Condensed Interim Consolidated Financial Statements

For The Quarter Ended September 30, 2026



CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

As at September 30, 2026

	NOTE	Sep 30 2026 Unaudited	Jun 30 2026 Audited
		Rupees in Thousands	
ASSETS			
Non Current Assets			
Property and equipment	5	**1,679,431**	1,467,819
Intangible assets	6	**830,971**	576,385
Long term contract assets		**674,560**	672,701
Long term loans to employees		**5,771**	6,431
		3,190,733	2,723,336
Current Assets			
Trade debts	7	**6,640,627**	6,942,144
Contract assets		**3,020,324**	2,076,846
Loans and advances	8	**194,188**	143,250
Deposits and short term prepayments		**90,583**	122,513
Other receivables		**129,477**	134,152
Due from related parties	9	**375,793**	279,392
Prepaid tax asset		**47,604**	30,387
Short term investments		**400,000**	400,000
Cash and bank balances		**3,751,192**	5,694,843
		14,649,788	15,823,527
Total Assets		**17,840,521**	18,546,863
EQUITY AND LIABILITIES			
Share Capital and Reserves			
Authorized share capital 200,000 (June 30, 2026: 200,000) ordinary shares of Rs. 10 each		**2,000,000**	2,000,000
Issued, subscribed and paid up capital	10	**898,369**	898,369
Reserves		**12,700,166**	12,371,802
Shareholders' Equity		**13,598,535**	13,270,171
Non Current Liabilities			
Long term financing	11	**46,985**	57,862
Long term advances		**18,130**	18,165
		65,115	76,027
Current Liabilities			
Trade and other payables		**863,798**	1,119,524
Contract liabilities		**1,008,739**	1,794,866
Short term borrowings	12	**2,180,000**	2,180,000
Provision for taxation-net		**62,384**	61,223
Current portion of long term financing		**57,509**	40,611
Unclaimed dividend		**4,441**	4,441
		4,176,871	5,200,665
Contingencies and commitments	13	**-**	-
Total Equity and Liabilities		**17,840,521**	18,546,863

The annexed notes 1 to 25 form an integral part of these condensed interim consolidated financial statements (un-audited).

DIRECTOR **CHIEF EXECUTIVE OFFICER** **CHIEF FINANCIAL OFFICER**

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

For The Quarter Ended September 30, 2026

	NOTE	Quarter ended September 30	
		2026	2025
		(Un-audited)	
		Rupees in Thousands	
Revenue from contracts with customers - net	14	**2,712,800**	2,542,625
Cost of revenue		**(1,349,033)**	(1,563,851)
Gross profit		**1,363,767**	978,774
Selling and promotional expenses		**(262,819)**	(296,307)
Administrative expenses		**(620,397)**	(460,078)
		(883,216)	(756,385)
Operating profit		**480,551**	222,389
Other operating expenses		**(198,507)**	(142,814)
Finance cost		**(31,154)**	(47,040)
Other income	15	**98,092**	79,207
		(131,569)	(110,647)
Profit before Final Taxes and Income Tax		**348,982**	111,742
Final tax / levies	16	**(22,347)**	(37,008)
Profit before Income Tax		**326,635**	74,734
Income tax		**-**	-
Net Profit for the Period		**326,635**	74,734
Earnings Per Share - Basic and Diluted	17		
- Basic		**3.77**	0.88
- Diluted		**3.74**	0.86

The annexed notes 1 to 25 form an integral part of these condensed interim consolidated financial statements (un-audited).

DIRECTOR **CHIEF EXECUTIVE OFFICER** **CHIEF FINANCIAL OFFICER**

CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

For The Quarter Ended September 30, 2026

	Quarter ended September 30	
	2026	2025
	(Un-audited)	
	Rupees in Thousands	
Net Profit for the Period	**326,635**	74,734
Other Comprehensive Income for the period		
Items that may be re-classified subsequently to profit or loss	-	-
- Exchange differences on translation of foreign operation	(3,904)	(2,432)
Items that will not be re-classified subsequently to profit or loss	-	-
	(3,904)	(2,432)
Total Comprehensive Income for the Period	**322,731**	72,302

The annexed notes 1 to 25 form an integral part of these condensed interim consolidated financial statements (un-audited).

DIRECTOR **CHIEF EXECUTIVE OFFICER** **CHIEF FINANCIAL OFFICER**

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

For The Quarter Ended September 30, 2026

Particulars	Share Capital	Reserves					Total Reserves	Share Deposit Money	Total Equity
		Capital Reserve				Revenue Reserve			
		Share Premium	Employee share option compensation reserve	Treasury Share Reserve	Foreign Currency Translation Reserve	Unappropriated Profit			
	Rupees in Thousands								
Balance as at June 30, 2025	898,369	304,167	269,795	(604,727)	9,181	9,944,402	9,922,818	3,868	10,825,055
Net profit for the period	-	-	-	-	-	74,734	74,734	-	74,734
Other comprehensive loss for the period	-	-	-	-	(2,432)	-	(2,432)	-	(2,432)
Total comprehensive income for the period	-	-	-	-	(2,432)	74,734	72,302	-	72,302
Transactions with owners of the equity									
Re-issue of treasury shares against stock options to employees	-	81	(4,127)	25,721	-	-	21,675	(3,499)	18,176
Balance as at September 30, 2025	898,369	304,248	265,668	(579,006)	6,749	10,019,136	10,016,795	369	10,915,533
Balance as at June 30, 2026	898,369	304,614	246,914	(462,109)	(13,668)	12,296,051	12,371,802	-	**13,270,171**
Net profit for the period	-	-	-	-	-	326,635	326,635	-	**326,635**
Other comprehensive loss for the period	-	-	-	-	(3,904)	-	(3,904)	-	**(3,904)**
Total comprehensive income for the period	-	-	-	-	(3,904)	326,635	322,731	-	**322,731**
Transactions with owners of the equity									
Re-issue of treasury shares against stock options to employees	-	21	(1,073)	6,685	-	-	5,633	(5,633)	**-**
Share deposit money received - net	-	-	-	-	-	-	-	5,633	**5,633**
Balance as at September 30, 2026	**898,369**	**304,635**	**245,841**	**(455,424)**	**(17,572)**	**12,622,686**	**12,700,166**	**-**	**13,598,535**

The annexed notes 1 to 25 form an integral part of these condensed interim consolidated financial statements (un-audited).

DIRECTOR **CHIEF EXECUTIVE OFFICER** **CHIEF FINANCIAL OFFICER**

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (UN-AUDITED)

For The Quarter Ended September 30, 2026

	Sep 30 2026 (Un-audited)	Sep 30 2025
	Rupees in Thousands	
Profit before final taxes and income tax	348,982	111,742
Adjustments for:		
- Depreciation - own assets	63,338	69,187
- Depreciation of right of use assets	2,546	-
- Gain on disposal of property and equipment	(12,935)	(4,804)
- Foreign exchange gain / loss	(2,749)	76,039
- Finance cost	29,798	45,385
- Interest income	(73,166)	(74,178)
- Effect of discounting of long term contract assets	(9,017)	-
- Employee share option compensation expense	-	(4,127)
- Treasury share reserve - net	-	25,721
- Provision for expected credit losses	150,862	6,041
	148,677	139,264
Operating profit before working capital changes	497,659	251,006
Decrease / (Increase) in current assets		
- Trade debts	160,643	(52,833)
- Contract assets	(940,238)	654,697
- Loans and advances	(50,278)	(52,563)
- Deposits and short term prepayments	31,930	(85,085)
- Other receivables	4,675	9,997
- Due from related parties	(96,401)	26,307
(Decrease) / Increase in current liabilities		
- Trade and other payables	(244,267)	280,399
- Contract liabilities	(786,127)	276,587
Cash (Used in) / generated from Operations	(1,920,063)	1,057,506
Levy / final tax paid	(38,403)	(51,888)
Finance cost paid	(44,495)	-
	(82,898)	(51,888)
Net cash (used in) / generated from Operating Activities	(1,505,302)	1,256,624
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for acquisition of property and equipment	(16,139)	(106,910)
Proceeds from disposal of property and equipment	13,250	4,824
Expenditure on internally generated intangibles	(254,586)	-
Advance against capital expenditure	(231,232)	(3,890)
Interest received	73,166	74,178
Net Cash used in Investing Activities	(415,541)	(31,798)
CASH FLOWS FROM FINANCING ACTIVITIES		
Share deposit money	5,633	(3,499)
Repayment of lease liabilities	(14,957)	-
Repayment of long term financing	(9,659)	34,389
Short term borrowing - net	-	(36,251)
Long term advances - net	(35)	3,705
Net Cash used in Financing Activities	(19,018)	(1,575)
Net (decrease) / increase in Cash and Cash Equivalents	(1,939,861)	1,223,251
Net foreign exchange difference	(3,790)	(2,335)
Cash and cash equivalents at the beginning of the period	5,694,843	3,767,897
Cash and Cash Equivalents at the End of the Period	3,751,192	4,988,813

The annexed notes 1 to 25 form an integral part of these condensed interim consolidated financial statements (un-audited).

DIRECTOR **CHIEF EXECUTIVE OFFICER** **CHIEF FINANCIAL OFFICER**

1. The Company and its Operations

NetSol Group ("the Group") consists of:

- NetSol Technologies Limited
- NetSol Innovation (Private) Limited
- NetSol Ascent Middle East Computer Equipment Trading L.L.C.
- NetSol Institute of Artificial Intelligence (Private) Limited

NetSol Technologies Limited ("the Holding Company"), incorporated in Pakistan on August 22, 1996 under the repealed Companies Ordinance, 1984, (Now The Companies Act, 2017) as a Private company limited by shares, was later on converted into Public Limited Company and subsequently listed on Pakistan Stock Exchange on August 26, 2005. The Company is domiciled in Pakistan and is principally engaged in the development and sale of computer software and allied services in Pakistan as well as abroad.

Geographical locations and addresses of its business units are as follows:

	Address/Location	Purpose
1	NetSol IT Village,(Software Technology Park) Lahore Ring Road, Ghazi Road Interchange, Lahore Cantt. Pakistan.	Registered office and business unit
2	43/1/Q, Amna Villa 1, Block-6, PECHS Karachi, Pakistan.	Branch office
3	House No. 4, Safari Villas 1, Bahria Town, Rawalpindi, Pakistan.	Branch office
4	Office # 6, 4th Floor Clover Bay, Unit 407-412 Business Bay Dubai. UAE.	Subsidiary Office

NetSol IT Village, (Software Technology Park) also includes House No. 4, House No. 5, House No. 6, House No. E - 20, Cricketers Colony, NetSol IT Village (Software Technology Park), Lahore Ring Road, Ghazi Road Interchange, Lahore Cantt.

NetSol Ascent Middle East Computer Equipment Trading L.L.C. is incorporated in Dubai Emirate as a limited liability company. NetSol Technologies Limited owns 100% of its shareholding. The subsidiary is engaged in the business of development and sale of computer systems and communication equipment and software.

NetSol Innovation (Private) Limited ("the subsidiary Company" or "Subsidiary") is incorporated in Pakistan as a private limited company and is a wholly owned 99.999% (2026: 99.999%) subsidiary of NetSol Technologies Limited. The subsidiary is engaged in the business of providing software development and allied IT services. Registered office of the subsidiary is situated at NetSol IT Village, Lahore Ring Road, Ghazi Road interchange, Lahore Cantt, Pakistan.

NetSol Institute of Artificial Intelligence (Private) Limited is incorporated in Pakistan as a private limited company and is a wholly owned 100% (2026: 100%) subsidiary of NetSol Innovation (Private) Limited. The subsidiary is principally engaged in the developing of globally competitive digital workforce by providing specialized education and certifications in high-demand technology areas and to run data processing centers, computer centers, software development centers, offices and to provide consultancy and data processing software development services and to impart training of electronic data processing, computer software and hardware to customers and others and to buy, sell, export, import of software, hardware and establishment of incidental infrastructural facilities.

The Company is also using the branch office of its parent company, situated at Sentral Senayan 2 Building, 16th Floor, Asia Afrika Street No. 8, Senayan, Kebayoran Baru, South Jakarta, DKI Jakarta, 10270, Indonesia.

The Company is a majority owned subsidiary of NetSol Technologies Inc. USA.

2. Basis of Preparation

2.1 Statement of compliance

These condensed interim consolidated financial statements (un-audited) 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 Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

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.

These condensed, interim, consolidated financial statements are un-audited and do not include all the disclosures and information required in the annual financial statements and should be read in conjunction with the preceding annual published financial statements of the company for the year ended June 30, 2026.

2.2 Basis of measurement

These condensed, interim, consolidated financial statements (un-audited) have been prepared under the historical cost convention using accrual basis of accounting.

2.3 Functional and presentation currency

These condensed, interim, consolidated financial statements (un-audited) are presented in thousands of Pakistani Rupee, which is the Company's functional currency as well its presentation currency.

3. Material Accounting Policy Information

The accounting policies adopted for the preparation of these condensed, interim, consolidated financial statements (un-audited) are consistent with those applied in the preparation of the preceding annual published financial statements of the Company for the year ended June 30, 2026.

4. Use of Estimates and Judgements

The preparation of condensed, interim, consolidated financial statements (un-audited) in conformity with approved accounting standards, as applicable in Pakistan, requires the management to make judgments, estimates and assumptions that affect the application of policies and the reported amounts of assets, liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

In preparing these condensed, interim, consolidated financial statements (un-audited), the judgments, estimates and assumptions made by the management were the same as those that were applied to the preceding annual published financial statements of the Company for the year ended June 30, 2026.

5. Property and Equipment

	NOTE	Sep 30 2026 (Un-audited)	Jun 30 2026 (Audited)
		Rupees in Thousands	
Operating fixed assets	5.1	**1,294,791**	1,342,418
Right of use assets	5.2	**28,007**	-
Advance against capital expenditure		**356,633**	125,401
		1,679,431	1,467,819
5.1. Operating fixed assets			
Opening written down value		**1,342,418**	1,173,580
Additions during the period / year	5.1.1	**16,139**	425,083
Disposals during the period / year		**(315)**	(1,797)
Adjustments during the period / year		**(130)**	-
		1,358,112	1,596,866
Depreciation charge for the period / year		**(63,338)**	(254,448)
Adjustments for the period / year		**17**	-
		1,294,791	1,342,418

	NOTE	Sep 30 2026 (Un-audited)	Jun 30 2026 (Audited)
		Rupees in Thousands	
5.1.1 Following is the detail of additions / transfers during the period:			
At cost			
Furniture and fixtures		**1,005**	9,616
Vehicles		**2,923**	241,993
Office equipment		**8,339**	8,847
Computer equipment and installations		**3,541**	67,552
Other equipment & Installations		**-**	61,313
Air conditioners		**331**	1,588
Electric fittings		**-**	33,894
Generators		**-**	280
		16,139	425,083
5.2 Right of use assets			
Opening written down value		**-**	4,104
Additions during the period / year		**30,553**	-
Disposals during the period / year		**-**	(3,497)
		30,553	607
Depreciation charge for the period / year		**(2,546)**	(607)
		28,007	-
6. Intangible Assets			
Intangibles - Fully Amortized	6.1	**-**	-
Intangibles - Under Development	6.2	**830,971**	576,385
		830,971	576,385
Intangibles - Fully Developed			
Cost	6.1	**2,935,037**	2,935,037
Accumulated amortization		**(2,935,037)**	(2,935,037)
Net book value		**-**	-
Intangibles - Under Development			
Opening value	6.2	**576,385**	-
Additions during the year		**254,586**	576,385
Closing value		**830,971**	576,385

6.1 NetSol Financial Suite and NFS - Ascent have been fully amortized; however, the Company is still generating revenues from the sale of its licenses, provision of allied services and maintenance.

6.2 The Company is undertaking major system upgrades and modernization of existing legacy solutions, comprising multiple integrated modules and enhanced technology architecture aligned with current industry practices. These developments will add new functionalities, improved scalability and overall system performance. Development costs meeting recognition criteria are capitalized as intangible assets, while other costs are expensed as incurred.

	NOTE	Sep 30 2026 (Un-audited)	Jun 30 2026 (Audited)
		Rupees in Thousands	
7. Trade Debts			
Related Parties			
Considered good - unsecured		**5,578,352**	5,749,513
Considered doubtful - unsecured		**356,378**	216,001
		5,934,730	5,965,514
Other Parties			
Considered good - unsecured		**1,062,274**	1,192,631
Considered doubtful - unsecured		**39,231**	7,916
		1,101,505	1,200,547
Less: Provision for expected credit losses		**(395,608)**	(223,917)
		6,640,627	6,942,144
7.1 Amount receivable from related parties included in trade debts (from exports) are as under:			
NetSol Technologies (Thailand) Limited		**136,202**	112,406
NetSol Technologies (Beijing) Co., Ltd.		**3,774,132**	3,730,265
NetSol Technologies Australia Pty Limited		**335,876**	370,312
NetSol Technologies Americas Inc.		**561,650**	618,296
NetSol Technologies Europe Limited		**39,399**	39,496
Ascent Europe Limited		**1,087,471**	1,094,739
		5,934,730	5,965,514
8. Loans and Advances			
Current portion of loans to executives		**159,505**	126,321
Advances to employees:			
- against salaries		**91**	1,879
- against expenses	8.1	**34,592**	15,050
		194,188	143,250

8.1 These advances are given to meet business expenses and are settled as and when the expenses are incurred.

9. Due from Related Party			
Considered good - unsecured			
Parent	9.1		
NetSol Technologies Inc.		**88,904**	7,250
Associates	9.1		
NetSol Technologies Europe		**123,872**	111,725
NetSol Connect (Private) Limited		**11,195**	12,321
NetSol Technologies (Beijing) Co., Ltd.		**109,422**	110,658
Tianjin NuoJinZhiCheng Co., Ltd.		**735**	-
NetSol Technologies Australia Pty. Limited		**41,665**	37,438
		375,793	279,392

9.1 These relate to the normal course of business of the Company and are interest free.

9.2 Balances with related parties are maintained on a running account basis; therefore, age analysis of amounts due from related parties is not practically possible.

10. Issued, Subscribed and Paid up Capital

Sep 30 2026 (Un-audited)	Jun 30 2026 (Audited)		Sep 30 2026 (Un-audited)	Jun 30 2026 (Audited)
Number of shares in Thousands			Rupees in Thousands	
42,686	42,686	Ordinary shares of Rs. 10 each fully paid in cash	**426,862**	426,862
47,151	47,151	Ordinary shares of Rs. 10 each allotted as fully paid bonus shares	**471,507**	471,507
89,837	89,837		**898,369**	898,369

	NOTE	Sep 30 2026 (Un-audited)	Jun 30 2026 (Audited)
		Rupees in Thousands	
10.1 Number of shares outstanding as at the reporting date:			
Opening balance		**89,837**	89,837
Treasury shares of Rs. 10 each purchased at market value		**(4,690)**	(4,690)
Re-issue of treasury shares against stock options to employees		**1,616**	1,544
Closing balance		**86,763**	86,691

10.2 NetSol Technologies Inc. 16000 Ventura Boulevard STE 770 ENCINO CA 91436, USA is the parent company, holding 68.46% (June 30, 2026: 68.52%) of issued capital of the Company. The percentage has been calculated after taking into account the impact of treasury shares.

10.3 The share capital includes 3.07 million ordinary shares (June 26: 3.15 million) held as treasury shares by the Company. These treasury shares are held in CDC blocked account in freezed form. These are not entitled to any voting right, cash dividend or any other distribution made by the Company. During the period, 0.07 million treasury shares are disposed off against employee stock options scheme.

10.4 There are 1.38 million (June 30, 2026: 1.46 million) outstanding options to subscribe for ordinary shares of the Company granted under the employee share option scheme. During the period, 0.07 million shares (June 30, 2026:1.54 million) were issued against options exercised by the eligible employees.

	NOTE		
11. Long Term Finances - secured			
Loan obligation	11.1	**88,814**	98,473
Less: Current portion of long term financing		**(41,829)**	(40,611)
		46,985	57,862

11.1 This represents finance facilities obtained from time to time, from First Habib Modaraba, for purchase of various vehicles. The facility is repayable in 36 equal monthly installments. This facility carries mark up rates ranging between 12.64% to 12.74% (June 30, 2026: 11.44% to 12.44%) per annum. These facilities are secured through lien marking in favour of financial institutions.

12. Short Term Borrowings		
Askari Bank Limited - ERF - II	**500,000**	500,000
Samba Bank Limited - ERF - II	**380,000**	380,000
Habib Metropolitan Bank Limited - Istisna / Al Bai - Islamic Banking	**1,300,000**	1,300,000
	2,180,000	2,180,000

12.1 All the terms and conditions are the same as those already disclosed in the annual financial statements for the year ended June 30, 2026.

12.2 ERF - I & II , Working Capital Musharakah and Letter of guarantee facilities are available from Habib Metropolitan Bank Limited under mark-up arrangements amount to Rs. 1,900 million (2026: Rs. 1,500 million) towards the working capital requirements.

Mark up is charged at 5.5% (June 2026: 4.5%) per annum. These facilities are secured by first joint pari passu charge on present and future current assets & mortgage on property of the Company. The unutilized portion in respect of above facilities amounts to Rs. 561.916 million (June 2026: Rs. 146.40 million).

13. Contingencies and Commitments

13.1 Contingencies

There is no significant change in contingencies from the preceding annual published financial statements of the Company for the year ended June 30, 2026.

13.2 Commitments

(i) Bank guarantees have been issued amounting to Rs. 327.83 million (June 30, 2026: Rs. 343.35 million) against performance of various contracts, to Honourable Lahore High Court, to LESCO and to Standard Chartered Bank Pakistan (Limited) against its corporate credit cards.

(ii) The Company has a capital commitment of Rs. 30.48 million as at Sep 30, 2026 (June 30, 2026: Rs. 243.24 million).

	Period ended September 30	
	2026	2025
	(Un-audited)	
	Rupees in Thousands	
14. Revenue from Contracts with Customers - Net		
Disaggregation of revenue from contract with customers		
Set out below is the disaggregation of the Company's revenue from contracts with customers:		
Export Revenue		
- License	**128,108**	-
- Services	**1,230,945**	1,033,771
- Subscription and Support	**1,343,327**	1,498,532
	2,702,380	2,532,303
Local Revenue		
- Services	**12,087**	11,974
Less: Sales tax	**(1,667)**	(1,652)
	10,420	10,322
	2,712,800	2,542,625
14.1 Timing of revenue recognition:		
- At point in time	**128,108**	-
- Over the time	**2,584,692**	2,542,625
	2,712,800	2,542,625
15. Other Income		
Income from financial assets		
Profit on bank deposits	**72,945**	14,200
Profit on short term investments	**221**	58,267
	73,166	72,467
Income from non-financial assets		
Gain on foreign currency translation	**2,749**	-
Gain on disposal of property and equipment	**12,935**	4,804
Rental income	**225**	225
Effect of discounting of long term contract assets	**9,017**	1,711
	24,926	6,740
	98,092	79,207

15.1 Profit is earned under both conventional mark-up arrangement and Shariah compliant arrangement. It includes Rs. 58.96 million (Sep 30, 2025: 63.53 million) profit earned on Shariah compliant bank deposits & investments.

16. Final Taxes / Levies

For exporters of IT and IT enabled services, export income is taxable under FTR at 0.25% of the export remittances realized through normal banking channels. However, tax as per applicable rates is charged to the income of the Company generated from sources other than export income.

17. Earnings Per Share - Basic and Diluted

	Period ended September 30	
	2026	2025
	(Un-audited)	
	Rupees in Thousands	
Profit attributable to ordinary shareholders	**326,635**	74,734
Weighted average number of ordinary shares (Basic)		
Issued ordinary shares at beginning of the period	**89,837**	89,837
Less: weighted average number of treasury shares held by the Company	**(3,142)**	(4,442)
Weighted average number of ordinary shares as at September 30	**86,695**	85,395
Earnings per share - basic	**3.77**	0.88
Weighted average number of ordinary shares (Diluted)		
Weighted average number of ordinary shares (Basic)	**86,695**	85,395
Effect of share options	**536**	1,301
Weighted average number of ordinary shares (diluted)	**87,231**	86,696
Earnings per share - diluted	**3.74**	0.86

18. Transactions with Related Parties

Related parties comprise the parent company, subsidiary companies, associated companies, staff retirement funds, directors and key management personnel. The Company in the normal course of business carries out transactions with various related parties. The Company enters into transactions with related parties on the basis of mutually agreed terms. Outstanding balances at the reporting date are unsecured. There have been no guarantees provided or received for any related party receivables or payables and vice versa.

Details of significant transactions with related parties other than those disclosed elsewhere in these condensed, interim, consolidated financial statements (un-audited) are as follows:

Relationship with the Company	Nature of Transactions		
Associated undertaking	Rental charges	**225**	225
	Provision of services	**836,121**	793,774
	Purchase of services	**30,528**	12,816
Parent	Management Fee	**69,403**	-
Key management personnel	Salaries and benefits	**111,834**	105,148
	Retirement benefits	**4,062**	4,158
	Commission paid	**87,883**	2,823
Post employment benefit	Contribution to defined contribution plan	**57,845**	59,568

19. Capital Management

The primary objective of the Company's management is to ensure that it maintains a strong credit rating and healthy capital ratios while continue as going concern in order to support its business and maximize shareholders value.

There has been no change in the capital management policies during the period, consequently this condensed, interim, consolidated financial statements (un-audited) does not include all the information and disclosures as required in the annual financial statements.

20. Financial Risk Management and Financial Instruments

(i) Financial Risk Factors

The Company's activities expose it to a variety of financial risks namely market risk (including currency risk, price risk and interest rate risk), credit risk and liquidity risk. There has been no change in the risk management policies during the period, consequently this condensed consolidated interim financial statements (un-audited) do not include all financial risk management information and disclosures required in the annual financial statements.

(ii) Fair Value of Financial Assets and Liabilities

The carrying values of all financial assets and liabilities reflected in this condensed, interim, consolidated financial statements (un-audited) approximate to their fair values.

21. Shariah Screening Disclosures by Company Listed on Islamic Index

		NOTE	Sep 30 2026 (Un-audited)	Jun 30 2026 (Audited)
			Rupees in Thousands	
i)	Financing obtained as per Islamic mode	Note 12	**1,388,814**	1,398,473
ii)	Shariah compliant bank deposits/bank balances		**1,803,837**	2,766,029
iii)	Long term and Short term Shariah compliant investments		**200,000**	200,000
iv)	Interest/markup accrued on any conventional loan or advance		**2,430**	9,873

		NOTE	Quarter Ended September 30	
			2026	2025
			(Un-audited)	
			Rupees in Thousands	
v)	Revenue earned from a Shariah compliant business segment	Note 14	**2,712,800**	2,542,625
vi)	Profit earned from Shariah compliant bank deposits/ bank balances	Note 15	**58,961**	63,532
vii)	Profit paid on Islamic mode of financing		**10,861**	834
viii)	Interest earned on any conventional loan or advance		**N/A**	N/A
ix)	Break-up of late payments or liquidated damages		**N/A**	N/A
x)	Gain or loss or dividend earned on shariah compliant investments or share of profit from shariah-compliant associates		**221**	58,267
xi)	Exchange gain earned from actual currency		**12,606**	9,173
xii)	Exchange gain earned using conventional derivative financial instruments		**N/A**	N/A
xiii)	Source and detailed breakup of other income, including breakup of other or miscellaneous portions of other income into Shariah-compliant and non compliant income:			
	i) Gain on sale of operating fixed assets		**12,935**	4,804
	ii) Rental income		**225**	225
	iii) Effect of discounting of long term contract assets		**9,017**	1,711

21.1 Relationship with Shariah compliant banks

Name	Relationship
Habib Metropolitan Bank Limited	Funded / Non-funded facility & Bank Balance
First Habib Modaraba	Funded facility
Meezan Bank Limited	Bank balance
Dubai Islamic Bank Pakistan Limited	Bank balance
Al Barakah Bank Limited	Bank balance
Bank Alfalah Limited	Bank balance

22. Segment Revenues and Results

Following is an analysis of the Group's revenue and results by reportable segment.

	Sep-26			
	PBS	PS	BPO	Total
	Rupees in Thousands			
Revenue - net				
External sales				
License	128,108	-	-	**128,108**
Services	1,178,355	19,420	44,194	**1,241,969**
Subscription and Support	1,342,723	-	-	**1,342,723**
Total revenue	2,649,186	19,420	44,194	**2,712,800**
Cost of revenue	(1,300,479)	(31,334)	(17,220)	**(1,349,033)**
Segment results	1,348,707	(11,914)	26,974	**1,363,767**
Unallocated corporate expenses:				
Selling and promotional expenses				**(262,819)**
Administrative expenses				**(620,397)**
Other income				**98,092**
Other operating expenses				**(198,507)**
Finance cost				**(31,154)**
Final tax / levies				**(22,347)**
Profit after taxation				**326,635**

	Sep-25			
	PBS	PS	BPO	Total
	Rupees in Thousands			
Revenue - net				
External sales				
Services	1,008,647	14,872	20,574	1,044,093
Subscription and Support	1,498,532	-	-	1,498,532
Total revenue	2,507,179	14,872	20,574	2,542,625
Cost of revenue	(1,478,684)	(70,173)	(14,994)	(1,563,851)
Segment results	1,028,495	(55,301)	5,580	978,774
Unallocated corporate expenses:				
Selling and promotional expenses				(296,307)
Administrative expenses				(460,078)
Other income				79,207
Other operating expenses				(142,814)
Finance cost				(47,040)
Final tax / levies				(37,008)
Profit after taxation				74,734

*Key

PBS = Product Based Solutions and Ancillary Services

PS = Professional Services

BPO = Business Process Outsourcing

Segment assets and liabilities are not regularly provided to the CODM. The Group has elected as provided under IFRS 8 'Operating Segments' (amended) not to disclose a measure of segment assets or liabilities where these amounts are not regularly provided to the CODM.

23. Subsequent Events

The Board of Directors, in its meeting held on October 30, 2026, has recommended the buy-back of up to 4 million ordinary shares of Rs. 10 each under Section 88 of the Companies Act, 2017, subject to the approval of the shareholders. The shares will be purchased from time to time at the prevailing spot price on the Pakistan Stock Exchange and will be held as treasury shares. No effect of this event has been given in these financial statements.

24. Date of Authorization for Issue

These condensed, interim, consolidated financial statements (un-audited) for the period ended September 30, 2026 were approved and authorised for issuance by the Board of Directors on October 30, 2026.

25. General

Corresponding figures are rearranged / reclassified for better presentation and comparison. No material rearrangement / reclassification has been made in these financial statements except following

			June 2026
Nature	From	To	Rupees in Thousands
Prepaid tax asset	Provision for taxation-net	Prepaid tax asset	30,387

DIRECTOR **CHIEF EXECUTIVE OFFICER** **CHIEF FINANCIAL OFFICER**



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