

02 May 2025

AVN/PSX/F/02052025

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

Subject: **Financial results for the 1st Quarter ended 31 March 2025 – Consolidated and Standalone.**

Dear Sir,

We would like to inform you that the Board of Directors of our Company in their meeting held at Wednesday, 30 April 2025 at 05:30 P.M. at Regional Operations Centre, The Avanceon Building, 19-Km, Main Multan Road, Lahore / online, recommended the following: -

(i)	CASH DIVIDEND	NIL
(ii)	BONUS SHARES	NIL
(iii)	RIGHT SHARES	NIL
(iv)	ANY OTHER ENTITLEMENT/CORPORATE ACTION	NIL
(v)	ANY OTHER PRICE-SENSITIVE INFORMATION	NIL

The unaudited financial results of the company (consolidated and standalone) for the 1st Quarter ended 31 March 2025 are as per attachment.

The Quarterly Report of the Company for the period ended 31 March 2025 will be transmitted through PUCARS separately, within specified time.

Yours truly,



Ahsan Khalil | Company Secretary

cc:
Director/HOD,
Surveillance, Supervision and Enforcement Department,
Securities and Exchange Commission of Pakistan
NIC Building, 63 Jinnah Avenue, Blue Area,
Islamabad.

AVANCEON GROUP
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

	Un-Audited Mar 31, 2025	Audited Dec. 31, 2024		Un-Audited Mar 31, 2025	Audited Dec. 31, 2024
	(Rupees in '000)			(Rupees in '000)	
EQUITY AND LIABILITIES			ASSETS		
SHARE CAPITAL AND RESERVES					
Authorised capital 500,000,000 (2023: 500,000,000)					
ordinary shares of Rs 10 each	5,000,000	5,000,000	NON CURRENT ASSETS		
ISSUED, SUBSCRIBED AND PAID UP CAPITAL			Property and equipment	1,328,440	1,274,588
417,571,424 (2024: 415,022,831)			Capital Work in Progress	468,708	402,884
ordinary shares of Rs. 10 each	4,175,714	4,150,228	Intellectual Property	4,865,614	4,840,528
CAPITAL RESERVES			Goodwill	221,810	221,810
Share premium	508,405	508,405	Investment in JV	383,049	379,669
Employees' share compensation reserve	408,223	408,223	Deferred Tax Assets	32,805	32,697
Statutory reserve	3,227	3,227	Long term deposits	86,459	82,205
Exchange revaluation reserve	2,729,402	2,639,098		7,386,884	7,234,381
Gain on dilution of interest	631,367	631,367			
Surplus on revaluation of property & equipment	327,621	328,199			
	4,608,245	4,518,519			
REVENUE RESERVES					
Un-appropriated Profit	5,573,594	5,306,198			
	14,357,553	13,974,945			
Non-controlling Interest	691,421	686,608			
	15,048,974	14,661,553			
NON CURRENT LIABILITIES					
Long Term Loans	90,707	96,241			
Liabilities against assets subject to finance lease	120,944	115,274			
Deferred Liabilities	339,300	333,149			
Diminishing Musharaka	94,001	112,382			
	644,953	657,046			
CURRENT LIABILITIES			CURRENT ASSETS		
Current portion of Long Term Loans	25,314	25,106	Stock in trade	436,883	173,619
Current portion of Diminishing Musharaka	58,208	58,209	Trade debts	5,568,914	7,131,935
Current portion of lease liabilities	48,981	48,586	Contract Assets	9,525,011	9,319,803
Finances under mark up arrangements and other credit facilities - secured	1,477,822	1,503,297	Advances, deposits, prepayments and other receivables	4,000,254	3,445,266
Unclaimed Dividend	162,141	163,298	Term deposits with banks	101,216	100,233
Creditors, accrued and other liabilities	7,729,606	8,439,613	Investments in Stocks	548	539
Contract Liabilities	1,891,869	2,156,718	Cash and bank balances	523,828	756,748
Taxation-Net	455,671	449,098		20,156,654	20,928,143
	11,849,612	12,843,925			
	27,543,538	28,162,524		27,543,538	28,162,524

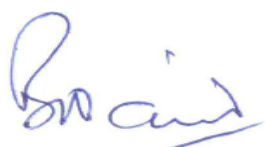

Chief Executive Officer


Chief Financial Officer


Director

AVANCEON GROUP
CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE FIRST QUARTER ENDED MARCH 31, 2025

	First Quarter Ended	
	Mar 31, 2025	Mar 31, 2024
	(Rupees in '000)	
Revenues	2,520,851	1,973,544
Cost of revenue	(1,542,895)	(1,277,243)
Gross Profit / (Loss)	977,956	696,301
Administrative and selling expenses	(560,564)	(500,497)
Other expenses	(2,203)	(37,874)
Other income	16,088	2,251
	(546,680)	(536,120)
Profit / (Loss) from operations	431,276	160,182
Finance costs	(146,690)	(120,751)
Profit / (Loss) before tax	284,586	39,431
Taxation	(12,956)	(28,859)
Profit / (Loss) for the period after tax	271,631	10,571
Attributable to:		
Equity holders of the Holding Company	266,818	(19,186)
Non-Controlling Interest	4,813	29,757
	271,631	10,571
Combined earnings per share		Restated
Basic	0.64	(0.05)
Diluted	0.62	(0.04)



Chief Executive Officer



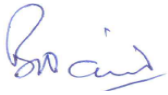
Chief Financial Officer



Director

AVANCEON GROUP
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE FIRST QUARTER ENDED MARCH 31, 2025

	CAPITAL RESERVES							REVENUE RESERVES	Non-Controlling Interest	TOTAL
	Share capital	Share premium reserve	Gain on dilution of interest	Employee share compensation reserve	Statutory Reserve	Exchange revaluation reserve	Surplus on Revaluation of Property, Plant and Equipment	Un-appropriated (loss) / profit		
										(Rupees in '000)
Balance as on January 01, 2024	3,762,978	450,915	631,367	177,949	3,227	2,671,849	330,636	4,440,188	620,608	13,089,717
Profit for the period								2,008,811	52,643	2,061,454
Other comprehensive income						(32,751)	(2,437)	2,437		(32,751)
						(32,751)	(2,437)	2,011,248	52,643	2,028,702
Issuance of shares against ESOS	9,956	57,490		147,445				-		214,890
Adjustment of NCI								(13,357)	13,357	
Employee share option reserve				82,829				-		82,829
20% dividend for the period ended December 31, 2023				-				(754,587)		(754,587)
10% bonus share issue for the period ended December 31, 2023	377,293	-						(377,293)		
	387,250	57,490		230,274				(1,145,237)	13,357	(456,867)
Balance as on December 31, 2024	4,150,228	508,405	631,367	408,223	3,227	2,639,098	328,199	5,306,198	686,608	14,661,553
Profit for the period								266,818	4,813	271,631
Other comprehensive income						90,304	(579)	579		90,304
						90,304	(579)	267,396	4,813	361,935
Issuance of shares against ESOS	25,486									25,486
Balance as on March 31, 2025	4,175,714	508,405	631,367	408,223	3,227	2,729,402	327,621	5,573,594	691,421	15,048,974


Chief Executive Officer

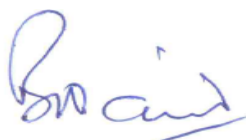
Chief Financial Officer

Director

AVANCEON GROUP**CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASHFLOWS (UN-AUDITED)****FOR THE FIRST QUARTER ENDED MARCH 31, 2025**

	First Quarter Ended	
	Mar 31, 2025	Mar 31, 2024
	(Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/ (loss) before tax	284,586	39,431
Adjustments for:		
Depreciation on property and equipment	46,453	43,372
Exchange gain	(15,609)	36,215
Amortization	14,518	
Provision for gratuity	57,423	
Finance costs	146,690	120,751
Employees' share option expense	2,937	
Provision for ECL - trade debts		52
Loss on bank deposits	124	(90)
	252,536	200,300
	537,122	239,731
Profit before working capital changes		
(Increase) / decrease in current assets		
- Stock in trade	(263,264)	(215,664)
- Trade debts	1,578,630	2,626,394
- Contract Assets	(205,207)	89,201
- Advances, deposits, prepayments and other receivables	(554,988)	(605,627)
(decrease) / Increase in current liabilities		
- Creditors, accrued and other liabilities	(598,326)	(1,355,615)
- Contract Liabilities	(264,849)	851,151
	(308,004)	1,389,839
Cash (used in) / generated from operations	229,118	1,629,570
Finance costs paid	(152,277)	(132,405)
Gratuity paid	(51,272)	(57,561)
Taxes paid	(6,491)	(12,559)
Net cash (used in) / generated from operating activities	19,078	1,427,045

	First Quarter Ended	
	Mar. 31, 2025	Mar. 31, 2024
	(Rupees in '000)	
Net cash (used in) / generated from operating activities	19,078	1,427,045
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Purchase of property and equipment	(100,306)	(3,243)
Additions in intangible assets - capital work in progress	(65,824)	(50,607)
Additions in Intellectual property	(39,603)	
Long term investments made	3,379	(87,553)
Decrease / (Increase) in short term investments	(992)	(3,515)
Loss on bank deposit	(124)	90
Net change in long term advances and deposits	(4,254)	(11,032)
Net cash (used in) / generated from investing activities	(207,724)	(155,860)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Dividend paid	(1,157)	(241)
Long term loan (repaid)/ received	(5,326)	34,318
Finances under mark up arrangements and other credit facilities	(25,475)	271,651
Repayment of diminishing mosharka	(18,381)	
Repayment of lease liabilities	6,066	(27,351)
Net cash (used in) / generated from financing activities	(44,274)	278,377
Net (decrease) / increase in cash and cash equivalents	(232,920)	1,549,562
Cash and cash equivalents at the beginning of year	756,748	1,131,258
Cash and cash equivalents at the end of period	523,828	2,680,820


Chief Executive Officer


Chief Financial Officer


Director

AVANCEON LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

	Mar 31, 2025	Dec 31, 2024		Mar 31, 2025	Dec 31, 2024
	(Rupees in '000)			(Rupees in '000)	
EQUITY AND LIABILITIES			ASSETS		
SHARE CAPITAL AND RESERVES			NON CURRENT ASSETS		
Authorised capital			Property and equipment	648,387	668,446
500,000,000 (2024: 500,000,000)			Work in progress	174,480	89,640
ordinary shares of Rs 10 each	5,000,000	5,000,000	Intangible Assets		
			Long term investments	1,351,795	1,351,795
ISSUED, SUBSCRIBED AND PAID UP CAPITAL			Deposit for Long term investments	4,242,668	4,212,078
417,571,424 (2024: 415,022,831)			Long term loans and deposits	9,127	5,505
ordinary shares of Rs 10 each	4,175,714	4,150,228		6,426,456	6,327,464
CAPITAL RESERVES					
Share Premium	508,910	508,910			
Employees' share compensation reserve	370,740	370,740			
Surplus on revaluation of property, plant & equipment	327,620	328,199			
	1,207,271	1,207,849			
REVENUE RESERVES					
Un-appropriated profit	2,568,557	2,523,297			
	7,951,541	7,881,374			
NON CURRENT LIABILITIES			CURRENT ASSETS		
Long term diminishing musharaka	82,527	99,573	Stock in trade	124,086	100,907
			Trade debts	2,628,601	2,606,195
CURRENT LIABILITIES			Advances, deposits, prepayments		
Current portion of long term diminishing musharaka	53,748	53,748	and other receivables	1,366,785	1,302,084
Finances under mark up arrangements	666,580	532,486	Contract Assets	408,229	580,728
and other credit facilities - secured	226,030	119,369	Short term Investments		
Contract Liabilities	149,018	149,239	Cash and bank balances	59,042	19,351
Unclaimed / Unpaid Dividend	1,795,937	2,016,392		4,586,743	4,609,265
Creditors, accrued and other liabilities	87,817	84,548			
Provision for taxation	2,979,130	2,955,781			
	11,013,199	10,936,729		11,013,199	10,936,729

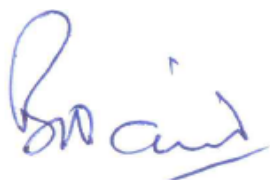

Chief Executive Officer


Chief Financial Officer


Director

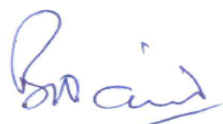
AVANCEON LIMITED**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)****FOR THE FIRST QUARTER ENDED MARCH 31, 2025**

	First Quarter Ended	
	Mar 31, 2025	Mar 31, 2024
	(Rupees in '000)	
Revenues	423,099	532,516
Cost of revenue	(284,576)	(290,307)
Gross profit / (Loss)	138,523	242,208
Administrative and selling expenses	(90,378)	(90,027)
Other charges	(2,167)	(30,140)
Other income	44,576	731
	(47,969)	(119,437)
Profit / (Loss) from operations	90,554	122,772
Finance costs	(34,842)	(34,466)
Profit / (Loss) before tax	55,713	88,306
Taxation	(11,032)	(17,908)
Profit / (Loss) for the period after tax	44,681	70,398
		Restated
Earnings/(Loss) per share - basic	0.11	0.17
Earnings/(Loss) per share - diluted	0.10	0.16

**Chief Executive Officer****Chief Financial Officer****Director**

AVANCEON LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE FIRST QUARTER ENDED MARCH 31, 2025

	CAPITAL RESERVES				REVENUE	TOTAL
	Share Capital	Share Premium	Employees' Share Compensation Reserve	Surplus on Revaluation of Property & Equipment	Un-appropriated profit / (loss)	
						(Rupees in '000)
Balance as on January 01, 2024	3,762,978	451,420	168,683	330,636	3,113,645	7,827,362
Profit for the period					539,096	539,096
Other comprehensive income				(2,437)	2,437	
				(2,437)	541,533	539,096
Issuance of shares against ESOS	9,956	57,490	(57,375)			10,071
20% dividend for the period ended December 31, 2023					(754,587)	(754,587)
Employee share option reserve			259,433			259,433
10% bonus share issue for the period ended December 31, 2023	377,294				(377,294)	
	387,250	57,490	202,057		(1,131,881)	(485,084)
Balance as on December 31, 2024	4,150,228	508,910	370,740	328,199	2,523,297	7,881,374
Profit for the period					44,681	44,681
Transfer from revaluation surplus on account of incremental dep.				(579)	579	
				(579)	45,260	44,681
Issuance of shares against ESOS	25,486					25,486
20% dividend for the period ended December 31, 2023						
Employee share option reserve						
10% bonus share issue for the period ended December 31, 2023						
	25,486					25,486
Balance as on March 31, 2025	4,175,714	508,910	370,740	327,620	2,568,557	7,951,541


Chief Executive Officer

Chief Financial Officer

Director

AVANCEON LIMITED**CONDENSED INTERIM STATEMENT OF CASHFLOWS (UN-AUDITED)****FOR THE FIRST QUARTER ENDED MARCH 31, 2025**

	First Quarter Ended	
	Mar 31, 2025	Mar 31, 2024
	(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before tax	55,713	88,306
Adjustments for:		
Depreciation on property and equipment	25,755	32,379
Unrealised exchange (gain) / loss	(44,209)	28,615
Finance cost	34,842	34,466
Loss on bank deposits	139	(12)
	16,526	95,448
Profit before working capital changes	72,239	183,754
Effect on cash flow due to working capital changes:		
(Increase) / decrease in current assets		
- Stock in trade	(23,178)	(24,255)
- Trade debts	(8,788)	(64,837)
- Contract Assets	172,499	204,742
- Advances, deposits, prepayments and other receivables	(64,700)	(24,450)
Increase / (decrease) in current liabilities		
- Creditors, accrued and other liabilities	(193,651)	(68,095)
- Contract Liabilities	106,661	(84,862)
	(11,158)	(61,758)
Cash generated from operations	61,081	121,996
Finance cost paid	(36,159)	(46,120)
Income Taxes paid	(7,763)	(56,113)
Net cash generated from operating activities	(43,922)	(102,233)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(5,696)	(1,228)
Additions in intangible assets - Capital work in progress	(84,840)	
Paid against short-term investment		(2)
Loss on bank deposits	(139)	12
Net change in long term advances and deposits	(3,621)	(150)
Net cash generated from / (used in) investing activities	(94,296)	(1,367)

CASH FLOWS FROM FINANCING ACTIVITIES

Finances under mark-up arrangements and other credit facility obtained	134,094	3,216
Dividend paid	(220)	(10)
Repayment of diminishing musharka	(17,045)	(14,034)
Net cash used in financing activities	116,828	(10,828)
Net increase/(decrease) in cash and cash equivalents	39,691	7,567
Cash and cash equivalents at the beginning of period	19,351	84,586
Cash and cash equivalents at the end of period	59,042	92,154

Chief Executive Officer**Chief Financial Officer****Director**