

**FORM-7**

Dated: 11/02/2021

**The General Manager,**  
Pakistan Stock Exchange Limited,  
Stock Exchange Building,  
Stock Exchange Road,  
**Karachi.**

Subject: **Financial Results for the Quarter Ended December 31, 2020**

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on **February 11, 2021 at 02:00 P.M** at Lahore Cantt., recommended the following:

**(i) CASH DIVIDEND**

An Interim Cash Dividend for the quarter ended December 31, 2020 at Rs.NIL per share i.e.NIL%. This is in addition to Interim Dividend(s) already paid at Rs.NIL per share i.e.NIL%.

**AND/OR**

**(ii) BONUS SHARES**

It has recommended by the Board of Directors to issue Interim Bonus shares in proportion of NIL share(s) for every NIL share(s) held i.e. NIL%. This is in addition to the Interim Bonus Shares already issued @ NIL %.

**AND/OR**

**(iii) RIGHT SHARES**

The Board has recommended to issue NIL% Right Shares at par/at a discount/premium of Rs.NIL per share in proportion of NIL share(s) for every NIL share(s). The entitlement of right shares being declared simultaneously will be/will not be applicable on Bonus Shares as declared above.

**AND/OR**

**(iv) ANY OTHER ENTITLEMENT/CORPORATE ACTION**

NIL

**AND/OR**

**(v) ANY OTHER PRICE-SENSITIVE INFORMATION**

NIL

The financial results of the Company are as follows

**FINANCIAL RESULTS OF NETSOL TECHNOLOGIES LIMITED**

	Oct-Dec 2020	Oct-Dec 2019	Jul-Dec 2020	Jul-Dec 2019
	Rupees in '000'		Rupees in '000'	
Revenue from contract with customers-net	1,263,491	1,270,148	2,378,801	2,587,731
Cost of revenue	(763,738)	(859,710)	(1,430,771)	(1,666,653)
<b>Gross Profit</b>	<b>499,753</b>	<b>410,438</b>	<b>948,030</b>	<b>921,078</b>
Selling and promotion expenses	(120,096)	(130,065)	(250,127)	(272,665)
Administrative expenses	(193,390)	(205,005)	(371,874)	(395,470)
	(313,486)	(335,070)	(622,001)	(668,135)
<b>Operating profit</b>	<b>186,267</b>	<b>75,368</b>	<b>326,029</b>	<b>252,943</b>
Other income	34,778	276,412	88,675	314,787
	221,045	351,780	414,704	567,730
Other operating expenses	(51,247)	(95,120)	(65,517)	(446,608)
Finance cost	(13,925)	(12,164)	(29,744)	(21,402)
Share of loss of Associate	(5,394)	(17,645)	(18,322)	(38,432)
<b>Profit before taxation</b>	<b>150,479</b>	<b>226,851</b>	<b>301,121</b>	<b>61,288</b>
Taxation				
Current period	(20,861)	(87,174)	(44,023)	(111,165)
Prior period	-	-	(450)	-
	(20,861)	(87,174)	(44,473)	(111,165)
<b>Profit/(loss) after taxation for the period</b>	<b>129,618</b>	<b>139,677</b>	<b>256,648</b>	<b>(49,877)</b>
<b>Earnings/(loss) per share</b>				
Basic -In Rupees	1.44	1.55	2.86	(0.56)
Diluted -In Rupees	1.44	1.55	2.86	(0.56)

## CONSOLIDATED FINANCIAL RESULTS

	Oct-Dec 2020	Oct-Dec 2019	Jul-Dec 2020	Jul-Dec 2019
	Rupees in '000'		Rupees in '000'	
Revenue from contract with customers-net	1,263,491	1,270,148	2,378,801	2,587,731
Cost of revenue	(763,738)	(859,710)	(1,430,771)	(1,666,653)
<b>Gross Profit</b>	<b>499,753</b>	<b>410,438</b>	<b>948,030</b>	<b>921,078</b>
Selling and promotion expenses	(120,096)	(130,065)	(250,127)	(272,665)
Administrative expenses	(193,428)	(205,005)	(371,941)	(395,470)
	(313,524)	(335,070)	(622,068)	(668,135)
<b>Operating profit</b>	<b>186,229</b>	<b>75,368</b>	<b>325,962</b>	<b>252,943</b>
Other income	35,251	70,856	89,616	101,769
	221,480	146,224	415,578	354,712
Other operating expenses	(51,247)	(68,040)	(65,517)	(434,870)
Finance cost	(13,925)	(12,168)	(29,744)	(21,412)
Loss of share from Associate	(5,394)	(17,645)	(18,322)	(38,432)
<b>Profit/(loss) before taxation</b>	<b>150,914</b>	<b>48,371</b>	<b>301,995</b>	<b>(140,002)</b>
Taxation				
Current	(20,998)	(87,328)	(44,296)	(111,970)
Prior	-	-	(694)	-
	(20,998)	(87,328)	(44,990)	(111,970)
<b>Profit/(loss) after taxation for the period</b>	<b>129,916</b>	<b>(38,957)</b>	<b>257,005</b>	<b>(251,972)</b>
<b>Attributable to:</b>				
Equity holders of NetSol Technologies Limited	129,916	(58,625)	257,005	(260,031)
Non-controlling interest	-	19,668	-	8,059
	129,916	(38,957)	257,005	(251,972)
<b>Earnings/(Loss) per share</b>				
Basic -In Rupees	1.45	(0.65)	2.86	(2.89)
Diluted -In Rupees	1.45	(0.65)	2.86	(2.89)



**NetSol Technologies Ltd.**  
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The Quarterly Report of the Company for the period ended 31-12-2020 will be transmitted through PUCARS separately, within the specified time.

Yours faithfully,

**SEHRISH**  
Company Secretary

