

29 October 2026

AVN/PSX/F/29102026

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

Subject: **Financial results for the 3rd Quarter ended 30 September 2026 – Consolidated and Standalone.**

Dear Sir,

We would like to inform you that the Board of Directors of our Company in their meeting held on Thursday, 29 October 2026 at 10:00 A.M. at Regional Operations Centre, The Avanceon Building, 19-Km, Main Multan Road, Lahore / online, recommended the following: -

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

The unaudited financial results of the company (consolidated and standalone) for the 3rd quarter ended 30 September 2026 are as per attachment.

The Quarter Report of the Company for the period ended 30 September 2026 will be transmitted through PUCARS separately, within specified time.

Yours truly,

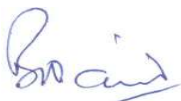


Faisal Nadeem Sheikh | Company Secretary

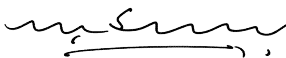
cc:
Director/HOD,
Surveillance, Supervision and Enforcement Department,
Securities and Exchange Commission of Pakistan
NIC Building, 63 Jinnah Avenue, Blue Area,
Islamabad

AVANCEON LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT SEPTEMBER 30, 2026

	Un-Audited Sep 30, 2026	Audited Dec. 31, 2025
(Rupees in '000)		
ASSETS		
NON CURRENT ASSETS		
Property and equipment	1,482,050	1,429,372
Capital work in progress	821,640	668,059
Intellectual property	4,816,809	4,800,208
Goodwill	221,810	221,810
Investment in JV	401,546	406,604
Deferred tax assets	32,659	32,805
Long term deposits	80,171	76,889
	7,856,684	7,635,746
CURRENT ASSETS		
Stock in trade	930,569	238,729
Trade debts	5,765,206	9,079,918
Contract assets	9,541,239	7,773,616
Advances, deposits, prepayments and other receivables	5,302,741	4,518,985
Term deposits with banks	-	786
Short term investments	607	577
Cash and bank balances	1,621,767	1,085,222
	23,162,128	22,697,833
TOTAL ASSETS	31,018,812	30,333,579
EQUITY AND LIABILITIES		
Authorised Capital		
Authorised capital 750,000,000 (2025: 500,000,000) ordinary shares of Rs 10 each	7,500,000	5,000,000
Issued, subscribed and paid-up capital		
429,667,346 (2025: 422,408,878) ordinary shares of Rs 10 each ordinary shares of Rs. 10 each	4,296,673	4,224,089
CAPITAL RESERVES		
Share premium	1,244,035	874,834
Employees' share compensation reserve	207,429	233,307
Statutory reserve	3,227	3,227
Exchange revaluation reserve	2,640,686	2,672,453
Gain on dilution of interest	631,367	631,367
Surplus on revaluation of property & equipment	324,148	325,884
	5,050,893	4,741,072
REVENUE RESERVES		
Un-appropriated Profit	4,447,244	5,956,929
	13,794,811	14,922,090
Non-controlling Interest	691,764	693,052
	14,486,575	15,615,142
NON CURRENT LIABILITIES		
Long term loans	38,367	36,229
Liabilities against assets subject to finance lease	112,653	122,974
Deferred liabilities	406,577	374,104
Diminishing musharaka	90,824	127,611
	648,420	660,918
CURRENT LIABILITIES		
Current portion of long term loans	18,416	25,143
Current portion of diminishing musharaka	61,368	74,876
Current portion of lease liabilities	12,161	564
Short term borrowings	4,538,682	3,029,249
Unclaimed / Unpaid dividend	349,988	142,541
Creditors, accrued and other liabilities	7,142,644	8,960,144
Contract liabilities	3,561,447	1,453,399
Taxation - Net	199,113	371,603
	15,883,817	14,057,519
CONTINGENCIES AND COMMITMENTS		
	31,018,812	30,333,579


Chief Executive Officer
Bakhtiar Hameed Wain

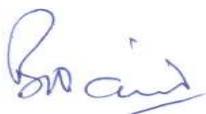

Chief Financial Officer
Ahsan Khalil


Director
Mohammad Shahid Mir

AVANCEON LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

	for the nine months ended		for the quarter ended	
	Sep 30, 2026	Sep 30, 2025	Sep 30, 2026	Sep 30, 2025
	(Rupees in '000)		(Rupees in '000)	
Revenues	11,872,363	7,403,916	4,835,177	2,166,212
Cost of revenue	(9,619,846)	(5,423,590)	(4,543,376)	(1,802,575)
Gross Profit / (loss)	2,252,518	1,980,326	291,801	363,637
Administrative and selling expenses	(2,739,964)	(1,811,169)	(829,360)	(493,209)
Other expenses	(156,103)	(83,947)	(50,186)	(44,279)
Other income	83,022	124,405	5,481	(37,921)
	(2,813,046)	(1,770,711)	(874,065)	(575,410)
Profit / (loss) from operations	(560,529)	209,615	(582,264)	(211,773)
Finance costs	(436,379)	(350,722)	(213,482)	(95,674)
Profit / (loss) before tax	(996,908)	(141,107)	(795,746)	(307,446)
Taxation	(88,325)	(8,040)	(29,635)	(9,694)
Profit / (loss) for the period	(1,085,233)	(149,147)	(825,381)	(317,140)
Attributable to:				
Equity holders of the holding company	(1,083,945)	(150,447)	(817,987)	(310,628)
Non-controlling interest	(1,288)	1,300	(7,394)	(6,512)
	(1,085,233)	(149,147)	(825,381)	(317,140)
Combined earnings/(loss) per share				
Basic	(2.53)	(0.36)	(1.93)	(0.75)
Diluted	(2.53)	(0.35)	(1.93)	(0.74)



Chief Executive Officer
Bakhtiar Hameed Wain



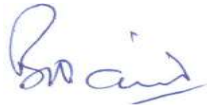
Chief Financial Officer
Ahsan Khalil



Director
Mohammad Shahid Mir

AVANCEON LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

	for the nine months ended		for the quarter ended	
	Sep 30, 2026	Sep 30, 2025	Sep 30, 2026	Sep 30, 2025
	(Rupees in '000)		(Rupees in '000)	
Profit / (loss) for the period	(1,085,233)	(149,147)	(825,381)	(317,140)
Other comprehensive income				
- Exchange difference on translating foreign operations	(31,767)	207,468	(10,636)	(91,229)
Total comprehensive income for the period	(1,117,000)	58,321	(836,017)	(408,370)
Attributable to:				
Equity holders of the Holding Company	(1,115,711)	57,021	(828,623)	(401,858)
Non-controlling interest	(1,288)	1,300	(7,394)	(6,512)
	(1,117,000)	58,321	(836,017)	(408,370)



Chief Executive Officer
Bakhtiar Hameed Wain



Chief Financial Officer
Ahsan Khalil



Director
Mohammad Shahid Mir

AVANCEON LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASHFLOWS (UN-AUDITED)
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

	for the nine months ended	
	Sep 30, 2026	Sep 30, 2025
	(Rupees in '000)	
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Profit/ (loss) before tax	(996,908)	(141,107)
Adjustments for:		
Depreciation on property and equipment	148,039	153,055
Exchange gain	112,608	51,075
Exchange revaluation reserve	(31,767)	207,468
Amortization	38,459	42,397
Provision for gratuity	28,638	59,655
Finance costs	436,379	350,722
Employees' share option expense	342,949	130,784
Reversal of ECL provision - contract assets	(45,027)	(6,148)
Provision for ECL - trade debts	29,753	18,583
Gain on disposal of fixed assets	(20,485)	(10,475)
Profit on bank deposits	(17)	(415)
	1,039,530	996,700
	42,622	855,593
Profit before working capital changes		
(Increase) / Decrease in current assets		
- Stock in trade	(646,813)	(781,336)
- Trade debts	3,177,358	1,158,341
- Contract assets	(1,767,623)	291,592
- Advances, deposits, prepayments and other receivables	(783,330)	(956,748)
(Decrease) / Increase in current liabilities		
- Creditors, accrued and other liabilities	(1,825,779)	(1,110,209)
- Contract liabilities	2,108,049	748,601
	261,861	(649,759)
Cash (used in) / generated from operations	304,483	205,834
Finance costs paid	(428,102)	(353,336)
Gratuity paid	3,834	(54,654)
Taxes paid	(260,668)	(96,692)
Net cash (used in) / generated from operating activities	(380,453)	(298,848)

Continued.....

for the nine months ended
Sep 30, 2026 **Sep 30, 2025**
(Rupees in '000)

Net cash (used in) / generated from operating activities **(380,453)** (298,848)

CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of property and equipment	(205,109)	(263,962)
Proceeds from disposal of property and equipment	24,877	10,475
Additions in intangible assets - capital work in progress	(153,581)	(188,383)
Additions in Intellectual property	(55,060)	(28,001)
Long term investments made	-	5,018
Decrease / (Increase) in short term investments	757	692
Profit on bank deposit	17	415
Net change in long term advances and deposits	(3,282)	8,801
Net cash (used in) / generated from investing activities	(391,381)	(454,944)

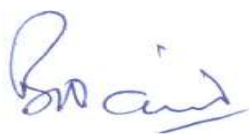
CASH FLOWS FROM FINANCING ACTIVITIES

Dividend paid	(220,030)	(8,136)
Issuance of shares	72,585	73,860
Long term loan (repaid)/ received	(4,588)	(18,238)
Finances under mark up arrangements and other credit facilities	1,509,432	637,973
Repayment of diminishing musharaka	(50,296)	(24,136)
Repayment of lease liabilities	1,276	(15,444)
Net cash (used in) / generated from financing activities	1,308,379	645,879

Net (decrease) / increase in cash and cash equivalents **536,545** (107,913)

Cash and cash equivalents at the beginning of year **1,085,222** 756,748

Cash and cash equivalents at the end of period **1,621,767** 648,835



Chief Executive Officer

Bakhtiar Hameed Wain



Chief Financial Officer

Ahsan Khalil

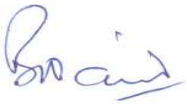


Director

Mohammad Shahid Mir

AVANCEON LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

	CAPITAL RESERVES							REVENUE RESERVES	Non-Controlling Interest	TOTAL
	Share capital	Share premium reserve	Gain on dilution of interest	Employee share compensation reserve	Statutory Reserve	Exchange revaluation reserve	Surplus on Revaluation of Property, Plant and Equipment	Un-appropriated profit / (loss)		
										(Rupees in '000)
Balance as at January 01, 2025	4,150,228	508,405	631,367	408,223	3,227	2,639,098	328,199	5,306,198	686,608	14,661,553
Profit for the period	-	-	-	-	-	-	-	647,440	7,420	654,860
Other comprehensive income	-	-	-	-	-	33,355	(2,315)	2,315	-	33,355
	-	-	-	-	-	33,355	(2,315)	649,755	7,420	688,215
Issuance of shares against ESOS	73,860	-	-	191,513	-	-	-	-	-	265,373
Employee share option reserve	-	366,429	-	(366,429)	-	-	-	-	-	-
Adjustment of NCI	-	-	-	-	-	-	-	976	(976)	-
	73,860	366,429		(174,916)				976	(976)	265,373
Balance as at December 31, 2025	4,224,089	874,834	631,367	233,307	3,227	2,672,453	325,884	5,956,929	693,052	15,615,142
Profit for the period	-	-	-	-	-	-	-	(1,083,945)	(1,288)	(1,085,233)
Other comprehensive income	-	-	-	-	-	(31,767)	(1,736)	1,736	-	(31,767)
	-	-	-	-	-	(31,767)	(1,736)	(1,082,208)	(1,288)	(1,117,000)
Issuance of shares against ESOS	72,585	369,202	-	(369,202)	-	-	-	-	-	72,585
10% Cash dividend for the year ended December 31, 2025	-	-	-	-	-	-	-	(427,476)	-	(427,476)
Employee share option reserve	-	-	-	343,324	-	-	-	-	-	343,324
	72,585	369,202	-	(25,878)	-	-	-	(427,476)	-	(11,567)
Balance as at September 30, 2026	4,296,673	1,244,035	631,367	207,429	3,227	2,640,686	324,148	4,447,244	691,764	14,486,575



Chief Executive Officer
Bakhtiar Hameed Wain



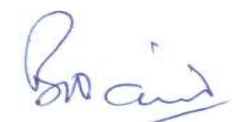
Chief Financial Officer
Ahsan Khalil



Director
Mohammad Shahid Mir

AVANCEON LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT SEPTEMBER 30, 2026

	Un-audited Sep 30, 2026	Audited Dec 31, 2025
	(Rupees in '000)	
ASSETS		
NON CURRENT ASSETS		
Property and equipment	652,209	666,184
Work in progress	374,710	271,467
Long term investments	1,351,795	1,351,795
Deposit for long term investments	4,188,478	4,241,795
Long term loans and deposits	14,314	10,302
	6,581,506	6,541,543
CURRENT ASSETS		
Stock in trade	183,513	79,028
Trade debts	3,408,216	3,385,511
Advances, deposits, prepayments and other receivables	2,160,346	1,707,664
Contract assets	785,176	250,994
Cash and bank balances	130,967	107,512
	6,668,219	5,530,709
TOTAL ASSETS	13,249,725	12,072,252
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorised Capital		
750,000,000 (2025: 500,000,000) ordinary shares of Rs 10 each	7,500,000	5,000,000
Issued, subscribed and paid-up capital		
429,667,346 (2025: 422,408,878) ordinary shares of Rs 10 each	4,296,673	4,224,089
CAPITAL RESERVES		
Share premium	1,244,541	875,339
Employees' share compensation reserve	104,460	155,438
Surplus on revaluation of property, plant & equipment	324,148	325,884
	1,673,149	1,356,662
REVENUE RESERVES		
Un-appropriated profit	2,188,052	2,585,793
	8,157,874	8,166,543
NON CURRENT LIABILITIES		
Long term diminishing musharaka	76,324	110,745
CURRENT LIABILITIES		
Current portion of long term diminishing musharaka	51,136	66,715
Short term borrowings	1,409,202	1,091,203
Contract liabilities	707,743	236,837
Unclaimed / Unpaid dividend	349,988	142,542
Creditors, accrued and other liabilities	2,429,396	2,179,086
Provision for taxation	68,063	78,581
	5,015,527	3,794,964
CONTINGENCIES AND COMMITMENTS		
	13,249,725	12,072,252


Chief Executive Officer
 Bakhtiar Hameed Wain


Chief Financial Officer
 Ahsan Khalil


Director
 Mohammad Shahid Mir

AVANCEON LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

	for the nine months ended		for the quarter ended	
	Sep 30, 2026	Sep 30, 2025	Sep 30, 2026	Sep 30, 2025
	(Rupees in '000)		(Rupees in '000)	
Revenues	3,142,366	1,813,089	1,607,541	597,520
Cost of revenue	(2,367,401)	(1,337,064)	(1,252,123)	(396,267)
Gross profit / (loss)	774,965	476,025	355,418	201,253
Administrative and selling expenses	(417,635)	(342,011)	(134,100)	(105,603)
Other expenses	(127,320)	(25,445)	(35,937)	(4,220)
Other income	76,128	167,458	7,726	(62,800)
	(468,828)	(199,998)	(162,311)	(172,623)
Profit / (loss) from operations	306,138	276,027	193,107	28,630
Finance costs	(210,076)	(147,376)	(74,173)	(28,825)
Profit / (loss) before tax	96,062	128,652	118,934	(195)
Taxation	(68,063)	4,652	(24,781)	(2,281)
Profit / (loss) for the period	27,999	133,304	94,153	(2,476)
Earning / (loss) per share				
Basic	0.07	0.32	0.22	(0.01)
Diluted	0.07	0.31	0.22	(0.01)



Chief Executive Officer
Bakhtiar Hameed Wain



Chief Financial Officer
Ahsan Khalil



Director
Mohammad Shahid Mir

AVANCEON LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

	for the nine months ended		for the quarter ended	
	Sep 30, 2026	Sep 30, 2025	Sep 30, 2026	Sep 30, 2025
	(Rupees in '000)		(Rupees in '000)	
Profit/(loss) for the period	27,999	133,304	94,153	(2,476)
Other comprehensive income				
Total comprehensive income / (loss) for the period	<u>27,999</u>	<u>133,304</u>	<u>94,153</u>	<u>(2,476)</u>



Chief Executive Officer
Bakhtiar Hameed Wair



Chief Financial Officer
Ahsan Khalil



Director
Mohammad Shahid Mir

AVANCEON LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CASHFLOWS (UN-AUDITED)
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

	for the nine months ended	
	Sep 30, 2026	Sep 30, 2025
	(Rupees in '000)	
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Profit/(loss) before tax	96,062	128,652
Adjustments for:		
Depreciation on property and equipment	94,727	87,270
Unrealised exchange (gain) / loss	98,900	(71,492)
Reversal of ECL provision - contract assets	(45,027)	-
Provision for ECL - trade debts	15,785	-
Provision for ECL - related parties	4,624	-
Employee share options	22,589	42,454
Gain on disposal of fixed assets	(20,485)	(10,368)
Markup on current account	(9,760)	-
Finance cost	210,076	147,376
Profit on bank deposits	(14)	(106)
	<u>371,415</u>	<u>195,134</u>
Profit before working capital changes	467,477	323,785
Effect on cash flow due to working capital changes:		
(Increase) / Decrease in current assets		
- Stock in trade	(59,458)	13,985
- Trade debts	(68,106)	(443,809)
- Contract assets	(534,182)	238,738
- Advances, deposits, prepayments and other receivables	(167,880)	62,558
Increase / (Decrease) in current liabilities		
- Creditors, accrued and other liabilities	154,516	(328,879)
- Contract liabilities	470,906	165,382
	<u>(204,204)</u>	<u>(292,024)</u>
Cash generated from operations	263,272	31,761
Finance cost paid	(114,281)	(92,864)
Income taxes paid	(78,581)	(52,374)
	<u>(192,863)</u>	<u>(145,238)</u>
Net cash generated from / (used in) operating activities	70,410	(113,477)

Continued.....

for the nine months ended	
Sep 30, 2026	Sep 30, 2025
(Rupees in '000)	

Net cash generated from / (used in) operating activities

70,410 (113,477)

CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of property and equipment
 Proceeds from sale of property and equipment
 Additions in intangible assets - Capital work in progress
 Profit on bank deposits
 Net change in long term advances and deposits

(85,143)	(48,466)
24,877	10,368
(103,243)	(155,190)
14	106
(4,012)	(3,038)
(167,507)	(196,218)

Net cash generated from / (used in) investing activities

CASH FLOWS FROM FINANCING ACTIVITIES

Finances under mark-up arrangements and other credit facility obtained
 Proceed from issuance of shares against ESOS
 Dividend paid
 Share issuance
 Repayment of diminishing musharaka

317,998	321,673
-	73,860
(220,030)	(450)
72,585	-
(50,000)	(33,771)
120,553	361,312

Net cash used in financing activities

Net increase/(decrease) in cash and cash equivalents

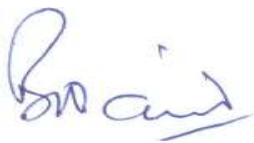
23,455 51,617

Cash and cash equivalents at the beginning of period

107,512 19,351

Cash and cash equivalents at the end of period

130,967 70,967



Chief Executive Officer
 Bakhtiar Hameed Wain



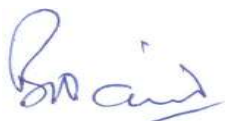
Chief Financial Officer
 Ahsan Khalil



Director
 Mohammad Shahid Mir

AVANCEON LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2026

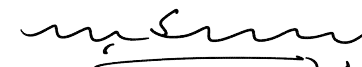
	CAPITAL RESERVES				REVENUE	TOTAL
	Share Capital	Share Premium	Employees' Share Compensation Reserve	Surplus on Revaluation of Property & Equipment	Un-appropriated profit / (loss)	
						(Rupees in '000)
Balance as at January 01, 2025	4,150,228	508,910	370,740	328,199	2,523,297	7,881,374
Profit for the period	-	-	-	-	60,181	60,181
Other comprehensive income	-	-	-	(2,315)	2,315	-
	-	-	-	(2,315)	62,496	60,181
Issuance of shares against ESOS	73,860	-	151,127	-	-	224,987
Employee share option reserve	-	366,428	(366,428)	-	-	-
	73,860	366,428	(215,301)	-	-	224,987
Balance as at December 31, 2025	4,224,089	875,339	155,438	325,884	2,585,793	8,166,543
Profit for the period	-	-	-	-	27,999	27,999
Transfer from revaluation surplus on account of incremental dep.	-	-	-	(1,736)	1,736	-
	-	-	-	(1,736)	29,735	27,999
Issuance of shares against ESOS	72,585	369,202	(369,202)	-	-	72,585
10% Cash dividend for the year ended December 31, 2025	-	-	-	-	(427,476)	(427,476)
Employee share option reserve	-	-	318,223	-	-	318,223
	72,585	369,202	(50,979)	-	(427,476)	(36,668)
Balance as at September 30, 2026	4,296,673	1,244,541	104,460	324,148	2,188,052	8,157,874



Chief Executive Officer
Bakhtiar Hameed Wain



Chief Financial Officer
Ahsan Khalil



Director
Mohammad Shahid Mir