AVANCEON LIMITED
REPORT OF FACTUAL FINDINGS ON THE STATEMENT OF CHANGE IN PAID-UP CAPITAL AS AT FEBRUARY 02, 2023

BDO

Tel: +92 42 3587 5709
+92 42 3587 5710
Fax: +92 42 3571 7351
www.bdo.com.pk

F-2, First Floor,
Grace Centre,
Canal Bank Road,
1-B Canal Park,
Gulberg-II, Lahore-54660

REPORT OF FACTUAL FINDING ON THE STATEMENT OF CHANGE IN PAID-UP CAPITAL AS AT FEBRUARY 02, 2023.

To Board of Directors of Avanceon Limited

Purpose of this Agreed-Upon Procedures Report and Restriction on Use and Distribution

Our report is solely for the purpose of assisting Avanceon Limited (the Company) in determining whether the Company has uploaded the shares issued under Employees Share Option Scheme into CDS and may not be suitable for another purpose. This report is intended solely for the Company, Central Depository Company of Pakistan Limited and the Securities and Exchange Commission of Pakistan, and should not be used by, or distributed to, any other parties.

Responsibilities of Avanceon Limited

The Company has acknowledged that the agreed-upon procedures are appropriate for the purpose of the engagement.

The Company is responsible for the subject matter on which the agreed-upon procedures are performed.

Practitioner's Responsibilities

We have conducted the agreed-upon procedures engagement in accordance with the International Standard on Related Services (ISRS) 4400 (Revised), Agreed-Upon Procedures Engagements. An agreed-upon procedures engagement involves our performing the procedures that have been agreed with the Company, and reporting the findings, which are the factual results of the agreed-upon procedures performed. We make no representation regarding the appropriateness of the agreed-upon procedures.

This agreed-upon procedures engagement is not an assurance engagement. Accordingly, we do not express an opinion or an assurance conclusion.

Had we performed additional procedures, other matters might have come to our attention that would have been reported.

We have complied with the ethical requirements of the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code) and the independence requirements in Part 4A of the IESBA Code.

Our firm applies International Standard on Quality Control (ISQC) 1, Quality Control for Firms that Perform Audits and Reviews of Financial Statements, and Other Assurance and Related Services Engagements, and accordingly, maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Procedures and Findings

We have performed the procedures described below, which were agreed upon with the Company in the terms of engagement dated January 27, 2023, on the input of shares under Employees' Share Option Schemes into CDS.

BDO

BDO Ebrahim & Co., a Pakistan registered partnership firm, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

<table>
<tr><th>Sr. No</th><th>Agreed Upon Procedures</th><th>Our finding</th></tr>
<tr><td>1.</td><td>Obtained the resolutions of Human Resources and Remuneration Committee of the Board of Directors dated December 02, 2022 approving the issuance of 2,514,891 shares under Employees Share Option Schemes.</td><td>We obtained from management the resolutions of Human Resources and Remuneration committee of the Board of Directors dated December 02, 2022 approving the issuance of 2,514,891 shares under Employees Share Option Schemes after which the revised share capital of the Company amounting to Rs. 3,272,155,220 representing shares of Rs. 10 each.
<table>
<tr><th>ESOS Scheme(s)</th><th>No. of Shares Options</th><th>Offer Price</th></tr>
<tr><td>2013 - 4th Tranche</td><td>170,000</td><td>2.07/-</td></tr>
<tr><td>2016 - 3rd Tranche</td><td>892,303</td><td>24.20/-</td></tr>
<tr><td>2018 - 3rd Tranche</td><td>31,562</td><td>11.58/-</td></tr>
<tr><td>2019 - 3rd Tranche</td><td>1,421,026</td><td>11.03/-</td></tr>
<tr><td>Total</td><td>2,514,891</td><td>-</td></tr>
</table></td></tr>
<tr><td>2</td><td>Checked that the amount of Rs. 37,985,037 has been received from option holders in the respective bank statements of the trustee(s) of Avanceon Limited Employees Provident Fund during the period from December 03, 2022 to February 02, 2023.</td><td>We traced the receipts from option holders in the bank statements of the Company during the period from December 03, 2022 to February 02, 2023.

We found that an amount of Rs. 37,985,037 has been received from option holders in the respective bank statements of the Company.</td></tr>
<tr><td>3</td><td>Checked all the requirements as per the CDC Regulations/Auditor's guidelines, with regards to allotment of shares in the name of CDC have been fulfilled by the issuer, along with the following documents:

i. authorization to upload data has been sent to CDC by the Company.
ii. list of successful allottees after first upload has been received by the Company from CDC</td><td>We obtained from management the following documents in relation to issuance of shares under the Employees Share Option Scheme:

i. authorization to upload data has been sent to CDC by the Company

ii. list of successful allottees after first upload has been received by the Company from CDC

We found that the Company has met with all the requirements as per CDC Regulations/Auditor's guidelines with regards to allotment of shares in the name of CDC and as per management there are no conditions imposed by the regulatory body that need to be fulfilled by the Issuer.</td></tr>
</table>

Firm issuing the certificate is the statutory auditor of the issuer.

BDO Ebrahim & Co

LAHORE

BDO EBRAHIM & CO. CHARTERED ACCOUNTANTS

Engagement Partner: Sajjad Hussain Gill

DATED: February 02, 2023