

3RD QUARTERLY REPORT 31ST MARCH



2023



Telecard Limited



Company Information

Board of Directors

Mr. Pervez Sadiq (Chairman)
Syed Aamir Hussain (CEO)
Syed Hashim Ali
Mr. Waseem Ahmad
Mr. Muddabir Husain
Mr. Asad Mujtaba Naqvi
Mrs. Fabzia Ahsen

Board Audit Committee

Mr. Asad Mujtaba Naqvi(Chairman)
Mr. S.M. Pervez Sadiq
Mr. Muddabir Husain

Human Resource & Remuneration Committee

Mr. Asad Mujtaba Naqvi(Chairman)
Syed Aamir Hussain
Mrs. Fabzia Ahsen

Chief Executive Officer

Syed Aamir Hussain

Legal Advisor

Mohsin Tayebaly & Co.

Chief Financial Officer

Syed Hashim Ali

Company Secretary

Mr. Waseem Ahmad

Banks

Habib Metropolitan Bank Ltd
Meezan Bank Limited
Bank Al – Habib Limited
Silk Bank Limited
Habib Bank Limited

Registrar and Share Transfer Office

Jwaffs Registrar Services (Pvt.) Ltd.
407-408, 4th Floor, Al Ameera Centre
Sharah-e-Iraq Karachi

Registered Office

3rd Floor, 75 East, Blue Area,
Fazal-ul-Haq Road, Islamabad
Pakistan

Corporate Office

7th Floor, World Trade Center, 10-Khayaban-
e-Roomi, Clifton, Karachi
Pakistan



Directors' Report

The Board of Directors of Telecard Limited (the Company) are pleased to present the Financial Statements and review of your Company's performance for the period ended March 31, 2023.

Financial Performance

On a consolidated basis, the Company reported a revenue of Rs. 3,864 million (against Rs. 3,142 million in the same period last year) and a Gross Profit (G.P) of Rs. 1,382 million as against a G.P of Rs. 1,173 million during the corresponding financial period due to enhanced revenue. However, the gross profit ratio has reduced on a consolidated basis from 37% to 36% due to change in the composition of the revenue mix. The profit before tax stood at Rs. 409 million against Rs. 581 million for the corresponding period. The main reason for this reduction, is the increase in finance cost in the current period arising due to an unprecedented increase in the interest rates in the country and partly due to the fact that last year we had another income arising consequent to the successful restructuring of the Term Finance Certificate (TFC). The Earning Per Share (EPS) is Rs. 0.91 in comparison to Rs. 1.12 in the related period.

On a standalone basis, the top line revenue for the period was 16% higher, translating into Rs. 1,233 million against Rs. 1,059 million for the corresponding financial period resulting in an enhanced G.P of Rs. 544 million compared to Rs. 523 million in the corresponding period. However, the G.P ratio came down from 49% in the corresponding period to 44% in the current period due to changed composition of the revenue mix.

Moreover, an increase in administrative and distribution cost coupled with increase in finance cost also impacted the bottom-line bringing it down to Rs. 110 million against Rs. 154 million previously. The EPS is Rs. 0.32 compared to Rs. 0.49 in the corresponding period.

Future Outlook - Challenge and Way Forward

Your Company is poised to leverage its inherent advantage in experienced and trained human resources, established inroads into Enterprise Segment and already functional business lines to explore opportunities in technology sector with a focus to enhance revenues, profitability and diversification of its revenue streams.

Acknowledgement

The Board would like to acknowledge the dedication and hard work by entire Telecard Limited team to achieve positive business results in this period and wish them all the best for the year.

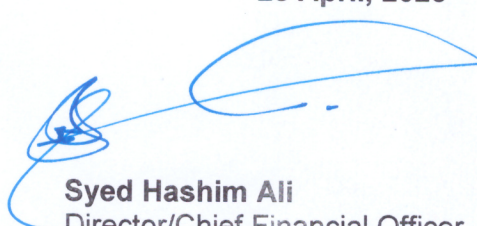
Your directors close this report by thanking you of your continued confidence and for the opportunity to serve you.

On behalf of the Board


Syed Aamir Hussain
Chief Executive Officer



28 April, 2023


Syed Hashim Ali
Director/Chief Financial Officer

TELECARD LIMITED

Corporate Office: World Trade Center, 10, Kh. Roomi, Block-5, Clifton, Karachi-75600

PABX: (92-21) 38330000 UAN: 111-222-123 Fax: (92-21) 35867850

www.telecard.com.pk

TELECARD LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2023

	Note	Mar 31, 2023 (Un-audited)	June 30, 2022 (Audited)
---(Rupees in '000')---			
ASSETS			
NON-CURRENT ASSETS			
Fixed assets			
Property and equipment	4	334,932	356,005
Intangible assets	5	2,575	4,041
Right-of-use assets	6	12,420	21,763
		349,927	381,809
Long-term investments		310,266	310,266
Long-term deposits		57,613	57,613
Deferred taxation		117,535	105,961
		835,341	855,649
CURRENT ASSETS			
Trade debts		679,406	472,705
Loans and advances		24,500	69,072
Deposits and prepayments		66,832	47,435
Accrued mark-up / profit	7	12,882	30,328
Other receivables	8	2,560,706	2,627,816
Taxation – net		124,054	82,979
Bank balances	9	8,201	4,231
		3,476,581	3,334,566
TOTAL ASSETS		4,311,922	4,190,215

The annexed notes from 1 to 20 form an integral part of these unconsolidated financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR



TELECARD LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2023

	Note	Mar 31, 2023 (Un-audited)	June 30, 2022 (Audited)
----- (Rupees in '000') -----			
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share capital authorised			
400,000,000 (2022: 400,000,000) ordinary shares of Rs. 10/- each		<u>4,000,000</u>	<u>4,000,000</u>
Capital reserves			
Issued, subscribed and paid-up capital	10	3,386,250	3,150,000
Accumulated loss		<u>(636,265)</u>	<u>(510,046)</u>
		2,749,985	2,639,954
NON-CURRENT LIABILITIES			
Long-term financing	11	654,876	696,797
Lease liabilities	12	7,666	9,546
Deferred liabilities		5,596	5,517
		668,138	711,860
CURRENT LIABILITIES			
Trade and other payables	13	619,145	655,149
Unclaimed dividend		4,394	4,394
Accrued interest / mark-up		68,560	64,299
Current portion of long term financing and lease liabilities	14	201,700	114,559
		893,799	838,401
Contingencies & commitments	15		
TOTAL EQUITY AND LIABILITIES		<u>4,311,922</u>	<u>4,190,215</u>

The annexed notes from 1 to 20 form an integral part of these unconsolidated financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

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TELECARD LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

	Nine months ended		Quarter ended	
	Mar 31, 2023	Mar 31, 2022	Mar 31, 2023	Mar 31, 2022
	----- (Rupees in '000') -----			
Revenue – net	1,233,464	1,059,368	442,285	369,923
Direct costs	(688,969)	(536,628)	(239,788)	(185,253)
Gross profit	544,495	522,740	202,497	184,670
Distribution costs and administrative expenses	(355,855)	(312,473)	(120,926)	(101,156)
Other income	14,824	169,196	700	1,108
	(341,031)	(143,277)	(120,226)	(100,048)
Operating profit	203,464	379,463	82,271	84,622
Finance costs	(82,893)	(48,782)	(27,017)	(24,786)
Profit before taxation	120,571	330,681	55,254	59,836
Taxation	(10,540)	(176,733)	(9,217)	(13,949)
Net Profit for the period	110,031	153,948	46,037	45,887
Earning per share - basic and diluted (rupees)	0.32	(Restated) 0.49	0.14	(Restated) 0.15

The annexed notes from 1 to 20 form an integral part of these unconsolidated financial statements.


CHIEF EXECUTIVE OFFICER

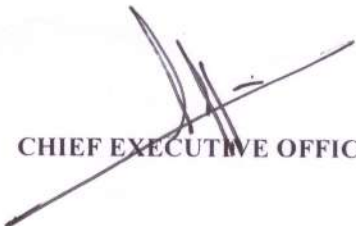

CHIEF FINANCIAL OFFICER


DIRECTOR

TELECARD LIMITED
 CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF OTHER
 COMPREHENSIVE INCOME (UN-AUDITED)
 FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

	Nine months ended		Quarter ended	
	Mar 31, 2023	Mar 31, 2022	Mar 31, 2023	Mar 31, 2022
	----- (Rupees in '000') -----			
Net Profit for the period	110,031	153,948	46,037	45,887
Other comprehensive income	-	-	-	-
Total comprehensive Income for the period	110,031	153,948	46,037	45,887

The annexed notes from 1 to 20 form an integral part of these unconsolidated financial statements.


 CHIEF EXECUTIVE OFFICER


 CHIEF FINANCIAL OFFICER


 DIRECTOR


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TELECARD LIMITED

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

	Issued, subscribed and paid-up capital	Accumulated loss	Total
	----- (Rupees in '000') -----		
Balance as at June 30, 2021 - (Audited)	3,000,000	(657,743)	2,342,257
Net profit for the period	-	153,948	153,948
Other comprehensive income	-	-	-
Total comprehensive income for the period	-	153,948	153,948
Issuance of bonus	150,000	(150,000)	-
Balance as at Mar 31, 2022 - (Un-audited)	<u>3,150,000</u>	<u>(653,795)</u>	<u>2,496,205</u>
Balance as at June 30, 2022 - (Audited)	3,150,000	(510,046)	2,639,954
Net profit for the period	-	110,031	110,031
Other comprehensive income	-	-	-
Total comprehensive income for the period	-	110,031	110,031
Issuance of bonus	236,250	(236,250)	-
Balance as at Mar 31, 2023 - (Un-audited)	<u>3,386,250</u>	<u>(636,265)</u>	<u>2,749,985</u>

The annexed notes from 1 to 20 form an integral part of these unconsolidated financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR




TELECARD LIMITED

CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

	Nine months ended	
	Mar 31, 2023	Mar 31, 2022
	----- (Rupees in '000') -----	
Cash generated from operations	188,303	102,544
Income tax paid	(64,940)	(26,971)
Finance cost paid	(77,282)	(793)
Finance cost against lease liabilities paid	(1,350)	(3,311)
	<u>(143,572)</u>	<u>(31,075)</u>
Net Cash generated from operating activities	44,732	71,469
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(10,181)	(7,391)
Proceeds from disposal of fixed assets	2,800	7,195
	<u>(7,381)</u>	<u>(196)</u>
CASH FLOWS FROM FINANCING ACTIVITY		
Payment made against diminishing musharakah	(23,800)	(18,080)
Principal paid against lease liability	(9,581)	(13,677)
Net cash used in investing activities	(33,381)	(31,757)
Net increase / (decrease) in cash and cash equivalents	3,970	39,516
Cash and cash equivalents at the beginning of the period	<u>4,231</u>	<u>6,568</u>
Cash and cash equivalents at the end of the period	<u>8,201</u>	<u>46,084</u>

The annexed notes from 1 to 20 form an integral part of these unconsolidated financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR



TELECARD LIMITED

NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

1. THE COMPANY AND ITS OPERATIONS

Telecard Limited (the Company) was incorporated in Pakistan on October 29, 1992 as a public limited company under the repealed Companies Ordinance, 1984 (the Ordinance), [Repealed with the enactment of Companies Act, 2017]. The shares of the Company are listed on the Pakistan Stock Exchange. The Company itself and through its subsidiary is licensed to provide fully integrated telecommunication services, these include basic wireless telephony, long distance and international services.

The registered office of the Company is located at World Trade Centre 75-East Blue Area, Fazal-ul-Haq road, Islamabad. The principal place of business of the Company is located at World Trade Centre, 10- Khayaban-e-Roomi, Clifton, Karachi while the site office is situated at B-1, SITE area, Manghopir road, Karachi.

The regional offices of the Company are situated at the following:

- House no. 1 White House Lane near Aitchison College, Sundreas Road, Zaman Park, Lahore.
- Near Guttwala Bridge Sheikhpura Road, Faisalabad.
- 4th Floor, Evacuee Trust Property Board Building Opposite PTCL Dera Adda Exchange Multan.

2. BASIS OF PREPARATION

The condensed interim unconsolidated financial statements has been prepared for the nine months period ended March 31, 2023 in accordance with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting" and provisions of and directives issued under the Companies Act 2017. In case where the requirements differ, the provisions of or directives issued under the Companies Act 2017 shall prevail.

The condensed interim unconsolidated financial statements is being submitted to the shareholders as required by the listing regulation of Pakistan Stock Exchange vide section 237 of the Companies Act,

The condensed interim unconsolidated financial statements does not include all the information and disclosures required in an annual financial statements and should be read in conjunction with the annual audited financial statements as at and for the year ended June 30, 2022.

3. SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS

The preparation of condensed interim unconsolidated financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reporting amounts of assets and liabilities, income or expenses. Actual results may differ from these

The accounting policies, estimates, judgments and methods of computation adopted for the preparation of the condensed interim unconsolidated financial statements are same as those applied in the preparation of the annual financial statements of the Company as at and for the year ended June 30, 2022.



		Mar 31, 2023 (Un-audited)	June 30, 2022 (Audited)
	Note	--- (Rupees in '000') ---	
4. PROPERTY, PLANT AND EQUIPMENT			
4.1 Operating fixed assets			
Opening net book value		356,005	410,011
Additions during the period / year	4.1.1	10,181	11,537
		<u>366,186</u>	<u>421,548</u>
Net book value of disposals during the period / year		(1)	(7,225)
Depreciation charged during the period / year		(31,253)	(58,318)
		<u>(31,254)</u>	<u>(65,543)</u>
		<u><u>334,932</u></u>	<u><u>356,005</u></u>
4.1.1 Details of additions during the current period / year are as follows:			
Owned			
Apparatus, plant and equipment		8,797	8,535
Computers & accessories		768	2,536
Vehicles		-	84
Furniture, fixtures and office equipment		616	382
		<u>10,181</u>	<u>11,537</u>
5. INTANGIBLE ASSETS			
At cost			
Local loop (LL) license		8,120	8,120
Long distance international (LDI) license		29,029	29,029
		<u>37,149</u>	<u>37,149</u>
Accumulated amortisation to date		(34,574)	(33,108)
		<u>2,575</u>	<u>4,041</u>
6. RIGHT-OF-USE ASSETS			
Opening net book value		21,763	35,243
Depreciation for the period		(9,343)	(13,480)
Closing net book value		<u>12,420</u>	<u>21,763</u>
7. ACCRUED MARK-UP			
Due from a bank		7,000	7,000
Others		5,882	23,328
		<u>12,882</u>	<u>30,328</u>

Mar 31, **June 30,**
2023 **2022**
(Un-audited) **(Audited)**
 ---- (Rupees in '000') ----

8. OTHER RECEIVABLES

Considered good

Karachi Relief Rebate Package	349,954	349,954
Due from PTCL against PTA-Escrow	96,041	96,041
In Escrow account with PTA	352,594	352,594
Pakistan Telecommunication Authority - APC for USF	1,547,559	1,547,559
Pakistan Telecommunication Authority - ARFSF	118,135	118,135
Pakistan Telecommunication Authority - others	47,197	117,197
Claim against a bank	998	998
Due from a contractor	3,422	3,212
Punjab Revenue Authority (PRA)	34,956	34,956
Others	9,850	7,170
	2,560,706	2,627,816

Considered doubtful

Pakistan Telecommunication Authority	76,428	76,428
Due from PTCL against WPS	243,890	243,890
	320,318	320,318
Loss allowance for receivables considered doubtful	(320,318)	(320,318)
	-	-
	2,560,706	2,627,816

9. BANK BALANCES

In current accounts

Local currency	322	1,957
Foreign currency	169	21
	491	1,978

In saving accounts

Local currency	7,710	2,253
	8,201	4,231

10. ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

315,000 ordinary shares of Rs. 10/each	3,150,000	3,000,000
Bonus shares allotted during the period / year	236,250	150,000
	3,386,250	3,150,000

Mar 31, June 30,
2023 2022
(Un-audited) (Audited)
---- (Rupees in '000') ----

11. LONG TERM FINANCING

Secured

Diminishing musharakah	42,614	60,294
Current maturity shown under current liabilities	(18,876)	(24,200)
	23,738	36,094

Term finance certificates	804,923	734,322
Current maturity shown under current liabilities	(173,785)	(73,619)
	631,138	660,703
	654,876	696,797

12. LEASE LIABILITIES

Lease liabilities	16,705	26,286
Current portion of lease liabilities	(9,039)	(16,740)
	7,666	9,546

13. TRADE AND OTHER PAYABLES

Pakistan Telecommunication Company Limited (PTCL)

Interconnect operators	5,032	7,264
Others	365,454	131,813
	370,486	139,077

Other payables

Current accounts with related parties	39,589	246,226
Accrued liabilities	168,860	157,139
Contract liability to customers	772	772
Workers' welfare fund	4,964	4,964
Others	40,170	106,319
	248,659	515,420
	619,145	654,497

14. CURRENT PORTION OF LONG TERM FINANCING AND LEASE LIABILITIES

Current maturity of diminishing musharakah	18,876	24,200
Term finance certificates	173,785	73,619
Current maturity of lease liability	9,039	16,740
	201,700	114,559

15. CONTINGENCIES AND COMMITMENTS

15.1 Contingencies

There has been no significant change in the status of contingencies as reported in the annual unconsolidated financial statements for the year ended June 30, 2022.

Nine months ended	
Mar 31,	Mar 31,
2023	2022

15.2 Commitments

Counter guarantees given to banks

47,225	47,225
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16. TRANSACTIONS WITH RELATED PARTIES

The related parties include a subsidiary company, entities having directors in common with the Company, major shareholders of the Company, directors and other key management personnel and retirement benefit plans. Transactions with related parties, other than those disclosed elsewhere in the financial statements are as under:

Nine months ended	
Mar 31,	Mar 31,
2023	2022

Subsidiary of wholly owned subsidiary company

Supernet E-Solutions (Private) Limited

Services received

36	4,131
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Key Management Personnel

Remuneration and benefits

83,713	74,362
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Staff retirement benefits - provident fund

2,021	5,600
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17. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual unconsolidated financial statements for the year ended June 30, 2022.

18. CORRESPONDING FIGURES

Certain corresponding figures have been reclassified and rearranged for the purpose of better presentation, however, there were no material reclassifications.

19. AUTHORISATION FOR ISSUE

These condensed interim unconsolidated financial statements were authorised for issue on 28 April 2023 by the Board of Directors of the Company.

20. GENERAL

Figures have been rounded off to the nearest thousand rupees except as stated otherwise.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR



TELECARD LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2023

		(Un-audited) Mar 31, 2023	(Audited) June 30, 2022
	Note	----- (Rupees in '000') -----	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	4	778,067	684,415
Intangible assets		75,361	77,044
Right-of-use assets	5	23,144	23,830
		<u>876,572</u>	<u>785,289</u>
Long-term deposits		57,708	57,708
Deferred taxation		148,800	169,576
		<u>1,083,080</u>	<u>1,012,573</u>
CURRENT ASSETS			
Communication stores		255,962	170,160
Short term investment		-	125,000
Trade debts		1,949,682	2,090,805
Loans and advances		486,072	268,180
Deposits and prepayments		69,090	154,945
Accrued mark-up		12,882	30,328
Other receivables	6	2,794,737	2,672,739
Taxation – net		266,717	165,465
Cash and bank balances		468,508	105,129
		<u>6,303,650</u>	<u>5,782,751</u>
TOTAL ASSETS		<u><u>7,386,730</u></u>	<u><u>6,795,324</u></u>

The annexed notes from 1 to 14 form an integral part of these condensed interim consolidated financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

TELECARD LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2023

		(Un-audited) Mar 31, 2023	(Audited) June 30, 2022
	Note	----- (Rupees in '000') -----	
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised share capital			
400,000,000 (June 30, 2022: 400,000,000) ordinary shares of Rs. 10/- each		<u>4,000,000</u>	<u>4,000,000</u>
Issued, subscribed and paid-up capital	7	<u>3,386,250</u>	3,150,000
Foreign currency translation reserve		94,007	26,129
Accumulated profit / (loss)		<u>741,113</u>	<u>670,449</u>
Capital and reserves attributable to the owners of the Holding Group		<u>4,221,370</u>	3,846,578
Non-controlling interest		<u>276,180</u>	<u>246,126</u>
TOTAL EQUITY		<u>4,497,550</u>	<u>4,092,704</u>
NON-CURRENT LIABILITIES			
Long-term financing	8	<u>654,876</u>	696,797
Lease liabilities		<u>18,862</u>	10,162
Deferred liabilities		<u>7,266</u>	7,936
		<u>681,004</u>	714,895
CURRENT LIABILITIES			
Trade and other payables	9	<u>1,755,309</u>	1,632,643
Unclaimed dividend		<u>4,394</u>	4,394
Accrued interest/mark-up		<u>68,560</u>	71,614
Short term finance and current portion of long term financing and lease liabilities		<u>379,913</u>	279,074
		<u>2,208,176</u>	1,987,725
Contingencies & commitments	10		
TOTAL EQUITY AND LIABILITIES		<u>7,386,730</u>	<u>6,795,324</u>

The annexed notes from 1 to 14 form an integral part of these condensed interim consolidated financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

TELECARD LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

	Nine months period ended		Quarter ended	
	Mar 31,		Mar 31,	
	2023	2022	2023	2022
	----- (Rupees in '000') -----			
Revenue – net	3,863,918	3,141,559	1,607,593	1,213,958
Direct costs	(2,481,602)	(1,968,445)	(1,033,134)	(797,056)
Gross profit	1,382,316	1,173,114	574,459	416,902
Administrative & distribution costs	(833,020)	(668,787)	(316,857)	(226,146)
Other income / (expense)	(22,503)	143,947	(44,928)	(2,567)
	(855,523)	(524,840)	(361,785)	(228,713)
Operating profit	526,793	648,274	212,674	188,189
Finance costs	(118,229)	(66,786)	(39,019)	(31,252)
Profit before taxation	408,564	581,488	173,655	156,937
Taxation	(71,596)	(230,522)	(41,962)	(38,921)
Profit for the period	336,968	350,966	131,693	118,016
Profit / (loss) is attributable to:				
Owners of the Holding Group	306,914	351,297	126,190	118,239
Non-controlling interests	30,054	(331)	5,503	(223)
	336,968	350,966	131,693	118,016
		Restated		Restated
		-----Rupees-----		
Earning per share - basic & diluted	0.91	1.12	0.37	0.38

The annexed notes from 1 to 14 form an integral part of these condensed interim consolidated financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

TELECARD LIMITED
 CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
 FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

	Nine months period ended		Quarter ended	
	Mar 31,		Mar 31,	
	2023	2022	2023	2022
	----- (Rupees in '000') -----			
Net profit for the period	336,968	350,966	131,693	118,016
<i>Items that may be reclassified to profit or loss</i>				
Exchange differences on translation of foreign operation	67,878	8,372	51,017	372
Total comprehensive income for the period	404,846	359,338	182,710	118,388
Total comprehensive income / (loss) attributable to:				
Owners of the Holding Group	374,792	359,669	177,207	118,611
Non-controlling interests	30,054	(331)	5,503	(223)
	404,846	359,338	182,710	118,388

The annexed notes from 1 to 14 form an integral part of these condensed interim consolidated financial statements.


 CHIEF EXECUTIVE OFFICER


 CHIEF FINANCIAL OFFICER


 DIRECTOR



TELECARD LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

	Attributable to the owner of Holding Co.				Total
	Issued subscribed paid-up capital	Accumulated profit / (loss)	Foreign currency translation reserve	Non - controlling interest	
	----- (Rupees in '000') -----				
Balance as at June 30, 2021 (Audited)	3,000,000	174,625	(984)	(2,080)	3,171,561
Net profit for the period	-	351,297	-	(331)	350,966
Other comprehensive income	-	-	8,372	-	8,372
Total comprehensive income / (loss) for the period	-	351,297	8,372	(331)	359,338
Balance as at March 31, 2021 (Un-audited)	3,000,000	525,922	7,388	(2,411)	3,530,899
Balance as at June 30, 2022 (Audited)	3,150,000	670,449	26,129	246,126	4,092,704
Net Profit/(loss) for the period	-	306,914	-	30,054	336,968
Other comprehensive income	-	-	67,878	-	67,878
Total comprehensive income	-	306,914	67,878	30,054	404,846
Total comprehensive loss for the period	236,250	(236,250)	-	-	-
Issuance of bonus shares	3,386,250	741,113	94,007	276,180	4,497,550
Balance as at March 31, 2023 (Un-audited)	3,386,250	741,113	94,007	276,180	4,497,550

The annexed notes from 1 to 14 form an integral part of these condensed interim consolidated financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

TELECARD LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

	Nine months period ended	
	Mar 31,	
	2023	2022
	---- (Rupees in '000') ----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash generated from operations	865,516	295,753
Income tax paid	(176,240)	(101,938)
Finance costs paid	(116,127)	(16,639)
Net cash generated from operating activities	573,149	177,176
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(265,242)	(112,993)
Proceeds from disposal of property, plant and equipment	2,800	7,396
Net cash used in investing activities	(262,442)	(105,597)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long-term finances-net	(12,356)	(41,518)
Lease rentals against right-of-use assets	3,544	(19,097)
Short-term running financing- net	(6,394)	(6,394)
Net cash used in financing activities	(15,206)	(67,009)
Exchange difference on translation of foreign subsidiary	67,878	8,372
Net increase/ (decrease) in cash and cash equivalents	363,379	12,943
Cash and cash equivalents at the beginning of the year	105,129	165,764
Cash and cash equivalents at the end of the period	468,508	178,707

The annexed notes from 1 to 14 form an integral part of these condensed interim consolidated financial sta


CHIEF EXECUTIVE OFFICER


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DIRECTOR

TELECARD LIMITED
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

I. THE GROUP AND ITS OPERATIONS

The Group comprises of:

- > Telecard Limited - Holding Company
- > Supernet Limited - Subsidiary Company
- > Telegateway Limited - Subsidiary Company
- > Nexus Communications (Private) Limited - Subsidiary Company
- > Glitz Communications (Private) Limited - Subsidiary Company
- > Globetech Communications (Private) Limited - Subsidiary Company
- > Supernet Infrastructure Solutions (Private) Limited
- > Supernet E-Solution (Pvt) Limited - Subsidiary Company of Supernet Limited
- > Supernet Secure Solution (Private) Limited - Subsidiary Company of Supernet Limited
- > Phoenix Global ZSE - Subsidiary Company of Supernet Limited

Telecard Limited was incorporated in Pakistan on October 29, 1992 as a public limited Group. The shares of the Holding Group are listed on the Pakistan Stock Exchange. The Holding Group is licensed to provide fully integrated telecommunication services, including basic wireless telephony, long distance and international services and payphones. The registered office of the Holding Group is located at World Trade Centre 75-East Blue Area, Fazal-ul-Haq road, Islamabad. The principal place of business of the Group is located at World Trade Centre, 10- Khayaban-e-Roomi, Clifton, Karachi.

Supernet Limited is engaged in providing satellite and microwave communication services e.g. internet, radio links, Single Channel Per Carrier (SCPC), Time Division Multiple Access (TDMA), etc. and sale and installation of related equipment and accessories. Telecard Limited holds 81.19% equity of Supernet Limited.

Telegateway Limited is engaged in the business of providing means of communicating audio, video or audio/video messages transmitted by radio cable, impulses and beams or by any combination thereof or by any other means through space, air, land, water, underground or underwater as permissible under the law. Telecard Limited holds 100% equity of Telegateway Limited. The Company is currently inactive.

Nexus Communications (Private) Limited has been incorporated to provide telecommunication and other related services. Telecard Limited holds 100% equity of Nexus Communications (Private) Limited. The Company is currently inactive.

Glitz Communications (Private) Limited has been incorporated to provide telecommunication and other related services. Telecard Limited holds 100% equity of Glitz Communications (Private) Limited. The Company is currently inactive.

Globetech Communications (Private) Limited has been incorporated to provide telecommunication and other related services. Telecard Limited holds 100% equity of Globetech Communications (Private) Limited. The Company is currently inactive.

Supernet Infrastructure Solutions (Private) Limited is engaged in the business of consultancy supplies and deals in all type of computer accessories, software, hardware, system integration and multimedia services. Supernet Limited holds 100% equity of Supernet Infrastructure Solutions (Private) Limited.

Supernet E-Solutions (Private) Limited is engaged in providing telecommunication solutions and other IT related services. Supernet Limited holds 100% equity of Supernet-E-Solution (Private) Limited.

Supernet Secure Solutions (Private) Limited is engaged in providing networking support services. Supernet Limited holds 80% equity of Supernet Secure Solutions (Private) Limited.

Phoenix Global FZE, a Group based in United Arab Emirates (UAE). Its principle business is provision of telecommunication services and sales of telecom equipment within UAE. Supernet Limited holds 100% equity of Phoenix Global FZE. The registered office of the Group is located at World Trade Centre, 75, East Blue Area, Fazal-ul-Haq Road, Islamabad.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim consolidated financial statements comprise the financial statements of the Holding Company and its subsidiary companies and prepared using uniform accounting policies. The assets, liabilities, income and expenses of the subsidiary companies have been consolidated on a line by line basis. Inter-group transactions and balances have been eliminated for the purpose of consolidation.

3. ACCOUNTING POLICIES

The accounting policies and methods of computation followed in the preparation of these condensed interim consolidated financial statements are same as those applied in preparing the consolidated financial statements for the year ended June 30, 2022.

	(Un-audited) Mar 31, 2023	(Audited) June 30, 2022
Note	---- (Rupees in '000') ----	
4. PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets	778,067	684,415
4.1 Operating fixed assets		
Opening net book value	684,415	723,785
Additions during the period / year	265,242	171,353
	<u>949,657</u>	<u>895,138</u>
Net book value of disposal during the period / year	(2,240)	(7,225)
Depreciation charged during the period / year	(169,350)	(203,498)
	<u>(171,590)</u>	<u>(210,723)</u>
	<u>778,067</u>	<u>684,415</u>
5. RIGHT-OF-USE ASSETS		
Opening net book value	23,830	39,316
Reassessment of lease	11,385	-
Depreciation for the period / year	(12,071)	(15,486)
Closing net book value	<u>23,144</u>	<u>23,830</u>

(Un-audited) (Audited)
 Mar 31, June 30,
 2023 2022
 -- (Rupees in '000) --

6. OTHER RECEIVABLES

Considered good

Karachi Relief Rebate	349,954	349,954
Amount withheld by PTCL against PTA-Escrow In Escrow account with PTA	96,041	96,041
Pakistan Telecommunication Authority - APC for USF	352,594	352,594
Pakistan Telecommunication Authority - ARFSF	1,547,559	1,547,559
Pakistan Telecommunication Authority - others	118,135	118,135
Claim against a bank	47,197	117,197
Insurance claims	998	998
Due from a contractor	5,042	4,756
Punjab Revenue Authority (PRA)	3,422	3,212
Deposit with FBR under tax amnesty scheme	34,956	34,956
Others	-	2,991
	238,839	44,346
	2,794,737	2,672,739

Considered doubtful

Due from PTCL against WPS	243,890	243,890
Pakistan Telecommunication Authority	76,428	76,428
	320,318	320,318
Loss allowance for receivables considered doubtful	(320,318)	(320,318)
	-	-
	2,794,737	2,672,739

7. ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

315,000 ordinary shares of Rs. 10/each	3,150,000	3,000,000
Bonus shares allotted during the period / year	236,250	150,000
	3,386,250	3,150,000

	(Un-audited) Mar 31, 2023	(Audited) June 30, 2022
Note	-- (Rupees in '000) --	
8. LONG-TERM FINANCING		
Secured		
From banks and financial institutions		
Term Finance	18,282	23,438
Diminishing Musharaka	42,614	60,294
	60,896	83,732
Current maturity:		
Term Finance	(18,282)	(23,438)
Diminishing Musharaka	(18,876)	(24,200)
Current maturity shown under current liabilities	(37,158)	(47,638)
	23,738	36,094
Term Finance Certificates	804,923	734,322
Current maturity shown under current liabilities	(173,785)	(73,619)
	631,138	660,703
	654,876	696,797
9. TRADE AND OTHER PAYABLES		
Pakistan Telecommunication Group Limited (PTCL)		
Interconnect operators	5,032	7,264
Others	1,434,543	1,260,676
	1,439,575	1,267,940
Other payables		
Contractual liability to customers	772	9,644
Advances from franchisees	200	200
Accrued liabilities	220,358	232,313
Payable to employees provident fund	127	2,782
Workers' welfare fund	7,746	7,218
Others	86,531	112,546
	315,734	364,703
	1,755,309	1,632,643
10. CONTINGENCIES AND COMMITMENTS		
(a) Contingencies		
10.1 There has been no change in the status of other contingencies reported in the consolidated financial statements for the year ended June 30, 2022.		
(b) Commitments		
10.2 Counter guarantees given to banks	107,551	107,551

11. TRANSACTIONS WITH RELATED PARTIES

The related parties include entities having directors in common with the Group, major shareholders of the Group, directors and other key management personnel and retirement benefit plans. Transactions with related parties, other than those disclosed elsewhere in the financial statements are as under:

	Nine months period ended	
	(Un-audited)	
	Mar 31, 2023	Mar 31, 2022
	-- (Rupees in '000) --	
Provident fund contribution during the period	16,267	13,764
	<u>16,267</u>	<u>13,764</u>

12. FINANCIAL RISK MANAGEMENT

The Group's financial risk management objectives and policies are consistent with those disclosed in the annual audited consolidated financial statements for the year ended June 30, 2022.

13. DATE OF AUTHORISATION FOR ISSUE

These condensed interim consolidated financial statements were authorized for issue on 28 April 2023 by the board of directors of the Holding Company.

14. GENERAL

Figures in these condensed interim consolidated financial statements have been rounded off to the nearest thousand rupees, unless otherwise stated.



CHIEF EXECUTIVE



CHIEF FINANCIAL OFFICER



DIRECTOR

