



Half Yearly Report
For the period ended December 31st, 2023



Company Information

Board of Directors

1.	Mr. Muhammad Iqbal	Chairman
2.	Mr. Aftab Ahmad Ch.	Chief Executive Officer
3.	Mr. Abid Latif Khan	Non-Executive Director
4.	Ms. Minahil Ali	Non-Executive Director
5.	Mr. Shahnawaz Mahmood	Independent Director
6.	Mr. Muhammad Tabassum Munir	Independent Director
7.	Dr. Zahid Mahmood	Independent Director

Audit Committee

1.	Mr. Shahnawaz Mahmood	Chairman
2.	Ms. Minahil Ali	Member
3.	Mr. Muhammad Tabassum Munir	Member
4.	Mr. Muhammad Sajjad Hyder	Secretary

Human Resource and Remuneration Committee

1.	Dr. Zahid Mahmood	Chairman
2.	Mr. Abid Latif Khan	Member
3.	Mr. Muhammad Tabassum Munir	Member
4.	Mr. Muhammad Sajjad Hyder	Secretary

Company Secretary

Mr. Muhammad Sajjad Hyder

Chief Financial Officer

Mr. Rashid Matin Khan

Auditors

Crowe Hussain Chaudhry & Co. Chartered Accountant

Legal Advisor

Allied Legal Services

Share Registrar

F.D. Registrar Services (Pvt.) Limited
1705, 17th Floor, Saima Trade Tower-A
I.I. Chundrigar Road, Karachi

Registered Office

LSE Plaza, 19 – Khayaban-e-Aiwan-e-Iqbal, Lahore

DIRECTORS' REVIEW

Dear Shareholders,

On behalf of the Board of Directors, we are pleased to present the 2nd Quarter/Half-yearly reviewed condensed Interim Financial Statements of LSE Ventures Limited (the "Company"), for the period ended December 31st, 2023.

Financial Performance

The financial highlights of the Company for the 2nd Quarter/Half-year ended December 31st, 2023, in comparison with the corresponding period of previous year are as follows: -

Standalone Results:

Financial Highlights	Half Year ended Dec 31,		2 nd Quarter ended Dec 31,	
	2023	2022	2023	2022
	Rs. in '000	Rs. in '000	Rs. in '000	Rs. in '000
Revenue	112,236	59,375	53,302	31,542
Income from Associates	23,225	77,677	12,103	69,800
Operating expenditures	(50,385)	(33,940)	(26,948)	(20,786)
Profit/ (Loss) before Taxation	85,076	103,112	38,457	89,320
Taxation	(12,536)	0	(5,260)	0
Net Profit / (Loss) for the period	72,540	103,112	33,196	89,320
Other Comprehensive Income – CDC & NCCPL	97,044	0	66,153	0
Total Earnings for the period	169,584	103,112	99,350	89,320
Earnings/ (Loss) Per Share (EPS) before OCI	Rs. 0.40	Rs. 0.62	Rs. 0.18	Rs. 0.50
Earnings/ (Loss) Per Share (EPS) after OCI	Rs. 0.94	Rs. 0.62	Rs. 0.92	Rs. 0.50

During the period under review, the Company maintained a steady growth in terms of revenue generation and remained vigilant in monitoring its investments in associates and other strategic investments. The Company will always endeavor for their optimization through prudent investment decision.

Future Outlook:

The Company is actively pursuing the scheme of arrangement for merger of the Company with and in to Digital Custodian Company Limited. As per Order of the Honourable Lahore High Court, Lahore, dated February 15, 2024, an extra-ordinary general meeting of the shareholders of the Company has been called on March 16, 2024 to approve the scheme. It is aimed that the combining the businesses of the two companies will lead to diversification of the existing income streams besides providing many new business opportunities for the combined enterprise.


Chief Executive

February 29, 2024.


Director

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF LSE VENTURES LIMITED

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **LSE VENTURES LIMITED** ("the Company") as at December 31, 2023 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the condensed interim financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for the financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

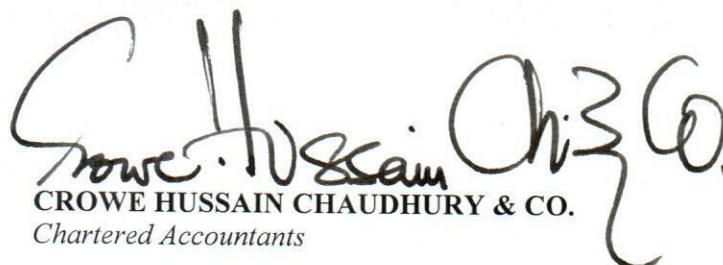
Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

The figures included in the condensed interim statement of profit or loss and the condensed interim statement of comprehensive income for the quarter ended December 31, 2023 and 2022 have not been reviewed as we are required to review only the cumulative figures for the half year ended December 31, 2023. Furthermore, the condensed interim financial statements of the Company for the half year ended December 31, 2022 are not reviewed.

The engagement partner on the audit resulting in this independent auditor's review report is Amin Ali.

LAHORE
Dated: March 1, 2024
UDIN: RR202310051V8XuUzcA5



Crowe Hussain Chaudhury & Co.
Chartered Accountants

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF LSE VENTURES LIMITED

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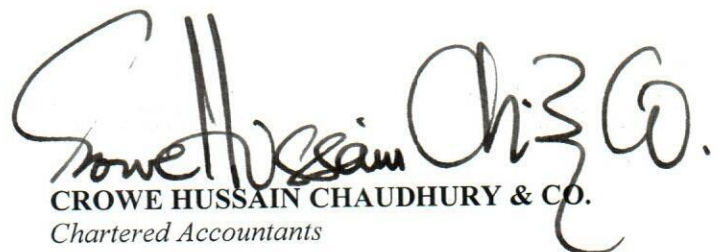
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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF LSE VENTURES LIMITED

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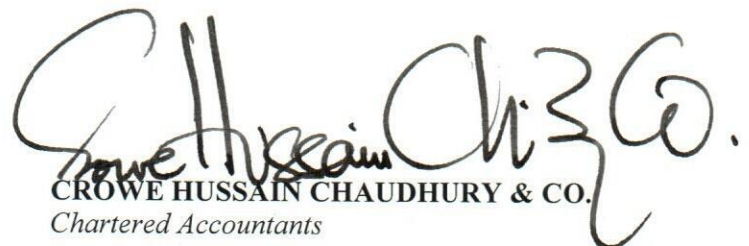
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LAHORE
Dated: March 1, 2024
UDIN: RR202310051V8XuUzcA5



Crowe Hussain Chaudhury & Co.
Chartered Accountants

LSE VENTURES LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT DECEMBER 31, 2023

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
Rupees in thousands			
ASSETS			
Non-Current Assets			
Investment in subsidiaries		369,529	369,529
Investment in associates	5	1,322,784	1,231,363
Financial assets	6	722,622	715,242
Intangibles		6,177	-
Long term deposits		20,100	100
		2,441,212	2,316,234
Current Assets			
Trade and other receivables	7	48,305	51,817
Advances and prepayments	8	2,218	7,929
Tax refunds due from Government		15,315	224
Bank balances		46,965	83,903
		112,803	143,873
		<u>2,554,015</u>	<u>2,460,107</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized Share Capital			
200,000,000 (June 30, 2023: 200,000,000) ordinary shares of Rs. 10 each		<u>2,000,000</u>	<u>2,000,000</u>
Issued, subscribed and paid-up share capital		1,795,979	1,795,979
Capital reserves:			
- Demerger reserves		26,533	26,533
- Fair value reserves		108,927	11,883
		135,460	38,416
Revenue reserves:			
- Un-appropriated profits		345,517	362,776
Total Equity		<u>2,276,956</u>	<u>2,197,171</u>
Non-Current Liabilities			
Deferred tax liability		171,081	156,997
Current Liabilities			
Trade and other payables		22,752	47,585
Unpaid dividend		51,972	33,455
Unclaimed dividend		15,568	15,568
Provision for taxation		15,686	9,331
		105,978	105,939
CONTINGENCIES AND COMMITMENTS			
	9	-	-
		<u>2,554,015</u>	<u>2,460,107</u>

The annexed notes 1 to 15 form an integral part of these condensed interim unconsolidated financial statements (un-audited).


Chief Executive Officer


Director


Chief Financial Officer

LSE VENTURES LIMITED

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	Note	Half Year Ended December 31,		Quarter Ended December 31,	
		2023	2022	2023	2022
		Rupees in thousands		Rupees in thousands	
Revenue	10	112,015	59,375	53,190	31,542
Other Income		220	-	111	-
Operating Expenses					
Administrative and general expenses		(48,905)	(25,154)	(25,468)	(12,022)
Other operating expenses		(1,479)	(8,781)	(1,479)	(8,765)
Operating Profit		61,852	25,440	26,355	19,520
Finance cost		(1)	(6)	(1)	0
Share of profit of associates accounted for using the equity method - net of tax		23,225	77,677	12,103	69,800
Profit before Taxation		85,076	103,112	38,457	89,320
Taxation	11	(12,536)	-	(5,260)	-
Net Profit for the Period		<u>72,539</u>	<u>103,112</u>	<u>33,196</u>	<u>89,320</u>
Earnings per Share - Basic and Diluted		<u>0.40</u>	<u>0.62</u>	<u>0.18</u>	<u>0.50</u>

The annexed notes 1 to 15 form an integral part of these condensed interim unconsolidated financial statements (un-audited).


Chief Executive Officer


Director


Chief Financial Officer

LSE VENTURES LIMITED

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2023

	Half Year Ended December 31,		Quarter Ended December 31,	
	2023	2022	2023	2022
	Rupees in thousands		Rupees in thousands	
Net Profit for the Period	72,539	103,112	33,196	89,320
Other Comprehensive Income				
<i>Items that may be classified to profit and loss</i>	-	-	-	-
Items that may not be classified to profit and loss:				
Fair value gain on investments	114,170	-	77,828	-
Less: deferred tax	(17,125)	-	(11,674)	-
	97,044	-	66,153	-
Total Comprehensive Income for the Period	<u>169,584</u>	<u>103,112</u>	<u>99,350</u>	<u>89,320</u>

The annexed notes 1 to 15 form an integral part of these condensed interim unconsolidated financial statements (un-audited).


Chief Executive Officer


Director


Chief Financial Officer

LSE VENTURES LIMITED

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Share Capital	Capital Reserves		Revenue Reserve	Total Equity
		Fair value Reserve	Demerger Reserve		
----- Rupees in thousands -----					
Balance as at June 30, 2022 (Un-audited)					
Net profit for the period	-	-	-	-	-
Other comprehensive income	-	-	-	103,112	103,112
Total comprehensive income for the period	-	-	-	103,112	103,112
Transactions with owners of the Company					
Fresh issuance of share capital	10,000	-	-	-	10,000
Transfer of share capital from LSE Financial Services Limited	1,812,512	-	-	-	1,812,512
Demerger reserve arisen due to demerger	(26,533)	-	26,533	116,942	90,409
	1,795,979	-	26,533	116,942	1,912,921
Charge of expenses incurred on listing of company	-	-	-	(43,190)	(43,190)
Balance as at December 31, 2022 (Un-audited)	1,795,979	-	26,533	176,863	1,972,842
Balance as at June 30, 2023 (Audited)	1,795,979	11,883	26,533	362,776	2,197,171
Net profit for the period	-	-	-	72,539	72,539
Other comprehensive income	-	97,044	-	-	97,044
Total comprehensive income for the period	-	97,044	-	72,539	169,583
Transactions with owners of the Company					
Cash dividends of Rs. 0.50 per share for the year ended June 30, 2023 (Final)	-	-	-	(89,799)	(89,799)
Balance as at December 31, 2023 (Un-audited)	1,795,979	108,927	26,533	345,517	2,276,956

The annexed notes 1 to 15 form an integral part of these condensed interim unconsolidated financial statements (un-audited).


Chief Executive Officer


Director


Chief Financial Officer

LSE VENTURES LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	Half Year Ended December 31,	
	2023	2022
	Rupees in thousands	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	85,076	103,112
Adjustments for:		
- Share of profit of associates	(23,225)	(77,677)
- Amortization	325	-
- Dividend income	(55,910)	-
- Revenue from Margin Trading System of NCCPL	(46,352)	(24,775)
- Unrealized fair value gain on investment	(7,543)	-
- Provision for punjab workers welfare fund	1,479	8,781
- Finance cost	1	6
	<u>(131,226)</u>	<u>(93,666)</u>
Operating profit / (loss) before working capital changes	(46,150)	9,446
Decrease in current assets:		
- Advances and prepayments	11,888	10,400
Increase in current liabilities:		
- Trade and other payables	1,027	800
Net Cash Generated from Changes in Working Capital	12,915	11,200
Cash (Used in) / Generated from Operations	<u>(33,235)</u>	<u>20,646</u>
Finance cost paid	(1)	(6)
Income tax paid	(24,314)	-
Net Cash (Used in) / Generated from Operating Activities	<u>(57,549)</u>	<u>20,640</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Investments made during the period - net	(27,186)	-
Addition in Intangibles during the period - net	(6,502)	-
Long term deposits	(20,000)	-
Return on MTS investment received	60,648	24,775
Advance to subsidiary	(14,852)	-
Dividend received	99,785	46,548
Net Cash Generated from Investing Activities	91,893	71,322
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid during the period	(71,282)	-
Net Cash Used in Financing Activities	<u>(71,282)</u>	<u>-</u>
Net (Decrease) / Increase in Cash and Cash Equivalents	<u>(36,938)</u>	<u>91,963</u>
Cash and cash equivalents at the beginning of the period	83,903	-
Cash and Cash Equivalents at the End of the Period	<u>46,965</u>	<u>91,963</u>

The annexed notes 1 to 15 form an integral part of these condensed interim unconsolidated financial statements (un-audited).


Chief Executive Officer


Director


Chief Financial Officer

LSE VENTURES LIMITED

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED) FOR THE HALF YEAR ENDED DECEMBER 31, 2023

Note 1

Corporate and General Information

1.1 Legal status and operations

LSE Ventures Limited (the Company) was registered on July 18, 2022 under the Companies Act, 2017 (XIX of 2017) as a public unlisted company limited by shares. In June 2023, the Company obtained the listing status under the symbol "LSEVL" at Pakistan Stock Exchange as a result of demerger scheme approved on April 26, 2023 by the Honorable Lahore High Court, accomplished through a reverse merger with Data Textiles Limited.

The Company is domiciled in Pakistan and its principal line of business 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.

The geographical location and address of the Company is as under:

Business

Head office / Registered Office

Geographical Location

19, Khayaban-e-Aiwan-e-Iqbal, Lahore, Pakistan.

Note 2

Basis of Preparation

2.1 These condensed interim financial statements has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise:

- International Accounting Standard (IAS) 34 - Interim Financial Reporting, 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 with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 These condensed interim financial statements are unaudited and have been subjected to limited scope review by the external auditors as required by Section 237 of the Companies Act, 2017. The figures for the quarters ended on December 31, 2022 and 2023 and half year ended on December 31, 2022 presented in the condensed financial statements have not been reviewed by the external auditors.

2.3 These condensed interim financial statements are presented in Pak rupees, which is the Company's functional and presentation currency. Figures have been rounded off to nearest thousand rupees, unless stated otherwise. These condensed financial statements do not include all the information required for annual financial statements and therefore, should be read in conjunction with the annual financial statements of the Company for the year ended June 30, 2023.

Note 3

Significant Accounting Policies

The accounting policies and methods of presentation of these condensed interim financial statements are the same as those followed in the preparation of annual financial statements for the preceding financial year ended June 30, 2023.

Note 4

Accounting Estimates and Judgment

The accounting estimates and associated assumptions used in the preparation of these interim financial statements are consistent with those applied in the preparation of annual financial statements of the Company for the immediately preceding year ended June 30, 2023.

LSE VENTURES LIMITED

Notes to and forming part of the Condensed Interim Unconsolidated Financial Statements (Un-audited)

Note 5

Investments in Associates

	December 31, 2023	June 30, 2023
	(Un-audited)	(Audited)
	Rupees in thousands	
Under Equity Method		
The Pakistan Credit Rating Agency Limited (PACRA)	44,475	67,224
Under Fair value through Other Comprehensive Income		
Central Depository Company of Pakistan Limited (CDC)	714,482	659,183
National Clearing Company of Pakistan Limited (NCCPL)	563,827	504,956
5.1	<u>1,322,784</u>	<u>1,231,363</u>

5.1 Reconciliation of changes in carrying value / fair value of investments in associates:

		December 31, 2023			
		PACRA	CDC	NCCPL	Total
		-----Rupees in thousands-----			
	Note				
Opening balance		67,224	659,183	504,956	1,231,363
Share of profit for the period		23,225	-	-	23,225
Dividend received during the period		(52,185)	-	-	(52,185)
Fair value gain		6,211	-	-	6,211
- through PL		-	55,299	58,871	114,170
- through OCI		6,211	55,299	58,871	120,381
Closing balance	5.4	<u>44,475</u>	<u>714,482</u>	<u>563,827</u>	<u>1,322,784</u>
Number of shares		<u>2,683,042</u>	<u>30,000,000</u>	<u>23,730,462</u>	
Shareholding in %age		<u>36%</u>	<u>10%</u>	<u>23.53%</u>	
Net Assets as at Dec 31, 2023 (un-audited) (Rupees in '000')		<u>123,542</u>	<u>7,144,817</u>	<u>2,396,205</u>	
		June 30, 2023			
		PACRA	CDC	NCCPL	Total
		-----Rupees in thousands-----			
Transfer from LSE Financial Services Limited		52,439	599,420	516,386	1,168,245
Equity adjustment		(5,735)	34,893	(4,782)	24,376
Share of profit for the year		36,639	60,437	34,474	131,550
Share of other comprehensive income of associate		(20)	-	-	(20)
Dividend received during the year		(16,099)	(47,957)	(45,468)	(109,524)
Fair value gain - through OCI		-	12,390	4,346	16,736
Closing balance	5.4	<u>67,224</u>	<u>659,183</u>	<u>504,956</u>	<u>1,231,363</u>
No. of shares held		<u>2,683,042</u>	<u>30,000,000</u>	<u>23,730,462</u>	
Shareholding in %age		<u>36%</u>	<u>10%</u>	<u>23.53%</u>	
Net Assets as at June 30, 2023 (Audited) (Rupees in '000')		<u>186,734</u>	<u>6,591,830</u>	<u>2,146,009</u>	

5.2 These are locally incorporated companies. The country of incorporation / registration of these companies is also their principal place of business. The Company has significant influence on associates due to its representation on the Board of Directors of investees and consequently, they have been treated as associates according to the requirements of IAS 28 'Investment in Associates'. Therefore, investments in these associates have been accounted for under the equity method. The shares of these associates are not listed on stock exchange, hence published price quotes are not available. Shares of all the associated companies have a face value of Rs. 10 each.

5.3 The investments in associated companies have been made in accordance with the requirements of the Companies Act, 2017.

5.4 The value of investments in the associates is based on the share of the Company in net assets of the investee companies as reflected by the reviewed CDC and unaudited / unreviewed (PACRA & NCCPL) condensed interim financial statements of the investee companies as at December 31, 2023 (June 30, 2023: audited).

Note 6

Financial Assets

	Note	December 31, 2023 (Un-audited)	June 30, 2023 (Audited)
Rupees in thousands			
At amortised cost			
Investment in Margin Trading System of NCCPL via LSE FSL	6.1	341,506	316,526
Pakistan Gasport Consortium Limited (PGPC) - Preference shares	6.2	280,000	280,000
International Learning Centre (Private) Limited (Berlitz)	6.3	9,000	9,000
Investment in SSR Pictures & 5Abbi Films	6.4	-	17,794
LSE Capital Limited formerly Assetplex Limited [related party]	6.5	-	14,420
Fair value through profit or loss			
<i>Unlisted - at fair value</i>			
Pakistan Mercantile Exchange Limited (PMEX)	6.6	22,170	22,170
Digital Custodian Company Limited (DCCL) [related party]	6.7	54,167	54,167
Reckitt Benckiser Pakistan Limited	6.8	490	490
RB Hyginene Home Pakistan Limited	6.8	428	428
<i>listed - at fair value</i>			
First Dawood Investment Bank Limited (FDIBL)	6.9	14,861	247
		<u>722,622</u>	<u>715,242</u>

- 6.1** Investment on Margin Trading System of NCCPL via LSE FSL is an undisclosed market of financees and financiers with a participation ratio of 85 to 15 carrying markup of KIBOR with spread of maximum upto 8%. The Company has invested the amount through LSE Financial Services Limited. MTS platform and receives markup income net of 1% to 2% (June 30, 2023: 2%) service charges and MTS charges.
- 6.2** This represents Company hold of 28 million preference shares in Pakistan GasPort Consortium Limited (PGPC) which are non-voting, privately placed, unlisted, callable, puttable, cumulative and floating rate preference shares with a par value of Rs. 10 each. These preference shares offer dividend at six months KIBOR plus 5.5% per annum.
- 6.3** The Company has obtained 5,700 shares of International Learning Centre (Private) Limited for Rs. 9 million, which represents 5.00% ownership.
- 6.4** This represented the Company's share of 33.33% of partnership in AOP with Mr. Ifthikhar Thakur and Mr. Muhammad Safdar Malik under the name of SSR Pictures & 5Abbi Films which was established for the purpose of production of movies in Pakistan.
- 6.5** This represented loan given to LSE Capital Limited formerly Assetplex Limited [a related party]. This amount had been given as advance and carries markup at 3 months KIBOR + spread of 3%. The amount along with markup has been received.
- 6.6** The Company holds 2,272,727 equity shares of Pakistan Mercantile Exchange Limited which represents 7.25% ownership in investee.
- 6.7** The Company holds 5,221,973 equity shares of Digital Custodian Company Limited (a related party due to common directorship), which is public unlisted entity. Originally 1,110,000 shares were acquired at Rs. 54.05 but DCCL issued 4,111,973 bonus shares during the year ended June 30, 2023, bringing the total number of shares held to 5,221,973. There was no change in the shareholding percentage of 9.99%.
- 6.8** The Company holds 656 shares in Reckitt Benckiser Pakistan Limited and 176 share of RB Hyginene Home Pakistan Limited.
- 6.9** This represents investment in 6,433,500 (June 30, 2023: 149,000) shares of First Dawood Investment Bank Limited representing shareholding of 4.34% (June 30, 2023: 0.1%) of the share capital of the investee Company.

LSE VENTURES LIMITED

Notes to and forming part of the Condensed Interim Unconsolidated Financial Statements (Un-audited)

Note 7

Trade and Other Receivables

		December 31, 2023	June 30, 2023
	Note	(Un-audited)	(Audited)
Rupees in thousands			
Considered good			
Accrued dividend income	7.1	39,575	31,265
Receivable from related party		8,730	20,551
		<u>48,305</u>	<u>51,817</u>

7.1 This represents income receivable from LSE Financial Services Limited, a related party, on investment in Margin Trading System of NCCPL.

Note 8

Advances and Prepayments

		December 31, 2023	June 30, 2023
		(Un-audited)	(Audited)
Rupees in thousands			
Advances to employees		75	-
Prepayments		2,143	7,929
		<u>2,218</u>	<u>7,929</u>

Note 9

Contingencies and Commitments**9.1 Contingencies**

There are no material contingencies outstanding as at reporting date (June 30, 2023: Nil).

9.2 Commitments

There are no material commitments outstanding as at reporting date (June 30, 2023: Nil).

Note 10

Revenue

	Half Year Ended December 31,		Quarter Ended December 31,	
	2023	2022	2023	2022
	-----(Un-audited)----		-----(Un-audited)----	
	Rupees in thousands		Rupees in thousands	
Revenue from Margin Trading System of NCCPL via LSE FSL	46,352	24,775	23,584	14,877
Dividend income	55,910	-	20,483	-
Cash and cash equivalents - profit on savings bank accounts	2,210	34,600	1,581	30,904
Unrealized fair value gain on investments	7,543	-	7,543	(14,240)
	<u>112,015</u>	<u>59,375</u>	<u>53,190</u>	<u>31,542</u>

Note 11

Taxation

	Half Year Ended December 31,		Quarter Ended December 31,	
	2023	2022	2023	2022
	-----(Un-audited)----		-----(Un-audited)----	
	Rupees in thousands		Rupees in thousands	
Current	15,578	-	6,348	-
Deferred	(3,041)	-	(1,087)	-
	<u>12,536</u>	<u>-</u>	<u>5,260</u>	<u>-</u>

LSE VENTURES LIMITED

Notes to and forming part of the Condensed Interim Unconsolidated Financial Statements (Un-audited)

Note 12

Transactions with Related Parties

Related parties comprise associated companies / undertakings, companies where directors also hold directorship, retirement benefits fund and key management personnel. Balances with related parties are disclosed in respective notes to these financial statements, whereas significant transactions with these related parties during the period are as under:

Name of related parties	Transactions during the period	December 31,	June 30,
		2023 (Unaudited)	2023 (Audited)
		Rupees in thousands	
Transactions during the period / year			
National Clearing Company of Pakistan Limited	Dividend received	3,916	45,468
	Trading charges paid	-	(2,653)
Central Depository Company of Pakistan Limited	Dividend received	12,401	47,957
	Deposit paid for share registrar services	-	(100)
Pakistan Credit Rating Agency Limited	Dividend received	52,185	16,099
LSE Proptech Limited	Shares purchased by the Company	-	(269,529)
	Reimbursement of expenses	(32,848)	(26,769)
	Expenses paid on behalf of Company	7,704	-
Modaraba Al Mali	Reimbursement of facilities - receipts	-	(93)
	Loan - Principal	-	(300,000)
	Interest received	-	55,368
	Repayment of principal	-	20,000
	Preference shares purchased - settled	-	280,000
LSE Financial Services Limited	Shares issued	-	(100,000)
	Investment in MTS - Principal	(27,186)	(316,526)
	Deposit for MTS investment	(20,000)	-
	Investment in MTS - markup received	60,648	-
	Investment in MTS - markup accrued	6,256	20,551
	Expenses paid on behalf of Company	2,474	(1,529)
	Advance / Deposit transfer / sold by the company	11,239	-
	Investment transfer / sold by the company	17,794	-
LSE Capital Limited	Loan given	(101,000)	(14,420)
	Loan received back	115,420	-
	Markup accrued	616	384
Balance outstanding as at:		December 31,	June 30,
		2023	2023
		Unaudited	Audited
		Rupees in thousands	
Investment in subsidiaries			
	- LSE Financial Services Limited	100,000	100,000
	- LSE Proptech Limited	269,529	269,529
Investments in associates			
	- Pakistan Credit Rating Agency Limited	44,475	67,224
	- Central Depository Company of Pakistan Limited	714,482	659,183
	- National Clearing Company of Pakistan Limited	563,827	504,956
Short term investments			
	- Digital Custodian Company Limited	54,167	54,167
	- SSR Pictures & 5Abbi Films	-	17,794
Receivables			
	- Due from LSE Financial Services Limited	8,730	20,551
Trade and other payables			
	- Due to LSE Proptech Limited	(1,964)	(27,108)
	- Due to LSE Financial Services Limited	-	(1,529)
	- Deferred income from LSE Capital	-	(616)
Loan			
	- LSE Capital Limited	-	14,420

Note 13

Segment Reporting

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

13.2 The sales percentage by geographic region is as follows:

	December 31, 2023	June 30, 2023
	%	%
Pakistan	<u>100.00</u>	<u>100.00</u>

13.3 Major investments in MTS account for 41% of total revenue for the year. Revenue from MTS investment amount to Rs. 46.352 million.

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

Note 14

Authorization of Financial Statements

These condensed interim unconsolidated financial statements (un-audited) are approved and authorized for issuance on 29 FEB 2024 by the Board of Directors of the Company.

Note 15

General

Corresponding figures are re-arranged / reclassified, wherever necessary, to facilitate comparison. No material reclassifications have been made in these condensed interim unconsolidated financial statements (un-audited).


Chief Executive Officer


Director


Chief Financial Officer