



3rd Quarter Report
2025

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BOARD OF DIRECTORS

Chairman PTCL Board

Zarrar Hasham Khan

Members PTCL Board

Abdulrahim A. Al Nooryani

Ahad Khan Cheema

Imdad Ullah Bosal

Jawad Paul Khawaja

Nazih El Hassanieh

Brooke Marie Lindsay

Marwan Bin Shakar

Khaled Hegazy

CORPORATE INFORMATION

Management

Hatem Mohamed Bamatraf
President & Group Chief Executive Officer

Mohammad Nadeem Khan
Group Chief Financial Officer

Umer Farid
Group Chief People Officer

Naveed Khalid Butt
Group Chief Regulatory Officer

Zahida Awan
Group Chief Legal Officer &
Company Secretary

Jafar Khalid
Group Chief Technology &
Information Officer

Ahmad Kamal
Group Chief Customer Care Officer

Muhammad Shehzad Yousuf
Chief Retail Sales Officer-Fixed Line

Shahid Abbas
Group Chief Internal Auditor

Syed Atif Raza
Group Chief Commercial Officer &
Group Chief Marketing Officer

Asif Ahmad
Group Chief Business Solutions Officer

Khawaja Shehzad Ullah
Chief Retail Sales Officer

Syed Mazhar Hussain
Advisor to President & Group CEO

Legal Advisor & Company Secretary

Zahida Awan
Group Chief Legal Officer &
Company Secretary

Registered Office

PTCL Head Office,
Room #17, Ground Floor (Margalla Side),
Ufone Tower, Plot #55-C,
Main Jinnah Avenue, Sector F-7/1,
Blue Area, Islamabad
Fax: +92-51-2310477
Email: company.secretary@ptclgroup.com
Web: www.ptcl.com.pk

Auditors

EY Ford Rhodes
Chartered Accountants

Bankers

Conventional

Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited
Citibank N.A.
Deutsche Bank A.G.
Industrial and Commercial Bank of China
Faysal Bank Limited
First Women Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
JS Bank Limited
MCB Bank Limited
National Bank of Pakistan
Samba Bank Limited
Soneri Bank Limited
Standard Chartered Bank (Pakistan) Limited
Bank Makramah Limited
The Bank of Khyber
The Bank of Punjab
United Bank Limited
Zarai Taraqati Bank Limited
Mobilink Microfinance Bank Limited
Telenor Microfinance Bank Limited
U Microfinance Bank Limited
Pak Kuwait Investment Company (Private) Limited
Pak Brunei Investment Company Limited
Pak China Investment Company Limited

Islamic

Al Baraka Bank (Pakistan) Limited
BankIslami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Meezan Bank Limited
MCB Islamic Bank Limited

Share Registrar

FAMCO Share Registration Services (Pvt) Limited
8-F, Near Hotel Faran, Nursery,
Block-6, P.E.C.H.S., Shahra-e-Faisal, Karachi.
Tel: +92-21-34380101-2
Fax: +92-21-34380106
Email: info.shares@famcosrs.com

DIRECTORS' REVIEW

The Directors of Pakistan Telecommunication Company Limited (PTCL) are pleased to present to the shareholders the financial statements of the Company for the nine months ended 30th September 2025.

During the first nine months of 2025, PTCL Group sustained its strong growth trajectory, further reinforcing its position as Pakistan's premier integrated telecom service provider. The Group recorded an impressive 15% year-on-year revenue increase, fueled by robust performance across key segments including fixed broadband, mobile data, business solutions, and microfinance.

PTCL Group achieved revenue of Rs. 188.3 billion, marking a 15% increase year-on-year. The remarkable growth was fueled by a 56% rise in Flash Fiber revenue and a 17% increase in Business Solutions revenue versus the same period in 2024. PTML (Ufone) maintained its strong momentum with a 15% revenue growth, while Ubank recorded an impressive 19% growth over the corresponding period last year.

The Group delivered an operating profit of Rs. 15.9 billion, driven by strong topline growth, cost optimization measures and a stable macroeconomic backdrop. PTCL's operating profit rose by 57% to Rs. 12.9 billion, while Ufone continued strong performance with an operating profit of Rs. 11.9 billion. The Group recorded a net loss of Rs. 11.2 billion, primarily due to one-off adjustments, including recording of additional pension liability as ordered by the Honorable Supreme Court of Pakistan. Further, Ubank's bottom line remained under pressure owing to accelerated Expected Credit Loss (ECL) against the unsecured portfolio.

PTCL's rapid expansion of its FTTH network remained a key catalyst for its exceptional revenue growth. The company remained committed to delivering the fastest and most reliable internet experience through its flagship offering, 'Flash Fiber.' Maintaining its leadership as Pakistan's No.1 FTTH service, Flash Fiber crossed a significant milestone of 750,000 subscribers nationwide, representing a 30% growth over the same period last year.

The Business Services segment further strengthened its leadership position, remaining the market leader in IP bandwidth, cloud solutions, data center services, and other ICT solutions.

The Enterprise Business segment delivered a 14% revenue growth compared to the same period last year, supported by strong demand from corporate clients. The Carrier and Wholesale segment maintained its positive momentum, achieving a 24% increase in revenue, while the International segment posted a 6% year-on-year growth.

PTCL also recorded robust growth in IP bandwidth and managed capacity penetration within the Wholesale segment, boosting adoption of emerging digital services such as Content Delivery Networks (CDNs). The company also established strategic partnerships with major CMOs to enhance IP bandwidth and satellite-based connectivity across Pakistan, particularly in AJK and GB, including a landmark collaboration with a leading satellite provider aimed at expanding nationwide broadband access.

PTCL sealed a landmark Trans-Pakistan connectivity agreement with leading Chinese operators, strengthening east-west digital trade routes. In addition, PTCL also achieved a major milestone by executing wet segment capacity sales from Singapore to Marseille through submarine cable partnerships, underscoring Pakistan's growing role in global digital infrastructure.

Ufone sustained its growth trajectory, achieving a 5.9 percentage-point increase in 4G base penetration to reach 69.2% in September 2025. The company also advanced its network modernisation by phasing out 44% of its 3G network and reallocating spectrum resources to strengthen 4G and VoLTE performance.

The Group's digital and financial services portfolio delivered strong momentum. UPaisa recorded 1.2 million monthly active users, reflecting approximately 153% year-on-year growth, while the My Ufone app reached 5.4 million monthly active users, up 65%. Ufone also maintained its leadership in digital recharge penetration.

The Competition Commission of Pakistan granted Phase-II approval for the proposed acquisition of Telenor Pakistan by PTCL, marking an important milestone in the consolidation of the telecom sector. This milestone strengthens PTCL Group's position in the industry, further driving connectivity, expanding digital access, and contributing to the Government's vision of a digitally empowered Pakistan.

The Company also partnered with Mercantile, Apple's authorised distributor in Pakistan, to launch the iPhone 17 series bundled with exclusive offers on Ufone and PTCL Flash Fiber services in Karachi, Lahore, and Islamabad. The partnership offers official, warranty-backed devices with extended warranties, instant insurance coverage, and bundled telecom benefits, providing customers with premium connectivity and an enhanced digital experience in line with PTCL Group's commitment to delivering modern and reliable services.

Building on our success at the Pakistan Digital Awards and Effie Pakistan, PTCL Group has added another milestone by winning four prestigious honours at the Dragons of Pakistan 2025 Awards. The Group earned a Gold Award for 'Dil Se' initiative: Thar Water Plants, a Bronze Award for 'Data Bohhaat Hai x PSL', and two Black Awards for 'Hockey Hai Pakistan Ki Shaan' and 'Data Bohhaat Hai Weekly Grand Offer'. These campaigns celebrated Pakistan's spirit, creative excellence and consistent focus on meaningful communication that connects with audiences across Pakistan. Each initiative reflects the purpose and passion that continue to guide PTCL Group's work.

Social Impact: 'Dil Se' Initiatives Making a Difference

Under its flagship social impact platform 'Dil Se', PTCL Group continues to drive meaningful change by establishing strategic partnerships and delivering community-focused programs that promote socioeconomic inclusion, empowerment, and connectivity nationwide.

Following the success of the first phase of the 'Ba-Ikhtiar' program, PTCL Group renewed its partnership with the Pakistan Poverty Alleviation Fund (PPAF) to launch the second phase of the initiative for the economic and digital integration of small-scale women entrepreneurs. The Group has initiated a nationwide registration drive for the expanded program. The rollout will begin with the Christian community in Rawalpindi and the Kalash community in Chitral KP, before expanding to 23 cities across Pakistan to support women entrepreneurs through digital and financial enablement.

PTCL Group is further expanding its partnership with PPAF to address other vital aspects of community well-being. The institutions have signed another MoU to provide access to clean drinking water in underserved regions of Thar and South Punjab through solutions such as reverse osmosis systems, rainwater harvesting plants, and hand pumps, which will benefit over 200,000 people.

Additionally, PTCL Group demonstrated operational resilience following the recent floods that affected several regions of Pakistan. Ufone 4G provided free call minutes in the most impacted districts to help people contact emergency services and their families, while PTCL extended bill discounts on Fixed Broadband services to affected customers. These initiatives reflect the Group's commitment to community welfare and its role as a trusted connectivity partner during times of crisis.

PTCL Group also introduced SUNO, an AI-powered early warning system developed in partnership with ConnectHear to support the deaf and hard-of-hearing community during emergencies and natural disasters. The system delivers sign language video alerts via Ufone's WhatsApp platform, ensuring timely and accessible communication free of cost. This initiative represents PTCL Group's ongoing effort to promote inclusion and public safety through technology.

Your attention is drawn to note 14.2 of PTCL's interim financial statements for the period, wherein the Hon'ble Supreme Court of Pakistan (SCP), by order dated July 10, 2025, directed the Company to recognize its continuing liability towards former civil servants transferred from the Telegraph & Telephone (T&T) Department to the Corporation and subsequently to the Company, and to record this as a declared liability in line with applicable accounting and corporate law.

The liability covers differential of pension payable in accordance with prevailing standards for similarly placed public servants. The SCP further held that such benefits are not payable to workmen / workers, ex-civil servants who availed Voluntary Separation Scheme, or employees appointed by PTC, and remanded certain Transferred Employees' cases to the High Courts for determination of their civil servant status.

The management and employees of PTCL Group remain committed to providing quality services at competitive prices through concerted efforts to be the partner of choice for our customers and to improve shareholders' value.

On behalf of the Board



Zarrar Hasham Khan
Chairman, Board of Directors PTCL



Hatem Mohamed Bamatraf
President & Group Chief Executive Officer

Islamabad: October 21, 2025

PTCL گروپ کمیونٹی کی فلاح و بہبود کے دیگر اہم پہلوؤں کو حل کرنے کے لیے PPAF کے ساتھ اپنی شراکت داری کو مزید وسعت دے رہا ہے۔ دونوں اداروں نے اس سلسلے میں ریورس اوسموسس سسٹم، بارش کے پانی کو ذخیرہ کرنے والے پلانٹس اور ہینڈ پمپس جیسے جدید حل کے ذریعے تھر اور جنوبی پنجاب کے زیریں علاقوں میں پینے کے صاف پانی تک رسائی فراہم کرنے کے لیے ایک اور ایم او یو پر دستخط کیے ہیں، جس سے 200,000 سے زائد افراد مستفید ہوں گے۔

مزید برآں، پی ٹی سی ایل گروپ نے حالیہ سیلاب سے متاثرہ پاکستانی علاقوں میں عملی اقدامات کا مظاہرہ کیا۔ یوفون 4G نے سب سے زیادہ متاثرہ اضلاع میں لوگوں کو ایمرجنسی سروسز اور اپنے اہل خانہ سے رابطہ برقرار رکھنے کے لیے مفت کال منٹس فراہم کیے، جبکہ پی ٹی سی ایل نے متاثرہ صارفین کے لیے فکسڈ براڈ بینڈ سروسز پر بلوں میں رعایت دی۔ یہ اقدامات گروپ کے عوامی فلاح و بہبود اور مشکل وقت میں ایک قابل بھروسہ مواصلاتی شراکت دار کے طور پر ہمارے کردار اور عہد کی تجدید کرتے ہیں۔

پی ٹی سی ایل گروپ نے کنیکٹ ہیئر ConnectHear کے اشتراک سے ایک جدید مصنوعی ذہانت (AI) سے چلنے والا ایک ارلی وارننگ سسٹم SUNO متعارف کرایا ہے، جو قدرتی آفات اور کسی ہنگامی صورت حال میں گونگے اور بہرے افراد کی مدد کرتا ہے۔ یہ سسٹم یوفون کے واٹس ایپ پلیٹ فارم کے ذریعے اشاروں کی زبان میں ویڈیو الرٹس فراہم کرتا ہے، جس سے مفت بروقت اور قابل رسائی مواصلات کو یقینی بنایا جاتا ہے۔ یہ اقدام پی ٹی سی ایل گروپ کی ٹیکنالوجی کے ذریعے شمولیت اور عوامی تحفظ کے فروغ کے لیے مسلسل کوششوں کی عکاسی کرتا ہے۔

آپ کی توجہ اس مدت کے لیے پی ٹی سی ایل کے عبوری مالیاتی گوشواروں کے نوٹ 14.2 کی طرف مبذول کرائی جاتی ہے، جس میں پاکستان کی معزز سپریم کورٹ (SCP) نے 10 جولائی 2025 کے حکم کے ذریعے، کمپنی کو ہدایت دی کہ وہ ٹیلی گراف اور ٹیلی فون (T&T) ڈیپارٹمنٹ سے کارپوریشن اور بعد ازاں کمپنی میں منتقل ہونے والے سابق سرکاری ملازمین کے حوالے سے اپنی جاری ذمہ داری کو تسلیم کرے، اور اس کو متعلقہ قابل اطلاق اکاؤنٹنگ اور کارپوریٹ قوانین کے مطابق ایک اعلائیہ ذمہ داری (declared liability) کے طور پر ریکارڈ کرے۔


یہ ذمہ داری پنشن کی ادائیگی کے اس فرق سے متعلق ہے جو رائج معیارات کے مطابق سرکاری ملازمین کو ادا کی جاتی ہے۔ سپریم کورٹ نے اپنے فیصلے میں کہا ہے کہ یہ فوائد رضاکارانہ علیحدگی اسکیم سے فائدہ اٹھانے والے محنت کشوں اور ملازمین یا PTC کے بھرتی کردہ افراد کے لیے نہیں۔ عدالت عظمیٰ نے کچھ منتقل شدہ ملازمین (Transferred Employees) کے مقدمات ان کی سرکاری ملازم کی حیثیت کے تعین کے لیے متعلقہ ہائی کورٹس کو واپس بھیج دیے۔

پی ٹی سی ایل گروپ انتظامیہ اور ملازمین اپنے صارفین کے لیے پسندیدہ شراکت دار بننے اور شیئر ہولڈرز کی قدر کو بہتر بنانے کے لیے مشترکہ کوششوں سے مسابقتی قیمتوں پر معیاری خدمات فراہم کرنے کے لیے پرعزم ہیں۔

منجانب بورڈ


حاتم محمد باطرف

صدر اور گروپ چیف ایگزیکٹو آفیسر


زرار ہاشم خان

چیئر مین، بورڈ آف ڈائریکٹرز پی ٹی سی ایل

اسلام آباد: 21 اکتوبر، 2025

یوفون نے اپنی ترقی کے تسلسل کو برقرار رکھتے ہوئے اپنے 4G صارفین کے حصے میں 5.9 فیصد پوائنٹس کا اضافہ کیا، جو ستمبر 2025 میں بڑھ کر 69.2 فیصد تک پہنچ گیا۔ کمپنی نے اپنے نیٹ ورک کی جدید کاری میں بھی نمایاں پیش رفت کی، جس کے تحت 3G نیٹ ورک کا 44 فیصد حصہ مرحلہ وار ختم کر کے اسپیکٹرم وسائل کو 4G اور VoLTE کی کارکردگی بہتر بنانے کے لیے مختص کیا گیا۔

گروپ کے ڈیجیٹل اور مالیاتی سروسز کے شعبے نے مضبوط کارکردگی کا مظاہرہ کیا۔ یو پی سی نے 1.2 ملین ماہانہ فعال صارفین حاصل کیے، جو سال بہ سال تقریباً 153% کی نمایاں ترقی کی عکاسی کرتا ہے، جبکہ مائی یوفون ایپ کے ماہانہ فعال صارفین کی تعداد 5.4 ملین تک پہنچ گئی، جو 65% اضافہ ظاہر کرتی ہے۔ یوفون نے ڈیجیٹل ری چارج کے شعبے میں اپنی قیادت برقرار رکھی۔

مسابقتی کمیشن پاکستان نے پی ٹی سی ایل کی جانب سے ٹیلی نار پاکستان کے مجوزہ حصول کو مرحلہ دوم کی منظوری دے دی، جو ٹیلی کام شعبے کے انضمام میں ایک اہم سنگ میل ہے۔ اس پیش رفت سے پی ٹی سی ایل گروپ کی صنعت میں پوزیشن مزید مضبوط ہوئی ہے، جو رابطے کے فروغ، ڈیجیٹل رسائی کے پھیلاؤ، اور ڈیجیٹل طور پر باختیار پاکستان کے حکومتی وژن کی تکمیل میں معاون ثابت ہوگی۔

کمپنی نے پاکستان میں اپیل کے مجاز ڈسٹریبیوٹر "مرکنٹائل" کے ساتھ شراکت داری کی تاکہ آئی فون 17 سیریز کو کراچی، لاہور اور اسلام آباد میں یوفون اور پی ٹی سی ایل فلیش فائبر کی خصوصی پیشکشوں کے ساتھ متعارف کرایا جاسکے۔ اس شراکت داری کے تحت صارفین کو سرکاری وارنٹی والے ڈیوائسز کے ساتھ توسیع شدہ وارنٹی، فوری انشورنس کوریج اور ٹیلی کام کے مشترکہ فوائد فراہم کیے جا رہے ہیں، جس سے صارفین کو اعلیٰ معیار کی کنیکٹیویٹی اور وسیع ڈیجیٹل تجربہ حاصل ہو رہا ہے۔ جو کہ پی ٹی سی ایل گروپ کے جدید اور قابل اعتماد خدمات فراہم کرنے کے عزم کے عین مطابق ہے۔

پاکستان ڈیجیٹل ایوارڈز اور Effie پاکستان میں اپنی کامیابیوں کو برقرار رکھتے ہوئے پی ٹی سی ایل گروپ نے ڈرگین آف پاکستان 2025 ایوارڈز میں چار باوقار اعزازات جیت کر ایک اور سنگ میل کا اضافہ کیا ہے۔ گروپ نے "دل سے" اقدام کے لیے گولڈ ایوارڈ حاصل کیا: "تھر واٹر پلانٹس"، "ڈیٹا بہت ہے X پی ایس ایل" کے لیے کانسی کا ایوارڈ، اور "ہاکی ہے پاکستان کی شان" اور "ڈیٹا بہت ہے، ہفتہ وار گرانڈ آفر" کے لیے دو بلیک ایوارڈز حاصل کیے۔ ان کمپنیز نے پاکستان کی اسپرٹ و جمالیات کے ساتھ ملک بھر میں سامعین کو با معنی اطلاع کے ذریعے جوڑے رکھا۔ ہمارے ہر ایک اقدام سے اس مقصد اور جذبے کی عکاسی ہوتی ہے جو پی ٹی سی ایل گروپ کا خاصہ ہے۔

سماجی اثر: 'دل سے' اقدامات جو تبدیلی لارہے ہیں۔

اپنے نمایاں سماجی اثرات کے پلیٹ فارم "دل سے" کے تحت، پی ٹی سی ایل گروپ ملک بھر میں معاشرتی شمولیت، باختیاری اور کنیکٹیویٹی کو فروغ دینے کے لیے اسٹریٹجک شراکت داریوں اور کمیونٹی پر مبنی پروگراموں کے ذریعے مثبت تبدیلی لانے کے عزم پر کاربند ہے۔

'بااختیار پروگرام کے پہلے مرحلے کی کامیابی کے بعد، پی ٹی سی ایل گروپ نے پاکستان پاورٹی الیویشن فنڈ (PPAF) کے ساتھ اپنی شراکت داری کی تجدید کرتے ہوئے اس اقدام کے دوسرے مرحلے کا آغاز کیا ہے، جس کا مقصد چھوٹے پیمانے پر کام کرنے والی خواتین کاروباری شخصیات کو معاشی اور ڈیجیٹل طور پر باختیار بنانا ہے۔ گروپ نے اس توسیع شدہ پروگرام کے لیے ملک گیر رجسٹریشن کا آغاز کر دیا ہے۔ جس کا آغاز راولپنڈی میں مسیحی برادری اور چترال (کے پی) میں کالا ش برادری سے کیا جائے گا، بعد ازاں اس پروگرام کو پاکستان کے 23 شہروں تک توسیع دی جائے گی تاکہ خواتین کاروباری شخصیات کو ڈیجیٹل اور مالیاتی طور پر معاونت فراہم کی جاسکے۔

ڈائریکٹر ز کا جائزہ

پاکستان ٹیلی کمیونیکیشن کمپنی لمیٹڈ (PTCL) کے ڈائریکٹر ز 30 ستمبر 2025 کو ختم ہونے والے نو ماہ کے لیے کمپنی کے مالیاتی گوشوارے اپنے شیئر ہولڈرز کو پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔

2025 کے ابتدائی نو ماہ کے دوران، پی ٹی سی ایل گروپ نے اپنی مضبوط ترقی کی رفتار کو برقرار رکھا، اور پاکستان کے سب سے بڑے مربوط ٹیلی کام سروس فراہم کنندہ کے طور پر اپنی پوزیشن کو مزید مضبوط کیا۔ گروپ نے سال بہ سال آمدنی میں 15 فیصد کا شاندار اضافہ ریکارڈ کیا، جو فیکسڈ برڈ بینڈ، موبائل ڈیٹا، بزنس سلوشنز، اور مائیکرو فنانس جیسے کلیدی شعبوں میں مضبوط کارکردگی کی بدولت ممکن ہوا۔

پی ٹی سی ایل گروپ نے 188.3 ارب روپے کی آمدن حاصل کی، جو گزشتہ سال کے مقابلے میں 15 فیصد زیادہ ہے۔ یہ شاندار ترقی فلیش فائبر کی آمدن میں 56 فیصد اور بزنس سلوشنز کی آمدن میں 17 فیصد اضافے کی بدولت ممکن ہوئی، جو 2024 کی اسی مدت کے مقابلے میں ہے۔ پی ٹی سی ایل (یوفون) نے بھی اپنی مضبوط رفتار برقرار رکھی اور 15 فیصد آمدنی میں اضافہ حاصل کیا، جبکہ یونیک نے گزشتہ سال کی اسی مدت کے مقابلے میں 19 فیصد کی شاندار ترقی ریکارڈ کی۔

گروپ نے 15.9 ارب روپے کا آپریٹنگ منافع حاصل کیا، جو مضبوط ریونیو میں اضافے، اخراجات میں بہتری کے اقدامات اور مستحکم معاشی حالات کا نتیجہ ہے۔ پی ٹی سی ایل کا آپریٹنگ منافع 57 فیصد اضافے کے ساتھ بڑھ کر 12.9 ارب روپے تک پہنچ گیا، جبکہ یوفون نے بھی مضبوط کارکردگی برقرار رکھتے ہوئے 11.9 ارب روپے کا آپریٹنگ منافع حاصل کیا۔ گروپ کو 11.2 ارب روپے کا خالص نقصان ہوا، جو بنیادی طور پر ایک دفعہ کی ایڈجسٹمنٹ کی وجہ سے ہے، جس میں معزز سپریم کورٹ آف پاکستان کے حکم کے مطابق اضافی پنشن واجبات کا اندراج شامل ہے۔ مزید برآں، یونیک کی نیٹ آمدنی غیر محفوظ پورٹ فولیو کے خلاف متوقع کریڈٹ لاس (ECL) میں تیزی سے اضافے کے باعث دباؤ میں رہی۔

پی ٹی سی ایل کے ایف ٹی ٹی ایچ نیٹ ورک کے تیز رفتار پھیلاؤ نے اس کی شاندار ریونیو میں اضافے میں مرکزی کردار ادا کیا۔ کمپنی نے اپنے فلیگ شپ برانڈ "فلیش فائبر" کے ذریعے صارفین کو تیز ترین اور مستحکم انٹرنیٹ سہولت فراہم کرنے کے عزم کو برقرار رکھا۔ پاکستان کی نمبر 1 ایف ٹی ٹی ایچ سروس کے طور پر اپنی قیادت کو برقرار رکھتے ہوئے، فلیش فائبر نے ملک بھر میں 7 لاکھ 50 ہزار صارفین کا اہم سنگ میل عبور کیا، جو گزشتہ سال کی اسی مدت کے مقابلے میں 30 فیصد اضافہ ظاہر کرتا ہے۔

بزنس سروسز کے شعبے نے اپنی قائدانہ پوزیشن کو مزید مضبوط کیا اور آئی پی بینڈ وڈ تھ، کلاؤڈ سلوشنز، ڈیٹا سینٹر سروسز اور دیگر آئی سی ٹی سلوشنز میں مارکیٹ لیڈر کی حیثیت برقرار رکھی۔

انٹرپرائز بزنس سیگمنٹ نے گزشتہ سال کے اسی عرصے کے مقابلے میں 14 فیصد ریونیو میں اضافہ حاصل کیا، جو کارپوریٹ کلائنٹس کی مضبوط طلب کی بدولت ممکن ہوا۔ کیریئر اور ہول سیل سیگمنٹ نے اپنی مثبت رفتار برقرار رکھتے ہوئے ریونیو میں 24 فیصد اضافہ حاصل کیا، جبکہ انٹرنیشنل سیگمنٹ نے سال بہ سال 6 فیصد ترقی ریکارڈ کی۔

پی ٹی سی ایل نے ہول کے سیل شعبے میں آئی پی بینڈ وڈ تھ اور مینیجڈ کیپیسیٹی میں نمایاں اضافہ ریکارڈ کیا، جس سے کلائنٹس کی ڈیوری نیٹ ورکس (CDNs) جیسی جدید ڈیجیٹل سروسز کے استعمال کو مزید فروغ ملا۔ کمپنی نے پاکستان بھر میں، خصوصاً آزاد جموں و کشمیر اور گلگت بلتستان میں، آئی پی بینڈ وڈ تھ اور سیٹلائٹ پر مبنی کنیکٹیویٹی کو بہتر بنانے کے لیے بڑے سی ایم او کے ساتھ اسٹریٹجک شراکت داریاں قائم کیں۔ اس ضمن میں ایک معروف سیٹلائٹ فراہم کنندہ کے ساتھ تاریخی تعاون بھی شامل ہے، جس کا مقصد ملک بھر میں براڈ بینڈ تک رسائی کو وسعت دینا ہے۔

پی ٹی سی ایل نے معروف چینی آپریٹرز کے ساتھ ایک تاریخی "ٹرانس پاکستان کیسکیو بیٹی معاہدہ" کیا، جس سے مشرق تا مغرب ڈیجیٹل تجارتی راستے مزید مضبوط ہوئے۔ اس کے علاوہ، پی ٹی سی ایل نے سنگاپور سے مارسیل تک زیر سمندر کیبل شراکت داریوں کے ذریعے "ویٹ سیگنٹ کیپیسیٹی سیز" مکمل کر کے ایک اہم سنگ میل عبور کیا، جو عالمی ڈیجیٹل انفراسٹرکچر میں پاکستان کے بڑھتے ہوئے کردار کو اجاگر کرتا ہے۔

**CONDENSED INTERIM
FINANCIAL STATEMENTS**
FOR THE NINE MONTHS PERIOD ENDED
SEPTEMBER 30, 2025 (UN-AUDITED)

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2025

	Note	September 30, 2025 (Un-Audited) Rs '000	December 31, 2024 (Audited) Rs '000
Equity and liabilities			
Equity			
Share capital and reserves			
Share capital		51,000,000	51,000,000
Revenue reserves			
General reserve		27,497,072	27,497,072
Unappropriated profit		52,165,278	36,610,433
		79,662,350	64,107,505
		130,662,350	115,107,505
Liabilities			
Non-current liabilities			
Deferred income tax		268,792	-
Employees retirement benefits		41,574,633	42,652,874
Deferred government grants		18,515,287	16,721,916
Long term loans from banks	6	67,172,963	62,780,360
Contract liabilities		1,308,492	1,442,432
Lease liabilities		736,984	1,027,777
		129,577,151	124,625,359
Current liabilities			
Trade and other payables	7	176,921,371	169,319,472
Short term running finance	8	54,914,923	47,116,732
Security deposits		727,054	653,373
Unclaimed dividend		207,818	208,131
Current maturity of lease liabilities		373,695	337,022
Current portion of long term loans from banks		229,326	318,719
		233,374,187	217,953,449
Total equity and liabilities		493,613,688	457,686,313

Contingencies and commitments

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The annexed notes 1 to 22 are an integral part of these condensed interim financial statements.

Chief Financial Officer

President & CEO

Chairman

	Note	September 30, 2025 (Un-Audited) Rs '000	December 31, 2024 (Audited) Rs '000
Assets			
Non-current assets			
Property, plant and equipment	9	171,773,988	161,172,503
Right of use assets		1,147,610	1,383,038
Intangible assets		1,151,103	1,467,066
		174,072,701	164,022,607
Long term investments	10	78,086,284	76,236,284
Long term loans and advances	11	56,804,146	51,780,602
Deferred income tax		-	5,470,851
Contract cost		128,004	139,135
		309,091,135	297,649,479
Current assets			
Stores and spares		7,360,295	8,201,385
Contract cost		3,228,613	3,707,304
Trade debts and contract assets	12	67,219,857	60,563,180
Loans and advances		2,373,542	2,778,971
Income tax recoverable		36,987,418	40,536,947
Prepayments and other receivables		51,633,180	32,160,933
Cash and bank balances	13	15,719,648	12,088,114
		184,522,553	160,036,834
Total assets		493,613,688	457,686,313

Chief Financial Officer

President & CEO

Chairman

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

	Note	Three months ended		Nine months ended	
		September 30, 2025 Rs '000	September 30, 2024 Rs '000	September 30, 2025 Rs '000	September 30, 2024 Rs '000
Revenue	15	30,684,341	26,835,239	89,596,109	79,535,667
Cost of services		(21,296,240)	(20,244,261)	(63,388,362)	(59,426,675)
Gross profit		9,388,101	6,590,978	26,207,747	20,108,992
Administrative and general expenses		(2,591,270)	(2,243,116)	(7,610,376)	(6,628,409)
Selling and marketing expenses		(1,209,856)	(1,260,736)	(4,045,514)	(3,591,356)
Impairment loss on financial assets		(531,320)	(530,003)	(1,639,320)	(1,648,762)
		(4,332,446)	(4,033,855)	(13,295,210)	(11,868,527)
Operating profit		5,055,655	2,557,123	12,912,537	8,240,465
Past service cost - Pension	14.2	-	-	(5,890,142)	-
Other income	16	2,565,551	3,184,302	7,716,929	10,475,467
Finance and other costs		(4,702,817)	(6,007,559)	(14,936,961)	(17,247,133)
Profit / (Loss) before tax		2,918,389	(266,134)	(197,637)	1,468,799
Taxation		(870,815)	129,052	(1,019,555)	(468,819)
Profit / (Loss) for the period		2,047,574	(137,082)	(1,217,192)	999,980
Earnings / (Loss) per share					
- basic and diluted (Rupees)		0.40	(0.03)	(0.24)	0.20

The annexed notes 1 to 22 are an integral part of these condensed interim financial statements.



Chief Financial Officer



President & CEO



Chairman

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

	Three months ended		Nine months ended	
	September 30, 2025 Rs '000	September 30, 2024 Rs '000	September 30, 2025 Rs '000	September 30, 2024 Rs '000
Profit / (Loss) for the period	2,047,574	(137,082)	(1,217,192)	999,980
Other comprehensive income for the period				
Item that will not be reclassified to statement of profit or loss:				
Remeasurement gain on employees retirement benefits	-	-	27,468,223	-
Tax effect	-	-	(10,696,186)	-
Other comprehensive income for the period - net of tax	-	-	16,772,037	-
Total comprehensive income for the period	2,047,574	(137,082)	15,554,845	999,980

The annexed notes 1 to 22 are an integral part of these condensed interim financial statements.



Chief Financial Officer



President & CEO



Chairman

CONDENSED INTERIM STATEMENT OF CASH FLOWS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

		Nine months ended	
		September 30, 2025 Rs '000	September 30, 2024 Rs '000
	Note		
Cash flows from operating activities			
Cash generated from operations	17	35,315,931	24,503,022
Employees retirement benefits paid		(2,073,923)	(1,676,527)
Addition to contract costs		(3,367,666)	(3,773,475)
Advances from customers		(3,984)	16,912
Income tax paid		(2,426,569)	(2,620,975)
Net cash generated from operating activities		27,443,789	16,448,957
Cash flows from investing activities			
Additions to property, plant and equipment		(18,374,512)	(27,775,591)
Acquisition of intangible assets		(326,151)	(108,564)
Proceeds from disposal of property, plant and equipment		862,920	3,895,442
Long term loans and advances		(2,548,930)	(2,010,548)
Return on long term loan to subsidiaries		3,889,454	4,534,356
Investment in U Microfinance Bank Limited		(1,850,000)	(1,200,000)
Long term subordinated loans			
- Pak Telecom Mobile Limited		(10,000,000)	(13,000,000)
Repayment of subordinated loans			
- Pak Telecom Mobile Limited		625,000	1,875,000
Return on short term investments and bank deposit		353,262	254,314
Government grants received		2,476,281	2,678,751
Net cash used in investing activities		(24,892,676)	(30,856,840)
Cash flows from financing activities			
Dividend paid		(313)	(98)
Interest paid on short term running finance		(4,606,923)	(3,717,435)
Long term loan from banks - net		4,375,000	10,500,000
Interest paid on long term loans		(5,951,528)	(8,577,334)
Lease liabilities paid		(534,006)	(833,376)
Net cash used in financing activities		(6,717,770)	(2,628,243)
Net decrease in cash and cash equivalents		(4,166,657)	(17,036,126)
Cash and cash equivalents at the beginning of the period		(35,028,618)	(14,185,383)
Cash and cash equivalents at the end of the period	18	(39,195,275)	(31,221,509)

The annexed notes 1 to 22 are an integral part of these condensed interim financial statements.

Chief Financial Officer

President & CEO

Chairman

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025

	Issued, subscribed and paid-up capital			Revenue reserves	
	Class "A"	Class "B"	Total	General reserve	Unappropriated profit
	(Rupees in '000)				
Balance as at January 01, 2024 (Audited)	37,740,000	13,260,000	51,000,000	27,497,072	38,871,108
Total comprehensive income for the nine months period ended					117,368,180
Profit for the period ended September 30, 2024					
Other comprehensive income - net of tax					
	-	-	-	-	999,980
	-	-	-	-	-
	-	-	-	-	999,980
Balance as at September 30, 2024 (Un-audited)	37,740,000	13,260,000	51,000,000	27,497,072	39,871,088
Total comprehensive income for the three months period ended					118,368,160
Profit for the period ended December 31, 2024					
Other comprehensive income / (loss) - net of tax					
	-	-	-	-	3,825,863
	-	-	-	-	(7,086,518)
	-	-	-	-	(3,260,655)
Balance as at December 31, 2024 (Audited)	37,740,000	13,260,000	51,000,000	27,497,072	36,610,433
Total comprehensive income for the nine months period ended					115,107,505
Loss for the period ended September 30, 2025					
Other comprehensive income - net of tax					
	-	-	-	-	(1,217,192)
	-	-	-	-	16,772,037
	-	-	-	-	15,554,845
Balance as at September 30, 2025 (Un-audited)	37,740,000	13,260,000	51,000,000	27,497,072	52,165,278
					130,662,350

The annexed notes 1 to 22 are an integral part of these condensed interim financial statements.

Chief Financial Officer

President & CEO

Chairman

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

1. THE COMPANY AND ITS OPERATIONS

Pakistan Telecommunication Company Limited ("PTCL", "the Company") was incorporated in Pakistan on December 31, 1995 and commenced business on January 01, 1996. The Company, which is listed on the Pakistan Stock Exchange Limited (PSX), was established to undertake the telecommunication business formerly carried on by the Pakistan Telecommunication Corporation (PTC). PTC's business was transferred to the Company on January 01, 1996 under the Pakistan Telecommunication (Re-organization) Act, 1996, on which date, the Company took over all the properties, rights, assets, obligations and liabilities of PTC, except those transferred to the National Telecommunication Corporation (NTC), the Frequency Allocation Board (FAB), the Pakistan Telecommunication Authority (PTA) and the Pakistan Telecommunication Employees Trust (PTET). The registered office of the Company is situated at PTCL Head office, Room No. 17, Ground Floor (Margalla side), Ufone Tower Plot No. 55-C, Main Jinnah Avenue, Blue Area, Sector F-7/1 Islamabad.

The Company provides telecommunication services in Pakistan. It owns and operates telecommunication facilities and provides domestic and international telephone services and other communication facilities throughout Pakistan. The Company has also been licensed to provide such services in territories of Azad Jammu and Kashmir and Gilgit-Baltistan.

The Company has signed a Share Purchase Agreement with Telenor Pakistan B.V. (Telenor) in 2023 to acquire a 100% stake in Telenor Pakistan (Pvt) Ltd (Telenor Pakistan) and Orion Towers (Pvt) Ltd based on an Enterprise Value of Rs. 108,000,000 thousand on a cash free, debt free basis. The transaction will be financed through a seven year (with one year grace period) US Dollar syndicated Financing Facility amounting to USD 400,000 thousand led by International Finance Corporation (IFC) and the relevant Financing agreements have been signed on June 27, 2024.

On October 1, 2025, the Competition Commission of Pakistan (CCP), through its Phase-II order on the Company's pre-merger application, granted approval for the proposed transaction. The transaction remains subject to other necessary regulatory approvals.

2. STATEMENT OF COMPLIANCE

These condensed interim financial statements have 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 of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provision of and directives issued under the Companies Act, 2017.

Where the 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.

These financial statements are the condensed separate financial statements of the Company. In addition to these condensed separate financial statements, the Company also prepares condensed consolidated financial statements.

3. BASIS OF PREPARATION

These condensed interim financial statements do not include all of the information required in the annual financial statements prepared in accordance with the approved accounting and reporting standards as applicable in Pakistan. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements. These condensed interim financial statements should be read in conjunction with the Company's latest annual financial statements as at and for the year ended December 31, 2024.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

4.1 The preparation of these condensed interim financial statements in conformity with approved accounting and reporting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historic experience including expectations of future events that are believed to be reasonable under the circumstances.

Estimates and judgments made by the management in the preparation of these condensed interim financial statements are the same as those used in the preparation of the audited financial statements of the Company for the year ended December 31, 2024 except for the following:

4.2 As disclosed in Note 14.2, during the period, a change in accounting estimate has been recognized in accordance with IAS 8 – Accounting Policies, Changes in Accounting Estimates and Errors, as a result of the judgment of the Supreme Court of Pakistan (SCP) in relation to pension litigation.

Following the SCP's judgment, the Company conducted a revised actuarial valuation for employees entitled to increased pensionary benefits and compensation. This revised valuation was carried out in accordance with prevailing standards applicable to similarly situated civil servants.

As a result of this reassessment, the following changes in actuarial assumptions and estimates were made:

- Adjustment to future pension growth rate assumptions for civil servants and others.
- Incorporation of additional compensation elements mandated by the SCP decision.

As a result, the loss before tax has increased by Rs. 5,890,142 thousand and Other Comprehensive Income (net of tax) has increased by Rs. 16,772,037 thousand. The Company will continue to assess these assumptions periodically in accordance with applicable accounting standards.

5. MATERIAL ACCOUNTING POLICIES

The accounting policies and the methods of computations adopted in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company's audited financial statements for the year ended December 31, 2024.

	Note	September 30, 2025 (Un-Audited) Rs '000	December 31, 2024 (Audited) Rs '000
6. LONG TERM LOANS FROM BANKS			
MCB Bank Ltd		11,000,000	11,000,000
Habib Bank Ltd		35,000,000	35,000,000
Bank Alfalah Ltd		8,000,000	8,000,000
Faysal Bank Ltd		7,000,000	7,000,000
Bank Islami Pakistan Ltd	6.1	4,500,000	2,000,000
Pak China Investment Company	6.2	1,875,000	-
Less: transaction costs		(202,037)	(219,640)
		67,172,963	62,780,360
Accrued Interest		229,326	318,719
		67,402,289	63,099,079
Current portion of long term loans from banks		(229,326)	(318,719)
		67,172,963	62,780,360

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

- 6.1** During the period, the Company entered into a finance agreement dated September 10, 2025 to avail long term finance facility to the extent of Rs. 2,500,000 thousand to meet the ongoing capex requirements of the Company. The finance facility is secured by way of hypothecation against assets of the Company. The loan is repayable quarterly in arrears commencing from September 30, 2029.
- 6.2** During the period, the Company entered into a finance agreement dated June 26, 2025 to avail long term finance facility to the extent of Rs. 2,500,000 thousand to meet the capex requirements of the Company. The finance facility is secured by way of hypothecation against assets of the Company, excluding land, building, licenses etc. The loan is repayable in sixteen quarterly instalments commencing from September 30, 2028.

	Note	September 30, 2025 (Un-Audited) Rs '000	December 31, 2024 (Audited) Rs '000
7. TRADE AND OTHER PAYABLES			
Trade creditors		14,650,010	13,264,221
Accrued and other liabilities	7.1	49,133,812	46,085,468
Technical services assistance fee	7.2	54,103,224	48,230,684
Advances from customers / contract liability		7,894,366	9,155,557
Retention money / payable to contractors and suppliers		6,101,484	7,582,467
Payable to subsidiaries on account of group taxation		40,729,884	40,733,736
Sales tax payable		4,187,049	3,468,014
Income tax collected / deducted at source		121,542	799,325
		176,921,371	169,319,472
7.1 Accrued and other liabilities			
Accrued liability for operational expenses		13,603,007	11,935,596
Amount withheld on account of provincial levies (Sub-judice) for ICH operations		12,110,803	12,110,803
Accrual for Government / regulatory expenses		17,940,670	16,812,077
Accrued wages		3,174,030	3,253,401
Others		2,305,302	1,973,591
		49,133,812	46,085,468

- 7.2** Liability has not been settled since State Bank of Pakistan has not yet acknowledged the extension of Technical Service Assistance (TSA) Agreement.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

8. SHORT TERM RUNNING FINANCE

These facilities are obtained from various commercial banks with an aggregate limit of Rs 47,050,000 thousand (December 31, 2024: 31,550,000 thousand) and are secured against 1st pari passu charge on the assets of the Company. These facilities carry markup rates ranging from 1-month KIBOR to 6-month KIBOR plus weighted average rate of 0.27% (December 31, 2024: 1-month KIBOR to 6-month KIBOR plus weighted average rate of 0.17%) per annum.

This also include shariah compliant, rated, unlisted, unsecured, privately placed short term sukuk amounting to Rs 30,000,000 thousand (December 31, 2024: 20,000,000 thousand) issued to meet the working capital requirements with a tenor of 6 months from the issue date (December 31, 2024: 6 months from the issue date) carrying mark-up rates of 3-month KIBOR minus weighted average rate of 0.02% (December 31, 2024: 3-month KIBOR to 6-month KIBOR plus weighted average rate of 0.13%) per annum. Habib Bank Limited was a mandated lead advisor, arranger and investment agent for the sukuk. The issuer has the right to exercise call option on or after 3 months from issue date.

	Note	September 30, 2025 (Un-Audited) Rs '000	December 31, 2024 (Audited) Rs '000
9. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	9.1	150,785,896	138,294,889
Capital work-in-progress	9.3	20,988,092	22,877,614
		171,773,988	161,172,503

	Note	September 30, 2025 (Un-Audited) Rs '000	September 30, 2024 (Un-Audited) Rs '000
9.1 Operating fixed assets			
Opening net book value		138,294,889	123,757,109
Additions during nine months period ended	9.2	27,414,417	23,986,905
		165,709,306	147,744,014
Disposals during the period - at net book value		(96,492)	(68,199)
Depreciation charge for the period		(14,826,918)	(13,512,409)
		(14,923,410)	(13,580,608)
Closing net book value		150,785,896	134,163,406

9.2 Detail of additions during the period:

Buildings on freehold land	144,906	288,194
Buildings on leasehold land	194,613	89,046
Lines and wires	13,849,978	10,942,756
Apparatus, plant and equipment	12,530,251	11,239,254
Office equipment	378,843	370,035
Computer equipment	169,450	150,386
Furniture and fittings	2,497	4,659
Submarine Cable	119,311	798,293
Vehicles	24,568	104,282
	27,414,417	23,986,905

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

- 9.3** Additions to Capital work-in-progress during the nine months period ended Sep 30, 2025 were Rs 25,733,569 thousand (September 30, 2024: Rs 27,730,044 thousand). Transfers from Capital work-in-progress to operating fixed assets during the nine months period ended September 30, 2025 were Rs 27,623,090 thousand (September 30, 2024: Rs 23,941,357 thousand).
- 10.** During the period, the Company made an additional investment amounting to Rs. 1,850,000 thousand in its wholly owned subsidiary, U Microfinance Bank Limited. Furthermore, the Company continues to support its subsidiaries to meet their regulatory and capex requirements.

	Note	September 30, 2025 (Un-Audited) Rs '000	December 31, 2024 (Audited) Rs '000
11. LONG TERM LOANS AND ADVANCES			
Loans to PTML - unsecured		49,124,995	39,499,995
Loans to employees - secured		712,954	845,168
Others		6,966,197	11,435,439
		56,804,146	51,780,602
12. TRADE DEBTS AND CONTRACT ASSETS			
Trade debts		69,393,354	61,483,727
Contract assets		6,874,682	6,488,312
		76,268,036	67,972,039
Allowance for expected credit loss		(9,048,179)	(7,408,859)
		67,219,857	60,563,180
13. CASH AND BANK BALANCES			
Cash in hand		39,134	112,080
Balances with banks:	13.1		
Deposit accounts local currency		1,420,015	1,440,655
Current accounts			
Local currency		2,503,087	1,213,715
Foreign currency		11,757,412	9,321,664
		14,260,499	10,535,379
		15,719,648	12,088,114

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

13.1 Bank balance includes Rs 2,982 thousand (December 31, 2024: Rs 212,391 thousand) carrying profit rates ranging from 2.7% to 9.5% (December 31, 2024: 7% to 21%) per annum from Shariah arrangements.

14. CONTINGENCIES AND COMMITMENTS

There has been no material change in contingencies as disclosed in the last audited financial statements of the Company for the year ended December 31, 2024, except in note 14.1, 14.2 and 14.3 as disclosed below:

14.1 For the tax years 2007, 2009, 2010, 2011 to 2023, Taxation Officer disallowed certain expenses, tax credits and levied short deduction of Withholding Tax (WHT). The impugned orders were challenged at the relevant appellate forums which allowed partial relief thereof. After taking into account the orders of CIR (Appeals), ATIR as well as rectification orders tax impact of the disallowances is Rs 51,115,762 thousand. Appeals on the remaining outstanding items are pending adjudication before ATIR. Reference in respect of 2007 is subjudice before the Honorable Islamabad High Court. Stay has been obtained in all cases from different fora. The CIR (Appeals) have remanded back the disallowances relating to tax years 2014 and 2020 having tax impact of Rs. 5,937,972 thousand to Taxation Officer.

14.2 This relates to pension litigation disclosed in note 14.7 of the Company's financial statements for the year ended December 31, 2024. By order dated July 10, 2025, the Honorable Supreme Court of Pakistan (SCP) directed the Company to recognize its continuing liability towards former civil servants transferred from the Telegraph & Telephone (T&T) Department to the PTC and subsequently to the Company, and to record this as a declared liability in line with applicable accounting and corporate law.

The liability covers differential of pension payable in accordance with prevailing standards for similarly placed public servants. The SCP further held that such benefits are not payable to workmen/workers, ex-civil servants who availed Voluntary Separation Scheme (VSS), or employees appointed by PTC, and remanded certain transferred employees' cases to the High Courts for determination of their civil servant status.

To comply, the Company engaged an independent legal advisor to determine such transferred employees who being civil servant at the time of their transfer are entitled to increase in pension and has recognized an amount of Rs. 5,890,142 thousand, as past service cost in the statement of profit or loss, based on its best estimate of expenditure required to meet its obligation as determined by the SCP. In this respect, the Company had also engaged independent actuary to calculate additional pension liability (refer to note 4.2, for changes in underlying actuarial assumptions).

Based on this exercise, adequate provision has been made, and based on legal advice, any potential adverse findings from the High Courts are not expected to materially impact the financial statements.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

14.3 This relates to the Competition Commission of Pakistan (CCP) litigation as disclosed in Note 14.8 of the Company’s financial statements for the year ended December 31, 2024. Pursuant to the proceedings, the Competition Appellate Tribunal, vide its order dated August 11, 2025, has imposed a penalty on the Company equivalent to 2% of the turnover from the relevant period, generated by Long Distance and International (LDI) operations solely through International Clearing House (ICH) linked activities. In compliance with this order, the Company has recognized a penalty amounting to Rs. 458,830 thousand under other costs in these statement of profit or loss. The Company has deposited the amount under protest and filed an appeal before Supreme Court against the said order.

	Note	September 30, 2025 (Un-Audited) Rs '000	December 31, 2024 (Audited) Rs '000
14.4 Guarantees and bid bonds issued in favor of :			
Universal Service Fund (USF) against government grants		9,024,499	9,270,431
Others	14.4.1	2,567,260	3,252,806
		11,591,759	12,523,237
Corporate guarantee in favor of PTML		71,497,000	65,497,000
Corporate guarantee in favor of Ubank		-	10,000,000
		71,497,000	75,497,000

14.4.1 Others includes bank guarantee given on behalf of DVCOM Data (Private) Limited to PTA amounting to Rs 675,000 thousand (December 31, 2024: Rs. 675,000 thousand).

	September 30, 2025 (Un-Audited) Rs '000	December 31, 2024 (Audited) Rs '000
14.5 Commitments		
Contracts for capital expenditure	8,964,710	10,275,706
Letter of comforts in favor of PTML	3,500,000	3,500,000
	12,464,710	13,775,706

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

15. REVENUE

The Company generates revenue from the following performance obligations of its telecommunication services.

	Nine months ended	
	September 30, 2025 (Un-Audited) Rs '000	September 30, 2024 (Un-Audited) Rs '000
Revenue segments		
Broadband and IPTV	41,149,418	36,301,051
Voice services	6,054,419	6,526,806
Wireless data	367,908	855,325
Revenue from retail customers	47,571,745	43,683,182
Corporate and wholesale	34,184,064	28,449,272
International	7,840,300	7,403,213
Total revenue	89,596,109	79,535,667

15.1 Revenue is stated net of trade discount amounting to Rs 14,749 thousand (September 30, 2024: Rs 26,209 thousand) and Federal Excise Duty and sales tax amounting to Rs 12,867,364 thousand (September 30, 2024: Rs 12,851,644 thousand).

	Note	Nine months ended	
		September 30, 2025 (Un-Audited) Rs '000	September 30, 2024 (Un-Audited) Rs '000
16. OTHER INCOME			
Income from financial assets	16.1	4,913,987	4,611,041
Income from non-financial assets		2,802,942	5,864,426
		7,716,929	10,475,467

16.1 Income from financial assets include Rs 66 thousand (September 30, 2024: Rs 257 thousand) earned from Shariah arrangements.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

	Nine months ended	
	September 30, 2025 (Un-Audited) Rs '000	September 30, 2024 (Un-Audited) Rs '000
17. CASH GENERATED FROM OPERATIONS		
Profit before tax	[197,637]	1,468,799
Adjustments for non-cash charges and other items:		
Depreciation of property, plant and equipment	14,826,919	13,512,409
Amortization of intangible assets	642,114	607,770
Depreciation of right of use assets	344,875	528,020
Amortization of contract costs	3,857,488	3,119,672
Amortization of transaction costs on long term loans	17,603	30,186
Reversal / write-off of obsolete stores and spares	11,011	159,896
Impairment loss on financial assets	1,639,320	1,648,762
Provision for employees retirement benefits	7,534,758	1,577,662
Gain on disposal of property, plant and equipment	[766,428]	[3,827,243]
Interest on bank deposits	[427,061]	[224,374]
Imputed interest on lease liabilities	170,438	197,259
Interest cost on employee retirement benefits	3,366,122	2,935,044
Interest on long term loan to subsidiaries	[3,726,547]	[4,282,985]
Interest on long term loans from banks	5,862,135	8,778,481
Interest on short term running finance	4,620,740	4,639,657
Unearned revenue realized against advances from customers	[129,955]	[180,397]
Release of deferred government grants	[682,910]	[974,474]
Exchange loss / (gain) - net	184,145	[341,801]
	37,147,130	29,372,343
Effect on cash flows due to working capital changes:		
(Increase) / decrease in current assets:		
Stores and spares	830,079	[119,193]
Trade debts and contract assets	[8,602,154]	[6,456,605]
Loans and advances	155,429	[1,647,709]
Prepayments and other receivables	[1,998,329]	[2,474,212]
	[9,614,975]	[10,697,719]
Increase in current liabilities:		
Trade and other payables	7,710,095	5,813,891
Security deposits	73,681	14,507
	35,315,931	24,503,022
18. CASH AND CASH EQUIVALENTS		
Short term running finance	[54,914,923]	[42,835,869]
Cash and bank balances	15,719,648	11,614,360
	[39,195,275]	[31,221,509]

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

19. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

		Nine months ended	
		September 30, 2025 (Un-Audited) Rs '000	September 30, 2024 (Un-Audited) Rs '000
Relationship with the Company	Nature of transaction		
i. Shareholders	Technical services assistance fee - note 19.1	2,974,823	2,619,512
ii. Subsidiaries	Sale of goods and services	4,689,141	4,606,135
	Purchase of goods and services	990,827	1,615,128
	Mark up on loans	3,728,484	4,288,049
	Long term investment in subsidiary	1,850,000	2,400,000
	Long term loan to subsidiary	10,000,000	13,000,000
	Repayment of long term loans from subsidiary	625,000	1,875,000
iii. Associated undertakings	Sale of goods and services	5,533,904	5,548,713
	Purchase of goods and services	865,203	737,847
iv. Employees contribution plan	PTCL Employees GPF Trust - net	50,017	60,518
v. Employees retirement benefit plan	Contribution to the plan- Gratuity	119,286	56,908
vi. The Government of Pakistan related entities	Charge under license obligations	2,473,050	2,009,453
vii. Directors, Chief Executive and Key management personnel	Fee and remuneration including benefits and perquisites	978,967	1,007,650
		September 30, 2025 (Un-Audited) Rs '000	December 31, 2024 (Audited) Rs '000
		Note	
Period / year-end balances			
Receivables from related parties			
Long term loans to subsidiaries		49,625,000	40,250,000
Trade debts			
- Subsidiaries		-	626,000
- Associated undertakings		47,259,467	42,005,179
Other receivables			
- Subsidiaries		24,188,109	22,200,771
- Associated undertakings		71,305	71,305
- Pakistan Telecommunication Employees Trust (PTET)		55,533	25,634
- Long term loans to executives and key management personnel		96,487	96,680
Bank deposit with subsidiary		1,611	1,499
Pakistan Telecommunication Employees Trust (PTET)		20,645,815	2,951,438
Payables to related parties			
Trade creditors			
- Subsidiaries		1,956,021	1,955,895
- Associated undertakings		5,032,624	4,316,537
- The Government of Pakistan related entities		2,913,747	2,293,643
Payable to subsidiaries on account of group taxation		40,729,884	40,733,736
Security deposits from subsidiary		12,368	3,623
Retention money payable to associated undertakings		2,940	2,940
Technical services assistance fee payable to Etisalat		19.1 54,103,224	48,230,684
Pakistan Telecommunication Company Limited			
Employees Gratuity Fund		85,733	89,535

19.1 This represents the Company's share of fee payable to Emirates Telecommunication Corporation (Etisalat) under an agreement for technical services at the rate of 3.5% of Pakistan Telecommunication Group's consolidated revenue.

NOTES TO AND FORMING PART OF THE
CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

20. OFFSETTING OF FINANCIAL ASSETS AND LIABILITIES

	Gross amounts subject to offsetting	Offset	Net amount	Amount not in scope of offsetting	Net as per statement of financial position
	Rs '000	Rs '000	Rs '000	Rs '000	Rs '000
As At September 30, 2025					
Trade debts and contract assets	44,929,434	(3,379,866)	41,549,568	25,670,289	67,219,857
Trade creditors	(4,367,163)	3,379,866	(987,297)	13,662,713	14,650,010
As At December 31, 2024					
Trade debts and contract assets	43,809,880	(5,649,369)	38,160,511	22,402,669	60,563,180
Trade creditors	(6,624,898)	5,649,369	(975,529)	12,288,692	13,264,221

21. FINANCIAL RISK MANAGEMENT AND FAIR VALUES

The Company’s financial risk management objectives and policies are consistent with that disclosed in the annual financial statements for the year ended December 31, 2024. There is no change in the nature and corresponding hierarchies of fair value levels of financial instruments from those as disclosed in the audited financial statements of the Company for the year ended December 31, 2024.


The carrying amount of all financial assets and financial liabilities are estimated to approximate their fair values.

22. DATE OF AUTHORIZATION FOR ISSUE OF CONDENSED INTERIM FINANCIAL STATEMENTS

22.1 These condensed interim financial statements for the nine months period ended September 30, 2025 were authorized for issue by the Board of Directors of the Company on October 21, 2025.


Chief Financial Officer


President & CEO


Chairman

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

**FOR THE NINE MONTHS PERIOD ENDED
SEPTEMBER 30, 2025 (UN-AUDITED)**

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2025

	Note	September 30, 2025 (Un-Audited) Rs '000	December 31, 2024 (Audited) Rs '000
Equity and liabilities			
Equity			
Share capital and reserves			
Share capital		51,000,000	51,000,000
Revenue reserves			
General reserve		27,497,072	27,497,072
Unappropriated loss		(37,979,273)	(43,575,731)
		(10,482,201)	(16,078,659)
Statutory and other reserves		935,752	935,752
Unrealized gain on investments measured at fair value through OCI		83,605	409,162
		41,537,156	36,266,255
Liabilities			
Non-current liabilities			
Long term loans from banks		96,823,025	104,867,250
Deposits from banking customers		61,545,369	39,870,286
Lease liabilities		22,610,039	12,429,735
Employees retirement benefits		42,105,545	42,846,083
Deferred government grants		38,234,431	35,252,992
Advances from customers		1,308,492	1,442,432
License fee payable		895,912	8,799,401
Long term vendor liability		31,934,983	30,816,234
		295,457,796	276,324,413
Current liabilities			
Trade and other payables	6	162,729,847	158,600,800
Deposits from banking customers		73,193,030	96,741,897
Interest accrued		2,720,729	6,716,644
Short term running finance		68,085,021	51,678,636
Long term loans from banks		18,618,957	134,887,702
Subordinated debt		150,000	1,000,000
Lease liabilities		13,484,338	4,458,672
License fee payable		7,981,086	2,328,854
Long term vendor liability		22,886,738	35,565,847
Security deposits		1,959,130	1,654,053
Unpaid / unclaimed dividend		207,818	208,131
		372,016,694	493,841,236
Total equity and liabilities		709,011,646	806,431,904

Contingencies and commitments

11

The annexed notes 1 to 22 are an integral part of these condensed consolidated interim financial statements.

Chief Financial Officer

President & CEO

Chairman

	Note	September 30, 2025 (Un-Audited) Rs '000	December 31, 2024 (Audited) Rs '000
Assets			
Non-current assets			
Property, plant and equipment	7	293,048,310	283,621,411
Right of use assets		33,668,235	15,528,532
Intangible assets		47,440,457	52,713,512
		374,157,002	351,863,455
Long term investments		51,427	51,427
Long term loans and advances		7,679,146	12,280,602
Long term loans to banking customers		12,882,039	13,664,090
Deferred income tax		12,889,321	16,896,173
Contract costs		408,970	329,145
		408,067,905	395,084,892
Current assets			
Stock in trade, stores and spares		8,118,449	8,891,967
Trade debts and contract assets	8	71,596,160	64,355,709
Loans to banking customers		57,920,684	60,802,770
Loans and advances		3,738,613	3,706,842
Contract costs		4,868,401	5,575,409
Income tax recoverable		54,089,981	52,304,986
Deposits, prepayments and other receivables		47,137,505	30,337,039
Short term investments	9	27,368,869	161,231,289
Cash and bank balances	10	26,105,079	24,141,001
		300,943,741	411,347,012
Total assets		709,011,646	806,431,904



Chief Financial Officer



President & CEO



Chairman

CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

	Note	Three months ended		Nine months ended	
		September 30, 2025 Rs '000	September 30, 2024 Rs '000	September 30, 2025 Rs '000	September 30 2024 Rs '000
Revenue	12	63,723,294	56,795,340	188,322,400	163,965,961
Cost of services		(42,152,734)	(43,958,610)	(125,975,523)	(126,444,088)
Gross profit		21,570,560	12,836,730	62,346,877	37,521,873
Administrative and general expenses		(8,362,227)	(7,864,353)	(25,098,515)	(22,945,920)
Selling and marketing expenses		(3,005,915)	(3,417,525)	(10,334,023)	(9,889,927)
Impairment loss on financial assets		(4,088,572)	(1,795,775)	(10,974,852)	(3,103,794)
		(15,456,714)	(13,077,653)	(46,407,390)	(35,939,641)
Operating profit		6,113,846	(240,923)	15,939,487	1,582,232
Past service cost - pension		-	-	(5,890,142)	-
Other income	13	3,023,070	2,887,199	11,859,372	14,104,958
Finance and other costs		(10,653,437)	(12,068,909)	(36,133,414)	(38,686,709)
Loss before tax		(1,516,521)	(9,422,633)	(14,224,697)	(22,999,519)
Taxation		238,761	3,106,295	3,049,118	7,675,973
Loss for the period		(1,277,760)	(6,316,338)	(11,175,579)	(15,323,546)
Loss per share - basic and diluted (Rupees)		(0.25)	(1.24)	(2.19)	(3.00)

The annexed notes 1 to 22 are an integral part of these condensed consolidated interim financial statements.

Chief Financial Officer

President & CEO

Chairman

CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

	Three months ended		Nine months ended	
	September 30, 2025 Rs '000	September 30, 2024 Rs '000	September 30, 2025 Rs '000	September 30 2024 Rs '000
Loss for the period	(1,277,760)	(6,316,338)	(11,175,579)	(15,323,546)
Other comprehensive income for the period				
Items that will not be reclassified to profit or loss:				
Remeasurement gain on employees retirement benefits	-	-	27,468,223	-
Tax effect	-	-	(10,696,186)	-
	-	-	16,772,037	-
Items that may be subsequently reclassified to profit or loss:				
(Loss) / gain on debt instruments arising during the year	(19,859)	185,976	(458,531)	133,475
Tax effect	5,759	(72,531)	132,974	(52,055)
	(14,100)	113,445	(325,557)	81,420
Other comprehensive income / (loss) for the period - net of tax	(14,100)	113,445	16,446,480	81,420
Total comprehensive income / (loss) for the period	(1,291,860)	(6,202,893)	5,270,901	(15,242,126)

The annexed notes 1 to 22 are an integral part of these condensed consolidated interim financial statements.



Chief Financial Officer



President & CEO



Chairman

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

		Nine months ended	
		September 30, 2025 Rs '000	September 30, 2024 Rs '000
	Note		
Cash flows from operating activities			
Cash generated from operations	14	72,558,723	61,078,514
Employees retirement benefits paid		(2,172,042)	(1,695,719)
Additions to contract costs		(5,326,087)	(6,013,581)
Deposits from banking customers		(1,873,784)	5,916,024
Income tax paid		(5,558,185)	(8,962,691)
Net cash generated from operating activities		57,628,625	50,322,547
Cash flows from investing activities			
Addition to property, plant and equipment		(28,849,947)	(37,287,375)
Acquisition of intangible assets		(479,465)	(601,768)
Proceeds from disposal of property, plant and equipment		1,009,557	3,246,878
Short term investments		133,862,420	32,230,349
Long term loans and advances		(2,548,929)	(2,010,931)
Government grants received		5,396,465	6,999,490
Return on long term loans and short term investments		4,672,585	6,289,322
Net cash generated from investing activities		113,062,686	8,865,965
Cash flows from financing activities			
Loan from banks - net		(124,312,970)	(7,616,298)
Subordinated debt		(850,000)	(428,132)
Vendor liability		(17,407,431)	(7,666,456)
License fee - repayment		(2,525,011)	(299,835)
Finance cost paid		(27,732,207)	(32,540,408)
Lease liabilities		(12,305,686)	(7,940,998)
Dividend paid		(313)	(98)
Net cash used in financing activities		(185,133,618)	(56,492,225)
Net (decrease) / increase in cash and cash equivalents		(14,442,307)	2,696,287
Cash and cash equivalents at the beginning of the period		(27,537,635)	(28,188,412)
Cash and cash equivalents at the end of the period	15	(41,979,942)	(25,492,125)

The annexed notes 1 to 22 are an integral part of these condensed consolidated interim financial statements.

Chief Financial Officer

President & CEO

Chairman


CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025

(Rupees in '000)								
Balance as at January 01, 2024 (Audited)	37,740,000	13,260,000	51,000,000	27,497,072	(22,077,634)	909,981	(39,198)	57,290,221
Total comprehensive income for the period								
Loss for the nine months ended September 30, 2024								
Other comprehensive income								
	-	-	-	-	(15,323,546)	-	-	(15,323,546)
	-	-	-	-	-	-	81,420	81,420
Balance as at September 30, 2024 (Un-Audited)	37,740,000	13,260,000	51,000,000	27,497,072	(37,401,180)	909,981	42,222	42,048,095
Income for the three months ended December 31, 2024								
Other comprehensive (loss) / income								
	-	-	-	-	929,386	-	-	929,386
	-	-	-	-	(7,103,937)	-	366,940	(6,736,997)
	-	-	-	-	(6,174,551)	-	366,940	(5,807,611)
Transfer to statutory and other reserves	-	-	-	-	-	25,771	-	25,771
Balance as at December 31, 2024 (Audited)	37,740,000	13,260,000	51,000,000	27,497,072	(43,575,731)	935,752	409,162	36,266,255
Total comprehensive income for the period								
Loss for the nine months ended September 30, 2025								
Other comprehensive income / (loss)								
	-	-	-	-	(11,175,579)	-	-	(11,175,579)
	-	-	-	-	16,772,037	-	(325,557)	16,446,480
	-	-	-	-	5,596,458	-	(325,557)	5,270,901
Transfer to statutory and other reserves	-	-	-	-	-	-	-	-
Balance as at September 30, 2025 (Un-Audited)	37,740,000	13,260,000	51,000,000	27,497,072	(37,979,273)	935,752	83,605	41,537,156

The annexed notes 1 to 22 are an integral part of these condensed consolidated interim financial statements.


Chief Financial Officer

President & CEO

Chairman

NOTES TO AND FORMING PART OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 Constitution and ownership

The condensed consolidated interim financial statements of the Pakistan Telecommunication Company Limited and its subsidiaries ("the Group") comprise of the financial information of:

Pakistan Telecommunication Company Limited (PTCL)

Pakistan Telecommunication Company Limited (the Holding Company) was incorporated in Pakistan on December 31, 1995 and commenced business on January 01, 1996. The Holding Company, which is listed on the Pakistan Stock Exchange Limited (PSX) (formerly Karachi, Lahore and Islamabad Stock Exchanges), was established to undertake the telecommunication business formerly carried on by Pakistan Telecommunication Corporation (PTC). PTC's business was transferred to the Holding Company on January 01, 1996 under the Pakistan Telecommunication (Re-organization) Act, 1996, on which date, the Holding Company took over all the properties, rights, assets, obligations and liabilities of PTC, except those transferred to the National Telecommunication Corporation (NTC), the Frequency Allocation Board (FAB), the Pakistan Telecommunication Authority (PTA) and the Pakistan Telecommunication Employees Trust (PTET). The registered office of the Holding Company is situated at PTCL Head office, Room No. 17, Ground Floor (Margalla side), Ufone Tower Plot No. 55-C, Main Jinnah Avenue, Blue Area, Sector F-7/1 Islamabad.

The Holding Company provides telecommunication services in Pakistan. It owns and operates telecommunication facilities and provides domestic and international telephone services and other communication facilities throughout Pakistan. The Holding Company has also been licensed to provide such services in territories of Azad Jammu and Kashmir and Gilgit-Baltistan.

The Holding Company has signed a Share Purchase Agreement with Telenor Pakistan B.V. (Telenor) in 2023 to acquire a 100% stake in Telenor Pakistan (Pvt) Ltd (Telenor Pakistan) and Orion Towers (Pvt) Ltd based on an Enterprise Value of Rs. 108,000,000 thousand on a cash free, debt free basis. The transaction will be financed through a seven year (with one year grace period) US Dollar syndicated Financing Facility amounting to USD 400,000 thousand led by International Finance Corporation (IFC) and the relevant Financing agreements have been signed on June 27, 2024.

On October 1, 2025, the Competition Commission of Pakistan (CCP), through its Phase-II order on the Holding Company's pre-merger application, granted approval for the proposed transaction. The transaction remains subject to other necessary regulatory approvals."

Pak Telecom Mobile Limited (PTML)

PTML was incorporated in Pakistan on July 18, 1998, as a public limited company to provide cellular mobile telephony services in Pakistan. PTML commenced its commercial operations on January 29, 2001, under the brand name of Ufone. It is a wholly owned subsidiary of the Holding Company. The registered office of PTML is situated at Ufone Tower, Plot No. 55-C, Jinnah Avenue, Blue Area, Islamabad.

U Microfinance Bank Limited (U Bank)

The Holding Company acquired 100% ownership of U Bank on August 30, 2012 to offer services of digital commerce and branchless banking. U Bank was incorporated on October 29, 2003 as a public limited company. The registered office of U Bank is situated at Jinnah Super Market F-7 Markaz, Islamabad.

DVCOM Data (Private) Limited (DVCOM Data)

DVCOM Data was incorporated as a private limited company under the Companies Ordinance, 1984 (repealed with the enactment of the Companies Act, 2017 on 30 May 2017) on 27 March 2007. Effective April 01, 2015, the Holding Company acquired 100% shareholding of DVCOM Data. The license for the spectrum allocated to DVCOM Data by PTA expired during 2024. The registered office of DVCOM Data is located at Hatim Alvi Road, Clifton, Karachi.

Smart Sky (Private) Limited (Smart Sky)

Smart Sky was incorporated in Pakistan on October 12, 2015 as a private limited company. Smart Sky is a wholly owned subsidiary of PTCL. The registered office of Smart Sky is located at PTCL Nest office, G-8/4, Islamabad.

1.2 Activities of the Group

The Group principally provides telecommunication and broadband internet services in Pakistan. PTCL owns and operates telecommunication facilities and provides domestic and international telephone services throughout Pakistan. PTCL has also been licensed to provide such services to territories in Azad Jammu and Kashmir and Gilgit-Baltistan. PTML provides cellular mobile telephony services throughout Pakistan and Azad Jammu and Kashmir. Principal business of U Bank, incorporated under Microfinance Institutions Ordinance, 2001, is to provide nationwide microfinance and branchless banking services.

NOTES TO AND FORMING PART OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

1.3 Going concern basis of accounting

The Group has incurred loss after tax amounting to Rs 11,175,579 thousands, for the nine months period ended September 30, 2025 (September 30, 2024: Rs 15,323,546 thousand) and its unappropriated loss as at September 30, 2025 amounts to Rs 37,979,273 thousand (December 31, 2024: Rs 43,575,731 thousand). As of September 30, 2025, current liabilities of the Group exceed its current assets by Rs 71,021,425 thousand (December 31, 2024: Rs 82,494,224 thousand).

However, as part of annual budgetary process of the Group, the Group has prepared five years projections for the years ending 31 December 2029 duly approved by the Board of Directors of the Group. These projections are based on individual business plans for the Holding Company, and each of its subsidiaries approved by those charged with governance. As per these projections, the Group will continue to generate sufficient cashflows to meet its obligations as they fall due. The existence of material uncertainty, if any, is mitigated based on the following factors: a) there has been increase in number of subscribers in the Group, the consumption of data per day prices of its products have also increased resulting in overall increase average revenue per user. These are expected to increase further in future years; b) there has been increase in Wireline segment's revenue due to introduction of Flash Fiber, Fiber-to-the-Home (FTTH) service and is expected to continue to grow in future years; c) the reduction in policy rate to 11% is expected to result in significant decrease in finance cost. Reduction in inflation has been noted in Pakistan which is expected to have positive impact on operational cost of the Group; d) secured lending as a proportion of total advances in Banking segment is expected to increase which will result in lower delinquency ratio and improved profitability; and e) the Banking segment has closed certain banking branches which is expected to have positive impact on the profit of the Banking segment.

During the first nine months of the current year, the Group reported a 15% increase in revenue and reported an operating profit of Rs 15,939,487 thousand, compared to an operating profit of Rs 1,582,232 thousand in the corresponding period of the previous year. Accordingly, considering the aforesaid factors, these consolidated financial statements have been prepared on a going concern basis.

2. STATEMENT OF COMPLIANCE

These condensed consolidated interim financial statements have 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 of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the 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.

The applicable financial reporting framework for consolidated subsidiary also includes the following:

- Microfinance Institutions Ordinance, 2001 (the MFI Ordinance); and
- Directives issued by the Securities and Exchange Commission of Pakistan (SECP) and State Bank of Pakistan (SBP);

Where the requirements of the Companies Act, 2017, the MFI Ordinance and the directives issued by the SECP and SBP differ with the requirements of IAS 34, the requirements of the Companies Act, 2017, the MFI Ordinance, or the requirements of the said directives shall prevail.

3. BASIS OF PREPARATION

These condensed consolidated interim financial statements do not include all of the information required in the annual consolidated financial statements prepared in accordance with the accounting and reporting standards as applicable in Pakistan. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the last annual consolidated financial statements. These condensed consolidated interim financial statements should be read in conjunction with the Group's latest annual consolidated financial statements as at and for the year ended December 31, 2024.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of this condensed consolidated interim financial information in conformity with

NOTES TO AND FORMING PART OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. Estimates and judgements are continually evaluated and are based on historic experience, including expectations of future events that are believed to be reasonable under the circumstances.

Estimates and judgments made by the management in the preparation of these condensed consolidated interim financial statements are the same as those used in the preparation of audited consolidated financial statements of the Group for the year ended December 31, 2024, except for note 4.1:

- 4.1** As disclosed in Note 11.2, during the period, a change in accounting estimate has been recognized in accordance with IAS 8 – Accounting Policies, Changes in Accounting Estimates and Errors, as a result of the judgment of the Supreme Court of Pakistan (SCP) in relation to pension litigation.

Following the SCP's judgment, the Holding Company conducted a revised actuarial valuation for employees entitled to increased pensionary benefits and compensation. This revised valuation was carried out in accordance with prevailing standards applicable to similarly situated civil servants.

As a result of this reassessment, the following changes in actuarial assumptions and estimates were made:

- Adjustment to future pension growth rate assumptions for civil servants and others.
- Incorporation of additional compensation elements mandated by the SCP decision.

As a result, the loss before tax has increased by Rs. 5,890,142 thousand and Other Comprehensive Income (net of tax) has increased by Rs. 16,772,037 thousand. The Holding Company will continue to assess these assumptions periodically in accordance with applicable accounting standards."

5. MATERIAL ACCOUNTING POLICIES

The accounting policies and the methods of computations adopted in the preparation of these condensed consolidated interim financial statements are consistent with those followed in the preparation of the Group's audited consolidated financial statements for the year ended December 31, 2024.

	Note	September 30, 2025 (Un-Audited) Rs '000	December 31, 2024 (Audited) Rs '000
6. TRADE AND OTHER PAYABLES			
Trade creditors		21,087,078	24,062,927
Accrued and other liabilities	6.1	64,323,089	60,108,504
Technical services assistance fee	6.2	54,103,224	48,230,684
Advances from customers / contract liabilities		12,110,326	13,982,012
Retention money / payable to contractors and suppliers		6,100,511	7,582,467
Income tax collected from subscribers/ deducted at source		631,550	1,048,418
Sales tax payable		4,374,069	3,585,788
		162,729,847	158,600,800
6.1 Accrued and other liabilities			
Accrued liability for operational expenses		25,415,203	19,851,025
Amount withheld on account of provincial levies (Sub-judice) for ICH operations		12,110,803	12,110,803
Accrual for Government / regulatory expenses		19,875,367	18,172,962
Accrued wages		4,033,954	4,163,239
Others		2,887,762	5,810,475
		64,323,089	60,108,504

NOTES TO AND FORMING PART OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

- 6.2** Liability has not been settled since State Bank of Pakistan has not yet acknowledged the extension of Technical Service Assistance (TSA) Agreement.

	Note	September 30, 2025 (Un-Audited) Rs '000	December 31, 2024 (Audited) Rs '000
7. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	7.1	243,997,961	238,897,893
Capital work-in-progress	7.3	49,050,349	44,723,518
		293,048,310	283,621,411

	Note	September 30, 2025 (Un-Audited) Rs '000	September 30, 2024 (Un-Audited) Rs '000
7.1 Operating fixed assets			
Opening net book value		238,897,893	216,872,000
Additions during the period	7.2	31,673,501	35,561,611
		270,571,394	252,433,611
Disposals during the period - at net book value		(227,626)	(465,434)
Impairment		(316,174)	-
Depreciation for the period		(26,029,633)	(24,486,337)
		(26,573,433)	(24,951,771)
Closing net book value		243,997,961	227,481,840

7.2 Detail of additions during the period:			
Buildings on freehold land		144,906	288,194
Buildings on leasehold land		194,613	165,984
Lines and wires		13,849,978	10,942,756
Apparatus, plant and equipment		16,606,209	21,402,211
Office equipment		378,843	955,833
Computer equipment		280,954	523,582
Furniture and fittings		2,497	379,424
Vehicles		96,190	105,334
Submarine cables		119,311	798,293
		31,673,501	35,561,611

- 7.3** Additions to CWIP during the nine months ended September 30, 2025 were Rs 36,362,317 thousand (September 30, 2024: Rs 37,086,941 thousand). Transfers from CWIP to operating fixed assets during the nine months period ended September 30, 2025 were Rs 32,035,486 thousand (September 30, 2024: Rs 35,360,541 thousand).

NOTES TO AND FORMING PART OF THE
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

	Note	September 30, 2025 (Un-Audited) Rs '000	December 31, 2024 (Audited) Rs '000
8. TRADE DEBTS AND CONTRACT ASSETS			
Trade debts		74,101,982	65,555,932
Contract assets		7,132,873	6,764,824
		81,234,855	72,320,756
Allowance for expected credit loss		(9,638,695)	(7,965,047)
		71,596,160	64,355,709
9. SHORT TERM INVESTMENTS			
Amortized cost			
Lending to Financial Institution		5,558,456	12,195,250
Fair value through Profit or Loss			
Non Government debt securities		1,698,411	1,697,008
Mutual funds		7,053,328	-
		8,751,739	1,697,008
Fair value through Other Comprehensive Income			
Federal Government securities		12,992,048	147,255,738
Non Government debt securities		66,626	83,293
		13,058,674	147,339,031
		27,368,869	161,231,289
10. CASH AND BANK BALANCES			
Cash in hand		1,200,587	1,827,897
Balances with banks:	10.1		
Local currency			
Current account maintained with SBP		2,924,166	5,140,886
Current accounts		2,560,124	1,280,430
Saving accounts		5,984,204	5,035,063
		11,468,494	11,456,379
Foreign currency			
Current accounts		11,757,412	9,321,664
Saving accounts		1,678,586	1,535,061
		13,435,998	10,856,725
		26,105,079	24,141,001

10.1 Bank balance includes Rs 2,982 thousand (December 31, 2024: Rs 212,391 thousand) carrying profit rates ranging from 2.7% to 9.5% (December 31, 2024: 7% to 21%) per annum from Shariah arrangements.

NOTES TO AND FORMING PART OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

11. CONTINGENCIES AND COMMITMENTS

There has been no material changes in contingencies as disclosed in the last audited consolidated financial statements for the year ended December 31, 2024 except in notes 11.1, 11.2 and 11.3 as disclosed below:

11.1 For the tax years 2007, 2009, 2010, 2011 to 2023, Taxation Officer disallowed certain expenses, tax credits and levied short deduction of Withholding Tax (WHT). The impugned orders were challenged at the relevant appellate forums which allowed partial relief thereof. After taking into account the orders of CIR (Appeals), ATIR as well as rectification orders tax impact of the disallowances is Rs 51,115,762 thousand. Appeals on the remaining outstanding items are pending adjudication before ATIR. Reference in respect of 2007 is subjudice before the Honorable Islamabad High Court. Stay has been obtained in all cases from different fora. The CIR (Appeals) have remanded back the disallowances relating to tax years 2014 and 2020 having tax impact of Rs. 5,937,972 thousand to Taxation Officer.

11.2 This relates to pension litigation disclosed in note 18.7 of the Group's consolidated financial statements for the year ended December 31, 2024. By order dated July 10, 2025, the Honorable Supreme Court of Pakistan (SCP) directed the Holding Company to recognize its continuing liability towards former civil servants transferred from the Telegraph & Telephone (T&T) Department to the PTC and subsequently to the Holding Company, and to record this as a declared liability in line with applicable accounting and corporate law.

The liability covers differential of pension payable in accordance with prevailing standards for similarly placed public servants. The SCP further held that such benefits are not payable to workmen/workers, ex-civil servants who availed Voluntary Separation Scheme (VSS), or employees appointed by PTC, and remanded certain transferred employees' cases to the High Courts for determination of their civil servant status.

To comply, the Holding Company engaged an independent legal advisor to determine such transferred employees who being civil servant at the time of their transfer are entitled to increase in pension and has recognized an amount of Rs. 5,890,142 thousand, as past service cost in the consolidated statement of profit or loss, based on its best estimate of expenditure required to meet its obligation as determined by the SCP. In this respect, the Holding Company had also engaged independent actuary to calculate additional pension liability (refer to note 4.1, for changes in underlying actuarial assumptions).

Based on this exercise, adequate provision has been made, and based on legal advice, any potential adverse findings from the High Courts are not expected to materially impact the financial statements.

11.3 This relates to the Competition Commission of Pakistan (CCP) litigation as disclosed in Note 18.8 of the Group's consolidated financial statements for the year ended December 31, 2024. Pursuant to the proceedings, the Competition Appellate Tribunal, vide its order dated August 11, 2025, has imposed a penalty on the Holding Company equivalent to 2% of the turnover from the relevant period, generated by Long Distance and International (LDI) operations solely through International Clearing House (ICH) linked activities. In compliance with this order, the Group has recognized a penalty amounting to Rs. 458,830 thousands under other costs in the consolidated statement of profit or loss. The Holding Company has deposited the amount under protest and filed an appeal before Supreme Court against the said order.

NOTES TO AND FORMING PART OF THE
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

	Note	September 30, 2025 (Un-Audited) Rs '000	December 31, 2024 (Audited) Rs '000
11.4 Bank guarantees and bid bonds issued in favor of:			
Universal Service Fund (USF) against government grants		17,959,093	19,079,452
Pakistan Telecommunication Authority against 3G and 2G Licenses		3,024,161	4,387,163
Others	11.4.1	2,661,125	3,514,199
		23,644,379	26,980,814
Corporate guarantee in favour of PTML		71,497,000	65,497,000
Corporate guarantee in favour of Ubank		-	10,000,000
		71,497,000	75,497,000

11.4.1 Others includes bank guarantee given on behalf of DVCOM Data (Private) Limited to PTA amounting to Rs 675,000 thousand (December 31, 2024: Rs. 675,000 thousand).

	September 30, 2025 (Un-Audited) Rs '000	December 31, 2024 (Audited) Rs '000
11.5 Commitments		
Letters of credit for purchase of stock	162,142	467,691
Letters of comfort in favour of PTML	3,500,000	3,500,000
Contracts for capital expenditure	27,169,224	32,226,978
	30,831,366	36,194,669

NOTES TO AND FORMING PART OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

12. REVENUE

The Group principally obtains revenue from providing telecommunication services such as data, voice, IPTV, connectivity services, interconnect, information and communication technology (ICT), digital solutions and equipment sales, messaging services, sales of mobile devices. Further, U Bank provides banking and microfinance services.

	Nine months ended	
	September 30, 2025 (Un-Audited) Rs '000	September 30, 2024 (Un-Audited) Rs '000
Revenue segments		
Broadband and IPTV	41,149,418	36,301,051
Cellular and other wireless services	69,357,204	59,011,281
Voice services - fixed line	6,054,419	6,526,806
Revenue from retail customers	116,561,041	101,839,138
Corporate and wholesale	41,551,586	35,584,500
International	9,365,521	8,867,158
Banking	20,844,252	17,675,165
Total revenue	188,322,400	163,965,961

12.1 Revenue is stated net of trade discount amounting to Rs 2,933,886 thousand (September 30, 2024: Rs 2,976,589 thousand) and Federal excise duty and sales tax amounting to Rs 27,604,769 thousand (September 30, 2024: Rs 26,301,484 thousand).

	Note	Nine months ended	
		September 30, 2025 (Un-Audited) Rs '000	September 30, 2024 (Un-Audited) Rs '000
13. OTHER INCOME			
Income from financial assets - net	13.1	6,669,085	6,026,637
Income from non-financial assets		5,190,287	8,078,321
		11,859,372	14,104,958

13.1 Income from financial assets include Rs 66 thousand (September 30, 2024: Rs 257 thousand) earned from Shariah arrangements.

NOTES TO AND FORMING PART OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

	Nine months ended	
	September 30, 2025 (Un-Audited) Rs '000	September 30, 2024 (Un-Audited) Rs '000
14. CASH GENERATED FROM OPERATIONS		
Loss before tax	(14,224,697)	(22,999,519)
Adjustments for non-cash charges and other items:		
Depreciation of property, plant and equipment	26,029,633	24,486,337
Amortization of intangible assets	5,752,520	5,811,343
Amortization of contract costs	5,953,270	5,154,690
Impairment of property, plant and equipment	316,174	-
Depreciation of right of use assets	8,693,058	4,899,868
Allowance for expected credit loss	10,978,532	3,103,794
Provision for obsolete stores, spares and loose tools	88,020	180,673
Provision for employees retirement benefits	7,679,678	4,767,465
Imputed interest on lease liabilities	4,678,895	2,183,039
Interest cost on employee retirement benefits	3,384,362	2,957,654
Unearned revenue realized	(129,955)	(180,397)
Gain on disposal of property, plant and equipment	(781,931)	(2,781,444)
Return on bank deposits and Government securities	(4,848,171)	(6,242,960)
Release of deferred government grants	(2,415,026)	(2,501,583)
Finance costs	28,070,157	33,523,406
	79,224,519	52,362,366
Effect on cash flows due to working capital changes:		
Increase in current assets:		
Stock in trade, stores and spares	685,498	86,586
Trade debts and contract assets	(8,917,779)	(5,472,183)
Loans to banking customers	(5,637,067)	12,608,715
Loans and advances	(31,771)	(1,953,386)
Deposits, prepayments and other receivables	1,018,224	(11,578,171)
	(12,882,895)	(6,308,439)
Increase in current liabilities:		
Trade and other payables	5,912,022	14,915,791
Security deposits	305,077	108,796
	6,217,099	15,024,587
	72,558,723	61,078,514

NOTES TO AND FORMING PART OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

	Nine months ended	
	September 30, 2025 (Un-Audited) Rs '000	September 30, 2024 (Un-Audited) Rs '000
15. CASH AND CASH EQUIVALENTS		
Cash and bank balances	26,105,079	21,156,669
Short term running finance	(68,085,021)	(46,648,794)
	(41,979,942)	(25,492,125)

16. SEGMENT INFORMATION

For management purposes, the Group is organized into three operating segments i.e. fixed line communications (Wire line), wireless communications (Wireless) and Banking. The reportable operating segments derive their revenue primarily from voice, data and other services.

16.1 Segment information for the reportable segments is as follows:

	Wireline	Wireless	Banking	Total
	Rs '000	Rs '000	Rs '000	Rs '000
Nine months ended September 30, 2025				
Segment revenue	89,228,201	83,966,532	21,091,752	194,286,485
Inter segment revenue	(4,944,345)	(772,240)	(247,500)	(5,964,085)
Revenue from external customers	84,283,856	83,194,292	20,844,252	188,322,400
Segment results	(1,205,020)	(3,227,468)	(6,743,091)	(11,175,579)
Nine months ended September 30, 2024				
Segment revenue	78,680,342	73,822,721	17,675,165	170,178,228
Inter segment revenue	(4,597,139)	(1,615,128)	-	(6,212,267)
Revenue from external customers	74,083,203	72,207,593	17,675,165	163,965,961
Segment results	989,980	(10,207,229)	(6,106,297)	(15,323,546)
	Wireline	Wireless	Banking	Total
	Rs '000	Rs '000	Rs '000	Rs '000
As at September 30, 2025				
Segment assets	342,179,375	226,797,814	140,034,457	709,011,646
Segment liabilities	319,892,529	199,134,159	148,447,802	667,474,490
As at December 31, 2024				
Segment assets	312,773,909	217,760,775	275,897,220	806,431,904
Segment liabilities	296,343,468	194,236,144	279,586,037	770,165,649

NOTES TO AND FORMING PART OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

17. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

		Nine months ended	
		September 30, 2025 (Un-Audited) Rs '000	September 30, 2024 (Un-Audited) Rs '000
Relationship with the Group	Nature of transaction		
i. Shareholders	Technical services assistance fee	5,872,540	4,976,618
ii. Associated undertakings	Sale of goods and services	6,076,415	5,962,418
	Purchase of goods and services	2,221,832	1,646,727
	Prepaid rent	750,830	690,313
iii. Employees benefits plans	PTCL Gratuity Fund	119,286	56,908
	PTML Gratuity Fund	163,160	154,662
	U Bank Gratuity Fund	102,512	100,097
iv. Employees contribution plans	PTCL PTCL Employees GPF Trust - net	50,017	60,518
	U Bank Provident Fund	84,283	79,675
v. The Government of Pakistan and its related entities	PTCL Charges under license obligation	2,473,050	1,326,035
vi. Directors, Chief Executive and Key Management Personnel	Fee and remuneration including benefits and perquisites	2,070,523	2,022,062
		September 30, 2025 (Un-Audited) Rs '000	December 31, 2024 (Audited) Rs '000
Trade debts and contract assets			
- Associated undertakings		47,259,467	42,021,388
Deposits, prepayments and other receivables			
- Pakistan Telecommunication Employees Trust (PTET)		55,533	25,634
- Associated undertakings		118,336	240,148
Pakistan Telecommunication Employees Trust (PTET)		20,645,815	2,951,439
Long term loans to executives and key management personnel			
	PTCL	96,487	96,680
Trade and other payables			
Trade creditors			
- Associated Undertakings		5,448,545	4,973,512
- The Government of Pakistan and its related entities		2,913,747	2,293,643
Retention money payable to associated undertaking		2,940	2,940
Technical assistance services fee payable to Etisalat		54,103,224	48,230,684
Pakistan Telecommunication Company Limited Employees gratuity fund		85,733	89,535
PTML			
- Gratuity Fund		395,680	231,620
U Bank			
- Gratuity Fund Receivable		82,068	68,787
- Provident Fund		135,232	57,406

18. FAIR VALUE ESTIMATION

The carrying value of financial assets and liabilities approximates their fair value.

NOTES TO AND FORMING PART OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

19. OFFSETTING OF FINANCIAL ASSETS AND LIABILITIES

	Gross amounts subject to offsetting Rs '000	Offset Rs '000	Net amount Rs '000	Amount not in scope of offsetting Rs '000	Net as per statement of financial position Rs '000
As at September 30, 2025					
Trade debts and contract assets	47,536,807	(5,599,692)	41,937,115	39,297,740	81,234,855
Trade creditors	(6,996,699)	5,599,692	(1,397,007)	(19,690,071)	(21,087,078)
As at December 31, 2024					
Trade debts and contract assets	43,855,454	(5,940,017)	37,915,437	34,405,319	72,320,756
Trade creditors	(6,708,478)	5,940,017	(768,461)	(23,294,466)	(24,062,927)

20. FINANCIAL RISK MANAGEMENT

The Group's financial risk management objectives and policies are consistent with that disclosed in the annual consolidated financial statements for the year ended December 31, 2024. There is no change in the nature and corresponding hierarchies of fair value levels of financial instruments from those as disclosed in the audited consolidated financial statements of the Group for the year ended December 31, 2024.

21. CORRESPONDING FIGURES

Prior year figure have been re-arranged, wherever necessary, for better presentation and comparison. Reclassification of corresponding figures of the financial statements is given below:

Reclassification from	Reclassification to	Rs '000
Cost of services	Revenue	3,359,960
Selling and marketing expenses	Cost of services	151,742
Other income	Finance costs	22,610

22. DATE OF AUTHORIZATION FOR ISSUE OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

These condensed consolidated interim financial statements for the nine months period ended September 30, 2025 were authorized for issue by the Board of Directors of the Holding Company on October 21, 2025.



Chief Financial Officer



President & CEO



Chairman

NOTES



Pakistan Telecommunication
Company Limited

**PTCL Head Office Room #17, Ufone
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