



**For the Nine Months
& Quarter Ended
March 31, 2026**

Company Profile

BOARD OF DIRECTORS

NAEEM ULLAH GHAURI

Chairman/Non-Executive Director

SALIM ULLAH GHAURI

Chief Executive Officer/Executive Director

OMAR SHAHAB GHAURI

Executive Director

VASEEM ANWAR

Non-Executive Director

HAMNA GHAURI

Non-Executive Director

NOMAN HUSSAIN

Independent Director

HUMA FAKHAR

Independent Director



AUDIT COMMITTEE

NOMAN HUSSAIN
Chairman

VASEEM ANWAR
Member

HUMA FAKHAR
Member

CHIEF FINANCIAL OFFICER
BOO-AI SIDDIQUI

COMPANY SECRETARY
SEHRISH

CHIEF INTERNAL AUDITOR
MUHAMMAD ABDUL
WAHAB HAFEEZ

AUDITORS

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Chaudhury & Co.
Chartered Accountants
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LEGAL ADVISOR

CORPORATE LAW
ASSOCIATES
1st Floor Queen's Centre
Shahra-e-Fatima Jinnah
Lahor

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BANKERS

- Askari Bank Limited
- Samba Bank Limited
- Meezan Bank Limited
- Dubai Islamic Bank
Pakistan Limited
- Al Baraka Bank
(Pakistan) Limited
- Habib Metropolitan
Bank Limited
- Bank Alfalah Islamic
Limited
- Bank Al Habib Limited
- Habib Bank Limited

CONTACT DETAILS

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Director's Report

On behalf of the Board of Directors of NETSOL Technologies Limited (NETSOL or the Company), we are pleased to present the unaudited condensed financial statements of your company together with its consolidated accounts for the period ended March 31, 2026.

GENERAL OVERVIEW

Northridge Finance, a division of the Bank of Ireland, went live with NETSOL's Transcend Finance platform to support its growth strategy

NETSOL announced the deployment of its Transcend Finance platform for Northridge Finance, a division of Bank of Ireland UK, to optimize its wholesale finance capabilities. Built to simplify and automate dealer funding operations, Transcend Finance's Wholesale Finance System enables dealers, distributors and supply chain stakeholders to achieve greater efficiency, control and scalable growth.

Northridge wanted differentiated and elevated capabilities in wholesale stocking. Transcend Finance empowers them with increased operational agility, automation, faster payments, robust risk management and a richer dealer experience they can use to grow their portfolio.

Tier-one U.S.-based auto captive went live in China on NETSOL's Transcend Finance in a \$10M+ deal

A tier-one U.S.-based auto captive finance company went live with the NETSOL's Transcend Finance platform in China under a contract valued at over \$10 million. This implementation marked a significant step forward in the client's modernization and technology-driven growth. They are an existing client of NETSOL's, using its technology solutions in the United States.

With a growing portfolio of premier clients in China, including global OEMs, captives and local finance companies, NETSOL has solidified its reputation as the partner of choice for organizations seeking innovation, compliance and scalability in automotive finance operations.

FINANCIAL PERFORMANCE

Comparisons of un-audited financial results for the third quarter ended March 31, 2026 with the corresponding period of the fiscal year 2025 and cumulative results for the nine months ended March 31, 2026, with those of March 31, 2025, of the company are given below:

STAND-ALONE FINANCIAL STATEMENTS	Jan-Mar	Jan-Mar	Jul-Mar	Jul-Mar
	2026	2025	2026	2025
	Rupees in millions			
Revenue	3,247	2,287	7,882	6,441
Gross profit	1,933	858	3,613	2,445
Net profit	1,127	177	1,394	347
EPS – basic (in PKR)	13.01	2.06	16.18	3.98
EPS – diluted (in PKR)	12.94	2.03	16.03	3.92
EBITDA per share – diluted (in PKR)	14.71	3.05	19.45	5.79

Revenues during the quarter ended March 31, 2026 increased by 42% compared to the revenues posted in the same quarter of previous fiscal year. The company generated net revenue of PKR 3,247 million as compared to PKR 2,287 million during the corresponding period last year. The revenue stream for the current quarter is fueled with the additional license revenue of PKR 1,273 million to current customers. On the services side, the Company recorded revenue of PKR 556 million, compared to PKR 1,046 million in the previous fiscal year. Meanwhile, Subscription and support revenue increased from PKR 1,241 million to PKR 1,418 million in the current quarter. This growth is primarily driven by customers transitioning into the maintenance phase following successful project implementations.

Company reported a gross margin of 60%, as compared to the corresponding period where these margins were recorded at 38%. The Company posted a net profit of PKR 1,127 million compared to a net profit of PKR 177 million in the comparable period. Earnings per basic & diluted share were PKR 13.01 and PKR 12.94 respectively, in comparison of earnings of PKR 2.06 and PKR 2.03 per basic & diluted share in the corresponding period of last fiscal year. The company posted a net EBITDA profit of PKR 14.71 per diluted share compared to PKR 3.05 in the comparable period.

On year-to-date basis, the Company posted net revenues of PKR 7,882 million compared to PKR 6,441 million in the corresponding period. Gross Margins during the period clocked in at PKR 3,613 million as compared to the corresponding period where margins were recorded at PKR 2,445 million. The Company posted a net profit after tax of PKR 1,394 million in comparison of PKR 347 million during the same period last year. Basic & diluted earnings per share for the nine months ended March 31, 2026 were PKR 16.18 and 16.03 respectively in comparison of PKR 3.98 and 3.92 in the corresponding period. EBITDA profit for the current nine months period was PKR 19.45 per share compared to PKR 5.79 per share in the preceding period.

The Company also consolidates financial results of its wholly owned subsidiaries "NETSOL Innovation (Pvt) Limited" and "NETSOL Ascent Middle East Computer Equipment Trading LLC" and wholly owned sub-subsidiary "NETSOL Institute of Artificial Intelligence (Pvt) Limited". Net consolidated revenues for the quarter ended March 31, 2026 were PKR 3,572 million compared to PKR 2,400 million in the same period of fiscal 2025. Consolidated gross profit for the quarter was PKR 2,091 million as compared to PKR 919 million in the same period last year. On consolidated basis, the company posted net consolidated profit of PKR 950 million in the current quarter compared to profit of PKR 215 million posted in the same period last year. Basic and diluted earnings per share for the quarter ended March 31, 2026 were PKR 10.98 and PKR 10.91 compared to PKR 2.50 and PKR 2.46 in the same period of last fiscal year.

Future Outlook

NETSOL continues to enhance its reputation as a trusted partner for automotive and equipment OEMs, dealers, brokers and financial institutions worldwide through its unified, AI-enabled Transcend Platform.

The company's products within the Transcend Platform have recently undergone a series of upgrades and enhancements, aimed at strengthening functionality, improving performance and delivering a more seamless user experience for clients. These ongoing advancements are expected to further elevate performance, refine user experience and deliver greater scalability for clients across global markets.

Looking ahead, the company will continue to empower financial institutions globally through Transcend Finance – its core finance and leasing solution designed to help lenders, captives and commercial financiers oversee the entire financing journey with greater insight, accuracy and control, while streamlining processes and enabling confident growth.

Transcend Retail, the company's digital automotive retail platform, is expected to build on its growing momentum among leading dealer groups and dealerships in the United States, with a strategic focus on expanding adoption. Transcend Retail is positioned to further transform the vehicle purchasing journey while enabling retailers to drive stronger performance and profitability.

Complementing these key solutions, NETSOL is continuing to promote Transcend Marketplace, Transcend Consultancy and Transcend AI Labs, which have built an integrated suite that supports the full spectrum of requirements across both financial services and automotive retail industries.

By harnessing AI-enabled capabilities within the Transcend Platform, NETSOL will continue to support clients in enhancing productivity, enabling smarter decision-making and driving sustainable, long-term growth in an increasingly dynamic business environment.

NETSOL's healthy pipeline underscores increasing demand and the steady broadening of the company's clientele, spanning Tier-1, Tier-2 and Tier-3 organizations. This targeted strategy allows enterprises of varying scale to benefit from flexible, forward-thinking technology aligned with their unique operational goals.

Through continued presence at major industry conferences, conventions, summits and other events across North America, Europe, APAC and the Middle East, NETSOL demonstrates its dedication to innovation, knowledge-sharing and meaningful collaboration. These platforms serve as important opportunities to demonstrate the capabilities of the Transcend Platform, connect directly with prospects and exchange perspectives on an evolving industry dynamics.

In parallel, NETSOL has significantly strengthened its digital marketing capabilities over the past two years, establishing it as a key driver of brand visibility, lead generation and client engagement. Through data-driven campaigns, targeted outreach and integrated digital strategies, the company continues to expand its global reach, support pipeline growth and enhance conversion across priority markets.

NETSOL remains committed to advancing technological development, enhancing operational performance and fostering strategic alliances. With an emphasis on innovation, its deep domain expertise and exceptional client support, NETSOL is well-positioned to expand its presence and reinforce its standing across its core sectors. The company will continue to equip organizations to confidently navigate future challenges while unlocking lasting business value.

Built on a future-ready foundation designed to support emerging models such as EV adoption, subscriptions, fleet solutions and embedded finance, NETSOL continues to empower enterprises to scale confidently across next-generation mobility and financial ecosystems.

Acknowledgement

The Board of Directors places on record its appreciation for the continued support by its shareholders, valued customers, government agencies and financial institutions which enabled the company to achieve these results. The board would also like to express its appreciation for the services, loyalty and efforts being continuously rendered by the executives and all the staff members of the company and hope that they will continue with the same spirit in future.

On behalf of the Board

**Salim Ullah Ghauri**

Chief Executive Officer
Director

**Omar Shahab Ghauri**

April 30, 2026

ڈائریکٹرز جائزہ رپورٹ

ہمیں خوشی ہے کہ ہم نیٹ سول ٹیکنالوجی لمیٹڈ کے بورڈ آف ڈائریکٹرز کی جانب سے کمپنی کی 31 مارچ 2026ء کو ختم ہونے والے عرصہ کے لیے غیر آڈٹ شدہ مالیاتی گوشوارے بشمول مجموعی مالیاتی گوشوارے پیش کر رہے ہیں۔

عمومی جائزہ: (General Overview)

اپنی نموی حکمت عملی میں معاونت کے لئے بینک آف آئرلینڈ کا ایک ڈویژن Northridge Finance نیٹ سول کے Transcend Finance پلیٹ فارم کے ساتھ Live ہوا

نیٹ سول نے بینک آف آئرلینڈ برطانیہ کے ڈویژن Northridge Finance کے لئے اپنے Transcend Finance پلیٹ فارم کا اطلاق کیا تاکہ ادارہ اپنی wholesale finance استعداد کو وسعت دے سکے۔ ڈیلر کے فنڈنگ آپریشن کو آسان اور خود کار بنانے کے لئے تیار کیا گیا Transcend Finance کا Wholesale Finance System ڈیلرز، ڈسٹری بیوٹرز اور سپلائی چین اسٹیک ہولڈرز کو بہتر کارکردگی، نظم و ضبط اور تیز رفتار نمو حاصل کرنے میں مدد کرتا ہے۔

Northridge ہول سیل اسٹانڈنگ میں منفرد اور اعلیٰ درجے کی صلاحیتوں کو حاصل کرنا چاہتا تھا۔ Transcend Finance انہیں اضافی آپریشنل رفتار، خود کار عمل، ادائیگیوں میں روانی، مربوط ریسک مینجمنٹ اور ڈیلر تجربہ میں فراوانی کے قابل بناتا ہے جسے ادارہ اپنے پورٹ فولیو میں بہتری کے لئے استعمال کر سکتا ہے۔

Tier-one امریکی auto captive چین میں 10 ملین ڈالر سے زائد کے معاہدہ کے تحت نیٹ سول کے Transcend Finance پر Live ہوا

tier-one امریکی auto captive چین میں 10 ملین ڈالر سے زائد مالیت کے معاہدہ کے تحت نیٹ سول کے Transcend Finance پر live ہوا۔ اس اطلاق نے کلائنٹ کی جدت پسند اور ٹیکنالوجی پر مبنی نمویں ایک اہم قدم آگے بڑھایا۔ وہ نیٹ سول کے پرانے کلائنٹ ہیں جو امریکہ میں کمپنی کے ٹیکنالوجی سلوشنز استعمال کر رہے ہیں۔

چین میں بڑے کلائنٹس، بشمول OEMs، انشورنس کمپنیوں اور لوکل فنڈنگ کمپنیوں کے پورٹ فولیو میں اضافہ کے ساتھ نیٹ سول نے automotive finance آپریشنز میں جدت تعمیل اور وسعت پذیری کے متلاشی اداروں کے لئے اولین انتخاب کے طور پر اپنی ساکھ کو مضبوط کیا ہے۔

مالیاتی کارکردگی: (Financial Performance)

31 مارچ 2026ء کو ختم ہونے والی تیسری سہ ماہی مع 2025ء کی اسی مدت کے ساتھ اور 31 مارچ 2026ء کو ختم ہونے والی نو ماہی مع 31 مارچ 2025ء کی اسی مدت کے ساتھ غیر آڈٹ شدہ مالیاتی گوشوارے کے نتائج کا موازنہ درج ذیل ہے۔

انفرادی مالیاتی گوشوارے			
تفصیلات	جنوری تا مارچ 2026ء	جنوری تا مارچ 2025ء	جولائی تا مارچ 2025ء
	2026ء		
محصولات (ملین میں)	3,247	2,287	6,441
خام منافع (ملین میں)	1,933	858	2,445
صافی نفع (ملین میں)	1,127	177	347
منافع فی حصص بنیادی (روپوں میں)	13.01	2.06	3.98
منافع فی حصص - تحلیل شدہ (روپوں میں)	12.94	2.03	3.92
EBITDA فی حصص - تحلیل شدہ (روپوں میں)	14.71	3.05	5.79

31 مارچ 2026ء کو ختم ہونے والی سہ ماہی کی محصولات پچھلے مالی سال کی اسی سہ ماہی میں درج ہونے والی محصولات کے مقابلے میں 42 فیصد اضافہ ہوا۔ کمپنی گزشتہ سال کے اسی عرصے کے دوران 2,287 ملین روپے کے مقابلے میں 3,247 ملین روپے کی خالص محصولات حاصل کرنے میں کامیاب رہی ہے۔ موجودہ سہ ماہی کے لیے محصولات کا سلسلہ موجودہ صارفین کو 1,273 ملین روپے کے

اضافی لائسنس کی محصولات سے ہوا ہے۔ خدمات محصولات کی مد میں، کمپنی نے گذشتہ مالی سال کی اسی سہ ماہی میں 1,046 ملین روپے کے مقابلے میں 556 ملین روپے کی محصولات موجودہ سہ ماہی میں درج کی ہیں۔ دریں اثناء، سہسکرپشن اور سپورٹ (بحالی) کی محصولات 1,241 ملین روپے سے بڑھ کر 1,418 ملین روپے ہو گئی ہیں۔ یہ اضافہ بنیادی طور پر منصوبوں کے کامیاب نفاذ کے بعد دیکھ بھال کے مرحلے میں داخل ہونے والے صارفین کی وجہ سے ہوتی ہے۔

کمپنی نے اسی مدت کے مقابلے میں 60 فیصد کا مجموعی مارجن درج کیا جہاں یہ مارجن 38 فیصد درج کیے گئے تھے۔ کمپنی نے گذشتہ سال 177 ملین روپے خالص منافع کے مقابلے میں 1,127 ملین روپے خالص منافع کمایا ہے۔ گذشتہ مالی سال کی اسی مدت میں فی حصص کی بنیادی اور تحلیل شدہ آمدنی بالترتیب 2.06 اور 2.03 روپے کے مقابلے میں بالترتیب 13.01 اور 12.94 روپے تھی۔ کمپنی نے گذشتہ عرصے 3.05 روپے تحلیل شدہ فی حصص خالص EBITDA منافع کے مقابلے میں موجودہ سہ ماہی میں 14.71 روپے تحلیل شدہ فی حصص کا خالص EBITDA منافع درج کیا ہے۔

سال بد روز کی بنیاد پر، کمپنی نے اسی مدت میں خالص محصولات گذشتہ سال 6,441 ملین روپے کے مقابلے میں 7,882 ملین روپے قلمبند کیا ہے۔ اس مدت کے دوران مجموعی مارجن اسی مدت کے مقابلے میں 3,613 ملین روپے تک پہنچ گئے جہاں مارجن 2,445 ملین روپے درج کیے گئے تھے۔ کمپنی نے گذشتہ سال کی اسی مدت کے دوران 347 ملین روپے کے مقابلے میں 1,394 ملین روپے کا بعد از ٹیکس خالص منافع کمایا ہے۔ 31 مارچ 2026ء کو ختم ہونے والے نو ماہی کے لئے فی حصص بنیادی اور تحلیل شدہ آمدنی بالترتیب گذشتہ مدت میں 3.98 اور 3.92 روپے کے مقابلے میں بالترتیب 16.18 اور 16.03 روپے درج کی ہے۔ موجودہ نو ماہی مدت کے لیے EBITDA منافع 19.45 روپے فی حصص درج کیا ہے جو گذشتہ مدت میں 5.79 روپے فی حصص تھا۔

کمپنی نے اپنے مکمل ملکیتی ذیلی ادارے ”نیٹ سول انوویشن (پرائیویٹ) لمیٹڈ“، ”نیٹ سول ایسٹڈ مل ایسٹ ایکوپمنٹ ٹریڈنگ ایل ایل سی“ اور اس کے مکمل ملکیتی ذیلی ادارہ ”نیٹ سول انسٹی ٹیوٹ آف آرٹیفیشل انٹیلی جنس (پرائیویٹ) لمیٹڈ“ کے مجموعی مالیاتی گوشوارے شامل کر دیئے ہیں۔ 31 دسمبر 2026ء کے ختم ہونے والی سہ ماہی کیلئے نقد مجموعی محصولات 3,572 ملین روپے ہیں جو 2025ء مالی سال کی مدت میں 2,400 ملین روپے درج کی گئی تھی۔ مجموعی خام منافع گذشتہ مالی سال کی اسی سہ ماہی کے 919 ملین روپے کے مقابلے میں موجودہ سہ ماہی میں 2,091 ملین روپے ہے۔ مجموعی بنیاد پر، کمپنی نے گذشتہ سال کی اسی مدت میں 215 ملین روپے نقد مجموعی منافع کے مقابلے میں موجودہ سہ ماہی میں 950 ملین روپے کا نقد مجموعی منافع درج کیا ہے۔ 31 دسمبر 2026ء کو ختم ہونے والی سہ ماہی کے لئے فی بنیادی اور تحلیل شدہ آمدنی، گذشتہ مدت میں 2.50 اور 2.46 روپے فی حصص منافع کے مقابلے میں 10.98 اور 10.91 روپے بنیادی اور تحلیل شدہ فی حصص منافع درج کیا ہے۔

مستقبل کا نقطہ نظر: (Future Outlook)

نیٹ سول اپنے مخلوط AI پر مبنی Transcend پلیٹ فارم کے ذریعے دنیا بھر میں آٹوموٹیو اور آلات OEMs، ڈیلرز، بروکرز اور مالیاتی اداروں کے لئے بھرپور سہ مندر شراکت داری حیثیت سے اپنی ساکھ کو بڑھا رہا ہے۔

Transcend پلیٹ فارم حال ہی میں کمپنی کی مصنوعات میں مختلف اپ گریڈز اور اضافوں کے عمل سے گزرا ہے جس کا مقصد کام کرنے کی صلاحیت کو بڑھانا، کارکردگی بہتر کرنا اور صارفین کے لئے رکاوٹوں سے پاک صارف کا تجربہ فراہم کرنا ہے۔ ان جاری پیش رفتوں سے کارکردگی میں مزید اضافہ، صارف تجربہ میں نکھار اور عالمی منڈیوں میں صارفین کے لئے مزید وسعت پذیری فراہم کرنے کی توقع کی جا رہی ہے۔

مستقبل میں، کمپنی اپنے مرکزی فنانس اینڈ لیزنگ سلوشن Transcend Finance کے ذریعے عالمی سطح پر مالیاتی اداروں کو خود مختار بنانے کا عمل جاری رکھے گی۔ اس سلوشن کا مقصد طریقہ ہائے کار کو ایک سمت دیتے اور مربوط نمونہ بڑھاتے ہوئے قرض داروں، انشورنس کمپنیوں اور کرسٹل سرمایہ داروں کو باریک بینی، شفافیت اور کنٹرول سے مکمل مالیاتی عمل پر نگرانی رکھنے میں مدد فراہم کرنا ہے۔

توقع کی جا رہی ہے کہ کمپنی کا ڈیجیٹل آٹوموٹیو ریٹیل پلیٹ فارم Transcend Retail ریاست ہائے متحدہ امریکہ کے معروف ڈیلر گروپوں اور ڈیلر شپس میں اپنی ساکھ مضبوط کر رہا ہے اور اس کو اولین انتخاب بنانے کی بھرپور کوشش کی جا رہی ہے۔ Transcend Retail گاڑیوں کی خرید کے عمل میں مزید تبدیلیاں لانے کے لئے بالکل تیار ہے جہاں ریٹیلرز مضبوط کارکردگی اور منافع بڑھانے کے قابل ہو جائیں گے۔

ان مرکزی سلوشنز سے متاثر ہوتے ہوئے نیٹ سول Transcend Consultancy، Transcend Marketplace اور Transcend AI Labs کو فروغ دے رہا ہے۔ جس نے ایک مضبوط سافٹ ویئر بنایا ہے جو مالیاتی خدمات اور آٹوموٹیو ریٹیل انڈسٹریز کی تمام تر ضروریات کا احاطہ کرتا ہے۔

Transcend پلیٹ فارم میں AI پر مبنی صلاحیتوں کو بروئے کار لاتے ہوئے، نیٹ سول انتہائی متحرک اور تبدیل ہوتے ہوئے کاروباری ماحول میں صارفین کو اپنی پیداواری صلاحیت کو بڑھانے، بہتر فیصلہ سازی اور دائمی، طویل مدتی نمو کی جانب سفر کے قابل بنانے میں مدد جاری رکھے گا۔

نیٹ سول کی مضبوط پائپ لائن Tier-I، Tier-II اور Tier-III پر مبنی اداروں جیسے نیٹ سول کے صارفین کو وسعت دینے اور طلب میں اضافہ کو نمایاں کرتی ہے۔ یہ خصوصی حکمت عملی مختلف صلاحیتوں کے

حامل کاروباری اداروں کو اپنے منفرد آپریشنل اہداف کے عین مطابق لچکدار اور جدید ترین ٹیکنالوجی سے فائدہ اٹھانے میں مدد دیتی ہے۔

شمالی امریکہ، یورپ، APAC اور مشرق وسطیٰ میں بڑی صنعتی کانفرنسوں، کنونشنوں، سمٹس اور دیگر تقریبات میں لگاتار شرکت کے ذریعے، نیٹ سول جدت، علم کی تقسیم اور با معنی تعاون کے لیے اپنی لگن کا مظاہرہ کرتا ہے۔ یہ پلیٹ فارمز Transcend پلیٹ فارم کی صلاحیتوں کو اجاگر کرنے، ممکنہ صارفین کے ساتھ براہ راست رابطہ کرنے اور بدلتے ہوئے صنعتی محرکات پر تبادلہ خیال کرنے کا خصوصی موقع فراہم کرتے ہیں۔

علاوہ ازیں، نیٹ سول نے گزشتہ دو برسوں میں اپنی ڈیجیٹل مارکیٹنگ کی صلاحیتوں کو واضح طور پر مضبوط کیا ہے۔ جس نے براؤڈ کی نمائش، لیڈ جنریشن اور صارف کے ساتھ روابط میں اپنا لوہا منوایا ہے۔ ڈیٹا پر مبنی campaigns، خصوصی رسائی اور مر بوط ڈیجیٹل حکمت عملی کے ذریعے، کمپنی عالمی سطح پر اپنی موجودگی کو وسعت اور اپنی نمو کے وسائل کو سہارا دے رہی اور ترجیحی منڈیوں میں تبدیلی کو بڑھا رہی ہے۔

نیٹ سول ٹکنیکی ترقی کو جاری رکھے، آپریشنل کارکردگی کو بڑھانے اور اسٹریٹجک اتحاد کو فروغ دینے کے لیے کوشاں ہے۔ جدت، مختلف شعبوں میں مہارت اور غیر معمولی صارف سپورٹ پر زور دینے کے علاوہ نیٹ سول اپنی موجودگی کو بڑھانے اور بنیادی شعبوں میں اپنے قیام کو مضبوط کرنے کے لیے اچھی پوزیشن میں ہے۔ کمپنی طویل مدتی کاروباری قدر کو مزید بڑھاتے ہوئے مستقبل کے چیلنجز سے اعتماد کے ساتھ نبرد آزما ہونے کے لئے اپنے ادارے میں جدت لاتی رہے گی۔

مستقبل کے لیے تیار بنیاد کے تحت جاری EV adoption، سبسکرپشنز، fleet، سلو شنز اور embedded فنانش جیسے ابھرتے ہوئے ماڈلز کو سپورٹ کرنے کے لیے نیٹ سول کاروباری اداروں کو next-generation mobility کی تحریک اور مالیاتی ایکوسٹم میں اعتماد کے ساتھ جیسے رہنے میں مدد کر رہا ہے۔

اعتراف (Acknowledgement)

بورڈ آف ڈائریکٹرز کمپنی کے حصص یافتگان، قابل قدر صارفین، سرکاری اداروں اور مالیاتی اداروں کی جانب سے حمایت و معاونت کے لیے ان کی تعریف کرتا ہے اور خراج تحسین پیش کرتا ہے۔ بورڈ کمپنی کے تمام ایگزیکٹوز اور اسٹاف ممبرز کا ان کی قابل قدر خدمات و فاداری اور ان کی مسلسل کوششوں کو قدر کی نگاہ سے دیکھتا ہے اور انہیں بھی خراج تحسین پیش کرتا ہے اور امید کرتا ہے کہ مستقبل میں بھی ان کی مخلصانہ کوشش جاری و ساری رہیں گی۔

از طرف بورڈ آف ڈائریکٹرز



عمر شہاب غوری
(ڈائریکٹر)



سلیم اللہ غوری
(چیف ایگزیکٹو آفیسر)

لاہور

30 اپریل 2026ء

Condensed Un-Consolidated Financial Statements

For the Nine Months & Quarter Ended March 31, 2026



NETSOL TECHNOLOGIES LIMITED
CONDENSED INTERIM UN-CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT MARCH 31, 2026

	Note	March 31 2026 (Un-audited) ----Rupees in Thousands----	June 30 2025 (Audited)
ASSETS			
Non Current Assets			
Property and equipment	5	1,303,501	1,225,066
Intangible assets	6	290,448	-
Long term investments	7	537,218	537,218
Long term contract assets		621,322	20,846
Long term loans to employees		7,180	8,590
		2,759,669	1,791,720
Current Assets			
Trade debts	8	8,581,024	5,740,008
Contract assets		2,716,604	1,997,736
Loans and advances		121,250	42,041
Deposits and short term prepayments		139,229	226,057
Other receivables		113,414	127,085
Due from related parties	9	636,417	362,685
Prepaid tax asset		5,712	70,468
Short term investments		600,000	200,000
Cash and bank balances		2,208,483	3,696,726
		15,122,133	12,462,806
Total Assets		17,881,802	14,254,526
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	10	898,369	898,369
Reserves		11,522,757	10,016,074
Share deposit money		537	3,868
Shareholders' Equity		12,421,663	10,918,311
Non Current Liabilities			
Long term financing	11	68,219	13,343
Long term advances		15,164	5,415
		83,383	18,758
Current Liabilities			
Trade and other payables		901,987	972,870
Contract liabilities		2,250,675	151,621
Short term borrowings	12	2,180,000	2,180,000
Current portion of long term financing		39,649	8,428
Unclaimed dividend		4,445	4,538
		5,376,756	3,317,457
Contingencies and commitments	13	-	-
Total Equity and Liabilities		17,881,802	14,254,526

The annexed notes 1 to 23 form an integral part of these condensed interim un-consolidated financial statements (un-audited).



DIRECTOR



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER

NETSOL TECHNOLOGIES LIMITED

CONDENSED INTERIM UN-CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE NINE MONTHS & QUARTER ENDED MARCH 31, 2026

	Note	Nine Months Ended March 31,		Quarter Ended March 31,	
		2026	2025	2026	2025
		(Un-audited)		(Un-audited)	
		---- Rupees in Thousands ----		---- Rupees in Thousands ----	
Revenue from contracts with customers - net	14	7,882,478	6,441,084	3,247,132	2,287,062
Cost of revenue		(4,269,763)	(3,995,822)	(1,314,204)	(1,428,632)
Gross Profit		3,612,715	2,445,262	1,932,928	858,430
Selling and promotional expenses		(715,460)	(604,809)	(262,836)	(211,537)
Administrative expenses		(1,171,168)	(1,103,776)	(382,243)	(353,515)
		(1,886,628)	(1,708,585)	(645,079)	(565,052)
Operating Profit		1,726,087	736,677	1,287,849	293,378
Other operating expenses		(255,413)	(458,889)	(71,226)	(204,320)
Finance cost		(134,610)	(180,729)	(40,189)	(51,272)
Other income	15	230,708	436,885	66,546	178,266
		(159,315)	(202,733)	(44,869)	(77,326)
Profit before Final Taxes and Income Tax		1,566,772	533,944	1,242,980	216,052
Final tax / levies	16	(172,480)	(186,992)	(116,113)	(38,607)
Profit before Income Tax		1,394,292	346,952	1,126,867	177,445
Income tax		-	-	-	-
Net Profit for the Period		1,394,292	346,952	1,126,867	177,445
Earnings Per Share - Basic and Diluted	17				
- Basic		16.18	3.98	13.01	2.06
- Diluted		16.03	3.92	12.94	2.03

The annexed notes 1 to 23 form an integral part of these condensed interim un-consolidated financial statements (un-audited).



DIRECTOR



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NETSOL TECHNOLOGIES LIMITED

CONDENSED INTERIM UN-CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS & QUARTER ENDED MARCH 31, 2026

	Nine Months Ended March 31,		Quarter Ended March 31,	
	2026	2025	2026	2025
	---- Rupees in Thousands ----		---- Rupees in Thousands ----	
Net Profit for the Period	1,394,292	346,952	1,126,867	177,445
<i>Other Comprehensive Income for the period</i>				
<i>Items that may be re-classified subsequently to profit or loss</i>	-	-	-	-
<i>Items that will not be re-classified subsequently to profit or loss</i>	-	-	-	-
	-	-	-	-
Total Comprehensive Income for the Period	<u>1,394,292</u>	<u>346,952</u>	<u>1,126,867</u>	<u>177,445</u>

The annexed notes 1 to 23 form an integral part of these condensed interim un-consolidated financial statements (un-audited).



DIRECTOR



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NETSOL TECHNOLOGIES LIMITED

CONDENSED INTERIM UN-CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 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	Unappropriated Profit			
-----Rupees in Thousands -----								
Balance as at June 30, 2024	898,369	304,167	264,787	(184,739)	9,280,082	9,664,297	13	10,562,679
Net profit for the period	-	-	-	-	346,952	346,952	-	346,952
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	346,952	346,952	-	346,952
Transactions with owners of the equity								
Payment of final dividend for the period ended June 30, 2024					(263,511)	(263,511)	-	(263,511)
Acquisition of treasury shares				(419,988)		(419,988)		(419,988)
Share deposit money received - net						-	(13)	(13)
Employee share option reserve	-	-	4,349	-	-	4,349	-	4,349
Balance as at March 31, 2025	898,369	304,167	269,136	(604,727)	9,363,523	9,332,099	-	10,230,468
Balance as at June 30, 2025	898,369	304,167	269,136	(604,727)	10,047,498	10,016,074	3,868	10,918,311
Net profit for the period	-	-	-	-	1,394,292	1,394,292	-	1,394,292
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	1,394,292	1,394,292	-	1,394,292
Transactions with owners of the equity								
Re-issue of treasury shares against stock options to employees	-	418	(21,398)	133,371	-	112,391	(112,391)	-
Share deposit money received - net	-	-	-	-	-	-	109,060	109,060
Balance as at March 31, 2026	898,369	304,585	247,738	(471,356)	11,441,790	11,522,757	537	12,421,663

The annexed notes 1 to 23 form an integral part of these condensed interim un-consolidated financial statements (un-audited).



DIRECTOR



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NETSOL TECHNOLOGIES LIMITED

CONDENSED INTERIM UN-CONSOLIDATED STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2026

	March 31 2026	March 31 2025
	----Rupees in Thousands----	
Profit before final taxes and income tax	1,566,772	533,944
Adjustments for:		
Depreciation - own assets	190,369	231,624
Depreciation of right of use assets	-	607
Gain on disposal of property and equipment	(24,245)	(980)
Foreign exchange loss - net	42,201	10,395
Finance cost	130,048	177,310
Interest income	(199,780)	(434,215)
Effect of discounting of long term contract assets	(5,108)	-
Employee share option compensation expense	-	4,349
Provision for expected credit losses	36,212	178,547
	169,697	167,637
Operating profit before working capital changes	1,736,469	701,581
<i>Decrease / (Increase) in current assets</i>		
Trade debts	(2,800,520)	683,144
Contract assets	(1,431,996)	(749,190)
Loans and advances	(77,799)	44,818
Deposits and short term prepayments	86,828	(106,486)
Other receivables	27,376	(63,124)
Due from related parties	(273,732)	106,038
<i>(Decrease) / Increase in current liabilities</i>		
Trade and other payables	(61,711)	163,964
Contract liabilities	2,099,338	(1,264,053)
	(2,432,216)	(1,184,889)
Cash used in Operations	(2,432,216)	(1,184,889)
Levy / final tax paid	(107,724)	(212,204)
Dividend paid	(93)	(262,782)
	(107,817)	(474,986)
Net cash used in Operating Activities	(803,564)	(958,294)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for acquisition of property and equipment	(289,933)	(176,987)
Proceeds from disposal of property and equipment	26,041	1,005
Expenditure on internally generated intangibles	(290,448)	-
Short term investments	(400,000)	(200,000)
Advance against capital expenditure	19,333	(64,545)
Interest received	186,075	434,215
Net cash used in Investing Activities	(748,932)	(6,312)
CASH FLOWS FROM FINANCING ACTIVITIES		
Acquisition of treasury shares	-	(419,988)
Share deposit money - net	109,060	(13)
Repayment of lease liabilities	-	(1,017)
Long term financing obtained	106,608	(12,043)
Repayment of long term financing	(27,366)	-
Short term borrowing - net	(133,798)	443,994
Long term advances - net	9,749	2,565
Net cash generated from Financing Activities	64,253	13,498
Net decrease in Cash and Cash Equivalents	(1,488,243)	(951,108)
Cash and cash equivalents at the beginning of the period	3,696,726	4,647,055
Cash and Cash Equivalents at the End of the Period	2,208,483	3,695,947

The annexed notes 1 to 23 form an integral part of these condensed interim un-consolidated financial statements (un-audited).



DIRECTOR



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NETSOL TECHNOLOGIES LIMITED

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UN-CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2026

Note 1

Legal Status and Nature of Business

NetSol Technologies Limited ("the 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
NetSol IT Village, (Software Technology Park) Lahore Ring Road, Ghazi Road Interchange, Lahore Cantt., Pakistan.	Registered office and Business unit
43/1/Q, Amna Villa 1, Block-6, PECHS Karachi, Pakistan.	Branch office
House No. 4, Safari Villas 1, Bahria Town, Rawalpindi, Pakistan.	Branch 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.

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.

Note 2

Basis of Preparation

2.1 Separate financial statements

These financial statements are condensed, interim, un-consolidated financial statements (un-audited) of the Company. Condensed consolidated interim financial statements of the Company are prepared separately.

2.2 Statement of compliance

These condensed interim un-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, un-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.

2.3 Basis of measurement

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

2.4 Functional and presentation currency

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

Note 3

Material Accounting Policy Information

The accounting policies adopted for the preparation of these condensed, interim, un-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.

NETSOL TECHNOLOGIES LIMITED

Notes to and forming part of the Condensed Interim Un-consolidated Financial Statements (Un-audited)

Note 4

Use of Estimates and Judgements

The preparation of condensed, interim, un-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, un-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.

Note 5

Property and Equipment

		March 31 2026	June 30 2025
	Note	(Un-audited)	(Audited)
----Rupees in Thousands----			
Operating fixed assets	5.1	1,269,302	1,171,534
Advance against capital expenditure		34,199	53,532
		<u>1,303,501</u>	<u>1,225,066</u>
5.1 Operating fixed assets			
Opening written down value		1,171,534	1,208,998
Additions during the period / year	5.1.1	289,933	279,045
Disposals during the period / year		(1,796)	(3,265)
		1,459,671	1,484,778
Depreciation charge for the period / year		(190,369)	(313,244)
		<u>1,269,302</u>	<u>1,171,534</u>

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

Furniture and fixtures	7,218	3,921
Vehicles	138,484	24,794
Office equipment	8,346	15,514
Computer equipment and installations	53,593	125,849
Other equipment & Installations	48,132	-
Air conditioners	1,111	3,848
Electric fittings	32,769	-
Generators	280	-
Computer softwares	-	105,119
	<u>289,933</u>	<u>279,045</u>

NETSOL TECHNOLOGIES LIMITED
Notes to and forming part of the Condensed Interim Un-consolidated Financial Statements (Un-audited)

Note 6

Intangible Assets

		March 31	June 30
		2026	2025
		(Un-audited)	(Audited)
		----Rupees in Thousands----	
Intangibles - Under Development			
Cost	6.2	290,448	-
Accumulated amortization		-	-
Net book value		<u>290,448</u>	<u>-</u>

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 7

Long Term Investments

		March 31,	June 30,
		2026	2025
		(Un-audited)	(Audited)
		----Rupees in Thousands----	
	Note		
At cost			
NetSol Innovation (Private) Limited	7.1	515,000	515,000
NetSol Ascent Middle East Computer Equipment Trading L.L.C.	7.2	22,218	22,218
		<u>537,218</u>	<u>537,218</u>

7.1 NetSol Innovation (Private) Limited is a wholly owned subsidiary of the Company which is incorporated in Pakistan. The principal place of business of subsidiary is situated at NetSol IT Village, (Software Technology Park) Lahore Ring Road, Ghazi Road Interchange, Lahore Cantt. Pakistan. Main objective of the investee company is to engage in the business of providing software development & allied IT services. The Company holds 51.5 million (June 30, 2025: 51.5 million) fully paid ordinary shares of Rs. 10 each i.e. 99.999% (June 30, 2025: 99.999%) in this subsidiary.

7.2 This represents 300 ordinary shares of AED 1,000 each, representing 100% (June 30, 2025: 100%) shares in the wholly owned subsidiary NetSol Ascent Middle East Computer Equipment Trading L.L.C. The subsidiary is incorporated in Dubai (U.A.E). Main objective of the investee Company is to provide services related to computer systems and communication equipment and softwares. Principal place of business of the subsidiary is situated in Dubai (U.A.E).

Note 8

Trade Debts

		March 31	June 30
		2026	2025
		(Un-audited)	(Audited)
		---- Rupees in Thousands ----	
	Note		
Related Parties			
Considered good - unsecured	8.1	5,756,622	5,007,875
Considered doubtful - unsecured		140,025	225,827
		5,896,647	5,233,702
Other Parties			
Considered good - unsecured		2,824,402	732,133
Considered doubtful - unsecured		16,092	102,054
		2,840,494	834,187
Less: Provision for expected credit losses		(156,117)	(327,881)
		<u>8,581,024</u>	<u>5,740,008</u>

NETSOL TECHNOLOGIES LIMITED
Notes to and forming part of the Condensed Interim Un-consolidated Financial Statements (Un-audited)
Note 7, Trade Debts - Continued.....

	March 31 2026	June 30 2025
8.1 Amount receivable from related parties included in trade debts (from exports) are as under:		
NetSol Technologies (Thailand) Limited	115,373	-
NetSol Technologies (Beijing) Co., Ltd.	3,662,542	3,013,655
NetSol Technologies Australia Pty Limited	321,555	425,819
NetSol Technologies Americas Inc.	742,850	796,046
NetSol Technologies Europe Limited	45,300	5,284
Ascent Europe Limited	746,717	992,898
NetSol Ascent Middle East Computer Equipment Trading L.L.C.	262,310	-
	<u>5,896,647</u>	<u>5,233,702</u>

Note 9

Due from Related Party

		March 31 2026	June 30 2025
	Note	(Un-audited)	(Audited)
		---- Rupees in Thousands ----	
Considered good - unsecured			
Associates			
	9.1		
NetSol Technologies Americas Inc.		-	54,595
NetSol Connect (Private) Limited		13,475	17,455
NetSol Technologies (Thailand) Limited		631	-
NetSol Technologies (Beijing) Co., Ltd.		112,405	115,741
Wholly owned Subsidiaries			
NetSol Innovation (Private) Limited	9.2	320,208	174,178
NetSol Ascent Middle East Computer Equipment Trading L.L.C.	9.1	180,875	-
NetSol Institute of Artificial Intelligence (Pvt.) Limited	9.1	8,823	716
		<u>636,417</u>	<u>362,685</u>

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

9.2 This represents loan provided to the Company for meeting working capital requirements and this amount carries interest @ 6 months KIBOR on the outstanding balance at the end of each month.

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

NETSOL TECHNOLOGIES LIMITED
Notes to and forming part of the Condensed Interim Un-consolidated Financial Statements (Un-audited)

Note 10

Issued, Subscribed and Paid up Capital

March 31 2026	June 30 2025		March 31 2026	June 30 2025
(Un-audited)	(Audited)		(Un-audited)	(Audited)
No. 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
<u>89,837</u>	<u>89,837</u>		<u>898,369</u>	<u>898,369</u>

10.1 Number of shares outstanding as at the reporting date:

	March 31 2026	June 30 2025
	(Un-audited)	(Audited)
No. of shares in Thousands		
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	1,444	-
Closing balance	<u>86,591</u>	<u>85,147</u>

10.2 NetSol Technologies Inc. 16000 Ventura Boulevard STE 770 ENCINO CA 91436, USA is the parent company, holding 68.59% (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.

10.3 The share capital includes 3.25 million ordinary shares (June 25: 4.69 million) 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. During the period, 1.44 million treasury shares are disposed off against employee stock options scheme.

10.4 There are 1.56 million (June 30, 2025: 3 million) outstanding options to subscribe for ordinary shares of the Company granted under the employee share option scheme. During the year, 1.44 million shares (June 30, 2025: Nil) were issued against options exercised by the eligible employees.

Note 11

Long Term Finances - secured

		March 31 2026	June 30 2025
	Note	(Un-audited)	(Audited)
---- Rupees in Thousands ----			
Loan obligation	11.1	107,868	21,771
Less: Current portion of long term financing		(39,649)	(8,428)
		<u>68,219</u>	<u>13,343</u>

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 11.44% 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.

NETSOL TECHNOLOGIES LIMITED*Notes to and forming part of the Condensed Interim Un-consolidated Financial Statements (Un-audited)*

Note 12

Short Term Borrowings

	March 31 2026 (Un-audited)	June 30 2025 (Audited)
	---- Rupees in Thousands ----	
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	<u>1,300,000</u>	<u>1,300,000</u>
	<u><u>2,180,000</u></u>	<u><u>2,180,000</u></u>

- 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, 2025 except as specifically disclosed here;
- 12.2** Export Refinance Facility Part II (ERF-II) is available from Bank of Punjab amounting Rs. 200 million (2025 : Nil), availed Rs. Nil. Running Finance facility / Finance Against Packing Credit (FAPC)/ Export Refinance Post Shipment Part I/II / EXIM Bank Part I/II /EXIM Bank EFS Part II/ SBP Rupee based Discounting/ FE 25 (Pre/Post shipment) facilities are also available as a sublimit of ERF. Mark up on ERF facility is charged at SBP rate + 0.5% and markup on running finance facility is charged at 3 months KIBOR + 1% per annum. These are secured by first joint pari passu charge on present and future assets, mortgage on property of the Company. The due balance is payable bi-annually.

Note 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, 2025, except that provision for super tax has been recognized in these financial statements.

13.2 Commitments

- (i) Bank guarantees have been issued amounting to Rs. 368.07 million (June 30, 2025: Rs. 264.44 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. 88.86 million as at March 31, 2026 (June 30, 2025: Rs. 73.90 million).

Note 14

Revenue from Contracts with Customers - Net

Nine Months Ended March 31,		Quarter Ended March 31,	
2026	2025	2026	2025
(Un-audited)		(Un-audited)	
---- Rupees in Thousands ----		---- Rupees in Thousands ----	

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
- Services
- Subscription and Support

1,272,546	-	1,272,546	-
2,338,333	2,478,696	545,137	1,037,093
4,240,867	3,920,124	1,418,412	1,240,617
7,851,746	6,398,820	3,236,095	2,277,710

Local Revenue

- Services
- Subscription and Support
Less: Sales tax

35,650	24,068	12,803	10,848
-	21,946	-	-
(4,918)	(3,750)	(1,766)	(1,496)
30,732	42,264	11,037	9,352
7,882,478	6,441,084	3,247,132	2,287,062

14.1 Revenue has been recognized over time for both local and export sales during the year.

Note 15

Other Income

Nine Months Ended March 31,		Quarter Ended March 31,	
2026	2025	2026	2025
(Un-audited)		(Un-audited)	
---- Rupees in Thousands ----		---- Rupees in Thousands ----	

Income from financial assets

Profit on bank deposits
Profit on short term investments
Interest income from related party

119,671	91,451	53,689	17,446
58,285	335,692	17	59,436
21,824	7,072	8,343	3,080
199,780	434,215	62,049	79,962

Income from non-financial assets

Gain on foreign currency translation
Gain on disposal of property and equipment
Rental income
Miscellaneous Income
Effect of discounting of long term contract assets

-	-	-	96,760
24,245	980	2,276	904
1,575	1,575	525	525
-	115	-	115
5,108	-	1,696	-
30,928	2,670	4,497	98,304
230,708	436,885	66,546	178,266

15.1 Profit is earned under both conventional mark-up arrangement and Shariah compliant arrangement. It includes Rs. 140.92 million (March 31, 2025: 370.42 million) profit earned on Shariah compliant bank deposits & investments.**15.2** Income is earned under conventional advance arrangement with related party and Rs. 21.82 million (March 31, 2025: Rs. 7.07 million) interest is earned on it.

Note 16

Final Taxes / Levies**16.1** This represents portion of final tax paid under section 169 of the Income Tax Ordinance, 2001 representing levy in terms of requirements of IFRIC 21/IAS 37.**16.2** 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.

NETSOL TECHNOLOGIES LIMITED

Notes to and forming part of these condensed interim financial statements (Un-audited)

Note 17

Earnings Per Share - Basic and Diluted

	Nine Months Ended March 31,		Quarter Ended March 31,	
	2026	2025	2026	2025
	(Un-audited)		(Un-audited)	
	---- Rupees in Thousands ----		---- Rupees in Thousands ----	
Profit attributable to ordinary shareholders	1,394,292	346,952	1,126,867	177,445
Weighted average number of ordinary shares (Basic)				
Issued ordinary shares at beginning of the period	85,147	89,837	86,493	89,837
Less: weighted average number of treasury shares held by the Company	1,039	(2,589)	97	(3,810)
Weighted average number of ordinary shares as at Mar 31,	86,186	87,248	86,590	86,027
Earnings per share - Basic	16.18	3.98	13.01	2.06
Weighted average number of ordinary shares (Diluted)				
Weighted average number of ordinary shares (Basic)	86,186	87,248	86,590	86,027
Effect of share options	819	1,327	520	1,416
Weighted average number of ordinary shares (Diluted)	87,005	88,575	87,110	87,443
Earnings per share - Diluted	16.03	3.92	12.94	2.03

Note 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, un-consolidated financial statements (un-audited) are as follows:

Relationship with the Company	Nature of Transactions	Nine Months Ended March 31,	
		2026	2025
		(Un-audited)	
		---- Rupees in Thousands ----	
Subsidiary	Admin and IT services	1,800	1,800
	Rental	900	900
	Mark-up income	21,824	7,073
Associated undertaking	Rental charges	675	675
	Provision of services	3,093,525	2,763,065
	Purchase of services	99,849	34,963
Parent	Dividend	-	178,190
	Commission	83,977	-
Key management personnel	Salaries and benefits	294,310	264,143
	Retirement benefits	12,284	11,084
	Commission paid	23,876	11,151
Post employment benefit	Contribution to defined contribution plan	172,205	145,066

