	7,227,195
	24,424,968	-	-	24,424,968		12,518,197	255,095	-	12,773,294	11,651,674

MGM Securities (Pvt) Ltd.
TREC HOLDER Code-296
Pakistan Stock Exchange

	Note	2025 Rupees
5 INTANGIBLE ASSETS		
Trading right entitlement certificate (TREC)	5.1	2,500,000
		2,500,000

5.1 This represents Trading Right Entitlement Certificate (TREC) received from the Pakistan Stock Exchange Lin any additional payment, in lieu of TREC issued by the Lahore Stock Exchange Limited, surrendered on, Januai the consequence of Scheme(s) of Integration approved by the Securities and Exchange Commission of Pakista No. 01/2016 dated January 11, 2016 under regulation 6 (8) of the Stock Exchange (Corporatization, Demutu 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
		11,164,079

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	-
	1,088,104	11,164,079	-

	Note	2025 Rupees
6.2 Movement in fair value adjustment reserve		
Opening balance		4,933,025
Movement during the year		5,552,604
Closing balance		10,485,629

7 LONG TERM DEPOSITS		
Deposits with/against:		
Rental property		81,000
		81,000

	Note	2025 Rupees
8 LOANS AND ADVANCES		
Advances to: (Interest free and un-secured but considered good)		
Employees		142,500
Director - Syed Hassan Iqbal	8.1	1,124,000
		1,266,500

MGM Securities (Pvt) Ltd. TREC HOLDER Code-296 Pakistan Stock Exchange

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)
	-

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	65,657,926
		65,657,926

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

10 TAX DEDUCTED AT SOURCE/ADVANCE INCOME TAX

	Note	2025 Rupees
Opening balance		1,197,161
Prior year adjustment		-
Income tax/levies deducted during the year		831,085
Adjustment made during the year against:		
Income taxes		
Levies	16	-
		2,028,246

11 CASH AND BANK BALANCES

These were held as under:	
Cash in hand	23,679
Cash at bank:	
in current accounts	
Pertaining to brokerage house	14,882,822
Pertaining to clients	330,589
	15,213,411
in saving accounts	
Pertaining to brokerage house	675,659
	15,912,750

MGM Securities (Pvt) Ltd. TREC HOLDER Code-296 Pakistan Stock Exchange

12 SHARE CAPITAL

Authorized

	Note	Rupees
600,000 (2024: 600,000) ordinary shares of Rs.100 each	12.1	60,000,000

Issued, subscribed and paid up

500,000 (2024: 500,000) ordinary shares of Rs.100 each issued paid in cash		50,000,000

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
	100%	100%	500,000	500,000

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		
		-
Balance as at July 01,		1,028,978
Add: Charged during the year		274,783
		1,303,761

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		121,987
15 TRADE AND OTHER PAYABLES		
Creditors for sale of shares on behalf of clients		1,104,009
Sales tax payable		518,859
Punjab worker's welfare fund payable		974,668
Tax deducted at source payable		91,150
		2,688,686

MGM Securities (Pvt) Ltd. TREC HOLDER Code-296 ★ Pakistan Stock Exchange ★

		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		-
			-

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		10,330,749
	Less: Sales tax		-
			10,330,749
19	**DIRECT COSTS**		
	Charges paid to/against:		
	Pakistan Stock Exchange Limited		266,314
	Central Depositry Company of Pakistan Ltd.		-
	Commission paid		470,076
	National Clearing Company of Pakistan Ltd.		-
	Eclear Service charges		629,030
			1,365,420

MGM Securities (Pvt) Ltd. TREC HOLDER Code-296 Pakistan Stock Exchange

	Note	2025 Rupees
20 OPERATING EXPENSES		
Directors' remuneration		1,338,000
Staff salaries and benefits		1,697,779
Rent, rates and taxes	20.1	95,502
Communication and postage		26,412
Electricity charges		75,298
Printing and stationery		6,820
Repair and maintenance		82,349
Legal and professional charges	20.2	7,000
Fee and subscription		177,939
Charity and donantion		5,700
Entertainment		126,871
Depreciation	4	255,095
Miscellaneous		75,215
Vehicle running and maintenance		91,902
		4,061,882

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		
		-

21 OTHER OPERATING EXPENSES		
Unrealized loss on long term investment		-
Punjab workers' welfare fund		-
		-
22 OTHER INCOME		
Income from financial assets		
Dividend income		-
Interest income		2,546,304
Unrealized gain on long term investments		-
Reversal of povision for doubtful debt		-
		2,546,304
Income from non financial assets		
Account maintenance and custody fee		-
		2,546,304
23 FINANCE COST		
Bank charges		300
		300

MGM Securities (Pvt) Ltd.
TREC HOLDER
Code-296
Pakistan Stock Exchange

	2025 Rupees
24 LEVIES	
Final tax	-
	-

24.1 This represents portion of final taxes paid under the provision of Income Tax Ordinance, 2001, representing levies in the financial statements.

	2025 Rupees	
25 TAXATION		
Income tax:		
- Current		-
- Deferred		-
	-	

25.1 Bifurcation/reconciliation between current tax charged under applicable income tax law and its categorization as 'Income Tax' and 'Levies' is as follows:

	Note	2025 Rupees
Classified as:		
Income tax	25	-
Levies	24	-
		-
Deferred tax		-
		-

25.2 Reconciliation between tax expense (inculding levies) and accounting profit

	Note	2025 Rupees
Profit before taxation and levies		7,449,451
Tax at applicable rate		
Tax effect of income under final tax regime		
Tax on income under final tax regime		
Tax effect of non-deductible expenses		
Tax effect of deductible expenses		
Adjustment of taxable losses		
Adjustment of tax credits		
Deferred taxation		-
Levies and Income Tax charged to Profit or Loss Account	25.1	-

No

	2025
26 EARNINGS PER SHARE - BASIC AND DILUTED	
Profit for the year-Rupees	7,449,451
Weighted Average Number of ordinary shares outstanding during the year-Numbers	500,000
Earnings per share-Rupees	14.90

MGM Securities (Pvt) Ltd. TREC HOLDER Code-296 Pakistan Stock Exchange

27 NUMBER OF EMPLOYEES

	2025 (Number)
Total number of employees at the end of year	12
Average number of employees during the year	13

28 REMUNERATION OF CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVES

The aggregate amount charged in the financial statements for the year for remuneration to the chief executive, directors and executives of the company is as follows:

	2025	
	Chief Executive	Directors
	------------- Rupees -----------	
Managerial remuneration	4,765,000	6,587,000
Number of persons	1	2

	2024	
	Chief Executive	Directors
	------------- Rupees -----------	
Managerial remuneration	3,058,100	6,493,900
Number of persons	1	2

29 FINANCIAL INSTRUMENTS BY CATEGORY

	2025 Rupees
Financial assets and financial liabilities	
Fair value through profit or loss	
Long term investment	11,164,079
At ammortized cost	
Long term deposits	81,000
Loans and advances	1,124,000
Trade deposits and short term prepayment	65,657,926
Cash and bank balances	15,912,750
	82,775,676
Financial liabilities	
At amortized cost	
Deposits, accrued liabilities and advances	122,064
Trade and other payables	1,104,009
	1,226,073

30 GENERAL

Figures have been rounded off to the nearest of rupee.

31 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorized for issue on ____________ by the Board of Directors of the Company.

MGM Securities (Pvt) Ltd. TREC HOLDER Code-296 Pakistan Stock Exchange