



Empowering The Future

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

PROGRESS REPORT ON UTILIZATION OF PROCEEDS OF INITIAL PUBLIC OFFERING (IPO), UNDER REGULATIONS 16(ii) & (iia) OF CHAPTER VIII OF THE PUBLIC OFFERING REGULATIONS, 2017, REVIEWED BY THE AUDITORS

Dear Sir,

We are pleased to share the final progress report on utilization of proceeds of initial public offering (IPO), under regulations 16(ii) & (iia) of Chapter viii of the public offering regulations, 2017, along with agreed upon procedures report thereon by the external auditors of the Company M/s. Abdul Khaliq & Co.

(a) Final implementation status of the project/commitment made in Prospectus is given below:

Commitment made in the information memorandum	Start Date	Completion Date	Current status	Rationale for delay, if any
The Company committed to utilize all proceeds generated from the Initial Public Offering (IPO) for the repayment of Short-term finance facility with the Habib Metropolitan Bank Limited.	Date of release of all IPO funds to the Company, 30 May, 2025.	Date of completion of repayments of the short term loan, 02 June, 2025.	All proceeds of the IPO have been fully utilized in repayment of short term financing.	N/A

(b) Detailed Break up of utilization of the proceeds raised from the IPO:

Gross Proceeds of the IPO	36,760,000
Bank Charges	(50,906)
Net Proceeds of the IPO	36,709,094

LAHORE HEAD OFFICE

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NETS International Communication Limited

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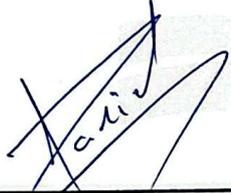


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**Repayment against Short term finance facility to
Habib Metropolitan Bank Limited**

Principal	36,709,054
Accrued Profit	-
Repayment	<u>(36,709,054)</u>
Balance	-

Yours Truly,



Daniyal Khushnood
Company Secretary



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The General Manager,
Pakistan Stock Exchange Limited,
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Stock Exchange Road,
KARACHI.

Dear Sir,

AGREED-UPON PROCEDURES ON UTILIZATION OF PROCEEDS OF INITIAL PUBLIC OFFERING (IPO)

To the General Manager of the Pakistan Stock Exchange Limited.

Purpose of this Agreed Upon Procedures Report

Our report is solely for the purpose of assisting the Pakistan Stock Exchange Limited (PSX) in determining whether Nets International Communication Limited's utilization of proceeds of initial public offering is complied with the principal purpose of the Issue as defined in information memorandum and the progress report thereon is in accordance with the regulations 16(i) & (iia) of Chapter VIII of the Public Offering Regulations, 2017 and may not be suitable for another purpose. This report is intended solely for Nets International Communication Limited (the Company) and the PSX, and should not be used by, or distributed to, any other parties.

Responsibilities of the Nets International Communication Limited

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

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

Practitioner's Responsibilities

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

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

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

Professional Ethics and Quality Management

We have complied with the ethical requirements in Code of Ethics of Chartered Accountants (Revised 2019). For the purpose of this engagement, there are no independence requirements with which we are required to comply.

Our firm applies International Standard on Quality Management (ISQM) 1, Quality Control for firms that perform audits and reviews of financial statements, and other assurance and related services engagements, and accordingly, maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Procedures and Findings

We have performed the procedures described below, which were agreed upon with the Company in the terms of engagement letter, on the utilization of proceeds of initial public offering.

Sr. No	Procedure Performed	Finding
1	Obtained the bank statements and details of amounts received against IPO and traced the amounts received in respect of IPO from bank statements	No discrepancies were found.
2	Obtained details of repayment against short term borrowings and verified that the proceeds received in respect of IPO are utilized in repayment against short term borrowings	No discrepancies were found.



ABDUL KHALIQ & CO.
Chartered Accountants
Lahore