



Empowering Networks



# Quarterly Report September, 30


# 2024

[www.super.net.pk](http://www.super.net.pk)





## ABOUT SUPERNET



Supernet Limited, one of Pakistan's leading telecommunications service providers and systems integrators, has been operating since 1995. Supernet offers a complete range of enabling ICT solutions with the expertise to, deliver, deploy, and maintain them anywhere in the country through a dedicated team of technology professionals.

With the presence of its engineering resources all over Pakistan, Supernet has a long-standing experience in providing ICT services to corporate customers. Supernet has expanded its portfolio of services to include cyber security solutions, power solutions, IT Infrastructure solutions, and software & applications solutions.





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# Company Information

## **Board of Directors**

Syed Aamir Hussain(Chairman)  
Mr. Waseem Ahmad  
Syed Hashim Ali  
Mr. Asad Mujtaba Naqvi  
Mr. Ahmer Qamar  
Ms. Naueen Ahmad  
Ms. Fabzia Ahsen

## **Board Audit Committee**

Mr. Asad Mujtaba Naqvi(Chairman)  
Syed Aamir Hussain  
Mr. Ahmer Qamar

## **Human Resource & Remuneration Committee**

Mr. Asad Mujtaba Naqvi(Chairman)  
Mr. Jamal Nasir Khan  
Mr. Ahmer Qamar

## **Chief Executive Officer**

Mr. Jamal Nasir Khan

## **Legal Advisor**

Mohsin Tayebaly & Co.

## **Chief Financial Officer**

Syed Hashim Ali

## **Company Secretary**

Mr. Waseem Ahmad

## **Banks**

Habib Metropolitan Bank Ltd  
Standard Chartered Pakistan  
National Bank of Pakistan  
Meezan Bank Limited  
Silk Bank Limited

## **Registrar and Share Transfer Office**

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

## **Registered Office**

3<sup>rd</sup> Floor, 75 East, Blue Area,  
Fazal-ul-Haq Road, Islamabad  
Pakistan

## **Corporate Office**

9<sup>th</sup> Floor, World Trade Center, 10-  
Khayaban-e-Roomi, Clifton, Karachi  
Pakistan



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## DIRECTORS' REPORT

The Directors of Supernet Limited are pleased to present the financial performance of the company for the first quarter ended September 30, 2024, along with a comparative analysis of the same period last year.

### Financial Overview

Despite a challenging economic landscape, Supernet Limited on a consolidated basis achieved net revenue of PKR 1,739 million, marking a growth of approximately 19% from PKR 1,463 million reported in the same quarter of the previous fiscal year. This increase reflects the company's ability to maintain a steady performance amidst fluctuating market conditions.

### Cost of Services and Gross Profit:

Cost of services rose from PKR 1,041 million to PKR 1,333 million, primarily driven by inflationary pressures and increased operational costs. Consequently, the gross profit declined by 3.8%, reaching PKR 406 million compared to PKR 422 million in the same quarter last year. The gross profit margin also reflects the ongoing pressures from rising input costs, which we are closely managing through strategic operational improvements.

### Administrative and Other Expenses:

Administrative expenses increased significantly, amounting to PKR 172 million in the current period, up from PKR 120 million in Q1 FY 2024. This 43% rise is attributable to the inflationary trends and the impact of the depreciating Pakistani Rupee on expenses. Additionally, distribution costs rose from PKR 46 million to PKR 56 million, reflecting an increase in logistical and distribution costs as the company continues to expand its market footprint.

### Exchange Loss:

The impact of currency fluctuations resulted in an exchange loss of PKR 0.74 million, a notable improvement from the exchange loss of PKR 31.6 million in the previous period. This improvement has had a positive impact on the company's overall cost structure compared to the prior year.

### Profit after Taxation:

The company's profit after taxation for Q1 FY 2025 stood at PKR 127 million, a decrease from PKR 157 million in Q1 FY 2024. The decline is primarily due to increased cost of services and higher administrative costs.

## SUPERNET LIMITED

**Karachi:** 9<sup>th</sup> Floor, World Trade Center, 10 Khayaban-e-Roomi, Block 5, Clifton. Tel: (+92-21) 3587 1864-7, (+92-21) 3855 0000, Fax: (+92-21) 3587 1869

**Lahore:** 2<sup>nd</sup> Floor, Block 2, Awami Complex, New Garden Town. Tel: (+92-42) 3583 1254, (+92-42) 3586 5637, Fax: (+92-42) 3586 6184

**Islamabad:** 75 East, Blue Area, Fazal-e-Heq Road. Tel: (+92-51) 2344 131-2, Fax: (+9251) 2344 134





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The earnings per share (EPS) have correspondingly decreased to PKR 1.03 from PKR 1.27 in the previous year.

### **Economic and Industry Insights:**

Pakistan's economic environment remains challenging, characterized by high inflation, fluctuating exchange rates, and constrained consumer purchasing power. The high taxation rates have affected businesses across industries. However, Supernet Limited remains committed to adapting to these conditions by optimizing cost structures, improving operational efficiencies, and exploring new revenue channels.

Despite the macroeconomic challenges, the company's focus on maintaining a diverse portfolio and leveraging its technological expertise has positioned it to continue delivering value to shareholders. Management remains optimistic about medium- to long-term opportunities, even as it navigates near-term challenges through prudent financial management and strategic growth initiatives.

### **Future Outlook:**

Looking ahead, the company is focused on strengthening its position in key market segments, enhancing cost efficiency, and innovating across its service offerings. Management is also actively pursuing new partnerships and initiatives to capitalize on emerging market demands and offset the impact of ongoing economic pressures.

The Board extends its appreciation to the management, employees, and valued stakeholders for their continued support and dedication. We remain committed to delivering consistent returns to our shareholders and driving sustainable growth for Supernet Limited.

On behalf of the Board

  
**Jamal Nasir Khan**  
Chief Executive Officer

October 30, 2024

## **SUPERNET LIMITED**

**Karachi:** 9<sup>th</sup> Floor, World Trade Center, 10 Khayaban-e-Roomi, Block 5, Clifton. Tel: (+92-21) 3587 1864-7, (+92-21) 3855 0000, Fax: (+92-21) 3587 1869  
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# CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

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**Supernet Limited**  
**Consolidated Condensed Interim Statement of Financial Position**  
**As at September 30, 2024**

		September 30, 2024 (Un-audited)	June 30, 2024 (Audited)
	Note	---- ( Rupees in '000') ----	
<b>Assets</b>			
<b>Non-current assets</b>			
Property and equipment	4	440,486	452,816
Intangible assets	5	2,103	2,175
Right of use asset	6	5,444	5,954
Long-term deposits		7,669	7,669
Deferred taxation		66,827	53,661
		<u>522,529</u>	<u>522,275</u>
<b>Current assets</b>			
Inventory	7	990,993	237,215
Short term investment		125,112	-
Trade debts	8	1,776,281	1,497,493
Advances, deposits and prepayments		1,574,852	1,134,611
Other receivables		743,103	661,939
Taxation - net		55,726	76,047
Cash and bank balances		452,297	684,003
		<u>5,718,364</u>	<u>4,291,308</u>
<b>Total assets</b>		<u><u>6,240,893</u></u>	<u><u>4,813,583</u></u>

The annexed notes from 1 to 16 form an integral part of these consolidated financial statements.



**Chief Executive Officer**



**Chief Financial Officer**



**Director**

**Supernet Limited**  
**Consolidated Condensed Interim Statement of Financial Position**  
**As at September 30, 2024**

		September 30, 2024 (Un-audited)	June 30, 2024 (Audited)
	Note	---- ( Rupees in '000') ----	
<b>Equity and liabilities</b>			
<b>Share capital and reserves</b>			
Authorized share capital 150,000,000 (2022: 150,000,000) ordinary shares of Rs.10/- each	9.1	<u>1,500,000</u>	<u>1,500,000</u>
Issued, subscribed and paid-up share capital	9.2	1,234,444	1,234,444
Foreign currency translation reserve		93,707	94,553
Unappropriated profit		991,634	839,872
Share premium		<u>33,436</u>	<u>33,436</u>
Capital and reserves attributable to the owners of the Holding Company		2,353,221	2,227,270
Non-controlling interest		<u>8,038</u>	<u>7,999</u>
<b>Total shareholders equity</b>		<u>2,361,259</u>	<u>2,235,269</u>
<b>Non-current liabilities</b>			
Lease liabilities		6,366	6,155
Deferred liability		2,024	2,773
		8,390	8,928
<b>Current liabilities</b>			
Trade and other payables	10	3,702,105	2,408,068
Due to related party		-	-
Accrued mark-up		7,779	8,316
Contractual liability to customer		8,872	8,872
Current portion of lease liabilities and short-term financing		152,488	144,130
		3,871,244	2,569,386
Contingencies & commitments	11	<u>        </u>	<u>        </u>
<b>Total equities and liabilities</b>		<u>6,240,893</u>	<u>4,813,583</u>

The annexed notes from 1 to 16 form an integral part of these consolidated financial statements.

  
**Chief Executive Officer**

  
**Chief Financial Officer**

  
**Director**



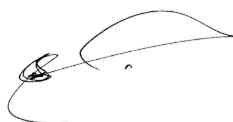
**Supernet Limited**  
**Consolidated Condensed Interim Statement of Profit or Loss (Un-audited)**  
**For the three months ended September 30, 2024**

		September 30, 2024	September 30, 2023
	Note	----- ( Rupees in '000') -----	
Revenue - net	12	1,739,435	1,463,452
Cost of services	13	(1,333,287)	(1,041,333)
<b>Gross profit</b>		<u>406,148</u>	<u>422,119</u>
Administrative & other expenses	14	(172,342)	(120,384)
Distribution costs	15	(56,276)	(46,361)
Exchange loss		(736)	(31,618)
Other income	16	5,226	4,775
		<u>(224,128)</u>	<u>(193,588)</u>
<b>Operating profit</b>		182,020	228,531
Finance costs	17	(10,911)	(13,071)
<b>Profit before taxation and levy</b>		171,109	215,460
Levy	18	7,174	-
<b>Profit before taxation</b>		178,283	215,460
Taxation	18	(51,447)	(57,869)
<b>Profit after taxation</b>		<u>126,836</u>	<u>157,591</u>
<b>Profit attributable to:</b>			
Owners of the Holding Company		126,797	156,886
Non-controlling interests		39	705
		<u>126,836</u>	<u>157,591</u>
		<b>-----Amount in Rupees-----</b>	
<b>Earning per share - basic and diluted</b>		<u>1.03</u>	<u>1.27</u>

The annexed notes from 1 to 16 form an integral part of these consolidated financial statements.



**Chief Executive Officer**



**Chief Financial Officer**



**Director**

**Supernet Limited**  
**Consolidated Condensed Interim Statement of Comprehensive Income (Un-audited)**  
**For the three months ended September 30, 2024**

	September 30, 2024	September 30, 2023
	----- ( Rupees in '000') -----	
Profit after taxation	126,836	157,591
<i>Items that may be reclassified to profit or loss</i>		
Exchange differences on translation of foreign subsidiary	(846)	6,115
<b>Total comprehensive income for the period</b>	<u><u>125,990</u></u>	<u><u>163,706</u></u>
<b>Total comprehensive income attributable to:</b>		
Owners of the Holding Company	125,951	163,001
Non-controlling interests	39	705
	<u><u>125,990</u></u>	<u><u>163,706</u></u>

The annexed notes from 1 to 16 form an integral part of these consolidated financial statements.

  
**Chief Executive Officer**

  
**Chief Financial Officer**

  
**Director**

**Supernet Limited**  
**Consolidated Condensed Interim Statement of Changes in Equity**  
**For the three months ended September 30, 2024**

	Attributable to the owner of the Holding Company				Non - controlling interest	Total
	Issued, subscribed and paid-up capital	Share premium	Un appropriated profit	Foreign currency translation reserve		
----- ( Rupees in '000') -----						
<b>Balance as at June 30, 2023 (Audited)</b>	<b>1,234,444</b>	<b>33,436</b>	<b>626,028</b>	<b>104,314</b>	<b>5,519</b>	<b>2,003,741</b>
Profit for the year	-	-	156,886	-	705	157,591
Other comprehensive income	-	-	-	6,115	-	6,115
	-	-	156,886	6,115	705	163,706
<b>Balance as at September 30, 2023 (Un-audited)</b>	<b>1,234,444</b>	<b>33,436</b>	<b>782,914</b>	<b>110,429</b>	<b>6,224</b>	<b>2,167,447</b>
<b>Balance as at June 30, 2024 (Audited)</b>	<b>1,234,444</b>	<b>33,436</b>	<b>864,837</b>	<b>94,553</b>	<b>7,999</b>	<b>2,235,269</b>
Profit / (loss) for the period	-	-	126,797	-	39	126,836
Other comprehensive income	-	-	-	(846)	-	(846)
	-	-	126,797	(846)	39	125,990
<b>Balance as at September 30, 2024 (Un-audited)</b>	<b>1,234,444</b>	<b>33,436</b>	<b>991,634</b>	<b>93,707</b>	<b>8,038</b>	<b>2,361,259</b>

The annexed notes from 1 to 16 form an integral part of these consolidated financial statements.



**Chief Executive Officer**



**Chief Financial Officer**



**Director**



**Supernet Limited**  
**Consolidated Condensed Interim Statement of Cashflows (Un-audited)**  
**For the three months ended September 30, 2024**

	September 30, 2024	September 30, 2023
Note	---- ( Rupees in '000') ----	
<b>Cash flows from operating activities</b>		
Cash generated from operations	13 127,939	185,412
Income tax paid	(37,118)	(64,048)
Finance cost paid	(8,357)	(8,692)
<b>Net cash generated from operating activities</b>	<u>82,464</u>	<u>112,672</u>
<b>Cash flows from investing activities</b>		
Purchase of property and equipment	(51,755)	(83,993)
Short term investment made	125,112	-
Income received on saving account	5,096	4,750
<b>Net cash generated / (used in) from investing activities</b>	<u>78,453</u>	<u>(79,243)</u>
<b>Cash flows from financing activities</b>		
Short-term running finance	13,963	55,796
Lease rentals paid	(1,060)	(1,058)
Effect of translation of investment in foreign subsidiary	(846)	6,115
<b>Net cash generated from financial activities</b>	<u>12,057</u>	<u>60,853</u>
<b>Net increase in cash and cash equivalents</b>	<u>172,974</u>	<u>94,282</u>
Cash and cash equivalents at the beginning of the period	<u>279,323</u>	<u>185,041</u>
<b>Cash and cash equivalents at the end of the period</b>	<u><u>452,297</u></u>	<u><u>279,323</u></u>

The annexed notes from 1 to 16 form an integral part of these consolidated financial statements.



**Chief Executive Officer**



**Chief Financial Officer**



**Director**

**Supernet Limited**  
**Notes to the Consolidated Financial Statements**  
**For the three months ended September 30, 2024**

**1. THE GROUP AND ITS OPERATIONS**

**The Group comprises of:**

- \* Supernet Limited - Holding Company
- \* Supernet E-Solution (Pvt) Limited - Subsidiary of Supernet Limited
- \* Supernet Secure Solution (Private) Limited - Subsidiary of Supernet Limited
- \* Phoenix Global FZE - Subsidiary of Supernet Limited
- \* Supernet Infrastructure Solutions (Private) Limited

Supernet Limited (the Company) was incorporated in Pakistan on March 14, 1995 as an unquoted public group under the Companies Ordinance, 1984 (Repealed with the enactment of Companies Act, 2017). The Company became listed on Pakistan Stock Exchange on GEM Board on May 10, 2022, the group is majority owned by Hallmark Limited and is an associate of Telecard Limited.

The Company has been granted a license by the Ministry of Communications, Government of Pakistan to establish and operate a data network system in Pakistan. The Group is engaged in providing satellite and microwave communication services e.g. internet, radio links, single channel per carrier (SCPC), time division multiple access (TDMA), etc., and sale and installation of related equipment and accessories. The Company has also been licensed to sell photovoltaic equipments and is also registered with the Ministry of Energy (Power Division) Alternat Energy Developmetnt Board (AEDB).

The principal place of business of the Company is located at World Trade Centre, 10, Khayaban-e-Roomi, Clifton, Karachi while its regional office is located at 2nd Floor, Block 2, Awami complex, New Garden town, Lahore.

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

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

**Phoenix Global FZE, a subsidiary based in United Arab Emirates (UAE).** Its principle business is provision of telecommunication services and sales of telecom equipment within UAE. Supernet Limited holds 100% equity of Phoenix Global FZE.

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

The registered office of the Group is located at World Trade Centre, 75-East Blue Area, Fazal-ul-Haq Road, Islamabad.

## **2. BASIS OF PREPARATION**

### **2.1 Statement of compliance**

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

## **3. ACCOUNTING POLICIES**

The accounting policies and methods of computation followed in the preparation of these consolidated interim financial statements are same as those applied in preparing the consolidated interim financial statements for the year ended June 30, 2024. For the purpose of preparation of cash flow statement, cash and cash equivalent includes cash in hand and bank balances.



		September 30, 2024 (Un-audited)	June 30, 2024 (Audited)
	Note	----- ( Rupees in '000) ----	
<b>4. PROPERTY AND EQUIPMENT</b>			
Opening net book value		452,816	363,097
Additions during the period / year		51,755	246,264
Depreciation charges during the period / year	4.1	(64,085)	(156,545)
		<u>440,486</u>	<u>452,816</u>
<b>4.1 Details of addition during the period</b>			
Leasehold improvements		-	1,803
Communication equipments		46,024	234,114
Furniture, fixtures and office equipment		345	566
Computers and accessories		5,386	9,781
Motor vehicles		-	-
		<u>51,755</u>	<u>246,264</u>
<b>5. INTANGIBLE ASSETS</b>			
Computer software	5.1	216	288
Goodwill		1,887	1,887
		<u>2,103</u>	<u>2,175</u>
<b>5.1 Computer software</b>			
Opening net book value		288	578
Amortization charged for the period / year		(72)	(290)
Closing net book value		<u>216</u>	<u>288</u>
<b>6. RIGHT-OF-USE ASSETS</b>			
Opening Cost		19,649	19,649
Accumulated depreciation		(14,205)	(13,695)
Closing net book value	6.1	<u>5,444</u>	<u>5,954</u>
<b>6.1 Movement during the year</b>			
Opening net book value before reassessment of lease		5,954	8,267
Depreciation for the year		(510)	(2,313)
Closing net book value		<u>5,444</u>	<u>5,954</u>
<b>7. INVENTORY</b>			
Equipment and consumables		1,010,369	256,591
Provision against slow moving stock		(19,376)	(19,376)
		<u>990,993</u>	<u>237,215</u>

	September 30, 2024 (Un-audited)	June 30, 2024 (Audited)
	----- ( Rupees in '000') ----	
<b>8. TRADE DEBTS</b>		
<b>Unsecured-considered good</b>		
Related party - Holding Company	70,471	74,589
Others	1,705,810	1,422,904
	1,776,281	1,497,493
Considered doubtful trade debts	129,314	84,308
Loss allowance for ECLs	(129,314)	(84,308)
	-	-
	<u>1,776,281</u>	<u>1,497,493</u>
<b>9. SHARE CAPITAL AND RESERVES</b>		
<b>9.1 AUTHORIZED SHARE CAPITAL</b>		
150,000,000 ordinary shares of Rs.10 each	<u>1,500,000</u>	<u>1,500,000</u>
<b>9.2 ISSUED, PAID-UP AND SUBSCRIBED CAPITAL</b>		
123,444,444 (June 30, 2024: 112,222,222 of Rs 10 each) ordinary shares of Rs.10/- each as follows		
457,726,610 (June 30, 2024: 45,772,610) allotted as fully paid in cash	457,726	457,726
776,718,000 (June 30, 2024: 776,718,000) allotted	776,718	776,718
	<u>1,234,444</u>	<u>1,234,444</u>
<b>9.2.1</b>	All ordinary shares rank equally with regard to residual assets of the Company. The ordinary shareholders are entitled to receive all distributions including dividends and other entitlements in the form of bonus and right shares as and when declared by the Company. Voting rights, board selection, right of first refusal and block voting are in proportion to shareholding.	
	September 30, 2024	June 30, 2024
	----- ( Rupees in '000') ----	
<b>10. TRADE AND OTHER PAYABLES</b>		
<b>Trade creditors, unsecured</b>		
Creditors	2,997,765	1,974,327
<b>Other payables</b>		
Accrued liabilities	119,961	93,154
Provision against compensated absences	3,580	3,580
CVAS fee to Pakistan Telecommunication Authority	7,694	5,186
Workers' welfare fund payable	3,190	2,790
Payable to employees' provident fund	2,782	2,782
Others	567,133	326,249
	704,340	433,741
	<u>3,702,105</u>	<u>2,408,068</u>

## 11. CONTINGENCIES & COMMITMENTS

There has been no change in the status of contingencies and commitments in the consolidated financial statements for the year ended June 30, 2024.

## 12. EARNINGS PER SHARE - BASIC AND DILUTED

Earnings per share has been computed by dividing the consolidated profit after taxation for the period attributable to owners of the Holding Company by the weighted average number of shares outstanding during the period.

	September 30, 2024 (Un-audited)	September 30, 2023 (Un-audited)
Profit for the year - (Rupees in '000')	<u>126,797</u>	<u>156,886</u>
Weighted average number of shares - (In '000')	<u>123,444</u>	<u>123,444</u>
Earnings per share - (Rs)	<u>1.03</u>	<u>1.27</u>

12.1 There is no dilutive effect on the basic earnings per share as the Group has no potential convertible ordinary shares in issue as at the end of the reporting period.

	September 30, 2024 (Un-audited)	September 30, 2023 (Un-audited)
Note	----- ( Rupees in '000') -----	

## 13. CASH GENERATED FROM OPERATIONS

Profit before taxation	171,109	215,460
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### Adjustments for non cash items and other items:

Depreciation	64,085	45,010
Depreciation on ROU assets	510	578
Amortisation	72	72
Finance cost	8,342	9,323
Staff gratuity	600	-
Provision for ECL against trade debts	45,007	19,500
Profit from saving account	(5,096)	(4,750)
Working capital changes	13.1 <u>(156,690)</u>	<u>(99,781)</u>
	<u>127,939</u>	<u>185,412</u>



### 13.1 Working capital changes

#### (Increase) / decrease in current assets

Inventory	(773,154)	(70,937)
Trade debts	(149,474)	(37,064)
Advances, deposits and prepayments	(446,935)	4,045
Other receivables	(81,164)	(49,483)
	(1,450,727)	(153,439)

#### Increase / (decrease) in current liabilities

Trade and other payables	1,294,037	53,658
	(156,690)	(99,781)

### 14. TRANSACTIONS WITH RELATED PARTIES

The related parties include a Parent Company and its subsidiaries, directors and other key management personnel. There is no other transactions with related parties, other than those disclosed elsewhere in these consolidated condensed interim financial statements.

### 15. AUTHORISATION FOR ISSUE

These consolidated condensed interim financial statements were authorised for issue on 30 Oct 2024 by the board of directors of the Parent Company.

### 16. GENERAL

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



Chief Executive Officer



Chief Financial Officer



Director



# UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

[www.super.net.pk](http://www.super.net.pk)

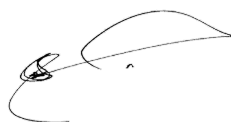
**Supernet Limited**  
**Unconsolidated Condensed Interim Statement of Financial Position**  
**As at September 30, 2024**

	Note	September 30, 2024 (Un-audited)	June 30, 2024 (Audited)
---- ( Rupees in '000) ----			
<b>Assets</b>			
<b>Non-current assets</b>			
Property and equipment	4	433,040	445,888
Intangible assets	5	216	288
Right-of-use assets		5,444	5,954
Long-term investments		59,709	59,709
Long-term deposits		7,669	7,669
Deferred taxation		64,035	48,405
		570,113	567,913
<b>Current assets</b>			
Communication stores	6	986,312	232,534
Trade debts	7	1,490,516	1,381,389
Advances, deposits and prepayments		1,059,290	910,482
Other receivables		845,650	708,194
Taxation - net		60,055	82,040
Cash and bank balances		174,604	28,696
		4,616,427	3,343,335
<b>Total assets</b>		<b>5,186,540</b>	<b>3,911,248</b>

The annexed notes from 1 to 17 form an integral part of these unconsolidated financial statements.



**Chief Executive Officer**



**Chief Financial Officer**



**Director**

**Supernet Limited**  
**Unconsolidated Condensed Interim Statement of Financial Position**  
**As at September 30, 2024**

	Note	September 30, 2024 (Un-audited) ---- ( Rupees in '000) ----	June 30, 2024 (Audited)
<b>Equity and liabilities</b>			
<b>Share capital &amp; reserves</b>			
Authorised share capital 150,000,000 (2022: 150,000,000) ordinary shares of Rs.10/- each	8.1	<u>1,500,000</u>	<u>1,500,000</u>
Issued, subscribed and paid-up capital	8.2	1,234,444	1,234,444
Share premium	8.3	33,436	33,436
Revenue reserve - unappropriated profit		<u>585,702</u>	<u>500,660</u>
		1,853,582	1,768,540
<b>Non-current liabilities</b>			
Lease liabilities		5,617	6,155
Deferred liability		2,773	2,773
		8,390	8,928
<b>Current liabilities</b>			
Trade and other payables	9	2,901,659	1,956,814
Due to related parties		253,770	15,648
Accrued markup		7,779	8,316
Contractual liability to customer		8,872	8,872
Current portion of lease liabilities and short term financing		<u>152,488</u>	<u>144,130</u>
		3,324,568	2,133,780
Contingencies & commitments	10		
<b>Total equity and liabilities</b>		<u>5,186,540</u>	<u>3,911,248</u>

The annexed notes from 1 to 17 form an integral part of these unconsolidated financial statements.



**Chief Executive Officer**



**Chief Financial Officer**



**Director**

**Supernet Limited**  
**Unconsolidated Condensed Interim Statement of Profit or Loss (Un-audited)**  
**For the period ended September 30, 2024**

	Note	September 30, 2024	September 30, 2023
----- ( Rupees in '000) -----			
<b>Revenue - net</b>		1,441,189	1,359,787
Cost of services		<u>(1,127,839)</u>	<u>(1,010,658)</u>
<b>Gross profit</b>		313,350	349,129
Administrative & other expenses		<u>(132,128)</u>	<u>(92,146)</u>
Distribution costs		<u>(56,276)</u>	<u>(46,361)</u>
Exchange loss		<u>(859)</u>	<u>(31,590)</u>
Other income		<u>(189,263)</u>	<u>(170,097)</u>
		450	760
		<u>(188,813)</u>	<u>(169,337)</u>
<b>Operating profit</b>		124,537	179,792
Finance costs		<u>(10,105)</u>	<u>(9,906)</u>
<b>Profit before taxation and levy</b>		114,432	169,886
Levy		<u>9,510</u>	<u>-</u>
<b>Profit before taxation</b>		123,942	169,886
Taxation		<u>(38,900)</u>	<u>(49,267)</u>
<b>Profit after taxation</b>		<u><u>85,042</u></u>	<u><u>120,619</u></u>
<b>-----Amount in Rupees-----</b>			
<b>Earnings per share - basic and diluted</b>	11	<u><u>0.69</u></u>	<u><u>0.98</u></u>

The annexed notes from 1 to 17 form an integral part of these unconsolidated financial statements.



**Chief Executive Officer**



**Chief Financial Officer**



**Director**




**Supernet Limited**  
**Unconsolidated Condensed Interim Statement of Other Comprehensive Income (Un-audited)**  
**For the period ended September 30, 2024**

	September 30, 2024	September 30, 2023
	----- ( Rupees in '000) -----	
Profit after taxation	85,042	120,619
Other comprehensive income	-	-
<b>Total comprehensive income for the period</b>	<b>85,042</b>	<b>120,619</b>

The annexed notes from 1 to 17 form an integral part of these unconsolidated financial statements.



**Chief Executive Officer**



**Chief Financial Officer**



**Director**


**Supernet Limited**  
**Unconsolidated Condensed Interim Statement of Changes in Equity**  
**For the period ended September 30, 2024**

	Issued, subscribed and paid- up share capital	Capital reserve  Share premium	Revenue reserve  Un appropriated profit	Total
	----- ( Rupees in '000') -----			
<b>Balance as at June 30, 2023 (Audited)</b>	1,234,444	33,436	344,788	1,612,668
Profit for the period	-	-	120,619	120,619
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	-	-	120,619	120,619
<b>Balance as at September 30, 2023 (Un-audited)</b>	1,234,444	33,436	465,407	1,733,287
<b>Balance as at June 30, 2024 (Audited)</b>	1,234,444	33,436	500,660	1,768,540
Profit for the period	-	-	85,042	85,042
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	-	-	85,042	85,042
<b>Balance as at September 30, 2024 (Un-audited)</b>	1,234,444	33,436	585,702	1,853,582

The annexed notes from 1 to 17 form an integral part of these unconsolidated financial statements.



**Chief Executive Officer**



**Chief Financial Officer**



**Director**

**Supernet Limited**  
**Unconsolidated Condensed Interim Statement of Cashflows (Un-audited)**  
**For the period ended September 30, 2024**

		September 30, 2024	September 30, 2023
	Note	----- ( Rupees in '000') -----	
<b>Cash flows from operating activities</b>			
Cash generated from operations	12	219,128	105,102
Income tax paid		(23,035)	(63,428)
Finance cost paid		(2,300)	(5,795)
<b>Net cash generated from operating activities</b>		<b>193,793</b>	<b>35,879</b>
<b>Cash flows from investing activities</b>			
Purchase of property and equipment		(49,898)	(83,788)
Income received from saving account		250	310
<b>Net cash used in investing activities</b>		<b>(49,648)</b>	<b>(83,478)</b>
<b>Cash flows from financing activities</b>			
Lease rentals paid		(1,060)	(1,058)
Short-term running finance		6,262	55,796
<b>Net cash generated from financing activities</b>		<b>5,202</b>	<b>54,738</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>		<b>149,347</b>	<b>7,139</b>
Cash and cash equivalents at the beginning of the period		25,257	18,118
<b>Cash and cash equivalents at the end of the period</b>		<b>174,604</b>	<b>25,257</b>

The annexed notes from 1 to 17 form an integral part of these unconsolidated financial statements.

  
**Chief Executive Officer**

  
**Chief Financial Officer**

  
**Director**

**Supernet Limited**  
**Notes to the Financial Statement**  
**For the period ended September 30, 2024**

**1. THE COMPANY AND ITS OPERATIONS**

- 1.1** Supernet Limited (the Company) was incorporated in Pakistan on March 14, 1995 as an unquoted public company under the Companies Ordinance, 1984 (Repealed with the enactment of Companies Act, 2017). The Company became listed on Pakistan Stock Exchange at GEM Board on May 10, 2022.

The Company has been granted a license by the Ministry of Communications, Government of Pakistan to establish and operate a data network system in Pakistan. The Company is engaged in providing satellite and microwave communication services e.g. internet, radio links, single channel per carrier (SCPC), time division multiple access (TDMA), etc., and sale and installation of related equipment and accessories. The Company has also been licensed to sale photovoltaic equipments and is also registered with the Ministry of Energy (Power Division) Alternate Energy Development Board (AEDB).

The registered office of the Company is located at World Trade Centre, 75-East Blue Area, Fazal-ul-Haq Road, Islamabad. The principal place of business of the Company is located at World Trade Centre, 10, Khayaban-e-Roomi, Clifton, Karachi while its regional office is located at 2nd Floor, Block 2, Awami Complex, New Garden Town, Lahore.

**2. BASIS OF PREPARATION**

These financial statements have been prepared under the historical cost convention except as otherwise disclosed in respective accounting policies.

For the purpose cash flow, cash and cash equivalent contain cash in hand and bank balances.

**2.1 Statement of compliance**

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

- International Financial Reporting Standards (IFRS Standards) 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 provisions of and directives issued under the Companies Act, 2017 differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

**2.2 Functional and presentation currency**

Items included in the financial statement of the Company are measured using the currency of the primary economic environment in which the Company operates (the functional currency). These financial statements are presented in Pakistani Rupees (Rs.), which is the Company's functional and presentation currency.

**3. Significant accounting estimates and judgments**

The accounting policies adopted for the preparation of these interim unconsolidated financial statements are the same as applied in the preparation of the preceding annual unconsolidated financial statements of the Company for the year ended June 30, 2024.

		September 30, 2024 (Un-audited) ----- ( Rupees in '000) -----	June 30, 2024 (Audited)
<b>4. PROPERTY AND EQUIPMENT</b>			
Opening net book value		445,888	356,632
Additions during the period / year	4.1	49,898	244,389
Depreciation charges during the period / year		<u>(62,746)</u>	<u>(155,133)</u>
Closing net book value		<u><u>433,040</u></u>	<u><u>445,888</u></u>
<b>4.1 Detail of additions during the period :</b>			
Leasehold improvements		-	1,803
Communication equipments		45,879	233,969
Furniture, fixtures and office equipment		-	221
Computers and accessories		<u>4,019</u>	<u>8,396</u>
		<u><u>49,898</u></u>	<u><u>244,389</u></u>
<b>5. INTANGIBLE ASSETS</b>			
Computer software	5.1	<u>216</u>	<u>288</u>
<b>5.1 Cost</b>			
As at June 30		<u><u>41,224</u></u>	<u><u>41,224</u></u>
<b>Accumulated amortisation</b>			
Opening balance		<u>(40,936)</u>	<u>(40,646)</u>
Charge for the period / year		<u>(72)</u>	<u>(290)</u>
Closing balance		<u>(41,008)</u>	<u>(40,936)</u>
<b>Net book value</b>		<u><u>216</u></u>	<u><u>288</u></u>
<b>Annual rates of amortization</b>		<u><u>20%</u></u>	<u><u>20%</u></u>
<b>6. COMMUNICATION STORES</b>			
Stores		<u>922,438</u>	<u>177,255</u>
Provision against obsolete store items	6.1	<u>(19,376)</u>	<u>(19,376)</u>
		903,062	157,879
Consumables		<u>83,250</u>	<u>74,655</u>
		<u><u>986,312</u></u>	<u><u>232,534</u></u>
<b>6.1 Provision against obsolete store items</b>			
Opening balance		19,376	19,376
Charge for the period / year		-	-
Closing balance		<u><u>19,376</u></u>	<u><u>19,376</u></u>



	September 30, 2024 (Un-audited) ----- ( Rupees in '000') -----	June 30, 2024 (Audited)
<b>7. TRADE DEBTS</b>		
<b>Unsecured-considered good</b>		
Related parties	346,361	485,399
Others	1,144,155	895,990
	<u>1,490,516</u>	<u>1,381,389</u>
Considered doubtful trade debts	123,488	78,482
Loss allowance for ECLs	(123,488)	(78,482)
	<u>1,490,516</u>	<u>1,381,389</u>
<b>8. SHARE CAPITAL AND RESERVES</b>		
<b>8.1 Authorized share capital</b>		
150,000,000 ordinary shares of Rs.10/- each	<u>1,500,000</u>	<u>1,500,000</u>
<b>8.2 Issued, subscribed and paid-up capital</b>		
123,444,420 (2024: 123,444,420 of Rs. 10/- each) ordinary shares of Rs.10/- each issued as follows;		
45,772,610 (2024: 45,772,610) allotted as fully paid in cash	457,726	457,726
776,718,000 (2024: 776,718,000) allotted as bonus shares	776,718	776,718
	<u>1,234,444</u>	<u>1,234,444</u>
<b>8.2.1</b> All ordinary shares rank equally with regard to residual assets of the Company. The ordinary shareholders are entitled to receive all distributions including dividends and other entitlements in the form of bonus and right shares as and when declared by the Company. Voting rights, board selection, right of first refusal and block voting are in proportion to shareholding. As at reporting date, 31.85% shares of the Company are held directly and 32.04% shared of the Company are held indirectly by the Ultimate Parent Company (Telecard Limited).		
	September 30, 2024 (Un-audited) ----- ( Rupees in '000') -----	June 30, 2024 (Audited)
<b>8.3 Share premium</b>		
Opening balance	33,436	33,436
Bonus shares issued	-	-
	<u>33,436</u>	<u>33,436</u>
<b>9. TRADE AND OTHER PAYABLES</b>		
<b>Unsecured</b>		
Creditors	2,773,931	1,847,175
Supernet Secure Solutions (Private) Limited	-	-
	<u>2,773,931</u>	<u>1,847,175</u>

	September 30, 2024 (Un-audited)	June 30, 2024 (Audited)
Note	----- ( Rupees in '000') -----	
<b>Other payables</b>		
Accrued liabilities	105,718	90,547
Provision against compensated absences	3,580	3,580
CVAS License fee to Pakistan Telecommunication Authority	7,694	5,186
Payable to employees' provident fund	3,190	2,790
Workers' welfare fund payable	2,782	2,782
Others	4,764	4,754
	<u>127,728</u>	<u>109,639</u>
	<u>2,901,659</u>	<u>1,956,814</u>
<b>10. CONTINGENCIES &amp; COMMITMENTS</b>		
There has been no material change in the status of other contingencies and commitments as reported in the unconsolidated financial statements of the year ended June 30, 2024.		
<b>11. EARNING PER SHARE - BASIC AND DILUTED</b>		
Earning per share has been computed by dividing the profit for the year by the weighted average number of shares outstanding during the year.		
	September 2024 (Un-audited)	September 30, 2023 (Un-audited)
Profit for the year (Rupees in "000")	<u>85,042</u>	<u>120,619</u>
Weighted average number of shares (In thousands)	<u>123,444</u>	<u>123,444</u>
Earnings per share - (Rupees)	<u>0.69</u>	<u>0.98</u>
<b>11.1</b> There is no dilutive effect on the basic earnings per share as the Company has no potential convertible ordinary shares in issue as at the end of the reporting period.		
	September 2024 (Un-audited)	September 2023 (Un-audited)
Note	----( Rupees in '000') -----	
<b>12. CASH GENERATED FROM OPERATIONS</b>		
Profit before taxation	114,432	169,886
<b>Adjustments for non - cash charges and other items</b>		
Depreciation	62,746	44,675
Depreciation on ROU assets	510	578
Amortisation	72	72
Finance cost	7,820	9,323
Provision for ECL against trade debts	45,007	19,500
Profit from saving account	(250)	(310)
Working capital changes	(11,209)	(138,622)
	<u>219,128</u>	<u>105,102</u>

September 30,    September 30,  
2024                    2023  
(Un-audited)    (Un-audited)  
----- ( Rupees in '000') -----

**12.1 Working capital changes****(Increase) / decrease in current assets**

Communication stores	(753,778)	(70,937)
Trade debts	(154,134)	(41,270)
Advances, deposits and prepayments	(148,808)	(13,501)
Other receivables	(137,456)	(15,214)
	(1,194,176)	(140,922)

**Increase / (decrease) in current liabilities**

Trade and other payables	944,845	4,372
Due to related party	238,122	(2,072)
	(11,209)	(138,622)
	(11,209)	(138,622)

**13. TRANSACTIONS WITH RELATED PARTIES**

The related parties include a Holding Company, subsidiary companies, entities having directors in common with the Company, directors and other key management personnel. Transactions with related parties, other than remuneration and benefits to key management personnel under the terms of their employment are as follows:

September 30,    September 30,  
2024                    2023  
(Un-audited)    (Un-audited)  
----- ( Rupees in '000') -----

Name	Nature of transactions		
<b>Relationship: Entities having directors in common with the Company</b>			
Phoenix Global FZE	Services rendered	13,547	19,166
	Sale of equipment	-	-
	Purchase of equipment	-	418,424
Supernet Infrastructure Solutions (Private) Ltd.	Services rendered	-	-
	Sale of equipment	580,450	538,781
	Rental income	450	450
Supernet Secure Solutions	Services received	-	1,214

**16. GENERAL**

**16.1** Figures in these unconsolidated financial statements have been rounded off to the nearest thousand rupees, unless otherwise stated.

**16.2** Corresponding figures and balances have been rearranged and / or reclassified, where considered necessary for the purpose of better comparison and presentation, the effects of which are not material.

**17. AUTHORISATION FOR ISSUE**

These unconsolidated financial statements were authorized for issue on 30 Oct 2024 by the board of directors of the Company.



**Chief Executive Officer**



**Chief Financial Officer**



**Director**