



**Empowering
The Future**

Third Quarter Report

March 2026



NETS International Communication Limited

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COMPANY INFORMATION

BOARD OF DIRECTORS

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

HUMAN RESOURCE HEAD

Ms. Fozia Qadir

CHIEF FINANCIAL OFFICER

Mr. Muhammad Shaheer

COMPANY SECRETARY

Mr. Danial Khushnood

EXTERNAL AUDITORS

Abdul Khaliq & Co. Chartered Accountants

LEGAL ADVISOR

Mr. Ali Ahmed Toor

BANKERS

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

HEAD OFFICE

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

REGIONAL OFFICE

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

CONTACT DETAILS

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E-Mail: contact@nets-international.com

Website: www.nets-international.com

Directors' Report for the third quarter ended March 31, 2026

The Directors take pleasure in presenting the condensed interim financial statements for the third quarter ended March 31, 2026. The third quarter's financial performance and operational developments reviewed herein reflect the Company's commitment to its strategic goals and the challenging economic environment.

Company Overview and Principal Activities

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

Financial Performance (Highlights)

- **Revenue:** Rs. 1.5 billion – showing strong resilience against market fluctuations and economic pressures.
- **Gross Profit:** Rs. 341.34 million – reflecting effective cost control and operational efficiency.
- **Net Profit:** Rs. 54.05 million – resulting in Earnings Per Share (EPS) of Rs. 1.47.

Corporate Governance and Compliance

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

Future Outlook

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

Appreciation and Acknowledgements

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

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

Signed for or on behalf of the Board,



Chief Executive Officer



Director

Dated: April 30, 2026

ڈائریکٹرز کی رپورٹ سے ماہی اختتام پذیر 31 مارچ، 2026

ڈائریکٹرز 31 مارچ 2026 کو ختم ہونے والی تیسری سے ماہی کے لیے مختصر عبوری مالیاتی گوشوارے پیش کرتے ہوئے خوشی محسوس کر رہے ہیں۔ یہاں زیر جائزہ تیسری سے ماہی کی مالیاتی کارکردگی اور آپریشنل پیش رفت کمپنی کے اسٹریٹجک اہداف اور چیلنج سے بھرپور اقتصادی ماحول کے لیے اس کے عزم کی عکاسی کرتی ہے۔

کمپنی کا جائزہ اور بنیادی سرگرمیاں

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

مالیاتی کارکردگی (اہم نکات)

- **آمدنی:** ایک اعشاریہ پانچ بلین روپے - جو مارکیٹ کے اُتار چڑھاؤ اور معاشی دباؤ کے خلاف مضبوط لچک کو ظاہر کرتی ہے۔
- **مجموعی منافع:** تین سو اکتالیس اعشاریہ تین چار ملین روپے - جو مؤثر لاگت کنٹرول اور آپریشنل کارکردگی کی عکاسی کرتا ہے۔
- **خالص منافع:** چون اعشاریہ صفر پانچ ملین روپے - جس کے نتیجے میں فی حصص آمدنی (EPS) (ایک اعشاریہ سینتالیس روپے رہی۔

کارپوریٹ گورننس اور تعویل

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

مستقبل کا آؤٹ لک

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

اعتراف اور شکر

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

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

بورڈ کی جانب سے دستخط شدہ،

ڈائریکٹر

چیف ایگزیکٹو آفیسر

تاریخ: 30 اپریل 2026

NETS International Communication Limited
Condensed Interim Statement of Financial Position



As at March 31, 2026

	Notes	March 31, 2026 Un-Audited (Rupees)	June 30, 2025 Audited (Rupees)
ASSETS			
Non-current assets			
Property, plant and equipment	4	100,434,655	79,747,041
Deferred taxation-net		24,826,156	23,025,979
Long term advances and deposits		8,499,918	7,490,851
		133,760,729	110,263,871
Current Assets			
Stock in trade		196,821,346	154,195,682
Trade debts		148,191,390	462,699,096
Loan and advances		1,087,255,906	255,589,003
Deposits and prepayments		53,585,109	49,717,367
Short term investments		24,400,000	24,400,000
Cash and bank balances		19,492,789	33,319,649
		1,529,746,540	979,920,799
TOTAL ASSETS		1,663,507,269	1,090,184,669
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized Share Capital: 40,000,000 ordinary shares of Rs.10 each		400,000,000	400,000,000
Issued, subscribed and paid-up share capital		367,575,960	367,575,960
Unappropriated profit		148,652,047	94,600,913
Total equity		516,228,007	462,176,873
Non-current liabilities			
Lease liabilities		4,743,980	1,163,413
Deferred liabilities		86,076,751	73,447,155
Long term loan - secured		8,175,086	15,904,667
		98,995,817	90,515,235
Current Liabilities			
Trade and other payables		850,645,060	394,883,893
Short term borrowing - secured		175,110,164	122,386,504
Accrued markup		6,524,286	6,316,728
Current portion of long term loan		10,000,000	10,000,000
Current portion of lease liabilities		6,003,935	3,905,436
		1,048,283,445	537,492,561
Contingencies and commitments		-	-
TOTAL EQUITY AND LIABILITIES		1,663,507,269	1,090,184,669

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

Chief Executive Officer

Chief Financial Officer

Director

NETS International Communication Limited
Condensed Interim Statement of Profit or Loss (Un-audited)



For the Nine Months & Quarter Ended March 31, 2026

	9 Months Ended		Quarter Ended	
	March 31, 2026 (Rupees)	March 31, 2025 (Rupees)	March 31, 2026 (Rupees)	March 31, 2025 (Rupees)
Revenue	1,506,649,458	1,056,036,524	485,762,848	298,814,484
Cost of revenue	(1,165,309,088)	(797,458,830)	(358,496,360)	(223,563,360)
Gross profit	341,340,370	258,577,694	127,266,487	75,251,124
Selling and distribution expenses	(56,496,859)	(52,114,704)	(23,057,391)	(19,090,054)
Administrative expenses	(178,695,460)	(123,814,284)	(56,306,433)	(30,258,658)
Other operating expenses	(152,854,726)	(1,949,660)	(3,139,811)	(679,864)
	(46,706,675)	80,699,046	44,762,853	25,222,548
Other income	171,411,035	5,239,722	484,687	1,525,167
Profit from operations	124,704,360	85,938,768	45,247,540	26,747,715
Finance cost	(19,617,880)	(12,329,505)	(7,845,812)	(3,966,803)
Profit before levies and income tax	105,086,480	73,609,263	37,401,728	22,780,912
Levies	(19,311,806)	(19,376,340)	(11,435,395)	(5,482,700)
Profit before income tax	85,774,674	54,232,923	25,966,333	17,298,212
Taxation	(31,723,539)	(17,953,234)	(13,177,781)	(3,589,665)
Profit after taxation	54,051,135	36,279,689	12,788,552	13,708,547
Earnings per share - basic and diluted	1.47	1.10	0.35	0.41

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

Chief Executive Officer

Chief Financial Officer

Director

NETS International Communication Limited
Condensed Interim Statement of Comprehensive Income (Un-audited)

For the Nine Months & Quarter Ended March 31, 2026



	9 Months Ended		Quarter Ended	
	March 31, 2026 (Rupees)	March 31, 2025 (Rupees)	March 31, 2026 (Rupees)	March 31, 2025 (Rupees)
Profit after taxation	54,051,135	36,279,689	12,788,552	13,708,547
Other comprehensive income	-	-	-	-
Total comprehensive income for the year	54,051,135	36,279,689	12,788,552	13,708,547

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

Chief Executive Officer

Chief Financial Officer

Director

NETS International Communication Limited
Condensed Interim Statement of Cash Flow (Un-audited)



For the Nine Months & Quarter Ended March 31, 2026

	Notes	March 31, 2026 (Rupees)	March 31, 2025 (Rupees)
Cash generated from/(used in) operations	5	96,134,157	(135,823,643)
Levies and income tax paid		(90,661,694)	(49,696,541)
Worker welfare fund paid		(3,158,638)	(823,253)
Gratuity paid		(9,899,107)	-
Finance cost paid		(19,410,321)	(10,163,922)
Net cash used in operating activities		(26,995,604)	(196,507,359)
Cash flows from investing activities			
Additions to property, plant and equipment		(37,766,401)	(52,319,712)
Proceeds from disposal of property, plant and equipment		262,000	-
Net cash used in investing activities		(37,504,401)	(52,319,712)
Cash flows from financing activities			
(Repayment) / Receipt of long term loan		(7,729,581)	28,404,667
Short term borrowing - net		52,723,660	126,251,964
Lease liabilities - net		5,679,066	(2,459,592)
Net cash generated from financing activities		50,673,145	152,197,039
Net decrease in cash and cash equivalents		(13,826,860)	(96,630,032)
Cash and cash equivalents at the beginning of the year		33,319,649	103,493,509
Cash and cash equivalents at the end of the year		19,492,789	6,863,477

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

Chief Executive Officer

Chief Financial Officer

Director

NETS International Communication Limited
Condensed Interim Statement of Changes in Equity (Un-audited)
For the Nine Months & Quarter Ended March 31, 2026



	Issued, subscribed and paid-up capital	Revenue Reserves	Total
		Unappropriated profit	
.....Rupees.....			
Balance as at July 01, 2024	330,815,960	30,356,301	361,172,261
Profit after tax for the period	-	36,279,689	36,279,689
Other comprehensive income for the period	-	-	-
Balance as at March 31, 2025	<u>330,815,960</u>	<u>66,635,990</u>	<u>397,451,950</u>
Balance as at July 01, 2025	367,575,960	94,600,913	462,176,873
Profit after tax for the period	-	54,051,135	54,051,135
Other comprehensive income for the period	-	-	-
Balance as at March 31, 2026	<u>367,575,960</u>	<u>148,652,047</u>	<u>516,228,007</u>

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

Chief Executive Officer

Chief Financial Officer

Director

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



For the Nine Months & Quarter Ended March 31, 2026

1 Legal status and nature of business

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

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

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

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

1.2.1 Listing on GEM board

With effect from January 7, 2025, the Company was converted into a public company. Subsequently, the Initial Public Offering (IPO) of the Company was successfully completed, and its shares were listed on the Growth Enterprise Market (GEM) Board of the Pakistan Stock Exchange Limited on May 26, 2025. The listing has enhanced the Company's visibility in the capital markets and provides a platform to access equity financing for its future growth.

2 Basis of preparation and statement of compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

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

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3 Material accounting policies and estimates

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

4 Property, plant and equipment

		March 31, 2026 Un-Audited (Rupees)	June 30, 2025 Audited (Rupees)
Operating fixed assets	4.1	83,572,550	70,663,327
Right-of-use assets	4.2	16,862,105	9,083,715
Leasehold improvement		-	
		100,434,655	79,747,041

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



For the Nine Months & Quarter Ended March 31, 2026

4.1 Operating fixed assets

As at 31-03-2026 (Unaudited)										
Particulars	Cost				Rate %	Depreciation				Net Book Value as at Mar 31, 2026
	As at July 01, 2025	Addition during the year	Disposal	As at Mar 31, 2026		Accumulated Depreciation as at July 01, 2025	Depreciation for the year	Disposal	Accumulated Depreciation as at Mar 31, 2026	
Operating Fixed Assets										
Plant and machinery	3,857,229	-	-	3,857,229	15%	503,893	377,250	-	881,143	2,976,086
Furniture & fixture	4,480,412	1,555,349	-	6,035,761	10%	430,143	382,269	-	812,412	5,223,350
Office equipment	6,275,758	1,516,926	(92,116)	7,700,568	10%	628,118	484,529	(15,994)	1,096,653	6,603,915
Vehicles	46,052,102	-	-	46,052,102	20%	3,086,944	6,444,774	-	9,531,717	36,520,385
Leasehold improvements	-	10,737,289	-	10,737,289	20%	-	485,451	-	485,451	10,251,837
Computers	20,924,559	12,162,066	(48,364)	33,038,261	30%	6,277,636	4,783,057	(19,410)	11,041,283	21,996,978
Mar-26	81,590,060	25,971,630	(140,480)	107,421,210	-	10,926,733	12,957,330	(35,404)	23,848,660	83,572,550

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

4.2 Right-of-use assets (ROUA)

As at 31-03-2026 (Unaudited)										
Particulars	Cost				Rate %	Depreciation				Net Book Value as at Mar 31, 2026
	As at July 01, 2025	Addition during the year	Disposal	As at Mar 31, 2026		Accumulated Depreciation as at July 01, 2025	Depreciation for the year	Disposal	Accumulated Depreciation as at Mar 31, 2026	
Right-of-use Assets										
Office building	-	11,794,771	-	11,794,771	30%	-	2,653,824	-	2,653,824	9,140,948
Vehicles	11,952,256	-	-	11,952,256	20%	2,868,541	1,362,557	-	4,231,099	7,721,157
Mar-26	11,952,256	11,794,771	-	23,747,027	-	2,868,541	4,016,381	-	6,884,922	16,862,105

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

5 Cash used in operations

	March 31, 2026 Un-Audited (Rupees)	March 31, 2025 Un-Audited (Rupees)
Profit before levies and income tax	105,086,480	73,609,263
Adjustment for non-cash charges and other items:		
Depreciation - Operating fixed asset and ROUA	16,973,711	7,181,898
Provision for worker's welfare fund	2,328,582	1,500,000
Provision for employee benefit	22,528,703	-
Reversal for expected credit loss	(6,908,651)	-
Gain on disposal of fixed asset	(156,924)	-
Finance cost	19,617,880	12,329,505
Profit before working capital changes	159,469,781	94,620,666

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



For the Nine Months & Quarter Ended March 31, 2026

Effect on cash flow due to working capital changes;		
Increase/(decrease) in trade and other payables	457,767,335	(184,693,013)
(Increase)/decrease in long term loan and advances	(1,009,067)	4,340,000
Decrease in trade debts	321,416,357	50,040,568
(Increase)/decrease in stock in trade	(42,625,664)	26,792,128
Increase in advances, deposits and prepayments	(3,867,742)	(45,059,307)
Increase in loan and advances	(795,016,843)	(81,864,685)
Cash generated from/(used in) operations	96,134,157	(135,823,643)

6 Related party and related party transactions

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

Name of the related party	Relation with Related Parties	Nature of transactions	Mar 31, 2026 (Un-audited) Rupees	Mar 31, 2025 (Un-audited) Rupees
NETS International Communication LLC - UAE	Common directorship	-	-	-
NETS International Communication LLC - USA	Common directorship	-	-	-
NETS International Holdings LLC - UK	Common directorship	-	-	-
Extravis Limited - UK	Common directorship	-	-	-
NETS International Limited - KSA	Key management control	-	-	-
NETS International Limited - UK	Common directorship	-	-	-
NETS International incorporation - Canada	Key management control	-	-	-
NETS International MMC - Azerbaijan	Key management control	-	-	-
LSE Financial services Limited - PAK	Common directorship	-	-	-
Extravis (Private) Limited	Common directorship	-	-	-
NETS International GmbH - Germany	Key management control	-	-	-

7 Date of authorization for issue

These financial statements were authorized for issue by the Board of Directors of the Company in their meeting held on April 30, 2026.

8 General

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

Chief Executive Officer

Chief Financial Officer

Director