

The background of the top half of the page is a vibrant blue. In the center is a glowing globe with a network of white lines and dots overlaid on it. The globe shows some landmasses in orange and yellow. Below the globe, there is a faint, glowing circuit board pattern. A green rectangular box is positioned over the center of the globe.

# **Empowering The Future**

Quarterly Report  
September 2025



**NETS International Communication Limited**



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# COMPANY INFORMATION

## BOARD OF DIRECTORS

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Mr. Jahangir Ahmad	Chairman / Non Executive Director
Mr. Muhammad Nadeem	CEO / Executive Director
Ms. Fozia Qadir	Executive Director
Mr. Khalid Mahmood	Executive Director
Mr. Zaheer Khan	Non Executive Director
Mr. Muhammad Iqbal	Independent Director
Mr. Sani E Mahmood Khan	Independent Director

## HUMAN RESOURCE HEAD

Ms. Fozia Qadir

## CHIEF FINANCIAL OFFICER

Mr. Muhammad Shaheer

## COMPANY SECRETARY

Mr. Danial Khushnood

## EXTERNAL AUDITORS

Abdul Khaliq & Co. Chartered Accountants

## LEGAL ADVISOR

Mr. Ali Ahmed Toor

## BANKERS

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Habib Metropolitan Bank Limited	Askari Bank Limited
Habib Bank Limited	
Bank Makramah Limited	

## HEAD OFFICE

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Office #3, 8th Floor, Arfa Software Technology Park, Ferozepur Road, Gulberg Town, Lahore, Punjab, Pakistan

## REGIONAL OFFICE

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Islamabad: Office No. 216, 2nd Floor, ISE Tower, 55 Jinnah Avenue, Blue Area, Islamabad, Pakistan  
Karachi: Office # 706,707, 7th Floor, Hill Trade Centre, Shaheed-e-Millat Road, Karachi, Pakistan

## CONTACT DETAILS

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UAN: +92-42-35972019

E-Mail: [contact@nets-international.com](mailto:contact@nets-international.com)

Website: [www.nets-international.com](http://www.nets-international.com)

Directors' Report for the first quarter ended September 30, 2025

The Directors take pleasure in presenting the condensed interim financial statements for the first quarter ended September 30, 2025. The quarter's financial performance and operational developments reviewed herein reflect the Company's commitment to its strategic goals and the challenging economic environment.

## Company Overview and Principal Activities

NETS International Communication Limited continues to give exceptional performance in the telecommunications and IT solutions sectors, providing cutting-edge services and related products. Our diversified portfolio of services, including sale and support of allied telecommunication equipment, remains integral to achieving sustainable growth.

## Financial Performance (Highlights)

- **Revenue:** Rs. 376.57 million – showing strong resilience against market fluctuations and competitive pressures.
- **Gross Profit:** Rs. 103.86 million – reflecting effective cost control and operational efficiency.
- **Net Profit:** Rs. 30.28 million – resulting in Earnings Per Share (EPS) of Rs. 0.82.

## Corporate Governance and Compliance

The Board affirms its commitment to the highest standards of corporate governance and regulatory compliance. During the quarter, the Board regularly reviewed risk management frameworks to ensure alignment with business strategies and market conditions.

## Future Outlook

Looking ahead, the Directors remain cautiously optimistic about the medium-term prospects. Strategic initiatives aimed at expanding market share, diversifying service offerings and capitalizing on technological advancements are underway. The Company continues to monitor macroeconomic factors, regulatory changes, and competitive landscape to navigate challenges and seize growth opportunities.

## Appreciation and Acknowledgements

The Directors extend their sincere gratitude to the dedicated management and staff whose commitment has been central to achieving these results under challenging conditions.

We also thank our shareholders for their unwavering support and confidence in NETS International Communication Limited.

Signed on behalf of the Board,



Chief Executive Officer

Dated: October 30, 2025



Director

2025 ستمبر 30 ڈائریکٹرز کی رپورٹ پہلی سہ ماہی

ڈائریکٹرز 30 ستمبر 2025 کو اختتام پذیر ہونے والی پہلی سہ ماہی کے لیے اختصاری عبوری مالیاتی گوشوارے پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔ یہاں زیر جائزہ سہ ماہی کی مالیاتی کارکردگی اور آپریشنل پیش رفت کمپنی کے اسٹریٹجک اہداف اور چیلنج سے بھرپور اقتصادی ماحول کے لیے اس کے عزم کی عکاسی کرتی ہے۔

## کمپنی کا جائزہ اور بنیادی سرگرمیاں

نیٹس انٹرنیشنل کمیونیکیشن لمیٹڈ ٹیلی کمیونیکیشنز اور آئی ٹی سلوشنز کے شعبوں میں غیر معمولی کارکردگی کا مظاہرہ جاری رکھے ہوئے ہے، جو جدید ترین خدمات اور متعلقہ مصنوعات فراہم کرتی ہے۔ ہماری متنوع خدمات سپورٹ فولیو، بشمول اتحادی ٹیلی کمیونیکیشن آلات کی فروخت اور سپورٹ، پائیدار ترقی کے حصول کے لیے لازم و ملزوم ہے۔

## مالیاتی کارکردگی (اہم نکات)

آمدنی: تین سو چھتر اعشاریہ ستاون ملین روپے – جو مارکیٹ کے اُتار چڑھاؤ اور مسابقتی دباؤ کے خلاف مضبوط لچک کو ظاہر کرتی ہے۔  
مجموعی منافع: ایک سو تین اعشاریہ چھیاسی ملین روپے – جو مؤثر لاگت کنٹرول اور آپریشنل کارکردگی کی عکاسی کرتا ہے۔  
خالص منافع: تیس اعشاریہ اٹھائیس ملین روپے – جس کے نتیجے میں فی حصص آمدنی یاسی پیسے رہی۔

## کارپوریٹ گورننس اور تعین

بورڈ کارپوریٹ گورننس کے اعلیٰ ترین معیاروں اور ریگولیٹری تعین کے لیے اپنے عزم کی توثیق کرتا ہے۔ سہ ماہی کے دوران بورڈ نے کاروباری حکمت عملیوں اور مارکیٹ کے حالات سے ہم آہنگی کو یقینی بنانے کے لیے رسک مینجمنٹ فریم ورکس کا باقاعدگی سے جائزہ لیا۔

## مستقبل کا اوٹ لک

مستقبل کو دیکھتے ہوئے، ڈائریکٹرز درمیانی مدت کے امکانات کے بارے میں محتاط طور پر پُر امید ہیں۔ مارکیٹ شیئر کو وسعت دینے، خدمات کی پیشکش کو متنوع بنانے، اور تکنیکی ترقیوں سے فائدہ اُٹھانے کے لیے حکمت عملی پر مبنی اقدامات جاری ہیں۔ کمپنی چیلنجز پر قابو پانے اور ترقی کے مواقع سے فائدہ اُٹھانے کے لیے معاشی عوامل، ریگولیٹری تبدیلیوں، اور مسابقتی ماحول کی مسلسل نگرانی کر رہی ہے۔

## اعتراف اور شکریہ

ڈائریکٹرز لگن سے کام کرنے والے انتظامیہ اور عملے کا دل کی گہرائی سے شکریہ ادا کرتے ہیں، جن کا عزم مشکل حالات میں ان نتائج کے حصول کے لیے بنیادی حیثیت رکھتا تھا۔

ہم نیٹس انٹرنیشنل کمیونیکیشن لمیٹڈ پر بھروسہ اور غیر متزلزل حمایت کے لیے اپنے حصص داران کے بھی شکر گزار ہیں۔

بورڈ کی جانب سے دستخط شدہ



چیف ایگزیکٹو آفیسر



ڈائریکٹر

تاریخ: 30 اکتوبر 2025

**NETS International Communication Limited**  
**Condensed Interim Statement of Financial Position**  
As at September 30, 2025

		September 30, 2025 Un-Audited (Rupees)	June 30, 2025 Audited (Rupees)
	Notes		
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4	79,021,549	79,747,041
Deferred taxation-net		26,242,968	23,025,979
Long term advances and deposits		5,851,140	7,490,851
		111,115,657	110,263,871
<b>Current Assets</b>			
Stock in trade		67,116,474	154,195,682
Trade debts		259,402,589	462,699,096
Loan and advances		639,354,454	255,589,003
Deposits and prepayments		154,853,630	49,717,367
Short term investments		24,400,000	24,400,000
Cash and bank balances		35,883,244	33,319,649
		1,181,010,391	979,920,798
<b>TOTAL ASSETS</b>		<b>1,292,126,048</b>	<b>1,090,184,669</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Share capital and reserves</b>			
Authorized Share Capital: 40,000,000 ordinary shares of Rs.10 each		400,000,000	400,000,000
Issued, subscribed and paid-up share capital		367,575,960	367,575,960
Unappropriated profit		124,884,963	94,600,913
Total equity		492,460,923	462,176,873
<b>Non-current liabilities</b>			
Lease liabilities		-	1,163,413
Deferred liabilities		78,361,306	73,447,155
Long term loan - secured		13,588,333	15,904,667
		91,949,639	90,515,235
<b>Current Liabilities</b>			
Trade and other payables		536,982,221	394,883,893
Short term borrowing - secured		152,605,192	122,386,504
Accrued markup		3,938,228	6,316,728
Current portion of long term loan		10,000,000	10,000,000
Current portion of lease liabilities		4,189,845	3,905,436
		707,715,486	537,492,561
Contingencies and commitments	5	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1,292,126,048</b>	<b>1,090,184,669</b>

The annexed notes form an integral part of these financial statements.



Chief Executive Officer



Chief Financial Officer



Director

**NETS International Communication Limited**  
**Condensed Interim Statement of Profit or Loss (Un-audited)**  
For the period ended September 30, 2025

	Notes	September 30, 2025 (Rupees)	September 30, 2024 (Rupees)
Revenue		376,573,251	279,497,825
Cost of revenue		(272,704,833)	(215,016,287)
<b>Gross profit</b>		103,868,418	64,481,538
Selling and distribution expenses		(12,196,893)	(6,008,274)
Administrative expenses		(61,168,028)	(35,985,004)
Other operating expenses		(150,656,467)	(507,754)
		(120,152,969)	21,980,505
Other income		163,277,408	2,189,388
<b>Profit from operations</b>		43,124,439	24,169,893
Finance cost		(5,001,816)	(3,135,758)
<b>Profit before levies and income tax</b>		38,122,622	21,034,135
Levies		-	(5,128,274)
<b>Profit before income tax</b>		38,122,622	15,905,861
Taxation	6	(7,838,572)	(4,825,291)
<b>Profit after taxation</b>		30,284,050	11,080,570
<b>Earnings per share - basic and diluted</b>		0.82	0.33

The annexed notes form an integral part of these financial statements.



**Chief Executive Officer**



**Chief Financial Officer**



**Director**



**NETS International Communication Limited**  
**Condensed Interim Statement of Comprehensive Income (Un-audited)**  
For the period ended September 30, 2025

	Notes	September 30, 2025 (Rupees)	September 30, 2024 (Rupees)
Profit after taxation		30,284,050	10,780,570
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		<b>30,284,050</b>	<b>53,464,042</b>

The annexed notes form an integral part of these financial statements.



**Chief Executive Officer**



**Chief Financial Officer**



**Director**

**NETS International Communication Limited**  
**Condensed Interim Statement of Cash Flow (Un-audited)**  
For the period ended September 30, 2025

	Notes	September 30, 2025 (Rupees)	September 30, 2024 (Rupees)
<b>Cash generated from/(used) in operations</b>	7	2,777,840	(50,643,085)
Levies and income tax paid		(11,055,561)	(12,568,120)
Worker welfare fund paid		-	(823,253)
Gratuity paid		(3,663,900)	-
Finance cost paid		(7,380,317)	(682,649)
<b>Net cash used in operating activities</b>		(22,099,777)	(14,074,022)
<b>Cash flows from investing activities</b>			
Additions to property, plant and equipment		(5,137,817)	(5,433,424)
<b>Net cash used in investing activities</b>		(5,137,817)	(5,433,424)
<b>Cash flows from financing activities</b>			
Repayment of long term loan		(2,316,334)	-
Short term borrowing -net		30,218,687	(24,229,377)
Lease liabilities-net		(879,004)	(975,920)
<b>Net cash generated from/(used) in financing activities</b>		27,023,350	(25,205,297)
<b>Net increase/(decrease) in cash and cash equivalents</b>		2,563,595	(95,355,828)
Cash and cash equivalents at the beginning of the year		33,319,649	103,493,509
<b>Cash and cash equivalents at the end of the year</b>		<b>35,883,244</b>	<b>8,137,681</b>

The annexed notes form an integral part of these financial statements.



**Chief Executive Officer**



**Chief Financial Officer**



**Director**

**NETS International Communication Limited**  
**Condensed Interim Statement of Changes in Equity (Un-audited)**

For the period ended September 30, 2025

Issued, subscribed and paid-up capital	Revenue Reserves	Total
	Unappropriated profit	

.....Rupees.....

Balance as at July 01, 2024	330,815,960	30,356,301	361,172,261
Profit after tax for the period	-	11,080,570	11,080,570
Other comprehensive income for the period	-	-	-
Balance as at September 30, 2024	330,815,960	41,436,871	372,252,831
Balance as at July 01, 2025	367,575,960	94,600,913	462,176,873
Profit after tax for the period	-	30,284,050	30,284,050
Other comprehensive income for the period	-	-	-
Balance as at September 30, 2025	367,575,960	124,884,963	492,460,923

The annexed notes form an integral part of these financial statements.



**Chief Executive Officer**



**Chief Financial Officer**



**Director**

**NETS International Communication Limited**  
**Condensed Interim Notes to the Financial Statements (Un-audited)**  
For the period ended September 30, 2025

**1 Legal status and nature of business**

NETS International Communication Limited ("the Company"), incorporated in Pakistan on November 22, 2022 under the Companies Act 2017 as a Private Company Limited by shares, was later on converted into Public Limited Company and subsequently listed on GEM Board of Pakistan Stock Exchange on May 26, 2025. The Company is domiciled in Pakistan and is principally engaged in the telecommunication, IT solutions and sale of allied services in Pakistan as well as abroad.

**1.1 Geographical location and addresses of business units of the Company are as under:**

Business Units	Address
Head Office	Office No. 3, Level 8, Arfa Software Technology Park, 346-B Ferozpur Road, Lahore
Regional Office	Office No. 212 & 216, 2nd Floor, ISE Tower, 55 Jinnah Avenue, Blue Area, Islamabad
Regional Office	Office No. 706–707, 7th Floor, Hill Trade Centre, Shaheed-e-Millat Road, Karachi

**1.2 Summary of significant events and transactions that have affected Company's financial position and performance during the year are as follows:**

**2 Basis of preparation and 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:

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

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.

**3 Material accounting policies and estimates**

The accounting policies used in the preparation of these financial statements are the same as those applied in the preparation of the financial statements of the Company for the year ended June 30, 2025.

**4 Property, plant and equipment**

Operating fixed assets	4.1	<b>September 30, 2025</b> <b>Un-Audited</b> <b>(Rupees)</b>	<b>June 30, 2025</b> <b>Audited</b> <b>(Rupees)</b>
Right-of-use assets	4.2		
		<b>71,754,577</b>	<b>70,663,327</b>
		<b>7,266,972</b>	<b>9,083,715</b>
		<b>79,021,549</b>	<b>79,747,041</b>

**4.1 Operating fixed assets**

As at 30-09-2025 (Unaudited)										
Particulars	Cost				Rate %	Depreciation				Net Book Value as at Sept 30, 2025
	As at July 01, 2025	Addition during the year	Disposal	As at Sept 30, 2025		Accumulated Depreciation as at July 01, 2025	Depreciation for the year	Disposal	Accumulated Depreciation as at Sept 30, 2025	
<b>Operating Fixed Assets</b>										
Plant and machinery	3,857,229	-	-	3,857,229	15%	503,893	125,750	-	629,643	3,227,586
Furniture & fixture	4,480,412	594,561	-	5,074,973	10%	430,143	119,861	-	550,003	4,524,970
Office equipment	6,275,758	268,270	-	6,544,028	10%	628,118	150,942	-	779,060	5,764,968
Vehicles	46,052,102	-	-	46,052,102	20%	3,086,944	2,148,258	-	5,235,202	40,816,900
Computers	20,924,559	4,274,986	-	25,199,545	30%	6,277,636	1,501,756	-	7,779,392	17,420,153
<b>Sep-25</b>	<b>81,590,060</b>	<b>5,137,817</b>	<b>-</b>	<b>86,727,877</b>	<b>-</b>	<b>10,926,733</b>	<b>4,046,567</b>	<b>-</b>	<b>14,973,300</b>	<b>71,754,577</b>

**NETS International Communication Limited**  
**Condensed Interim Notes to the Financial Statements (Un-audited)**

For the period ended September 30, 2025

As at 30-06-2025 (Audited)										
Particulars	Cost				Rate %	Depreciation				Net Book Value as at June 30, 2025
	As at July 01, 2024	Addition/ Transfer	Disposal	As at June 30, 2025		Accumulated Depreciation as at July 01, 2024	Depreciation for the year	Disposal	Accumulated Depreciation as at June 30, 2025	
Operating Fixed Assets										
Plant and machinery	-	3,857,229	-	3,857,229	15%	-	503,893	-	503,893	3,353,336
Furniture & fixture	1,723,180	2,757,232	-	4,480,412	10%	43,080	387,063	-	430,143	4,050,270
Office equipment	3,999,405	2,276,353	-	6,275,758	10%	83,559	544,559	-	628,118	5,647,640
Vehicles	2,245,632	43,806,470	-	46,052,102	20%	112,282	2,974,662	-	3,086,944	42,965,158
Computers	15,314,916	5,642,143	(32,500)	20,924,559	30%	1,096,521	5,195,984	(14,869)	6,277,636	14,646,923
Jun-25	23,283,133	58,339,427	(32,500)	81,590,060	-	1,335,441	9,606,161	(14,869)	10,926,733	70,663,327

**4.2 Right-of-use assets (ROUA)**

Right-of-use assets (ROUA)										
As at 30-09-2025 (Unaudited)										
Particulars	Cost				Rate %	Depreciation				Net Book Value as at Sept 30, 2025
	As at July 01, 2025	Addition during the year	Disposal	As at Sept 30, 2025		Accumulated Depreciation as at July 01, 2025	Depreciation for the year	Disposal	Accumulated Depreciation as at Sept 30, 2025	
Right-of-use Assets										
Vehicles	11,952,256	-	-	11,952,256	20%	2,868,541	1,816,743	-	4,685,284	7,266,972
Sep-25	11,952,256	-	-	11,952,256	-	2,868,541	1,816,743	-	4,685,284	7,266,972

As at 30-06-2025 (Audited)										
Particulars	Cost				Rate %	Depreciation				Net Book Value as at June 30, 2025
	As at July 01, 2024	Addition/ Transfer	Disposal	As at June 30, 2025		Accumulated Depreciation as at July 01, 2024	Depreciation for the year	Disposal	Accumulated Depreciation as at June 30, 2025	
Right-of-use Assets										
Vehicles	11,952,256	-	-	11,952,256	20%	597,613	2,270,929	-	2,868,541	9,083,715
Jun-25	11,952,256	-	-	11,952,256	-	597,613	2,270,929	-	2,868,541	9,083,715

**5 Contingencies and commitments**

**5.1** There is no contingencies and commitments other than disclosed in note no. 21.2 as at Sept 30, 2025. (30-06-2025:

**5.2** Guarantees issued by the bank on behalf of the company are of Rs. 78,819,782. (30-06-2025: 60.5 million)

**6 Taxation**

Current tax expense  
Deferred tax income

September 30, 2025 Un-Audited (Rupees)	September 30, 2024 Un-Audited (Rupees)
11,055,561	7,763,100
(3,216,989)	(2,937,808)
<b>7,838,572</b>	<b>4,825,291</b>

**7 Cash generated from/(used) in operations**

Profit before levies and income tax  
Adjustment for non-cash charges and other items:  
Depreciation - Operating fixed asset and ROUA  
Provision for worker's welfare fund  
Provision for employee benefit  
Provision for expected credit losses  
Finance cost  
Profit before working capital changes  
Effect on cash flow due to working capital changes;  
Increase/(decrease) in trade and other payables  
Decrease in long term loan and advances  
(Increase)/decrease in trade debts  
(Increase)/decrease in stock in trade  
(Increase)/decrease in advances, deposits and prepayments

38,122,622	21,034,135
5,863,309	1,893,896
778,013	500,000
8,578,051	-
3,603,869	-
5,001,816	3,135,758
<b>61,947,681</b>	<b>26,563,789</b>
141,320,315	(77,960,366)
1,639,711	4,340,000
199,692,638	(151,844,060)
87,079,208	(62,466,704)
<b>(105,136,262)</b>	<b>7,292,999</b>

**NETS International Communication Limited**  
**Condensed Interim Notes to the Financial Statements (Un-audited)**

For the period ended September 30, 2025

(Increase)/decrease in loan and advances	(383,765,451)	203,431,256
Cash generated from/(used) in operations	2,777,840	(50,643,085)

**8 Related party and related party transactions**

The Company's related parties include its holding company, subsidiaries, associated undertakings, other group companies, directors, key management personnel, and post-employment benefit plans. The Company carries out transactions with these related parties in the normal course of business. Details of other related party transactions with related parties during the period are as follows:

Name of the related party	Relation with Related Parties	Nature of transactions	Sept 30, 2025 (Unaudited) Rupees	Sept 30, 2024 (Unaudited) Rupees
NETS International Communication LLC - UAE	Common directorship	-	-	-
NETS International Communication LLC - USA	Common directorship	-	-	-
NETS International Holdings LLC - UK	Common directorship	-	-	-
Extravis Limited - UK	Common directorship	-	-	-
NETS International Limited - KSA	Key management control	-	-	-
NETS International Limited - UK	Common directorship	-	-	-
NETS International incorporation - Canada	Key management control	-	-	-
NETS International MMC - Azerbaijan	Key management control	-	-	-
LSE Financial services Limited - PAK	Common directorship	-	-	-
Extravis (Private) Limited	Common directorship	-	-	-
NETS International GmbH - Germany	Key management control	-	-	-

**9 Date of authorization for issue**

These financial statements were authorized for issue by the Board of Directors of the Company in their meeting held on October 30, 2025

**10 General**

Figures have been rounded off to the nearest Rupee unless otherwise stated.



**Chief Executive Officer**



**Chief Financial Officer**



**Director**



#### **HEAD OFFICE**

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