

Condensed Consolidated Financial Statements

For the Quarter Ended September 30, 2025

Trade Debts	
	645,862
	270,592
	220,294

Other Parties	



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

As at September 30, 2025

		Sep 30 2025	Jun 30 2025
	NOTE	Unaudited	Audited
Rupees in Thousands			
ASSETS			
Non Current Assets			
Property and equipment	5	1,268,705	1,227,112
Long term contract assets		161,747	143,058
Long term loans to employees		7,681	8,590
		1,438,133	1,378,760
Current Assets			
Trade debts	7	5,871,226	5,869,134
Contract assets		1,836,721	2,542,057
Loans and advances	8	95,583	42,111
Deposits and short term prepayments		314,436	229,351
Other receivables		117,134	127,131
Due from related parties	9	161,484	187,791
Prepaid tax asset		34,452	19,668
Short term investments	10	200,000	200,000
Cash and bank balances		4,988,813	3,767,897
		13,619,849	12,985,140
Total Assets		15,057,982	14,363,900
EQUITY AND LIABILITIES			
Share Capital and Reserves			
Authorized share capital 200,000 (June 30, 2025: 200,000) ordinary shares of Rs. 10 each		2,000,000	2,000,000
Issued, subscribed and paid up capital	11	898,369	898,369
Reserves		10,016,795	9,922,818
Share deposit money		369	3,868
Shareholders' Equity		10,915,533	10,825,055
Non Current Liabilities			
Long term financing	12	38,122	13,343
Long term advances		9,120	5,415
		47,242	18,758
Current Liabilities			
Trade and other payables		1,461,369	1,173,792
Contract liabilities		429,835	153,329
Short term borrowings	13	2,180,000	2,180,000
Current portion of non-current liabilities		19,465	8,428
Unclaimed dividend		4,538	4,538
		4,095,207	3,520,087
Contingencies and commitments	14	-	-
Total Equity and Liabilities		15,057,982	14,363,900

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


DIRECTOR
26 | For The Quarter Ended September 30, 2025

CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

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

For The Quarter Ended September 30, 2025

	NOTE	Quarter Ended September 30,	
		2025	2024
Rupees in Thousands			
Revenue from contracts with customers - net	15	2,542,625	1,925,898
Cost of revenue		(1,563,851)	(1,313,924)
Gross profit		978,774	611,974
Selling and promotional expenses		(296,307)	(206,491)
Administrative expenses		(460,078)	(379,790)
		(756,385)	(586,281)
Operating profit		222,389	25,693
Other operating expenses		(142,814)	(136,156)
Finance cost		(47,040)	(68,907)
Other income	16	79,207	381,360
		(110,647)	176,297
Profit before Final Taxes and Income Tax		111,742	201,990
Final tax / levies	17	(37,008)	(60,693)
Profit before Income Tax		74,734	141,297
Income tax		-	-
Net Profit for the Period		74,734	141,297
Earnings Per Share - Basic and Diluted	18		
- Basic		0.88	1.61
- Diluted		0.86	1.59

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, 2025

	Quarter Ended September 30,	
	2025	2024
	Rupees in Thousands	
Net Profit for the Period	74,734	141,297
Other Comprehensive Income for the period		
Items that may be re-classified subsequently to profit or loss	-	-
- Exchange differences on translation of foreign operation	(2,432)	1
Items that will not be re-classified subsequently to profit or loss	-	-
	(2,432)	1
Total Comprehensive Income for the Period	72,302	141,298

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, 2025

	September 30 2025	September 30 2024
	Rupees in Thousands	
Profit before final taxes and income tax	111,742	201,990
Adjustments for:		
- Depreciation - own assets	69,187	75,560
- Depreciation of right of use assets	-	455
- Gain on disposal of property and equipment	(4,804)	-
- Foreign exchange loss / (gain)	76,039	(172,503)
- Finance cost	45,385	68,091
- Interest income	(74,178)	(208,632)
- Employee share option compensation expense	(4,127)	2,235
- Treasury share reserve - net	25,721	-
- Provision for expected credit losses	6,041	37,524
	139,264	(197,270)
Operating profit before working capital changes	251,006	4,720
Decrease / (Increase) in current assets		
- Trade debts	(52,833)	718,973
- Contract assets	654,697	204,761
- Loans and advances	(52,563)	(18,490)
- Deposits and short term prepayments	(85,085)	(29,408)
- Other receivables	9,997	(39,167)
- Due from related parties	26,307	6,451
(Decrease) / Increase in current liabilities		
- Trade and other payables	280,399	187,887
- Contract liabilities	276,587	(604,879)
Cash generated from Operations	1,057,506	426,128
Levy / final tax paid	(51,888)	(88,921)
	(51,888)	(88,921)
Net cash generated from Operating Activities	1,256,624	341,927
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for acquisition of property and equipment	(106,910)	(10,661)
Proceeds from disposal of property and equipment	4,824	-
Advance against capital expenditure	(3,890)	(39,001)
Interest received	74,178	208,632
Net Cash (Used in) / Generated from Investing Activities	(31,798)	158,970
CASH FLOWS FROM FINANCING ACTIVITIES		
Share deposit money	(3,499)	-
Share premium	81	-
Repayment of lease liabilities	-	(763)
Repayment of long term loan	34,389	(4,184)
Short term borrowing - net	(36,251)	(73,973)
Long term advances - net	3,705	855
Net Cash used in Financing Activities	(1,575)	(78,065)
Net Increase in Cash and Cash Equivalents	1,223,251	422,832
Net foreign exchange difference	(2,335)	30
Cash and cash equivalents at the beginning of the period	3,767,897	4,669,162
Cash and Cash Equivalents at the End of the Period	4,988,813	5,092,024

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



DIRECTOR



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CHIEF FINANCIAL OFFICER

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
For The Quarter Ended September 30, 2025

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 Transition Reserve	Unappropriated Profit			
Rupees in Thousands									
Balance as at June 30, 2024	898,369	304,167	265,445	(184,739)	544	8,822,648	9,208,065	13	10,106,447
Net profit for the period	-	-	-	-	-	141,297	141,297	-	141,297
Other comprehensive income for the period	-	-	-	-	1	-	1	-	1
Total comprehensive income for the period	-	-	-	-	1	141,297	141,298	-	141,298
Transactions with owners of the equity									
Employee share option reserve	-	-	2,235	-	-	-	2,235	-	2,235
Balance as at September 30, 2024	898,369	304,167	267,680	(184,739)	545	8,963,945	9,351,598	13	10,249,980
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 income 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

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


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NOTES TO AND FORMING PART OF THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)

For The Quarter Ended September 30, 2025

1. The Company and its Operations

The Company and its Operations

- NetSol Technologies Limited
- NetSol Innovation (Private) Limited
- NetSol Ascent Middle East Computer Equipment Trading LLC.
- 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 LLC. 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% (2025: 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% (2025:100%) 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) are being submitted to the shareholders as required by section 237 of the Companies Act, 2017 (the "Act") and 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, 2025.

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, except for revaluation of certain financial instruments at fair value as disclosed in respective accounting policies or notes.

2.3 Functional and presentation currency

These condensed, interim, consolidated financial statements (un-audited) are presented in 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, 2025.

3.1 Standards, interpretations and amendments to approved accounting standards that are effective in the current year:

Certain standards, amendments and interpretations to approved accounting standards are also effective for accounting periods beginning on or after July 01, 2025, but are neither relevant nor have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in this condensed, interim, consolidated financial statements (un-audited).

3.1 Standards, interpretation and amendments to approved accounting standards that are not yet effective:

There are certain other new and amended standards, interpretations and amendments that are mandatory for the Company's accounting periods beginning on or after July 1, 2025 but are considered not to be relevant or will not have any significant effect on the Company's operations and are, therefore, not detailed in these condensed, interim, consolidated financial statements.

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, 2025.

5. Property and Equipment		Sep 30 2025	Jun 30 2025
	NOTE	(Un-audited)	(Audited)
Rupees in Thousands			
Operating fixed assets	5.1	1,211,283	1,173,580
Advance against capital expenditure		57,422	53,532
		1,268,705	1,227,112
5.1. Operating fixed assets			
Opening written down value		1,173,580	1,213,944
Additions during the period / year	5.1.1	106,910	279,610
Disposals during the period / year	5.1.2	(20)	(3,266)
		1,280,470	1,490,288
Depreciation charge for the period / year		(69,187)	(316,708)
		1,211,283	1,173,580

5.1.1 Following is the detail of additions / transfers during the period:

At cost			
Furniture and fixtures		6,259	4,223
Vehicles		68,827	24,794
Office equipment		1,291	15,514
Computer equipment and installations		30,273	126,112
Air conditioners		260	3,848
Computer softwares		-	105,119
		106,910	279,610

5.1.2 Following is the detail of disposals during the period

	September 30, 2025			June 30, 2025		
	(Un-audited)			(Audited)		
	Cost	Acc. Dep.	Written Down Value	Cost	Acc. Dep.	Written Down Value
Rupees in Thousands						
Furniture and Fixtures	288	268	20	594	582	12
Vehicles	1,700	1,700	-	11,151	7,897	3,254
Computer equipment and installations	23,044	23,044	-	7,127	7,127	-
	25,032	25,012	20	18,872	15,606	3,266

6. Intangible Assets

- 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.

7. Trade Debts	Sep 30 2025 (Un-audited)	Jun 30 2025 (Audited)
Rupees in Thousands		
Related Parties		
Considered good - unsecured	5,102,970	5,036,394
Considered doubtful - unsecured	212,758	225,827
	5,315,728	5,262,221
Other Parties		
Considered good - unsecured	768,256	832,740
Considered doubtful - unsecured	101,060	102,054
	869,316	934,794
Less: Provision for expected credit losses	(313,818)	(327,881)
	5,871,226	5,869,134
7.1 Amount receivable from related parties included in trade debts (from exports) are as under:		
NetSol Technologies (Thailand) Limited	12,860	-
NetSol Technologies (Beijing) Co., Ltd.	3,163,072	3,013,655
NetSol Technologies Australia Pty Limited	446,647	425,819
NetSol Technologies Americas Inc.	676,531	796,046
NetSol Technologies Europe Limited	49,376	33,803
Ascent Europe Limited	967,242	992,898
	5,315,728	5,262,221
8. Loans and Advances		
Considered good - unsecured		
Current portion of loans to executives	17,993	15,287
Advances to employees:		
- against salaries	4,654	1,439
- against expenses	72,936	25,385
	95,583	42,111
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		
Associates		
NetSol Technologies Americas Inc.	9.1	54,595
NetSol Connect (Private) Limited		17,455
NetSol Technologies (Beijing) Co., Ltd.		115,741
		161,484
9.1 These relate to the normal course of business of the Company and are interest free.		
10. Short Term Investments		
Askari Bank Limited	10.1	200,000
10.1 These carry markup ranging to 7% per annum (June 30, 2025 : 7% to 12% per annum) and have maturity of one month from the date of initial recognition with auto rollover. The lien is marked in favour of Lahore High Court on the term deposit receipt.		200,000

11. Issued, Subscribed and Paid up Capital

Sep 30 2025 (Un-audited)	Jun 30 2025 (Audited)		Sep 30 2025 (Un-audited)	Jun 30 2025 (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

11.1 Number of shares outstanding as at the reporting date:

Opening balance	85,147	89,837
Treasury shares of Rs. 10 each purchased at market value	-	(4,690)
Closing balance	85,147	85,147

11.2 NetSol Technologies Inc. 16000 Ventura Boulevard STE 770 ENCINO CA 91436, USA is the parent company, holding 69.76% (June 30, 2025: 69.76%) of issued capital of the Company. The percentage has been calculated after taking into account the impact of treasury shares.

11.3 The share capital includes 4,41,796 ordinary shares (June 25: 4,690,251) held as treasury shares by the Company. These treasury shares are held in CDC blocked account in frozen form. These are not entitled to any voting right, cash dividend or any other distribution made by the Company. No sale or disposal of treasury shares has been made during the financial year.

11.4 During the period, 278,455 shares are issued against the share options exercised by the eligible employees.

12. LONG TERM FINANCES – SECURED

Loan obligation	12.1	57,587	21,771
Less: Current portion of long term financing		(19,465)	(8,428)
		38,122	13,343

12.1 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 12.00% to 12.40% (June 30, 2025: 12.27% to 21.49%) per annum. These facilities are secured through lien marking in favour of financial institutions.

13. 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

13.1 All the terms and conditions are the same as those already disclosed in the annual financial statements for the year ended June 30, 2025.

14. Contingencies and Commitments

14.1 Contingencies

Mr. Ahsan Zubair, a former employee of the Company, had filed a case in January 26, 2013 for the recovery of damages for malicious prosecution before the Honourable Civil Court in Lahore in which he had sought damages amounting to Rs. 500 million. The case was filed five years after a complaint was lodged by the Company with the Federal Investigation Agency regarding the unauthorised use of its intellectual property by a company formed by Mr. Ahsan Zubair and his partner, who was also a former employee of the Company.

The learned Civil Court passed an order partially allowing damages to the tune of Rs. 200 million. The Company, being aggrieved by the decision, filed an appeal with the Honourable Lahore High Court. The Honourable Court on October 3, 2024, suspended the decree and judgment passed against the Company upon submission of a surety equal to the decretal amount, which was duly provided by the Company in the form of a bank guarantee. The case is still pending adjudication in the Lahore High Court.

In light of the facts and circumstances of the case, particularly the fact that the case was time barred which was ignored by the Honourable Civil Court and based on the opinion of the legal consultant, the case is expected to be decided in favor of the Company. Therefore, no provision has been incorporated in these financial statements.

- 14.2** On January 10, 2025, the Company filed a writ petition in the Islamabad High Court to challenge the viries of section 4C of the Income tax Ordinance 2001. The petition was allowed and stay granted by the Court. The Department consequently filed Intra Court Appeal (ICA) before the Division Bench of Islamabad High Court which was subsequently transferred to the Supreme Court of Pakistan by the order of the Constitutional Bench of the Supreme Court, where the ICA is pending decision.

In light of the facts and circumstances of the case and according to the tax advisor of the Company, the outcome of the case is expected to be in favor of the Company. Therefore, no provision has been incorporated in these financial statements.

14.2 Commitments

- (i) Bank guarantees have been issued amounting to Rs. 264.44 million (June 30, 2025: Rs. 264.44 million) against performance of various contracts, to Honourable Lahore High Court, to IESCO and to Standard Chartered Bank Pakistan (Limited) against its corporate credit cards.
- (ii) The Company has a capital commitment of Rs. 69.32 million as at September 30, 2025 (June 30, 2025: Rs. 73.90 million).

Quarter Ended September 30,
2025 2024
(Un-audited)
Rupees in Thousands

15. Revenue from Contracts with Customers – Net

Set out below is the disaggregation of the Company's revenue from contracts with customers:

Export Revenue

- Services	1,033,771	669,318
- Subscription and Support	1,498,532	1,241,248
	2,532,303	1,910,566

Local Revenue

- Services	11,974	7,103
- Subscription and Support	-	9,393
- Less: Sales tax	(1,652)	(1,164)
	10,322	15,332

2,542,625 **1,925,898**

15.1 Timing of revenue recognition:

At point in time	-	-
Over the time	2,542,625	1,925,898
	2,542,625	1,925,898

16. Other Income

Income from financial assets

Profit on bank deposits	14,200	-
Profit on short term investments	58,267	208,632
	72,467	208,632

Income from non-financial assets

Gain on foreign currency translation	-	172,503
Gain on disposal of property and equipment	4,804	-
Rental income	225	225
	5,029	172,728

77,496 **381,360**

17. 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.

18. Earnings Per Share – Basic and Diluted

	Quarter Ended September 30,	
	2025	2024
	(Un-audited)	
	Rupees in Thousands	
Profit attributable to ordinary shareholders	74,734	14,297
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	(4,442)	(2,000)
Weighted average number of ordinary shares as at Sep 30,	85,395	87,837
Earnings per share – basic	0.88	1.61
Weighted average number of ordinary shares (Diluted)		
Weighted average number of ordinary shares (Basic)	85,395	87,837
Effect of share options	1,301	1,227
Weighted average number of ordinary shares (diluted)	86,696	89,064
Earnings per share – diluted	0.86	1.59

19. 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:

		Quarter Ended September 30,	
		2025	2024
		(Un-audited)	
		Rupees in Thousands	
Relationship with the Company	Nature of Transactions		
Associated undertaking	Rental charges	225	225
	Provision of services	1,013,092	666,654
	Purchase of services	12,816	11,382
Key management personnel	Salaries and benefits	105,148	90,037
	Retirement benefits	4,158	3,638
	Commission paid	2,823	2,790
Post employment benefit	Contribution to defined contribution plan	59,568	48,571

20. 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.

21. 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.

22. Corresponding Figures

Corresponding figures have been re-classified, re-arranged, wherever necessary, for the purposes of comparison and better presentation as per reporting framework. However, no significant re-arrangements / reclassifications have been made in these financial statements.

23. Segment Revenues and Results

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

	Sep-25			Total
	PBS	PS	BPO	
	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

	Sep-24			
	PBS	PS	BPO	Total
Rupees in Thousands				
Revenue - net				
External sales				
Services	623,415	33,141	18,885	675,441
Subscription and Support	1,250,457	-	-	1,250,457
Total revenue	1,873,872	33,141	18,885	1,925,898
Cost of revenue	(1,240,504)	(55,430)	(17,990)	(1,313,924)
Segment results	633,368	(22,289)	895	611,974
Unallocated corporate expenses:				
Selling and promotional expenses				(206,491)
Administrative expenses				(379,790)
Other income				381,360
Other operating expenses				(136,156)
Finance cost				(68,907)
Final tax / levies				(60,693)
Profit after taxation				141,297

*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.

24. Date of Authorization for Issue

These condensed, interim, consolidated financial statements (un-audited) for the quarter ended September 30, 2025 were approved and authorised for issuance by the Board of Directors on 30th October 2025.

25. Figures

Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.



DIRECTOR



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



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