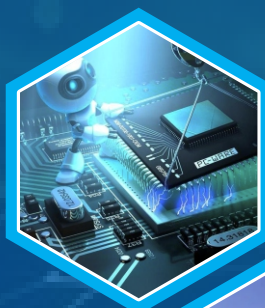




Pak Datacom



Condensed Interim Financial Statements

**For the nine months ended
March 31, 2026**

COMPANY INFORMATION

BOARD OF DIRECTORS

- | | | |
|----|--------------------------|--|
| 1. | Syed Zomma Mohiuddin | Chairman / Non-Executive Director |
| 2. | Ms. Rubina Safir | Independent Director / Female Director |
| 3. | Engr. Perwaiz Khan | Non-Executive Director |
| 4. | Syed Junaid Imam | Non-Executive Director |
| 5. | Mr. Muhammad Izqar Khan | Non-Executive Director |
| 6. | Mr. Shamim Ahmed Sherazi | Independent Director |
| 7. | Mr. Muhammad Waheed | Non-Executive Director |
| 8. | Mr. Ali Saleem Rana | Acting Chief Executive / Company Secretary |

AUDIT COMMITTEE

- | | | |
|----|-------------------------|-------------|
| 1. | Ms. Rubina Safir | Chairperson |
| 2. | Mr. Muhammad Izqar Khan | Member |
| 3. | Engr. Perwaiz Khan | Member |
| 4. | Mr. Muhammad Waheed | Member |

HUMAN RESOURCE & REMUNERATION COMMITTEE

- | | | |
|----|--------------------------|----------|
| 1. | Mr. Shamim Ahmed Sherazi | Chairman |
| 2. | Mr. Muhammad Waheed | Member |
| 3. | Syed Junaid Imam | Member |
| 4. | Mr. Ali Saleem Rana | Member |

PROCUREMENT COMMITTEE

- | | | |
|----|--------------------------|----------|
| 1. | Syed Zomma Mohiuddin | Chairman |
| 2. | Mr. Shamim Ahmed Sherazi | Member |
| 3. | Engr. Perwaiz Khan | Member |

NOMINATION COMMITTEE

- | | | |
|----|-------------------------|----------|
| 1. | Syed Zomma Mohiuddin | Chairman |
| 2. | Mr. Muhammad Izqar Khan | Member |
| 3. | Mr. Muhammad Waheed | Member |

STRATEGY & PROJECT APPRAISAL COMMITTEE

- | | | |
|----|-------------------------|----------|
| 1. | Syed Zomma Mohiuddin | Chairman |
| 2. | Syed Junaid Imam | Member |
| 3. | Mr. Muhammad Izqar Khan | Member |
| 4. | Ms. Rubina Safir | Member |

COMPANY SECRETARY

Mr. Ali Saleem Rana

CHIEF FINANCIAL OFFICER

Mr. Umar Iqbal Khan (Acting)

REGISTERED OFFICE

1st Floor, Telecom Foundation, TF Complex, TF Headquarters, 7-Mauve Area, G-9/4, Islamabad.

HEAD OFFICE

3rd Floor, Umar Plaza, Blue Area, Islamabad. Tel: (051) 2344123, 2344125, Fax: (051)2344111.

SHARES DEPARTMENT

CDC Shares Registrar Services Limited (CDCSRL), CDC House, 99-B, Block B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi - 74400. Tel: (92-21) 111-111-500.

AUDITORS

BDO Ebrahim & Co. Chartered Accountants, 3rd Floor, Saeed Plaza, 22-East Blue Area, Jinnah Avenue, Islamabad. Tel: (92-51) 2604461-4.

LEGAL ADVISOR

Ahmed Bashir & Associates, Advocates and Solicitors, 210-A, Sughra Tower, Street # 73, Sector F11/1, Islamabad.

DIRECTORS' REPORT

The Directors of Pak Datacom Limited (PDL) are pleased in presenting to the shareholders the report along with un-audited financial statements of the Company for the nine months' period from July 01, 2025 to March 31, 2026.

During the period under review, Pakistan's economy continued to operate under significant macroeconomic pressure. Heightened geopolitical tensions, most notably the prolonged Iran-US conflict, which persisted for over one-third time of the third quarter, further aggravated economic uncertainty and disrupted regional stability. These developments, coupled with elevated energy tariffs, persistently high fuel costs, and a high taxation burden, continued to weigh heavily on business confidence and corporate profitability.

The data communications and telecommunications sectors, given their reliance on imported equipment and advanced technologies, faced additional headwinds stemming from increased import costs, supply chain disruptions, and regional security concerns. The prevailing geopolitical climate also led to delays in project execution, with certain initiatives being temporarily shelved while others were deferred to the next financial year.

During the nine-month period ended March 31, 2026, the Company recorded net revenue of Rs. 1,066.291 million, compared with Rs. 1,277.223 million in the corresponding period last year. Gross profit was Rs. 195.613 million, and net profit amounted to Rs. 12.830 million, resulting in earnings per share (EPS) of Rs. 1.08. The company's performance during the period was significantly impacted by increased inflation, the phased recognition of project-based revenues, and a temporary slowdown in demand from the defense sector, one of the Company's key customer segments, amid unfavorable geopolitical developments that led to elevated costs, constraining the near-term viability of certain new projects and revenue opportunities.

Despite these global challenges, the Company remained focused on strengthening operational sustainability through ongoing digital transformation initiatives, the automation of internal processes, and the adoption of renewable energy solutions to mitigate rising energy and administrative costs. The Company is also actively pursuing the diversification of its ICT and data-driven service portfolio to enhance its competitive positioning and broaden its revenue base. The Board remains confident that the initiatives taken by the management internally coupled with sustained digitalization trends, increasing adoption of cloud-based services, and rising demand for secure and reliable communication networks will support the Company's long-term growth trajectory.

The Board takes this opportunity to express its sincere gratitude to its shareholders, regulatory authorities, customers, and strategic partners for their continued trust and confidence in the Company. This ongoing support enables the Board, management, and employees to work collectively in guiding the Company towards sustained growth. The Board also appreciates the dedication, commitment, and valuable contributions of its employees, which remain integral to the Company's achievements.

For and on behalf of the Board

Islamabad
April 29, 2026

Ali Saleem Rana
Chief Executive (Acting)

Rubina Safir
Director

ڈائریکٹرز رپورٹ

پاک ڈیٹاکام کے بورڈ آف ڈائریکٹرز کی طرف سے یکم جولائی 2025 سے 31 مارچ 2026 تک کی نو ماہی مدت کے لئے آڈٹ شدہ مالیاتی گوشواروں کے ساتھ رپورٹ پیش خدمت ہے۔

زیر جائزہ مدت کے دوران، پاکستان کی معیشت میکرو اکنامک دباؤ کا شکار رہی۔ بڑھتی ہوئی جغرافیائی سیاسی کشیدگی، خاص طور پر ایران-امریکہ طویل تنازعہ جو تیسری سہ ماہی کے ایک تہائی سے زیادہ عرصے سے جاری ہے، نے معاشی غیر یقینی صورتحال کو مزید بڑھانے کے ساتھ ساتھ علاقائی استحکام کو متاثر کیا ہے۔ ان وجوہات، توانائی کے بڑھتے ہوئے ٹیرف، مہنگے ایندھن اور اضافی ٹیکس بوجھ کی وجہ سے کاروباری اعتماد اور کارپوریٹ منافع بری طرح متاثر ہو رہے ہیں۔

ڈیٹاکام کیو نیکیشنز اور ٹیلی کمیونیکیشن سیکٹرز، جو درآمد شدہ آلات اور ٹیکنالوجی پر بہت زیادہ انحصار کرتے تھے، درآمدی اخراجات میں اضافے، سپلائی چین میں تعطل اور علاقائی سکیورٹی خدشات کی وجہ سے اضافی مشکلات کا سامنا کر رہے ہیں۔ موجودہ جیو پالیٹیکل ماحول کی وجہ سے متعدد منصوبوں کی تکمیل میں تاخیر ہوئی، کچھ اقدامات عارضی طور پر روک دیے گئے ہیں جبکہ دیگر کواگلے مالی سال کے لیے مؤخر کر دیا گیا ہے۔

زیر جائزہ نو ماہی مدت کے دوران، کمپنی کی خالص آمدنی 1,066.291 ملین روپے رہی، جو پچھلے سال کے اسی عرصے میں 1,277.223 ملین روپے تھی۔ مجموعی منافع 195.613 ملین روپے رہا، جبکہ اس مدت کے لیے خالص منافع 12.830 ملین روپے رہا، جس سے فی شیئر آمدنی (EPS) 1.08 روپے ہوئی۔ اس عرصے کے دوران کمپنی کی اس کارکردگی کی وجہ مہنگائی میں اضافہ، پروجیکٹس سے آمدن کا مرحلہ وار حصول اور دفاعی شعبے کی طلب میں عارضی کمی ہے۔ مزید برآں موجودہ تنازعہ کے وسیع تر ماحول کے زیر اثر لاگت میں اضافہ ہوا، جس کی وجہ سے کئی نئے منصوبے تاخیر کا شکار ہوئے اور آمدن کے مواقع بھی محدود ہو گئے۔

ان مشکلات کے باوجود کمپنی بڑھتی ہوئے توانائی اور انتظامی اخراجات کو منظم کرنے کے لیے ڈیجیٹل تبدیلی، داخلی عمل کی آٹومیشن، اور قابل تجدید توانائی کے انضمام کے ذریعے آپریشنل پائیداری کو بڑھانے پر توجہ مرکوز رکھے ہوئے ہے۔ کمپنی اپنی مارکیٹ پوزیشننگ اور آمدن کے ذرائع کو بہتر بنانے کے لیے آئی سی ٹی اور ڈیٹا سے چلنے والی خدمات میں تنوع کے مواقع سرگرمی سے تلاش کر رہی ہے۔ بورڈ کو یقین ہے کہ انتظامیہ کی طرف سے اندرونی طور پر اٹھائے گئے اقدامات، جاری ڈیجیٹلائزیشن کے رجحانات، کلاؤڈ سروسز میں توسیع، اور محفوظ مواصلاتی نیٹ ورکس کی طلب پاک ڈیٹا کام لیٹنڈ کے لیے طویل المیعاد ترقی کی راہیں فراہم کرے گی۔

بورڈ اس موقع پر اپنے شیئر ہولڈرز، ریگولیٹری باڈیز، صارفین اور سٹریٹجک پارٹنرز کا شکریہ ادا کرتا ہے کہ انہوں نے کمپنی پر مسلسل اعتماد کا اظہار کیا ہے۔ یہ مسلسل تعاون ملازمین، انتظامیہ اور بورڈ کو ایک ٹیم کے طور پر تنظیم کو کامیابی کی راہ پر گامزن کرنے کے قابل بناتا ہے۔ بورڈ کمپنی کے ملازمین کی لگن، پیشہ ورانہ مہارت، اور عزم کی بھی قدر کرتا ہے، جن کی خدمات اس کے سٹریٹجک مقاصد کے حصول کے لیے لازمی ہیں۔

منجانب بورڈ

روبینہ سفیر

علی سلیم رانا

اسلام آباد

ڈائریکٹر

چیف ایگزیکٹو (قائم مقام)

29 اپریل 2026

**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT MARCH 31, 2026**

		March 31, 2026	June 30, 2025
		Un-audited	Audited
	Note	Rupees	
NON-CURRENT ASSETS			
Property and equipment	4	305,123,953	200,688,235
Intangible assets	5	25,725,019	28,334,425
Deferred taxation		69,547,794	76,182,642
		400,396,766	305,205,302
CURRENT ASSETS			
Stock-in-trade		9,612,724	484,857
Trade debts	6	447,784,701	539,652,853
Contract assets	7	82,167,046	279,817,422
Contract work in progress		84,288,275	152,814,392
Advances and other receivables	8	44,145,780	79,131,532
Trade deposits and short term prepayments		38,654,842	40,867,213
Taxation - net		51,042,897	19,664,084
Interest accrued		721,243	960,724
Short term investments	9	315,029,713	174,471,866
Cash and bank balances	10	500,749,409	511,198,571
		1,574,196,630	1,799,063,514
TOTAL ASSETS		<u>1,974,593,396</u>	<u>2,104,268,816</u>
SHARE CAPITAL AND RESERVES			
Authorised share capital		1,000,000,000	1,000,000,000
Issued, subscribed and paid up capital	11	118,592,100	118,592,100
General reserve		700,000,000	700,000,000
Unappropriated profits		615,340,736	673,665,567
		1,433,932,836	1,492,257,667
NON-CURRENT LIABILITIES			
Deferred employees' benefits		66,534,962	61,017,417
Lease liabilities		108,625,121	50,683,255
		175,160,083	111,700,672
CURRENT LIABILITIES			
Customers' deposits		58,718,638	87,044,258
Contract liability		14,305,399	6,193,760
Trade and other payables	12	254,414,026	385,891,620
Current portion of lease liabilities		22,871,609	6,910,773
Unclaimed dividend		14,061,765	13,621,017
Unpaid dividend		1,129,040	649,049
		365,500,477	500,310,477
TOTAL EQUITY AND LIABILITIES		<u>1,974,593,396</u>	<u>2,104,268,816</u>
CONTINGENCIES AND COMMITMENTS	13	-	-

The annexed notes 1 - 25 form an integral part of these financial statements.

Umar Iqbal Khan
Chief Financial Officer (A)

Ali Saleem Rana
Chief Executive (A)

Rubina Safir
Director

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
(UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2026**

	Note	Nine months period ended		Three months period ended	
		March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
		Rupees		Rupees	
Revenue - net	14	1,066,291,390	1,277,222,913	460,404,313	622,925,522
Cost of services	15	(870,678,739)	(965,920,478)	(407,138,293)	(483,069,592)
Gross profit		195,612,651	311,302,435	53,266,020	139,855,930
Administrative expenses	16	(184,441,485)	(158,017,008)	(52,221,763)	(45,859,064)
Marketing expenses	17	(46,459,727)	(32,808,158)	(14,138,884)	(11,526,795)
Impairment reversal / (loss) on financial assets		10,742,680	9,575,399	7,770,936	6,933,342
Finance income / (cost)	18	(16,077,035)	(14,102,329)	(5,159,046)	(2,256,774)
		(40,622,916)	115,950,339	(10,482,737)	87,146,639
Other income	19	76,995,446	60,863,352	20,435,133	12,839,721
Profit before taxation		36,372,530	176,813,691	9,952,396	99,986,360
Taxation		(23,542,101)	(66,653,109)	(6,826,941)	(37,918,373)
Profit / (loss) for the period		12,830,429	110,160,582	3,125,455	62,067,987
Earnings / (loss) per share - basic and diluted		1.08	9.29	0.26	5.23

The annexed notes 1 - 25 form an integral part of these financial statements.

Umar Iqbal Khan
Chief Financial Officer (A)

Ali Saleem Rana
Chief Executive (A)

Rubina Safir
Director

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE
INCOME (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2026**

	Nine months period ended		Three months period ended	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
	Rupees		Rupees	
Profit / (loss) for the period	12,830,429	110,160,582	3,125,455	62,067,987
Other comprehensive income	-	-	-	-
Total comprehensive income/ (loss) for the period	<u>12,830,429</u>	<u>110,160,582</u>	<u>3,125,455</u>	<u>62,067,987</u>

The annexed notes 1 - 25 form an integral part of these financial statements.

Umar Iqbal Khan
Chief Financial Officer (A)

Ali Saleem Rana
Chief Executive (A)

Rubina Safir
Director

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2026**

	Share capital Issued, subscribed and paid-up	Revenue Reserves		Total
		General Reserve	Unappropriated profits	
Rupees				
Balance as at July 01, 2024 (audited)	118,592,100	700,000,000	558,052,396	1,376,644,496
Total comprehensive income or (loss)				
Profit for the period	-	-	110,160,582	110,160,582
Other comprehensive income	-	-	-	-
Transactions with owners of the Company:				
Final dividend for the year ended June 30, 2024: Rs. 3.5 per share	-	-	(41,507,235)	(41,507,235)
Balance as at March 31, 2025	<u>118,592,100</u>	<u>700,000,000</u>	<u>626,705,743</u>	<u>1,445,297,843</u>
Balance as at July 01, 2025 (audited)	118,592,100	700,000,000	673,665,567	1,492,257,667
Total comprehensive income or (loss)				
Profit for the period	-	-	12,830,429	12,830,429
Other comprehensive income	-	-	-	-
Transactions with owners of the Company:				
Final dividend for the year ended June 30, 2025: Rs. 6 per share	-	-	(71,155,260)	(71,155,260)
Balance as at March 31, 2026	<u>118,592,100</u>	<u>700,000,000</u>	<u>615,340,736</u>	<u>1,433,932,836</u>

The annexed notes 1 - 25 form an integral part of these financial statements.

Umar Iqbal Khan
Chief Financial Officer (A)

Ali Saleem Rana
Chief Executive (A)

Rubina Safir
Director

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2026

	Note	Nine months period ended	
		March 31, 2026	March 31, 2025
		Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit for the period - before taxation		36,372,530	176,813,691
Adjustments for non-cash items:			
Depreciation		31,332,641	22,005,735
Amortization		2,834,406	2,654,891
(Gain)/Loss on disposal of property and equipment		(13,660,010)	(2,605,334)
Property and equipment - write off		-	588,737
Lease Modification		-	(6,767,366)
Impairment (reversal) / loss on financial assets		(10,742,680)	(9,575,399)
Finance cost		11,582,027	6,546,809
Unrealized exchange (gain) / loss		3,204,392	7,443,183
Interest income		(23,603,942)	(37,650,619)
Provision for gratuity		8,753,382	4,565,916
Provision for earned leave encashment		7,111,106	7,904,216
Provision for provident fund		4,750,238	3,751,532
		57,934,090	175,675,992
Changes in working capital			
Decrease / (increase) in inventories		(9,127,867)	8,539,717
Decrease / (increase) in trade debts		94,408,387	(111,138,616)
Decrease / (increase) in contract assets		205,152,232	(179,209,309)
Decrease / (increase) in contract work in progress		68,526,117	(100,570,404)
Decrease / (increase) in advances and other receivables		26,232,370	2,842,438
Decrease / (increase) in trade deposits and short term prepayments		1,307,115	(103,961,860)
Increase / (decrease) in customers' deposits		(27,231,845)	(11,714,934)
Increase / (decrease) in contract liability		8,111,639	(6,919,265)
Increase / (decrease) in trade and other payables		(132,470,127)	20,709,564
		234,908,022	(481,422,669)
		292,842,112	(305,746,677)
Taxes paid		(48,286,066)	(84,005,810)
Gratuity paid		-	(704,158)
Provident fund paid		(1,201,058)	(2,140,757)
Leave encashment paid		1,593,561	(13,991,354)
Net cash generated from / (used in) operating activities		241,761,427	(406,588,756)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property and equipment		(35,409,557)	(17,815,792)
Proceeds from sale of property and equipment		15,351,195	5,463,541
Purchase of intangibles		(225,000)	(5,565,000)
Sale/(Purchase) of short term investments		(144,198,001)	(158,495)
Interest and profit received		27,483,577	38,162,296
Net cash used in investing activities		(136,997,786)	20,086,550
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		(70,234,521)	(40,865,828)
Payment of finance lease obligation		(38,147,776)	(19,117,788)
Finance cost paid		(1,492,181)	(1,274,752)
Net cash used in financing activities		(109,874,478)	(61,258,368)
Net increase / (decrease) in cash and cash equivalents		(5,110,836)	(447,760,574)
Cash and cash equivalents at the beginning of the year		511,364,088	787,378,910
Effect of movements in exchange rates on cash and cash equivalents		(5,409,296)	(7,390,049)
Cash and cash equivalents at the end of the period	20	500,843,956	332,228,287

The annexed notes 1 - 25 form an integral part of these financial statements.

Umar Iqbal Khan
Chief Financial Officer (A)

Ali Saleem Rana
Chief Executive (A)

Rubina Safir
Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2026

1 LEGAL STATUS AND ITS OPERATIONS

Pak Datacom Limited (the Company) was incorporated in Pakistan on July 13, 1992 as a private limited company under the Companies Ordinance, 1984 (which is repealed with the enactment of the Companies Act, 2017 on May 30, 2017) and was converted into a public limited company on June 26, 1994. The Company has its shares quoted on the Pakistan Stock Exchange Limited.

The Company commenced its commercial activities from July 1, 1994 and is principally engaged in setting up, operating and maintaining a network of data communication and serving the needs of the customers.

The Company is a subsidiary of Telecom Foundation, Pakistan. The registered office of the Company is situated at 1st Floor, TF Complex, 7 - Mauve Area, G - 9/4, Islamabad.

2 STATEMENT OF COMPLIANCE

2.1 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 Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting standards (IFAC) issued by Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 These condensed interim financial statements do not include all the information required for full financial statements and should be read in conjunction with the annual audited financial statements for the year ended June 30, 2025.

2.3 These condensed interim financial statements are un-audited and being submitted to the members as required under Section 237 of the Companies Act, 2017 and the listing regulations of the Pakistan Stock Exchange.

3 ACCOUNTING POLICIES

3.1 The accounting policies adopted and methods of computation followed in the preparation of these interim financial statements are same as those applied in the preparation of financial statements for the year ended June 30, 2025.

3.2 The preparation of these interim financial statements in conformity with approved accounting standards require management to make estimates, assumptions and use judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

3.3 The significant estimates, judgments and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2025.

		March 31, 2026 Un-audited	June 30, 2025 Audited
	Note	Rupees	
4 PROPERTY AND EQUIPMENT			
Operating fixed assets	4.1	171,359,703	154,437,370
Right of use assets	4.2	133,764,250	46,250,865
		<u>305,123,953</u>	<u>200,688,235</u>
4.1 Operating fixed assets			
Opening net book value		154,437,370	135,994,087
Additions		35,409,557	37,989,416
Disposal:			
Cost		(10,606,234)	(57,401,944)
Accumulated depreciation		8,915,048	53,953,980
		(1,691,185)	(3,447,964)
Write off:			
Cost		-	(776,700)
Accumulated depreciation		-	187,963
		-	(588,737)
Transfer from leased to owned:			
Cost		-	8,868,000
Accumulated depreciation		-	(5,339,450)
		-	3,528,550
Depreciation charge		(16,796,039)	(19,037,982)
Closing net book value		<u>171,359,703</u>	<u>154,437,370</u>
4.2 Right of use (ROU) assets			
Opening net book value		46,250,865	63,276,125
Additions		63,564,458	-
Lease modification		38,485,529	(2,201,132)
Transfer from leased to owned		-	(3,528,550)
Depreciation charge		(14,536,602)	(11,295,578)
Closing net book value		<u>133,764,250</u>	<u>46,250,865</u>

	March 31, 2026 Un-audited	June 30, 2025 Audited
	Rupees	
5 INTANGIBLE ASSETS		
Opening net book value	28,334,425	8,046,851
Additions	225,000	23,833,799
Amortization charge	(2,834,406)	(3,546,225)
Closing net book value	<u>25,725,019</u>	<u>28,334,425</u>
6 TRADE DEBTS		
Trade debts	506,041,209	600,546,714
Less: Impairment loss allowance	(58,256,508)	(60,893,861)
	<u>447,784,701</u>	<u>539,652,853</u>
7 CONTRACT ASSETS		
Unbilled revenue	82,491,050	288,175,781
Less: Impairment loss allowance	(324,004)	(8,358,359)
	<u>82,167,046</u>	<u>279,817,422</u>
8 ADVANCES AND OTHER RECEIVABLES		
Advances to suppliers	124,700	6,853,529
Advances to employees	13,110,954	15,113,063
Other receivables	10,034,131	18,771,046
Sales tax receivable	20,875,995	38,393,894
	<u>44,145,780</u>	<u>79,131,532</u>
9 SHORT TERM INVESTMENTS		
Term deposit receipts (TDRs)	158,000,000	158,000,000
Mutual fund	145,685,649	14,984,218
	<u>303,685,649</u>	<u>172,984,218</u>
Interest accrued	11,344,064	1,487,648
	<u>315,029,713</u>	<u>174,471,866</u>
10 CASH AND BANK BALANCES		
Cash in hand	1,570,334	1,418,158
Cash at bank:		
Current accounts:		
Local currency- conventional	21,916,199	34,315,461
Foreign currency- conventional	246,396,828	209,773,928
Deposit accounts:		
Local currency - conventional	215,999,361	246,565,293
Local currency - under shariah arrangements	14,961,235	19,291,248
	<u>500,843,957</u>	<u>511,364,088</u>
Less: Impairment loss allowance	(94,548)	(165,517)
	<u>500,749,409</u>	<u>511,198,571</u>
11 SHARE CAPITAL		
11.1 Authorised Share Capital		
100,000,000 ordinary shares of Rs 10 each		
(June 30, 2025: 100,000,000 ordinary shares of Rs 10/- each)	1,000,000,000	1,000,000,000

	March 31, 2026 Un-audited	June 30, 2025 Audited
	Rupees	
11.2 Issued, subscribed and paid up capital:		
Shares issued for cash		
5,400,000 ordinary shares of Rs 10 each (June 30, 2025: 5,400,000 ordinary shares of Rs 10/- each)	54,000,000	54,000,000
Shares issued as fully paid bonus shares:		
6,459,210 ordinary shares of Rs 10 each (June 30, 2025: 6,459,210 ordinary shares of Rs 10/- each)	64,592,100	64,592,100
11,859,210 ordinary shares of Rs 10 each (June 30, 2025: 11,859,210 ordinary shares of Rs 10/- each)	<u>118,592,100</u>	<u>118,592,100</u>
12 TRADE AND OTHER PAYABLES		
Trade creditors	145,384,425	266,797,352
License fee payable	2,715,581	3,938,745
Accrued liabilities	15,190,544	13,003,362
Withholding tax payable	9,213,938	8,485,312
Payable to employees	6,836,638	30,264,040
Employees' retirement and other service benefits : Provident fund	75,072,900	63,402,809
	<u>254,414,026</u>	<u>385,891,620</u>

13 CONTINGENCIES AND COMMITMENTS

13.1 Contingencies

13.1.1 There has been no significant change in the the status of contingencies as disclosed in Note 25 to the audited financial statements of the Company for the year ended June 30, 2025 except for the following:

13.1.2 The Deputy Commissioner Inland Revenue issued a notice under Rule 44(4) of the Income Tax Rules, 2002 for Tax Year 2021 on September 17, 2025 to provide reconciliation of withholding tax deducted during the tax year. A partial response was submitted on October 30, 2025, vide reference No. PDL/Tax/11248. An extension for submission of the remaining information has been obtained up to February 20, 2026. The proceedings are currently in progress. The management believes that the case is likely to be decided in the favour of the Company.

13.1.3 PDL received a notice under section 147, bearing barcode No. 100000267041427, issued on December 31, 2025, against submitted estimate for advance tax of second quarter of Tax Year 2026. The compliance date and due date stated in the notice were the same. Subsequently, an order was issued creating a tax demand of PKR 13.55 million. Being aggrieved, the Company filed an appeal before the Commissioner Inland Revenue (Appeals) on February 3, 2026. The proceedings are currently in progress. The management believes that the case is likely to be decided in the favour of the Company.

	March 31, 2026 Un-audited	June 30, 2025 Audited
	Rupees	
13.2 Commitments		
The Company has following commitments in respect of:		
Capital expenditure commitments	80,818,214	61,169,787
Outstanding letter of credits	5,786,685	51,325,506

	Note	Nine months period ended		Three months period ended	
		March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
		Rupees		Rupees	
14 REVENUE					
Class Value Added Services (CVAS) / data communication services		828,069,833	898,892,389	258,874,334	282,117,399
Telecom infrastructure services		785,115	785,115	261,705	261,705
Specialised projects		250,490,037	355,596,644	142,216,519	282,112,162
Solar equipment sales		113,283,513	153,682,415	100,562,037	98,886,645
Gross revenue		1,192,628,498	1,408,956,563	501,914,595	663,377,911
Less:					
Sales tax / Federal Excise Duty		(126,337,108)	(131,733,650)	(41,510,282)	(40,452,389)
		<u>1,066,291,390</u>	<u>1,277,222,913</u>	<u>460,404,313</u>	<u>622,925,522</u>
15 COST OF SERVICES					
Channel and local lead rentals		240,357,104	273,460,241	84,444,166	89,785,913
Space segment rentals		80,432,854	68,646,513	29,431,549	25,800,187
Cost of goods sold		108,079,144	140,326,628	96,329,515	90,756,956
Salaries and other benefits	15.1	154,518,820	142,315,239	42,219,753	38,998,459
Repair and maintenance expenses		6,084,623	7,390,136	2,022,901	2,875,968
License fee		2,832,022	3,278,245	913,939	1,231,668
Depreciation - operating fixed assets		14,768,098	10,987,673	5,420,552	3,824,946
Depreciation - right of use assets		1,656,856	28,377	1,424,271	-
Amortisation		2,834,406	2,654,891	944,802	908,151
Travelling and local conveyance		4,712,878	3,168,477	1,616,572	1,331,456
Communication expenses		1,490,475	1,229,851	455,387	364,938
Vehicle running expenses		18,831,505	15,631,262	6,021,604	5,092,940
Insurance		323,637	370,690	149,602	118,618
Impairment loss on inventories		-	222,882	-	-
Entertainment		1,721,697	2,106,362	413,324	738,699
Rent, rates and taxes		5,057,241	3,018,149	1,623,288	1,181,398
Utilities		3,888,595	5,548,184	1,649,926	1,308,094
Specialised projects' costs		223,088,784	285,536,678	132,057,142	218,751,201
		<u>870,678,739</u>	<u>965,920,478</u>	<u>407,138,293</u>	<u>483,069,592</u>

15.1 Salaries and other benefits include employees' retirement and other service benefits of Rs. 56.70 million (March 31, 2025: Rs. 57.32 million).

	Note	Nine months period ended		Three months period ended	
		March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
		Rupees		Rupees	
16 ADMINISTRATIVE EXPENSES					
Salaries and other benefits	16.1	117,982,563	101,072,023	30,660,138	28,138,126
Travelling and local conveyance		8,692,982	6,384,587	1,523,007	2,416,585
Communication expenses		1,849,913	2,095,969	649,496	569,966
Vehicle running expenses		13,123,528	8,650,455	4,545,698	2,838,640
Repair and maintenance expenses		3,836,409	3,361,791	1,141,647	471,737
Insurance		817,762	641,162	289,901	198,506
Depreciation - operating fixed assets		1,839,675	2,426,382	641,558	1,037,733
Depreciation - right of use assets		12,322,519	8,423,869	4,916,835	2,843,332
Entertainment		3,933,926	2,882,478	678,334	632,433
Rent, rates and taxes		741,835	973,626	218,000	308,340
Legal and professional charges		8,585,309	7,496,735	3,142,984	1,601,645
Printing and stationery		1,667,110	2,369,381	438,000	528,325
Utilities		2,332,272	3,081,208	992,507	1,366,954
Donation		5,555,000	6,994,367	1,700,000	2,533,567
Auditors' remuneration		1,160,682	1,162,975	683,658	373,175
		<u>184,441,485</u>	<u>158,017,008</u>	<u>52,221,763</u>	<u>45,859,064</u>

16.1 Salaries and other benefits include employees' retirement and other service benefits of Rs. 26.91 million (March 31, 2025: Rs. 31.49 million).

Note	Nine months period ended		Three months period ended	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
	Rupees		Rupees	
17 MARKETING EXPENSES				
Advertisement and marketing	6,622,957	4,342,159	1,882,697	2,505,919
Salaries and other benefits	29,374,472	21,508,094	9,563,137	6,337,910
Travelling and local conveyance	6,351,680	4,079,678	982,104	1,640,945
Communication expenses	115,336	90,302	48,753	25,902
Vehicle running expenses	2,740,647	2,251,400	995,899	838,032
Insurance	49,066	10,711	36,675	3,493
Depreciation - operating fixed assets	188,266	139,434	79,549	46,478
Depreciation - right of use assets	557,227	-	419,337	-
Entertainment	224,792	277,489	76,219	118,937
Repair and maintenance expenses	235,284	108,891	54,514	9,179
	<u>46,459,727</u>	<u>32,808,158</u>	<u>14,138,884</u>	<u>11,526,795</u>

17.1 Salaries and other benefits include employees' retirement and other service benefits of Rs. 8.81 million (March 31, 2025 : Rs. 5.23 million).

Note	Nine months period ended		Three months period ended	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
	Rupees		Rupees	
18 FINANCE INCOME/ (COST)				
Exchange (loss) / gain - net	(4,495,008)	(7,555,520)	(318,235)	(32,595)
Finance lease charges	(10,089,846)	(5,272,057)	(4,082,415)	(1,747,369)
Bank charges	(1,492,181)	(1,274,752)	(758,396)	(476,810)
	<u>(16,077,035)</u>	<u>(14,102,329)</u>	<u>(5,159,046)</u>	<u>(2,256,774)</u>
19 OTHER INCOME				
Income from financial assets				
Return on short term investments	16,773,245	21,860,423	7,679,268	6,872,880
Return on bank deposits	6,208,442	14,669,982	665,670	986,507
Return on bank deposits with Islamic Banks	622,255	1,120,214	206,058	525,711
Income from non-financial assets				
Gain / (Loss) on property & equipment	13,660,010	2,016,597	486,947	-
Others	39,731,494	21,196,136	11,397,190	4,454,623
	<u>76,995,446</u>	<u>60,863,352</u>	<u>20,435,133</u>	<u>12,839,721</u>

Note	Nine months period ended		
	March 31, 2026	March 31, 2025	
	Rupees		
20 CASH AND CASH EQUIVALENTS			
Cash and bank balances	10	500,749,409	332,101,297
Allowance for impairment		94,548	126,990
		<u>500,843,957</u>	<u>332,228,287</u>

21 OPERATING SEGMENTS

21.1 Basis for segmentation

A business segment is a group of assets and operations engaged in providing services that are subject to risks and returns that are different from those of other business segments. The management has determined the operating segments based on the information that is presented to the Board of Directors for allocation of resources and assessment of performance. Based on internal management reporting structure, the company is organised into the following operating segments:

Reportable segments

Operations
Data communication services
Specialised projects
Solar equipment sales

Data communication, broadband, satellite, and enterprise connectivity services.

Procurement and supply of specialised communication equipment, including the installation and provision of training on its operation and usage.
Import and sale of solar panels.

Management monitors the operating results of the above-mentioned segments separately for the purpose of making decisions about resources to be allocated and for assessing performance. Segment performance is evaluated based on profit before tax.

21.2 Information about reportable segments

Information related to each reportable segment is set out below. Segment profit (loss) before tax is used to measure performance because management believes that this information is the most relevant in evaluating the results of the respective segments relative to other entities that operate in the same industries.

March 31, 2026:	Note	Nine months			Three months				
		Data Communication	Specialised Projects	Solar Equipment	Total	Rupees			
						Data Communication	Specialised Projects	Solar Equipment	Total
Revenue		709,034,457	243,973,420	113,283,513	1,066,291,390	222,262,295	137,579,981	100,562,037	460,404,313
Cost of revenue		(533,434,934)	(226,546,739)	(110,456,436)	(870,438,109)	(177,024,300)	(133,001,972)	(97,037,982)	(407,064,254)
Gross profit		175,599,523	17,426,681	2,827,077	195,853,281	45,237,995	4,578,009	3,524,055	53,340,059
Administrative expenses		(89,627,317)	(12,226,146)	-	(101,853,463)	(26,358,434)	(5,074,277)	-	(31,432,711)
Marketing expenses		(29,404,584)	(9,694,086)	(7,361,057)	(46,459,727)	(8,586,421)	(3,156,001)	(2,396,462)	(14,138,894)
Segment profit before tax	21.3	56,567,622	(4,493,551)	(4,533,980)	47,540,091	10,293,140	(3,652,269)	1,127,593	7,768,464
March 31, 2025:									
Revenue		767,943,854	355,596,644	153,682,415	1,277,222,913	241,926,715	282,112,162	98,886,645	622,925,522
Cost of revenue		(535,288,421)	(288,731,711)	(141,890,556)	(965,910,688)	(172,225,743)	(219,626,732)	(91,213,794)	(483,066,269)
Gross profit		232,655,433	66,864,933	11,791,859	311,312,225	69,700,972	62,485,430	7,672,851	139,859,253
Administrative expenses		(75,029,950)	(13,593,367)	-	(88,623,317)	(16,414,415)	(5,497,075)	-	(21,911,490)
Marketing expenses		(20,320,321)	(7,098,044)	(5,389,793)	(32,808,158)	(7,846,934)	(2,091,621)	(1,588,240)	(11,526,795)
Segment profit before tax	21.3	137,305,162	46,173,522	6,402,066	189,880,750	45,439,623	54,896,734	6,084,611	106,420,968

	Data Communication	Specialised Projects	Solar Equipment	Total
Rupees				
As at March 31, 2026				
Assets:				
Segment assets	483,399,106	476,454,224	33,503,230	993,356,560
Unallocated assets	-	-	-	981,236,836
Total assets	483,399,106	476,454,224	33,503,230	1,974,593,396
Liabilities:				
Segment liabilities	422,567,104	36,367,689	-	458,934,793
Unallocated liabilities	-	-	-	81,725,767
Total liabilities	422,567,104	36,367,689	-	540,660,560
As at June 30, 2025				
Assets:				
Segment assets	444,468,917	713,070,145	85,120,334	1,242,659,396
Unallocated assets	-	-	-	861,609,420
Total assets	444,468,917	713,070,145	85,120,334	2,104,268,816
Liabilities:				
Segment liabilities	379,274,237	38,355,161	-	417,629,398
Unallocated liabilities	-	-	-	194,381,751
Total liabilities	379,274,237	38,355,161	38,355,161	612,011,149
Nine months period ended				
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
	Rupees	Rupees	Rupees	Rupees

21.3 Reconciliation of reportable segment profit before tax

Segment profit before tax	47,540,091	189,880,750	7,768,464	106,420,968
Unallocated amounts:				
Rent, rates and taxes	(240,630)	(9,790)	(74,039)	(3,323)
Salaries and other benefits	(70,224,848)	(58,122,523)	(17,388,298)	(17,927,006)
Donation	(5,555,000)	(6,994,367)	(1,700,000)	(2,533,567)
Traveling and local conveyance	(5,647,492)	(3,113,826)	(1,017,096)	(3,113,826)
Auditors remuneration	(1,160,682)	(1,162,975)	(683,658)	(373,175)
Other income	76,995,446	60,863,352	20,435,133	12,839,721
Impairment reversal on financial assets	10,742,680	9,575,399	7,770,936	6,933,342
Finance cost	(16,077,035)	(14,102,329)	(5,159,046)	(2,256,774)
Total profit before tax	36,372,530	176,813,691	9,952,396	99,986,360

22 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related Parties include holding company, associated company, directors, key management personal, employee benefit trust and post employment benefit / contribution plans. The Company in the normal course of business carries out transactions with various related parties. The details of transactions are as follows;

	Aggregate % age of shareholding	Nine months period ended		Three months period ended	
		March 31, 2026 Rupees	March 31, 2025 Rupees	March 31, 2026 Rupees	March 31, 2025 Rupees
Telecom Foundation	55.08%				
Dividend paid		39,192,036	22,862,021	-	-
Donations expense		4,500,000	4,500,000	1,500,000	1,500,000
Prepaid / (Payable) donations		1,500,000	1,500,000	1,500,000	1,500,000
Directors					
Directorship fee		17,300,000	5,390,000	3,410,000	1,920,000
Honorarium Paid		2,625,000	-	-	-
Receivable against solar panels		2,281,097	11,018,231	2,281,097	11,018,231
Dividend paid		903,600	1,154,409	-	-
Sale of solar systems		-	8,921,810	-	-
Others paid		5,647,492	3,113,826	1,017,096	691,547
Remuneration of other key management personnel paid		31,592,317	47,630,515	10,374,742	12,662,462
Other related parties					
Staff retirement benefit plan - Gratuity fund: (Receivable from) / Payable to Gratuity fund		(495,941)	(7,067,674)	(495,941)	(7,067,674)
Staff retirement contribution plan - Provident fund: (Receivable from) / Payable to Provident fund		75,072,900	58,228,302	75,072,900	58,228,302

23 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements for the year ended June 30, 2025. 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 June 30, 2025.

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

24 GENERAL

Figures have been rounded off to the nearest rupee.

25 DATE OF AUTHORIZATION FOR ISSUE

These financial statements have been authorized for issue by the Board of Directors of the Company on April 29, 2026.

• **Spreading** >

• **Technology** >



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