Lao-China Securities Public Company

Financial Statements

For the three-month period of quarter III ended 30 September 2025

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Lao-China Securities Public Company

GENERAL INFORMATION

THE COMPANY

Lao-China Securities Public Company ("the Company") previously known as Lao-China Securities Company Limited is a limited company incorporated under the Law on Enterprises of Lao PDR and pursuant to Business Registration Certificate No. 0631 issued by the Ministry of Planning and Investment on 21 June 2013 and Business License No.010 issued by the Securities and Exchange Commission of Lao People's Democratic Republic (SECO) on 16 November 2013. The latest amended Business Registration Certificate No. 0010/BLO was issued by Special Economic Zone Management Board on 25 October 2024 and Business License No.043/LSCO was issued by Lao Securities Commission Office (LSCO) on 5 December 2024.

As at 30 September 2025, the Company was established by three shareholders: (i) Agricultural Promotion Bank and (ii) Lao Information Industry Company Limited, which were both established in Lao PDR; and (iii) Pacific Securities Company Limited which was established in the People's Republic of China, (iv) Public investor with their ownership at the Company of 36.90%, 18% and 35.10% and 10% respectively.

The registered charter capital of the Company is LAK 111,111,120,000 for the period ended 30 September 2025. As at 31 December 2024, the contributed capital of the Company is LAK 100,000,000,000.

The principal activities of the Company are to provide brokerage service, securities trading, corporate finance, securities investment advisory service, securities underwriting service, and private fund management.

The head office of the company located at Thatluang Lake Special Economic Zone, Ban Phonthan, Xaysettha District, Vientiane Capital, Lao PDR.

BOARD OF DIRECTORS

The members of the Board of Directors for the nine-month period ended 30 September 2025 as at the date of this report as follow:

Name	*Title*	*Date of appointment*
Mr. Nooxay Phoomsuwan	Chairman	Appointed on 10 May 2024
Mr. Li Changwei	Vice Chairman	Appointed on 22 Sep 2017
Mr. Zhou Kun	Director	Appointed on 05 May 2023
Mr. Zhang Hongbin	Director	Appointed on 19 Jul 2013
Mr. Somphong Bolibouth	Director	Appointed on 14 Oct 2024
Mr. Li Lin	Executive Director	Appointed on 14 Oct 2024
Mr. Wang Wei	Independent Director	Appointed on 19 Jul 2013
Assoc. Prof. Dr. Piya Vongphit, PhD	Independent Director	Appointed on 23 May 2023
Mr. Na Chantalivong	Independent Director	Appointed on 14 Oct 2024

GENERAL INFORMATION (continue)

BOARD OF MANAGEMENT

The members of the Board of Management during the nine-month period ended 30 September 2025 as at the date of this report as follows:

Name	*Title*	*Date of appointment*
Mr. Li Lin	General Director	Appointed on 19 Jul 2013
Dr. Soutthideth Bounluxay, PhD	Deputy General Director	Appointed on 25 Feb 2020
Mr. Phongsavath Leuname	Deputy General Director	Appointed on 14 Oct 2024

LEGAL REPRESENTATIVE

The legal representative of the Company during the nine-month period ended 30 September 2025 as at the date of this report is Mr. Li Lin, General Director.

Lao-China Securities Public Company

REPORT OF MANAGEMENT

Management of Lao-China Securities Public Company ("the Company") is pleased to present its report and the financial statements of the Company as at and for the nine-month period ended 30 September 2025.

MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE FINANCIAL STATEMENTS

The Company's management is responsible for preparing the financial statements in accordance with the accounting policies as described in Note 3 to the financial statements. In preparing the financial statements, management is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on a going concern basis unless it is inappropriate to assume that the Company will continue its business.

Management is responsible for ensuring that proper accounting records are kept which disclosed, with reasonable accuracy at any time, the financial position of the Company and to ensure that the financial statements comply with an appropriate accounting framework. Management is also responsible for safeguarding the assets of the Company and thus taking reasonable steps for the prevention and detection of fraud and other irregularities.

Management confirmed that it has complied with the above requirements in preparing the accompanying financial statements.

APPROVAL OF THE FINANCIAL STATEMENTS

We hereby approve the accompanying financial statements as 30 September 2025 and for the year then ended which are prepared in accordance with the accounting policies as described in Note 3 to the financial statements.

On behalf of management:

Mr. Li Lin
General Director

Vientiane, Lao PDR

14 November 2025

Lao – China Securities Public Company

STATEMENT OF FINANCIAL POSITION
as at 30 September 2025

Currency: LAK

ASSETS	*Notes*	*30 September 2025*	*31 December 2024*
A. CURRENT ASSETS		**129,756,465,975**	**71,466,398,822**
I. Cash	***4***	***55,825,271,601***	***5,789,133,108***
1. Cash on hand		132,544,571	-
2. Cash at bank		32,141,365,905	1,592,743,476
3. Customers' deposits		23,551,361,125	4,196,389,632
II. Current accounts receivable		***25,814,903,091***	***23,837,214,674***
1. Trade receivables		25,510,098,457	20,918,894,065
2. Other receivables		-	1,680,000,000
3. Interest receivables		304,804,635	1,238,320,609
III. Short term investments		***40,200,836,570***	***40,694,899,300***
1. Investment securities	5	23,183,446,570	28,421,563,300
2. Short Term Deposit	6	15,500,000,000	10,000,000,000
3. Held-to-maturity		1,517,390,000	2,273,336,000
IV. Other current assets		***7,915,454,713***	***1,145,151,740***
1. Other current assets	7	7,915,454,713	1,145,151,740
B. NON-CURRENT ASSETS		**79,617,389,739**	**93,594,903,560**
I. Fixed assets		**2,371,608,659**	***2,343,726,160***
1. Tangible fixed assets	8	2,221,173,054	2,341,132,363
2. Intangible fixed assets	9	1,953,556	2,593,797
3. Construction		148,482,048	-
II. Long-term investments		***77,245,781,080***	***91,251,177,400***
1. Long-term deposits		-	15,000,000,000
2. Available for sale investment	10	65,229,420,000	63,560,640,000
3. Held-to-maturity investment	11	12,016,361,080	12,690,537,400
TOTAL ASSETS		**209,373,855,713**	**165,061,302,382**

Lao – China Securities Public Company

STATEMENT OF FINANCIAL POSITION (continued)
as at 30 September 2025

Currency: LAK

LIABILITIES AND OWNERS	*Notes*	*30 September 2025*	*31 December 2024*
A. LIABILITIES		**54,915,536,707**	**39,781,466,697**
I. Current liabilities		***54,915,536,707***	***39,781,466,697***
1. Short-term borrowings	12	26,246,725,366	26,248,421,223
2. Deferred revenue	13	8,635,769,765	8,635,769,765
3. Payables to customers	14	9,305,774,486	4,196,389,632
4. Other payables		10,701,133,090	332,120,467
5. Employee benefits	15	26,134,000	368,765,610
B. OWNERS' EQUITY		**154,458,319,006**	**125,279,835,685**
I. Capital		***154,458,319,006***	***125,279,835,685***
1. Contributed charter capital	16	111,111,120,000	100,000,000,000
2. Share premium		2,360,038,519	-
3. Retained earning		24,326,475,427	10,206,778,619
4. Legal reserves		3,697,423,512	2,107,500,518
5. Available-for-sale reserve		11,936,190,000	11,938,485,000
6. Business expansion reserve		1,027,071,548	1,027,071,548
TOTAL LIABILITIES AND OWNERS' EQUITY		**209,373,855,713**	**165,061,302,382**

Approved by:

Mr. Li Lin
General Director

Checking by:

Mr. Viengsavanh XAYGNARAJ
Head of Internal Audit Department

Prepared by:

Ms. Ouphet Luanglath
Head of Accountant Department

Vientiane, Lao PDR

14 November 2025

Lao – China Securities Public Company

INCOME STATEMENT
for the three-month period of quarter III ended 30 September 2025

Currency: LAK

ITEMS	*Notes*	*For the three-month period of quarter III ended 30 September 2025*	*For the three-month period of quarter III ended 30 September 2024*
1. Revenue		**12,310,603,284**	**6,590,626,035**
In which:			
- Commission and fee income	17	11,416,363,590	6,184,781,607
- Interest income		587,479,064	321,189,815
- Dividend income from investment in securities		-	-
- Net gain from sales of investment in securities		(78,477,000)	4,000
- Other operating income		385,237,630	84,650,613
2. Expenses		**(6,944,657,424)**	**(448,001,730)**
In which:			
- Commission and fee expenses	17	(583,338,682)	(466,416,310)
- Loss in fair value of short-term investment in securities		(154,925,180)	1,633,171,560
- Staff cost		(4,984,692,739)	(995,919,235)
- Depreciation and amortization		(89,575,597)	(12,888,257)
- Interest expense		-	(3,001,000)
- Other operating expenses	18	(1,132,125,227)	(602,948,488)
3. Profit before tax		**5,365,945,859**	**6,142,624,305**
4. Profit tax expense		-	-
5. Net profit after tax		**5,365,945,859**	**6,142,624,305**
Earnings per share		**4.83**	**6.14**

Approved by:

Mr. Li Lin
General Director

Checking by:

Mr. Viengsavanh XAYGNARAJ
Head of Internal Audit Department

Prepared by:

Ms. Ouphet Luanglath
Head of Accountant Department

Vientiane, Lao PDR

14 November 2025

Lao – China Securities Public Company

INCOME STATEMENT
for the nine-month period ended 30 September 2025

Currency: LAK

ITEMS	*Notes*	*For the nine-month period ended 30 September 2025*	*For the nine-month period ended 30 September 2024*
1. Revenue		**28,592,234,252**	**12,968,745,347**
In which:			
- Commission and fee income		19,389,311,982	10,071,900,349
- Interest income		1,739,548,708	896,169,733
- Dividend income from investment in securities		1,975,160,320	1,274,985,500
- Net gain from sales of investment in securities		4,483,200,250	3,005,000
- Other operating income		1,005,012,992	722,684,765
2. Expenses		**(7,174,045,449)**	**(5,247,119,221)**
In which:			
- Commission and fee expenses		(1,481,463,861)	(881,181,552)
- Loss in fair value of short-term investment in securities		4,815,151,020	1,072,946,190
- Staff cost		(7,472,857,888)	(2,854,092,688)
- Depreciation and amortization		(261,726,450)	(62,989,586)
- Interest expense		(125,194,500)	(128,128,500)
- Other operating expenses		(2,647,953,771)	(2,393,673,084)
3. Profit before tax		**21,418,188,802**	**7,721,626,126**
4. Profit tax expense		-	-
5. Net profit after tax		**21,418,188,802**	**7,721,626,126**
Earnings per share		**19.28**	**7.72**

Approved by:

Mr. Li Lin
General Director

Checking by:

Mr. Viengsavanh XAYGNARAJ
Internal Audit Department

Prepared by:

Ms. Ouphet Luanglath
Accountant Department

Vientiane, Lao PDR

14 November 2025

Lao-China Securities Public Company

STATEMENT OF CHANGES IN EQUITY
for the three-month period of quarter III ended 30 September 2025

Currency: LAK

	Contributed charter capital	*Share premium*	*Legal reserves*	*Business expansion reserve*	*Available-for-sale reserve*	*Retained earnings*	*Total*
Balances as at 1 July 2024	**100,000,000,000**	-	**975,420,695**	**1,027,071,548**	**(1,117,755,000)**	**1,597,062,035**	**102,481,799,278**
Net profit for the period	-	-	-	-	-	6,142,624,305	6,142,624,305
Balances as at 30 September 2024	**100,000,000,000**	-	**975,420,695**	**1,027,071,548**	**(1,117,755,000)**	**7,739,686,340**	**108,624,423,583**
Balances as at 1 July 2025	**111,111,120,000**	**2,360,038,519**	**3,697,423,512**	**1,027,071,548**	**11,936,406,000**	**24,516,085,568**	**154,648,145,147**
Net profit for the period -	-	-	- -	-	-	5,365,945,859	5,365,945,859
Paid dividend	-	-	-	-	-	(5,555,556,000)	(5,555,556,000)
Loss in fair value of available for sale investment	-	-	-	-	(216,000)	-	(216,000)
Balances as at 30 September 2025	**111,111,120,000**	**2,360,038,519**	**3,697,423,512**	**1,027,071,548**	**11,936,190,000**	**24,326,475,427**	**154,458,319,006**

Approved by:

Mr. Hulin
General Director

Checking by:

Mr. Viengsavanh XAYGNARAJ
Head of Internal Audit Department

Prepared by:

Ms. Ouphet Luanglath
Head of Accountant Department

Vientiane, Lao PDR

14 November 2025

Lao-China Securities Public Company

STATEMENT OF CHANGES IN EQUITY
for the nine-month period ended 30 September 2025

Currency: LAK

	Contributed charter capital	*Share premium*	*Legal reserves*	*Business Expansion reserve*	*Available-for-sale reserve*	*Retained earnings*	*Total*
Balances as at 1 January 2024	**100,000,000,000**	-	**975,420,695**	**1,027,071,548**	**(1,117,755,000)**	**18,060,214**	**100,902,797,457**
Net profit for the period	-	-	-	-	-	7,721,626,126	7,721,626,126
Balances as at 30 September 2024	**100,000,000,000**	-	**975,420,695**	**1,027,071,548**	**(1,117,755,000)**	**7,739,686,340**	**108,624,423,583**
Balances as at 1 January 2025	**100,000,000,000**	-	**2,107,500,518**	**1,027,071,548**	**11,938,485,000**	**10,206,778,619**	**125,279,835,685**
Net profit for the period	-	-	-	-	-	21,418,188,802	21,418,188,802
Paid dividend	-	-	-	-	-	(5,555,556,000)	(5,555,556,000)
Utilize business expansion reserve	-	-	1,589,922,994	-	-	(1,589,922,994)	-
Gain in fair value of available for sale investment	-	-	-	-	(2,295,000)	-	(2,295,000)
Capital contribution	11,111,120,000	2,360,038,519	-	-	-	-	13,471,158,519
Balances as at 30 September 2025	**111,111,120,000**	**2,360,038,519**	**3,697,423,512**	**1,027,071,548**	**11,936,190,000**	**24,326,475,427**	**154,458,319,006**

Approved by:

Mr. Chan Lam
General Director

Checking by:

Mr. Viengsavanh XAYGNARAJ
Head of Internal Audit Department

Prepared by:

Ms. Ouphet Luanglath
Head of Accountant Department

Vientiane, Lao PDR

14 November 2025

Lao – China Securities Public Company

STATEMENT OF CASH FLOWS
for the three-month of quarter III ended 30 September 2025

Currency: LAK

ITEMS	*Notes*	*For the three-month period of quarter III ended 30 September 2025*	*For the three-month period of quarter III ended 30 September 2024*
I. OPERATING ACTIVITIES			
Profit before tax		**5,365,945,859**	**6,142,624,305**
Adjustments for:			
Depreciation and amortization	8,9	89,575,597	12,888,257
Interest expense		-	3,001,000
Changes in fair value of investment in securities		(154,925,180)	1,633,171,560
Net losses on disposal of fixed assets		-	-
Interest income		(587,479,064)	(321,189,815)
Dividend from investment in securities		-	-
Working capital adjustment:			
Net change in receivables		(5,087,449,658)	(9,295,693,334)
Net change in investment in securities		780,028,180	6,945,983,070
Net change in other current assets		(6,802,236,261)	(1,666,646,203)
Net change in payables		10,590,503,705	(52,894,163,611)
Net change in deferred revenue	13	-	
Net change in employee benefits		(342,357,183)	-
Interest received		810,186,631	-
Tax paid		-	-
Net cash flows from operating activities		**4,661,792,627**	**(49,440,024,771)**
II. CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of fixed assets	8,9	(9,238,000)	-
Proceed on write off fix assets		-	-
Acquisition of construction in progress		-	(14,000,000,000)
Placements of long-term deposits		-	15,000,000,000
Proceeds on redemption of long-term deposit		840,000	(784,695,000)
Proceed from sale of available-for-sale investment		949,997,920	(10,041,061,305)
Dividend received from investment in securities		-	(854,553,821)
Net cash flows from investing activities		**941,599,920**	**(10,680,310,126)**

STATEMENT OF CASH FLOWS (continued)
for the three-month of quarter III ended 30 September 2025

Currency: LAK

ITEMS	*Notes*	*For the three-month period of quarter III ended 30 September 2025*	*For the three-month period of quarter III ended 30 September 2024*
III. FINANCING ACTIVITIES			
Paid dividend		(5,555,556,000)	-
Repayment of borrowing		-	(82,359,152)
Interest paid		-	(3,001,000)
Net cash flows used in financing activities		**(5,555,556,000)**	**(85,360,152)**
Net (decrease)/increase in cash		**47,836,547**	**(60,205,695,049)**
Cash at beginning of year		-	-
Cash at end of year	**4**	**47,836,547**	**(60,205,695,049)**

Approved by:

Mr. Li Lin
General Director

Checking by:

Mr. Viengsavanh XAYGNARAJ
Head of Internal Audit Department

Prepared by:

Ms. Ouphet Luanglath
Head of Accountant Department

Vientiane, Lao PDR

14 November 2025

STATEMENT OF CASH FLOWS
for the nine-month period ended 30 September 2025

Currency: LAK

ITEMS	*Notes*	*For the nine-month period ended 30 September 2025*	*For the nine-month period ended 30 September 2024*
I. OPERATING ACTIVITIES			
Profit before tax		**21,265,175,802**	**7,721,626,126**
Adjustments for:			
Depreciation and amortization	8,9	261,726,450	62,989,586
Interest expense		125,194,500	128,128,500
Changes in fair value of investment in securities		4,815,151,020	1,072,946,190
Net losses on disposal of fixed assets		-	-
Interest income		(1,739,548,708)	(896,169,733)
Dividend from investment in securities		(1,975,160,320)	(1,274,985,500)
Working capital adjustment:			
Net change in receivables		(2,911,204,391)	(9,185,372,136)
Net change in investment in securities		422,965,710	5,983,436,250
Net change in other current assets		(6,770,302,973)	(2,598,806,592)
Net change in payables		15,478,716,798	1,513,355,601
Net change in employee benefits		(342,631,610)	(9,830,000)
Interest received		2,673,064,680	534,969,733
Tax paid		-	-
Net cash flows from operating activities		**31,302,827,639**	**3,052,288,026**
II. CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of fixed assets	8,9	(141,126,900)	(16,274,700)
Acquisition of construction in progress		(5,500,000,000)	(12,000,000,000)
Placements of long-term deposits		15,000,000,000	20,341,782,067
Proceeds on redemption of long-term deposit		(1,671,075,000)	(693,765,000)
Proceed from sale of available-for-sale investment		1,430,122,320	(8,608,220,560)
Acquisition/(Payment received) of/(from) held-to-maturity		2,360,038,519	-
Share premium		1,975,160,320	1,274,985,500
Dividend received from investment in securities		(148,482,048)	(2,047,574,971)
Net cash flows from investing activities		**13,304,637,211**	**(1,749,067,664)**

STATEMENT OF CASH FLOWS (continued)
for the nine-month period ended 30 September 2025

Currency: LAK

ITEMS	*Notes*	*For the nine-month period ended 30 September 2025*	*For the nine-month period ended 30 September 2024*
III. FINANCING ACTIVITIES			
Paid dividend		(5,555,556,000)	-
Repayment of borrowing		(1,695,857)	(100,674,964)
Interest paid		(125,194,500)	(128,128,500)
Capital contribution		11,111,120,000	-
Net cash flows used in financing activities		**5,428,673,643**	**(228,803,464)**
Net increase in cash		**50,036,138,494**	**1,074,416,898**
Cash at beginning of year		**5,789,133,108**	**4,849,890,530**
Cash at end of year		**55,825,271,602**	**5,924,307,428**

Approved by:

Mr. Li Shi
General Director

Checking by:

Mr. Viengsavanh XAYGNARAJ
Head of Internal Audit Department

Prepared by:

Ms. Ouphet Luanglath
Head of Accountant Department

Vientiane, Lao PDR

14 November 2025

1. CORPORATE INFORMATION

Lao-China Securities Public Company ("the Company") previously known as Lao-China Securities Company Limited is a limited company incorporated under the Law on Enterprises of Lao PDR and pursuant to Business Registration Certificate No. 0631 issued by the Ministry of Planning and Investment on 21 June 2013 and Business License No.010 issued by the Securities and Exchange Commission of Lao People's Democratic Republic (SECO) on 16 November 2013. The latest amended Business Registration Certificate No. 0010/BLO was issued by Special Economic Zone Management Board on 25 October 2024 and Business License No.043/LSCO was issued by Lao Securities Commission Office (LSCO) on 5 December 2024.

As at 30 September 2025, the Company was established by four shareholders: (i) Agricultural Promotion Bank and (ii) Lao Information Industry Company Limited, which were both established in Lao PDR; and (iii) Pacific Securities Company Limited which was established in the People's Republic of China, (iv) Public investor with their ownership at the Company of 36.90%, 18% and 35.10% and 10% respectively.

The registered charter capital of the Company is LAK 111,111,120,000 for the period ended 30 September 2025. As at 31 December 2024, the contributed capital of the Company is LAK 100,000,000,000.

The principal activities of the Company are to provide brokerage service, securities trading, corporate finance, securities investment advisory service and securities underwriting-service and private fund management.

The head office of the company located at Thatluang Lake Special Economic Zone, Ban Phonthan, Xaysettha District, Vientiane Capital, Lao PDR.

The Company's total number of employees as at 30 September 2025 is 23 (31 December 2024: 21).

2. BASIS OF PREPARATION

According to the Accounting Law No.46/NA dated 20 November 2023, public interest entities, including listed companies should apply International Financial Reporting Standards ('IFRS") in preparing their annual financial statements. In accordance with the Official Letter dated 27 April 2020, by the Ministry of Finance, public interest entities are allowed to delay the application of IFRS until 1 January 2026. The management is presently preparing action plan for implementation IFRSs in accordance with announcement.

As at 30 September 2025, the cumulative inflation rate in Lao P.D.R. over the past 36 months has exceeded 100%, categorizing the country as a hyperinflationary economy, according to the BOL report (https://www.bol.gov.la/en/inflation). However, the Company has not implemented any accounting policies to address the effects of hyperinflation due to the absence of specific guidance from Ministry of Finance (MOF) on this matter.

For the three-month of quarter III ended 30 September 2025, the Company has prepared its financial statements in accordance with the accounting policies as set out in Note 3 to the financial statement. The financial statements are expressed in Lao Kip ("LAK") as it is the currency in which majority of the Company's transactions are denominated and settled.

2. BASIS OF PREPARATION (Continued)

Accompanying balance sheet, income statement, cash flow statement and their utilization are not designed for those who are not informed about accounting principles, procedures and practices described below and furthermore are not intended to present the financial position and results of operation and cash flows of the Company in accordance with international generally accepted accounting principles.

The financial statements are prepared to assist the Company in meeting the reporting requirements of its owners. 'As a result, the financial statements may not be suitable for another purpose and should not be distributed to or used by other parties.

Fiscal year

The fiscal year of the Company starts on 1 January and ends on 31 December.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted by the Company in preparation of these financial statements are consistent with those used in preparation of the Company's financial statements for the year ended 31 December 2025.

3.1. Cash

Cash comprises cash on hand and cash at bank, including customers' deposits.

Cash on hand and cash at bank are highly liquid in nature and are used by the Company in the management of its short-term commitments.

Customers' deposits comprise deposits by investors for securities trading activities. The Company also recognises respective amounts payable to customers in payables to customers.

3.2. Tangible and intangible fixed assets

Tangible fixed assets consist of improvements and decorations, office equipment and furniture and motor vehicles. Intangible fixed assets consist of pre-operation costs and software. Fixed assets are stated at cost less accumulated depreciation, if any.

The cost of an asset comprises its purchase price plus any directly attributable costs of bringing the asset to working condition for its intended use.

Expenditures for additions, improvements and renewals are capitalized and expenditures for maintenance and repairs are charged to profit or loss, if any.

When assets are sold or liquidated, their cost and accumulated depreciation are removed from the statement of financial position and any gains or losses resulting from their disposal are posted to the income statement.

3.3. Depreciation and amortization

Depreciation of fixed assets are provided on the straight-line basis at prescribed rates over their estimated useful life in accordance with the Law on Income Tax No.67/NA dated 18 June 2019 stipulated by the President of the National Assembly. The following are the annual rates used:

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

3.3. *Depreciation and amortization (continued)*

Improvements and decorations	10%
Office equipment and furniture	20%
Motor vehicles	20%
Software	50%

3.4. *Foreign currency transactions*

Transactions in currencies other than the Company's reporting currency of (LAK) are recorded at the exchange rates ruling at the date of the transaction. At the year end, monetary assets and liabilities denominated in foreign currencies are translated at inter-bank exchange rates ruling at the reporting date. All realised and unrealised foreign exchange differences are recognized to the income statement.

a. Trade receivables

Trade receivables are recorded at cost. A provision for impairment of trade receivables is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original term of the receivables. The amount of the provision is the difference between the carrying amount and the recoverable amount, being the management's best estimates of the amount to be recovered.

b. Held-for-trading securities

Held-for-trading securities are mainly investments in listed shares. All listed shares are initially recognized at cost and subsequently presented at market value. Any changes in market value of listed shares are recognized to the income statement.

c. Available-for-sale securities

Available for sale investments include equity securities which are not classified or designated as held-for-trading.

After initial measurement, available for sale financial investments are subsequently measured at fair value.

Unrealised gains and losses are recognized directly in the "Available-for-sale reserve" in equity. When the investment is disposed of, the cumulative gain or loss previously recognized in "Available-for-sale reserve" is transferred to retained earnings. Dividends earned while holding available-for-sale financial investments are recognized in the income statement as 'Dividend income from investment in securities' when the right of the payment has been established.

d. Held-to-maturity investments

Held-to-maturity investments include debt instrument which held within a business model whose objective is to hold assets to collect contractual cash flows.

All debt instruments are initially measured at fair value plus incremental direct transaction costs, and subsequently at their amortised cost using the effective interest method. Interests earned while holding held-to-maturity investments are recognized in the income statement as "Interest income" on accrual basis (taking into account the effective yield on the asset) unless collectability is in doubt.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

e. Revenue recognition

(i) Commission and fee income

(a) Revenue from securities brokerage services is recognized on the date of the transaction;

(b) Consultancy and advisory fee income is recognized when the relevant transactions have been arranged or the relevant services have been rendered;

(c) Underwriting fees are recognized as income when the right to receive payment is established in accordance with the terms of the placement and/or underwriting agreements.

(ii) Interest income from term deposits

Interest income from term deposits is recognized on accrual basis (taking into account the effective yield on the asset) unless collectability is in doubt.

(iii) Dividend income from investment in securities

Dividend income from investment in securities are recognized when the Company's right to receive payment is established, except when there is substantial uncertainty over the recoverability of income so recognized. In such instances, dividend income is recognized on a cash basis.

f. Profit tax

Provision is made for profit tax on the current year's profits, based on the Tax Law governing taxation within Lao PDR. The Company is obliged to pay 20% of total profit before tax in accordance with the new Law on Income Tax No.67/NA dated 18 June 2019 which is effective on or after 1 January 2020. The Company's tax returns are subject to examination by the tax authorities. Because the application of tax laws and regulations to many types of transactions is susceptible to varying interpretations, amounts reported in the financial statements could be changed at a later date upon final determination by the tax authorities.

g. Reserves

Legal reserve

In accordance with Article 154, Enterprise Law dated 29 December 2022, the Company is required to appropriate 10% of profit after tax each year, after deducting accumulated losses (if any) into legal reserve fund. When this reserve fund reaches 50% of the registered capital, the Company may suspend such provision, unless otherwise provided by the bylaws of the Company. This reserve fund shall only be used to recover from the losses of the Company, unless otherwise provided law.

Business expansion reserve

Business expansion reserve is created each year based on the decision of the Board of Directors.

4. CASH

	30 September 2025 LAK	*31 December 2024 LAK*
Cash on Hand	132,544,571	-
Cash at Bank of Lao PDR	1,000,000	1,000,000
Cash in banks	55,691,727,030	5,788,133,108
In which:		
- *Cash of the Company*	32,140,365,905	*1,591,743,476*
- *Cash of investors (*)*	23,551,361,125	*4,196,389,632*
	55,825,271,601	**5,789,133,108**

5. INVESTMENT SECURITIES

	30 September 2025 LAK	*31 December 2024 LAK*
Held for trading		
Cost	28,651,410,771	38,079,575,521
Net unrealised fair value (loss)	(5,467,964,201)	(9,658,012,221)
Net book value	**23,183,446,570**	**28,421,563,300**

6. TERM DEPOSITS

	30 September 2025 LAK	*31 December 2024 LAK*
Term deposits		
Short-term deposit	15,000,000,000	10,000,000,000
Long-term deposits	-	15,000,000,000
	15,000,000,000	**25,000,000,000**

7. OTHER CURRENT ASSETS

	30 September 2025 LAK	*31 December 2024 LAK*
Prepaid rental expense	674,492,701	780,390,981
Prepaid insurance	-	97,973,409
Join compensation fund	141,273,971	136,817,050
Others	7,099,688,041	129,970,300
	7,915,454,713	**1,145,151,740**

8. TANGIBLE FIXED ASSETS

Movements of tangible fixed assets the nine-month period ended 30 September 2025 are as follows:

	Improvements and decorations LAK	*Office equipment and furniture LAK*	*Motor vehicles LAK*	*Total LAK*
Cost				
As at 1 January 2025	3,025,263,669	4,447,531,448	1,256,389,000	8,729,184,117
Addition	-	141,126,900	-	141,126,900
Disposal	(1,751,498,900)	(657,530,260)	-	(2,409,029,160)
As at 30 September 2025	1,307,162,055	3,897,730,802	1,256,389,000	6,461,281,857
Accumulated depreciation				
As at 1 January 2025	1,067,175,316	4,064,487,438	1,256,389,000	6,388,051,754
Charge for the year	80,840,318	180,245,891	-	261,086,209
Disposal	(1,751,498,900)	(657,530,260)	-	(2,409,029,160)
As at 30 September 2025	(603,483,266)	3,587,203,069	1,256,389,000	4,240,108,803
Net book value				
As at 1 January 2025	1,958,088,353	383,044,010	-	2,341,132,363
As at 30 September 2025	1,877,248,035	343,925,019	-	2,221,173,054

8. TANGIBLE FIXED ASSETS *(continued)*

Movements of tangible fixed assets for the year ended 31 December 2024 are as follows:

	Improvements and decorations LAK	*Office equipment and furniture LAK*	*Motor vehicles LAK*	*Total LAK*
Cost				
As at 1 January 2024	1,029,460,690	4,108,027,095	1,256,389,000	6,393,876,785
Addition	1,995,802,979	353,403,653	-	2,349,206,632
Disposal	-	(13,899,300)	-	(13,899,300)
As at 31 December 2024	3,025,263,669	4,447,531,448	1,256,389,000	8,729,184,117
Accumulated depreciation				
As at 1 January 2024	1,000,946,991	3,993,682,408	1,256,389,000	6,251,018,399
Charge for the year	66,228,325	72,274,929	-	138,503,254
Disposal	-	(1,469,899)	-	(1,469,899)
As at 31 December 2024	1,067,175,316	4,064,487,438	1,256,389,000	6,388,051,754
Net book value				
As at 1 January 2024	28,513,699	114,344,687	-	142,858,386
As at 31 December 2024	1,958,088,353	383,044,010	-	2,341,132,363

9. INTANGIBLE FIXED ASSETS

Movements of intangible fixed assets the nine-month period ended 30 September 2025 are as follows:

	Software LAK
Cost	
As at 1 January 2025	392,024,300
Addition	-
As at 30 September 2025	392,024,300
Accumulated depreciation	
As at 1 January 2025	389,430,503
Charge for the year	640,241
As at 30 September 2025	390,070,744
Net book value	
As at 1 January 2025	2,593,797
As at 30 September 2025	1,953,556

9. INTANGIBLE FIXED ASSETS *(continued)*

Movements of intangible fixed assets for the year ended 31 December 2024 are as follows:

	Software LAK
Cost	
As at 1 January 2024	392,024,300
Addition	-
Disposal for the period	-
As at 31 December 2024	392,024,300
Accumulated depreciation	
As at 1 January 2024	388,527,637
Charge for the year	902,866
Disposal	-
As at 31 December 2024	389,430,503
Net book value	
As at 1 January 2024	3,496,663
As at 31 December 2024	2,593,797

10. AVAILABLE-FOR-SALE INVESTMENT

	30 September 2025 LAK	*31 December 2024 LAK*
Shares issued by Vientiane Center Lao Public Company		
Cost	53,294,070,000	51,622,155,000
Net unrealised fair value gain/(loss)	11,935,350,000	11,938,485,000
Net book value	**65,229,420,000**	**63,560,640,000**

11. HELD TO MATURITY INVESTMENT

	30 September 2025 LAK	*31 December 2024 LAK*
Short-term investment		
Government bonds issued by MOF	-	2,273,336,000
Government bonds issued by BOL	-	-
	-	**2,273,336,000**
Long-term investment		
Government bonds issued by MOF	12,016,361,080	12,690,537,400
	12,016,361,080	**12,690,537,400**

12. SHORT-TERM BORROWINGS

	30 September 2025 LAK	*31 December 2024 LAK*
North Nongchan Complex Development Co., Ltd.	26,246,725,366	26,248,421,223
	26,246,725,366	**26,248,421,223**

This is an interest-bearing borrowing to finance the shares purchased as disclosed in Note 11, with repayment based on the sales proceeds of the shares. Dividend contributed to the holding of the shares and capital gain/loss derived from the sale of the shares shall be paid as interest to lender.

13. DEFERRED REVENUE

	30 September 2025 LAK	*31 December 2024 LAK*
Deferred revenue from shares selling	8,635,769,765	8,635,769,765
	8,635,769,765	**8,635,769,765**

14. PAYABLES TO CUSTOMERS

	30 September 2025 LAK	*31 December 2024 LAK*
Customers' settlement account - brokerage	9,305,774,486	4,196,389,632
	9,305,774,486	**4,196,389,632**

15. EMPLOYEE BENEFITS

	30 September 2025 LAK	*31 December 2024 LAK*
Bonus and welfare fund	-	342,357,183
Payroll liabilities	26,134,000	26,408,427
	26,134,000	**368,765,610.00**

16. CONTRIBUTED CHARTER CAPITAL

	30 September 2025		*31 December 2024*	
Shareholders	*% ownership*	*LAK*	*% ownership*	*LAK*
Agricultural Promotion Bank	36.90%	41,000,000,000	41%	41,000,000,000
Lao Information Industry Company Limited	18.00%	20,000,000,000	20%	20,000,000,000
Pacific Securities Company Limited	35.10%	39,000,000,000	39%	39,000,000,000
Ordinary investor	10.00%	11,111,111,200	-	-
	100%	**111,111,111,200**	**100%**	**100,000,000,000**

17. NET COMMISSON AND FEE INCOME

	For the three-month period of quarter III ended 30 September 2025 LAK	*For the three-month period of quarter III ended 30 September 2024 LAK*
Income		
Securities brokerage	12,608,141	60,100,691
Financial advisory	5,149,686,185	1,923,042,063
Selling agent	6,254,069,263	4,201,638,853
	11,416,363,590	6,184,781,607
Expense		
Financial Advisory	(455,639,000)	(79,025,250)
Securities underwriting	-	(132,936,000)
Selling agent	(126,606,577)	(250,217,140)
Other commissions from securities	(1,093,105)	(4,237,920)
	(583,338,682)	(466,416,310)
Commission and fee income, net	**10,833,024,907**	**5,718,365,297**

18. OTHER OPERATING EXPENSES

	For the three-month period of quarter III ended 30 September 2025 LAK	*For the three-month period of quarter III ended 30 September 2024 LAK*
Rental fees	229,823,911	(443,836,188)
External services	(131,513,263)	66,769,900
Business entertainment expenses	58,230,188	42,749,500
Travel expenses	182,485,686	123,157,773
Utility expenses	27,322,000	16,622,412
Insurance expenses	50,009,847	40,460,893
Postal and telecommunication expenses	13,017,256	11,880,573
Meeting and seminar expenses	254,332,000	329,361,112
Taxes and duties	300,000	6,913,000
Loss from foreign exchange rate	178,203,539	188,424,942
Others	269,914,064	220,444,572
	1,132,125,227	**602,948,488**

Approved by:	Checking by:	Prepared by:
Mr. Li Lin General Director	Mr. Viengsavanh XAYGNARAJ Head of Internal Audit Department	Ms. Ms. Ouphet Luanglath Head of Accountant Department

Vientiane, Lao PDR

14 November 2025