



CONTENTS

- 02 Board of Directors
- 03 Corporate Information
- 04-08 Directors' Report

Condensed Interim Financial Information

- 10-11 Condensed Interim Statement of Financial Position
- 12 Condensed Interim Statement of Profit and Loss
- 13 Condensed Interim Statement of Comprehensive Income
- 14 Condensed Interim Statement of Cash Flows
- 15 Condensed Interim Statement of Changes in Equity
- 16-20 Notes to and Forming Part of the Condensed Interim Financial Information

Condensed Consolidated Interim Financial Information

- 22-23 Condensed Consolidated Interim Statement of Financial Position
- 24 Condensed Consolidated Interim Statement of Profit and Loss
- 25 Condensed Consolidated Interim Statement of Comprehensive Income
- 26 Condensed Consolidated Interim Statement of Cash Flows
- 27 Condensed Consolidated Interim Statement of Changes in Equity
- 28-32 Notes to and Forming Part of the Condensed Consolidated Interim Financial Information



BOARD OF DIRECTORS

Chairman PTCL Board

Azmat Ali Ranjha

Members PTCL Board

Abdulrahim A. Al Nooryani
Dr. Waqar Masood Khan
Rainer Rathgeber
Serkan Okandan
Fadhil Al Ansari (Alternate Director to Shoaib Mir Hashim Khoory)
Dr. Daniel Ritz
Sardar Ahmad Nawaz Sukhera
Mudassar Hussain



CORPORATE INFORMATION

Management

Walid Irshaid
President & Chief Executive Officer

Muhammad Nehmatullah Toor
Chief Financial Officer

Syed Mazhar Hussain
Chief Human Resource Officer

Muhammad Nasrullah
Chief Business Operations Officer

Sikandar Naqi
Chief Business Development Officer

Adnan Shahid
Chief Commercial Officer

Kamal Ahmed
Chief Digital & Corporate Services Officer

Tariq Salman
Chief Technical Officer

Raed Yousef Ali Abdel Fattah
Chief Information Officer

Jamal Abdalla Salim Hussain Al Suwaidi
Chief Procurement Officer

Jahanzeb Taj
Chief Strategy Officer

Muhammad Shehzad Yousuf
Chief Internal Auditor

Company Secretary & EVP (Legal Affairs)

Zahida Awan

Bankers

Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Al Habib Limited
The Bank of Punjab
Dubai Islamic Bank
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
Meezan Bank Limited
National Bank of Pakistan
NIB Bank Limited
Standard Chartered Bank (Pakistan) Limited
United Bank Limited

Registered Office

PTCL Headquarters,
Sector G-8/4,
Islamabad-44000, Pakistan.
Fax: +92-51-2263733
E-mail: company.secretary@ptcl.net.pk
Web: www.ptcl.com.pk

Auditors

A.F. Ferguson & Co.
Chartered Accountants

Share Registrar

M/s FAMCO Associates (Pvt.) Limited
8-F, Next to Hotel Faran, Nursery,
Block-6, P.E.C.H.S., Shakra-e-Faisal,
Karachi.
Tel: +92-21-34380101-2
Fax: +92-21-34380106
E-mail: info.shares@famco.com.pk

DIRECTORS' REPORT

The Directors of Pakistan Telecommunication Company Limited (PTCL) are pleased to present to the shareholders the un-audited financial information of the Company for the three months ended 31st March 2015.

Your Company remained committed to provide high-speed broadband internet across Pakistan and the launch of 'Charji' in Multan is another key milestone achieved in this regard. The mobile market on the other hand experienced slow growth during the quarter due to biometric SIM verification system. We remain committed to articulation of customer-centered strategy thus ensuring an even better customer experience through our robust network capabilities.

The succeeding paragraphs briefly cover performance of your Company for the first three months of current financial year of 2015.

1. FINANCIAL PERFORMANCE

During the period under review, PTCL's revenues were Rs. 19.3 billion. Revenue from the Data services registered 17% increase over same period last year, however, the Voice revenue declined mainly due to ICH (International Clearing House) deregulation. PTCL's Group revenues were Rs. 30.2 billion. With cost optimization measures in place, PTCL's operating expenses decreased by 4% over the same period last year.

PTCL's net profit after tax for the period was Rs. 2.5 billion. Profitability for PTCL Group remained subdued mainly on account of financing cost and amortization expenses related to 3G network roll out by Ufone – the 100% owned subsidiary of PTCL. Overall financial position of PTCL Group remained sound as is evident from 20% increase in short terms investments and cash and bank balances during the three months' period under consideration.

2. PRODUCTS AND SERVICES

a. Broadband

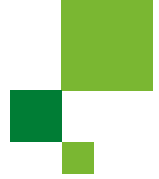
The first quarter of the year 2015 was both productive and eventful. Several innovative broadband and PSTN campaigns were executed which resulted in improved customer experience.

Keeping in view the success of our data rate upgrade campaigns in the past, 1Mbps Economy to 2Mbps Economy broadband promotion was launched to satisfy the speed buds of our customers without having to pay extra charges for the limited time period.

With the passage of time, customers have developed interest in subscribing for higher broadband data rates. For meeting Company's benchmark of setting 4Mbps as minimum Broadband Speed for its customers, 2Mbps to 4Mbps upgrade campaign was launched. Under '2Mbps to 4Mbps' upgrade campaign, all 2Mbps customers with feasible lines were upgraded to 4Mbps. Upgraded subscribers availing this promotion can enjoy 4Mbps speed for the given time period.

Regional teams were empowered to offer special promotional packages under Broadband win-back campaign to specific customers so that they can enjoy free upgrade of their Broadband without any additional charges during the quarter.

With the objective to increase landline usage for calls to mobile phones, U-talk package was launched in synergy with Ufone. The package offers unlimited monthly minutes from PTCL



landline to Ufone numbers at attractive price. In addition, the tariff of certain international destinations for fixed and mobile terminations was further rationalized.

b. Wireless Business

Realizing the business potentials through continuous analysis of market dynamics, several innovative campaigns were launched during the quarter with a view to retain and enhance the existing customer base of wireless broadband.

Due to its success, Wingle Winter Promo was extended for one more month. PTCL also launched EVO 3.1 Reconnect Offer aiming to entice inactive subscribers to join back at a discounted package. These offers resulted in enhanced number of subscribers by end of the quarter.

Moreover, an attractive all-product-bundle was launched offering a combination of EVO Wireless Broadband, DSL, Smart TV and PSTN thus providing a hassle-free unified billing for all the four services with a blend of discounted packages across all products.

New and affordable un-bundled 'CharJi EVO' packages were promulgated to attract new customers searching for more economical pricing options. A new 'CharJi EVO' Wingle device was also introduced in the product mix. During the quarter, 'CharJi EVO' service was rolled out in Multan in order to tap into growing demand for high speed broadband internet services in the region.

c. Smart TV

During the period under review, certain major initiatives were undertaken regarding product development, launch of new services and enrichment in PTCL Smart TV content. Smart TV App (Multi-screen) was launched on the occasion of ICC cricket World cup, offering Ad free world cup transmission, 150 channels, video on demand service and interactive features such as TVOD (Transactional Video on Demand), PVR (Personal Video Recorder), parental lock etc. In the domain of content enrichment, archives of most watched and favorite programs were made available in the PTCL Smart TV app. PTCL initiated the process of extending its TV application for Ufone customers as well.

d. Carrier and Wholesale Services

Your Company holds the unique position of being the only fully integrated service provider in Pakistan serving all segments of customers. We are well positioned with our vast and advanced network capabilities to take full advantage of the ever-increasing opportunities in the telecommunications market.

PTCL offers a comprehensive range of products tailor-made for its customers. Our portfolio of interconnection, IP bandwidth, backhaul and active / passive infrastructure services offer carrier customers the ability to build and extend their networks and provide a broad range of services to their end-users.

Despite the challenging market dynamics, PTCL continued to offer its consistent support to carriers in their launch and expansion of next generation (3G & 4G) services capitalizing on the increased demand for IP bandwidth capacity by adopting a competitive pricing strategy. With the inclusion of Wi-Fi Hotspots offering, Managed Colocation Services and Tower Sites Leasing in the existing product range, your Company has proven its commitment towards innovation and progression.

e. International Business

As part of its strategy to offer high-speed broadband services and to keep the market leadership position in Pakistan, PTCL invested in the upgrade of SEA-ME-WE-4 submarine cable system. The upgraded capacity was made available in the first quarter of 2015 thus enabling the Company to offer more speed and higher downloads in the retail and wholesale segment at a lower cost. Further, in spite of ICH (International Clearing House) deregulation, PTCL continued to maintain its leading position as being the preferred LDI (Long Distance and International) carrier in domestic market as well as neighboring countries for international traffic and media provisioning.

f. Corporate Services

Focusing on the ICT (Information and Communication Technologies) solution, the corporate service footprint was further expanded into the untapped areas with structured approach. Customer base was expanded by maintaining a diversified service portfolio with addition of new products marketed effectively thus bringing state-of-the-art ICT solutions for the Enterprise market. SME (Small & Medium Enterprise) was another focus area for the Company during the period and new solutions were offered to these enterprises for ICT enablement.

Your Company has successfully launched Smart Cloud, a SaaS (Software as a Service) platform thereby offering applications and software as a service without any upfront capital investment by the customer. The product has been tailored to meet the demands of SME market, as SaaS is becoming an increasingly prevalent delivery model throughout the world.

3. SUPPORT FUNCTIONS

a. Network Infrastructure

The year started with emphasis on network resilience assessment for business continuity. Fibre network rehabilitation to reduce signal losses in the fibre network continued to enable higher transmission rates. Core metro transmission rings were upgraded to meet the additional media requirements at Lahore.

The 43K MSAG (Multiservice Access Gateways) based broadband lines are at deployment stage facilitating enhanced fibre reach to the customers with the objective to provide increased data speeds. GPON (Gigabit-capable Passive Optical Networks) based FTTH (Fiber to the Home) network was extended to many esteemed large customers.

With the launch of 'CharJi' Services in Multan by upgrading existing EVDO (Evolution-Data Optimized) sites, PTCL now provides the 'CharJi' service in six major cities of Pakistan.

Your Company deployed alternate power back-up solutions for telecom equipment to counter the effects of prevalent power outages in the country. These initiatives included enhanced battery backup, deployment of new technologies like smart switches, fast charging batteries leading to continuous network availability to our customer base. PTCL also introduced shell based precision cooling system for essential equipment to reduce operational expenses.

International cable station and duct route projects are progressing as per agreed plan with the consortium AAE-1 (Asia-Africa-Europe-1) thus enabling high bandwidth channels on international routes. Projects were also initiated for International Connectivity with Afghan Telecom for Torkhum – Karachi route.



b. Customer Care

During the quarter, customer retention initiatives were further augmented thus improving Company's perception amongst valued customers. The online channel accessibility was increased by adding online shop and payment facilities. The Company also undertook various programs to improve customer satisfaction level such as strict monitoring, guidance and process reengineering to minimize customer complaints at all levels.

In addition to telemarketing, Contact Centers ensured up-selling high-end package plans to increase yield and to reduce churn while ensuring quality and timely service. Contact Center activities have consistently supported business zones and contributed in new order registration.

To facilitate regional customers, Pashto language IVR (Interactive Voice Response) was launched. The digital medium also remained a key focus area for serving customers an example of which is increased online chat transactions with subscribers via internet.

c. Information Technology

Your Company is committed to explore all possible avenues of making our IT systems aligned with the requirements of internal and external stakeholders. The newly implemented Enterprise Data Warehouse System provides insights into the various business segments through dashboards and interactive reports in such a way that 360-degree view of all transactions related to various products, services and customers is obtained through one data model.

Besides designing and implementing the provisioning and billing modules of the newly launched "Smart link" app using capabilities of its IT systems, your Company also carried out launch of OTT (Over-The-Top content) TV platform to tap the opportunity of providing ad-free cricket during the cricket world cup.

d. Human Resources

A business-driven strategic action plan viz. ACE (Aligned, Capable and Energized workforce) was charted out based on the well-established principle of positive correlation between employee engagement and customer service with the objective of maximizing employee engagement to achieve business excellence.

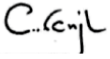
Your Company achieved successful completion of the performance management cycle for all employees through Successfactors (a modern, cloud-based human capital management system). The performance evaluation process was made transparent through the best practices of self-assessment and employee-manager performance meetings, creating a fair perception of the process leading to employee motivation and engagement.

To build a capable leadership pipeline, executive development programs were offered to the members of 'Fuel: Future Leaders' program' in collaboration with LUMS. The programs were aimed at imparting contemporary knowledge and skills necessary for our young managers to become effective in their roles as future leaders of PTCL.

Safety of Company installations and employees is the cornerstone of our business continuity plan. PTCL in collaboration with FPAP (Fire Protection Association of Pakistan) launched a Company-wide training program on fire fighting and safety awareness.

The management and employees of PTCL remain committed to provide quality service at competitive prices through concentrated efforts for achieving increased revenue, enhanced customer satisfaction and improved shareholders' value.

On behalf of the Board,



Azmat Ali Ranjha
Chairman



Walid Irshaid
President & Chief Executive Officer

Islamabad: April 15, 2015



**CONDENSED INTERIM
FINANCIAL INFORMATION
FOR THE PERIOD ENDED MARCH 31, 2015**



CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2015 (Un-Audited)

	Note	March 31, 2015 (Un-Audited) Rs '000	December 31, 2014 (Audited) Rs '000
EQUITY AND LIABILITIES			
Equity			
Share capital and reserves			
Share capital		51,000,000	51,000,000
Revenue reserves			
Insurance reserve		2,416,078	2,196,770
General reserve		30,500,000	30,500,000
Unappropriated profit		10,372,965	8,117,782
		43,289,043	40,814,552
Unrealized gain on available for sale investments		375,695	329,039
		94,664,738	92,143,591
Liabilities			
Non-current liabilities			
Long term security deposits		550,865	549,256
Deferred income tax		1,967,057	2,676,026
Employees' retirement benefits		33,599,787	33,011,258
Deferred government grants		6,971,601	6,848,180
		43,089,310	43,084,720
Current liabilities			
Trade and other payables		45,633,835	44,345,349
TOTAL EQUITY AND LIABILITIES		183,387,883	179,573,660

Contingencies and commitments

7

The annexed notes 1 to 14 are an integral part of this condensed interim financial information.

Chairman



	Note	March 31, 2015 (Un-Audited) Rs '000	December 31, 2014 (Audited) Rs '000
ASSETS			
Non-current assets			
Fixed assets			
Property, plant and equipment	5	94,090,141	94,452,061
Intangible assets		4,676,704	4,826,422
		98,766,845	99,278,483
Long term investments		7,891,296	7,791,296
Long term loans and advances	6	3,068,412	2,794,106
Investment in finance lease		84,564	84,398
		109,811,117	109,948,283
Current assets			
Stores, spares and loose tools		3,604,937	2,872,542
Trade debts		16,852,096	15,758,805
Loans and advances		2,786,500	4,136,133
Investment in finance lease		28,305	28,305
Accrued interest		546,331	344,801
Recoverable from tax authorities		14,289,963	16,366,457
Receivable from the Government of Pakistan		2,164,072	2,164,072
Prepayments and other receivables		5,162,705	4,994,327
Short term investments		23,718,305	18,441,389
Cash and bank balances		4,423,552	4,518,546
		73,576,766	69,625,377
TOTAL ASSETS		183,387,883	179,573,660

President & CEO



CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS

FOR THE THREE MONTHS ENDED MARCH 31, 2015 (UN-AUDITED)

	Note	Three months ended	
		March 31, 2015 Rs '000	March 31, 2014 Rs '000
Revenue		19,250,637	21,113,232
Cost of services		(13,116,733)	(13,532,899)
Gross profit		6,133,904	7,580,333
Administrative and general expenses		(2,173,237)	(2,491,948)
Selling and marketing expenses		(887,348)	(762,039)
		(3,060,585)	(3,253,987)
Operating profit		3,073,319	4,326,346
Other income	8	802,579	1,091,410
Finance costs		(68,988)	(162,451)
Profit before tax		3,806,910	5,255,305
Provision for income tax			
- Current		(2,041,388)	(2,439,229)
- Deferred		708,969	547,319
		(1,332,419)	(1,891,910)
Profit for the period		2,474,491	3,363,395
Earnings per share - basic and diluted (Rupee)		0.49	0.66

The annexed notes 1 to 14 are an integral part of this condensed interim financial information.

Chairman

President & CEO

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

FOR THE THREE MONTHS ENDED MARCH 31, 2015 (UN-AUDITED)



	Three months ended	
	March 31, 2015 Rs '000	March 31, 2014 Rs '000
Profit for the period	2,474,491	3,363,395
Other comprehensive income for the period		
Items that may be subsequently reclassified to profit and loss:		
Gain on available for sale investments arising during the period	142,370	34,498
Gain on disposal transferred to income for the period	(95,714)	(13,803)
Unrealized gain on available for sale investments - net of tax	46,656	20,695
Total comprehensive income for the period	2,521,147	3,384,090

The annexed notes 1 to 14 are an integral part of this condensed interim financial information.

Chairman

President & CEO



CONDENSED INTERIM STATEMENT OF CASH FLOWS

FOR THE THREE MONTHS ENDED MARCH 31, 2015 (UN-AUDITED)

	Note	Three months ended	
		March 31, 2015 Rs '000	March 31, 2014 Rs '000
Cash flows from operating activities			
Cash generated from operations	9	8,613,993	10,076,046
Employees' retirement benefits paid		(549,327)	(435,706)
Payment of voluntary separation scheme cost		(280,443)	-
Long term security deposits		1,609	3,589
Income tax paid		(268,657)	(394,976)
Net cash inflows from operating activities		7,517,175	9,248,953
Cash flows from investing activities			
Capital expenditure		(3,101,292)	(2,395,131)
Proceeds from disposal of property, plant and equipment		-	5,051
Short-term investment		(1,500,000)	-
Finance lease		-	3,426
Long term loans and advances		(273,754)	(2,247,523)
Return on long term loans and short term investments		415,086	990,337
Government grants received		241,236	315,077
Long term investment - UBank		(100,000)	-
Receipts against loan to PTML		1,000,000	1,375,000
Net cash outflows from investing activities		(3,318,724)	(1,953,763)
Cash flows from financing activities			
Dividend paid		(516,529)	(689)
Net increase in cash and cash equivalents		3,681,922	7,294,501
Cash and cash equivalents at the beginning of the period		10,959,935	26,763,930
Cash and cash equivalents at the end of the period	10	14,641,857	34,058,431

The annexed notes 1 to 14 are an integral part of this condensed interim financial information.

Chairman

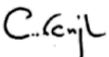
President & CEO

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

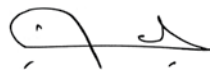
FOR THE THREE MONTHS ENDED MARCH 31, 2015 (UN-AUDITED)

	Issued, subscribed and paid-up capital		Revenue reserves			Unrealized gain on available for sale investments	Total
	Class "A"	Class "B"	Insurance reserve	General reserve	Unappropriated profit		
	(Rupees in '000)						
Balance as at January 01, 2014	37,740,000	13,260,000	2,958,336	30,500,000	16,324,138	89,785	100,872,259
Total comprehensive income for the period							
Profit for the period	-	-	-	-	3,363,395	20,695	3,363,395
Other comprehensive income	-	-	-	-	-	-	20,695
Balance as at March 31, 2014	37,740,000	13,260,000	2,958,336	30,500,000	19,687,533	110,480	104,256,349
Total comprehensive income for the period							
Profit for the period	-	-	-	-	1,844,099	218,559	1,844,099
Other comprehensive (loss) / income	-	-	-	-	(3,975,416)	-	(3,756,857)
Transfer to insurance reserve	-	-	-	-	(2,131,317)	218,559	(1,912,758)
Utilization of insurance reserve	-	-	267,576	-	(267,576)	-	-
Final dividend for the year ended December 31, 2013 - Re 1 per share	-	-	(1,029,142)	-	1,029,142	-	-
Interim dividend for the year ended December 31, 2014 - Re 1 per share	-	-	-	-	(5,100,000)	-	(5,100,000)
Balance as at December 31, 2014	37,740,000	13,260,000	2,196,770	30,500,000	8,117,782	329,039	92,143,591
Total comprehensive income for the period							
Profit for the period	-	-	-	-	2,474,491	46,656	2,474,491
Other comprehensive income	-	-	-	-	-	-	46,656
Transfer to insurance reserve	-	-	219,308	-	(219,308)	-	-
Balance as at March 31, 2015	37,740,000	13,260,000	2,416,078	30,500,000	10,372,965	375,695	94,664,738

The annexed notes 1 to 14 are an integral part of this condensed interim financial information.



Chairman



President & CEO



NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION

FOR THE THREE MONTHS ENDED MARCH 31, 2015 (UN-AUDITED)

1. THE COMPANY AND ITS OPERATIONS

Pakistan Telecommunication Company Limited (the Company) was incorporated in Pakistan on December 31, 1995 and commenced business on January 01, 1996. The Company, which is listed on the Karachi, Lahore and Islamabad stock exchanges, was established to undertake the telecommunication business formerly carried on by the Pakistan Telecommunication Corporation (PTC). PTC's business was transferred to the Company on January 01, 1996 under the Pakistan Telecommunication (Re-organization) Act, 1996, on which date, the Company took over all the properties, rights, assets, obligations and liabilities of PTC, except those transferred to the National Telecommunication Corporation (NTC), the Frequency Allocation Board (FAB), the Pakistan Telecommunication Authority (PTA) and the Pakistan Telecommunication Employees' Trust (PTET). The registered office of the Company is situated at PTCL Headquarters, G-8/4, Islamabad.

The Company provides telecommunication services in Pakistan. It owns and operates telecommunication facilities and provides domestic and international telephone services and other communication facilities throughout Pakistan. The Company has also been licensed to provide such services in territories of Azad Jammu and Kashmir and Gilgit-Baltistan.

2. STATEMENT OF COMPLIANCE

This condensed interim financial information of the Company for the three months ended March 31, 2015 has been prepared in accordance with the requirements of International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Ordinance, 1984. In case requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 shall prevail.

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of this condensed interim financial information in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historic experience including expectations of future events that are believed to be reasonable under the circumstances.

Estimates and judgments made by the management in the preparation of this condensed interim financial information are the same as those used in the preparation of audited financial statements of the Company for the year ended December 31, 2014.

4. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computations adopted in the preparation of this condensed interim financial information are consistent with those followed in the preparation of the Company's audited financial statements for the year ended December 31, 2014.

	Note	March 31, 2015 (Un-Audited) Rs '000	December 31, 2014 (Audited) Rs '000
5. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	5.1	82,518,677	85,072,228
Capital work-in-progress		11,571,464	9,379,833
		94,090,141	94,452,061

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION

FOR THE THREE MONTHS ENDED MARCH 31, 2015 (UN-AUDITED)

	Note	March 31, 2015 (Un-Audited) Rs '000	December 31, 2014 (Audited) Rs '000
5.1 Operating fixed assets			
Opening net book amount		85,072,228	78,951,084
Additions during the period / year at cost	5.2	909,661	19,761,293
		85,981,889	98,712,377
Disposals during the period / year - at net book amount		-	(58,117)
Loss due to fire for the period / year		-	(841,231)
Depreciation for the period / year		(3,463,212)	(12,740,801)
		(3,463,212)	(13,640,149)
Closing net book amount		82,518,677	85,072,228
5.2 Detail of additions during the period / year:			
Buildings on freehold land		-	153,888
Buildings on leasehold land		-	3,107
Lines and wires		278,071	3,935,385
Apparatus, plant and equipment		121,748	15,327,396
Office equipment		756	9,781
Computer equipment		9,534	205,965
Furniture and fittings		933	13,985
Vehicles		39	111,786
Submarine cables		498,580	-
		909,661	19,761,293

6. LONG TERM LOANS AND ADVANCES

These include unsecured loans of Rs 2,000,000 thousand (December 31, 2014: Rs 3,000,000 thousand) to Pak Telecom Mobile Limited (PTML), a wholly owned subsidiary of the Company, under subordinated debt agreements. These loans are recoverable in eight equal quarterly installments commencing after a grace period of 3 to 4 years maturing latest by November 2015 and carrying mark-up at the rate of three month KIBOR plus 82 to 180 basis points.

7. CONTINGENCIES AND COMMITMENTS

7.1 Contingencies

There has been no material change in contingencies as disclosed in the last audited financial statements of the Company for the year ended December 31, 2014, except the followings:

- Against the decision of ATIR upholding tax authorities' decision to impose FED amounting to Rs 474,417 thousand on Technical Services Assistance fee assuming that the fee is against franchise arrangement for the period from July 2007 to June 2010, Honorable Islamabad High Court remanded the cases back to ATIR with the directions to decide the cases a fresh. Accordingly, the stay order earlier granted by the Honorable Islamabad High Court upholds.
- For the tax year 2008, the Commissioner Inland Revenue (Appeals) decided the appeal filed by the Company in Company's favour by deleting the tax demand of Rs, 2,126,648 thousand for certain disallowed expenses.

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION

FOR THE THREE MONTHS ENDED MARCH 31, 2015 (UN-AUDITED)

7.2 Commitments

Commitments, in respect of contracts for capital expenditure amount to Rs 9,050,738 thousand (December 31, 2014: Rs 7,281,071 thousand).

	Three months ended	
	March 31, 2015 (Un-Audited) Rs '000	March 31, 2014 (Un-Audited) Rs '000
8. OTHER INCOME		
Mark up on long term loans	60,467	212,176
Return on bank deposits	413,778	695,387
Others	328,334	183,847
	802,579	1,091,410
9. CASH GENERATED FROM OPERATIONS		
Profit before tax	3,806,910	5,255,305
Adjustments for non-cash charges and other items:		
Depreciation and amortization	3,612,931	3,257,984
Provision against doubtful trade debts	540,573	519,926
Employees' retirement benefits	1,137,852	1,422,362
Gain on disposal of property, plant and equipment	-	(5,051)
Return on bank deposits	(413,778)	(695,387)
Markup on long term loans	(60,467)	(212,256)
Gain on disposal of available for sale investments	(95,714)	(13,803)
Amortization of government grants	(117,815)	(88,337)
	8,410,492	9,440,743
Effect on cash flows due to working capital changes:		
(Increase) / decrease in current assets:		
Stores, spares and loose tools	(732,396)	(30,613)
Trade debts	(1,633,864)	(814,030)
Loans and advances	349,634	(181,307)
Recoverable from tax authorities	303,763	-
Prepayments and other receivables	(169,096)	(128,796)
	(1,881,959)	(1,154,746)
Increase in current liabilities:		
Trade and other payables	2,085,460	1,790,049
	8,613,993	10,076,046
10. CASH AND CASH EQUIVALENTS		
Short term investments	10,218,305	28,500,051
Cash and bank balances	4,423,552	5,558,380
	14,641,857	34,058,431

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION

FOR THE THREE MONTHS ENDED MARCH 31, 2015 (UN-AUDITED)

		Three months ended	
		March 31, 2015 (Un-Audited) Rs '000	March 31, 2014 (Un-Audited) Rs '000
11. TRANSACTIONS AND BALANCES WITH RELATED PARTIES			
Relationship with the Company	Nature of transaction		
i. Shareholders	Technical services assistance fee - note 11.1	629,312	683,159
ii. Subsidiary	Sale of goods and services	1,343,097	1,625,442
	Purchase of goods and services	905,405	876,810
	Mark up on long term loans	60,467	211,123
iii. Associated undertakings	Sale of goods and services	475,464	29,452
	Purchase of goods and services	243,963	446,441
iv. Other related parties	Sale of goods and services	38,238	46,704
	Charge under license obligations	360,128	325,419
v. Directors, Chief Executive and Executives	Fee and remuneration including benefits and perquisites	534,673	422,450
		March 31, 2015 (Un-Audited) Rs '000	December 31, 2014 (Audited) Rs '000
Period-end balances			
Receivables from related parties			
	Long-term loans to subsidiary	2,000,000	3,000,000
	Trade debts		
-	Subsidiary	825,815	636,998
-	Associated undertakings	210,098	28,409
-	The Government of Pakistan and its related entities	1,497,288	1,493,357
	Accrued interest receivable		
-	Subsidiary	40,278	67,224
	Other receivables		
-	Subsidiary	8,812	11,257
-	Associated undertakings	74,898	74,265
-	PTCL Employees' GPF Trust	594,772	525,377
-	Pakistan Telecommunication Employees' Trust (PTET)	4,083,566	4,082,578

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL INFORMATION

FOR THE THREE MONTHS ENDED MARCH 31, 2015 (UN-AUDITED)

	March 31, 2015 (Un-Audited) Rs '000	December 31, 2014 (Audited) Rs '000
Payables to related parties		
Trade creditors		
- Subsidiary	1,088,971	1,091,952
- Associated undertakings	249,805	294,230
- The Government of Pakistan and its related entities	4,768,286	5,044,143
Retention money payable to associated undertaking	166	52
Technical services fee payable to Etisalat	629,312	633,814
Pakistan Telecommunication Employees' Trust (PTET)	12,384,342	12,250,956

11.1 This represents the Company's share of fee payable to Emirates Telecommunication Corporation (Etisalat) under an agreement for technical services at the rate of 3.5% of Pakistan Telecommunication Group's consolidated annual revenue.

12. OFFSETTING OF FINANCIAL ASSETS AND LIABILITIES

Trade debts presented in the statement of financial position include aggregate receivable of Rs 2,486,218 thousand (December 31, 2014: Rs 7,888,708 thousand) set off against aggregate payable of Rs 1,638,155 thousand (December 31, 2014: Rs 5,480,621 thousand).

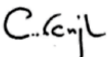
Trade and other payables presented in the statement of financial position include aggregate payable of Rs 3,528,525 thousand (December 31, 2014: Rs 8,298,999 thousand) set off against aggregate receivable of Rs 1,573,916 thousand (December 31, 2014: Rs 6,633,920 thousand).

13. DATE OF AUTHORIZATION FOR ISSUE OF CONDENSED INTERIM FINANCIAL INFORMATION

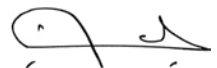
This condensed interim financial information for the three months ended March 31, 2015 was authorized for issue by the Board of Directors of the Company on April 15, 2015.

14. GENERAL

Figures have been rounded off to the nearest thousand rupees, unless otherwise specified.



Chairman



President & CEO



**CONDENSED CONSOLIDATED INTERIM
FINANCIAL INFORMATION**
FOR THE PERIOD ENDED MARCH 31, 2015



CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2015 (Un-Audited)

Note	March 31, 2015 (Un-Audited) Rs '000	December 31, 2014 (Audited) Rs '000
EQUITY AND LIABILITIES		
Equity		
Share capital and reserves		
Share capital	51,000,000	51,000,000
Revenue reserves		
Insurance reserve	2,416,078	2,196,770
General reserve	30,500,000	30,500,000
Unappropriated profit	25,857,218	25,360,137
	58,773,296	58,056,907
Unrealized gain on available for sale investments	399,437	343,936
	110,172,733	109,400,843
Liabilities		
Non-current liabilities		
Long term loans from banks	15,000,000	15,000,000
Liability against assets subject to finance lease	38,873	41,819
License fee payable	26,047,260	25,592,882
Long term security deposits	1,574,201	1,492,410
Deferred income tax	11,014,810	12,658,200
Employees' retirement benefits	33,921,165	33,302,010
Deferred government grants	6,971,601	6,848,180
Long term vendor liability	15,897,072	9,820,755
	110,464,982	104,756,256
Current liabilities		
Trade and other payables	57,694,069	57,142,828
Interest accrued	954,139	695,321
Current portion of:		
Liability against assets subject to finance lease	31,977	31,977
License fee payable	4,481,331	4,406,841
Long term vendor liability	6,486,499	12,926,785
Unearned income	3,341,199	2,638,529
	72,989,214	77,842,281
Total equity and liabilities	293,626,929	291,999,380

Contingencies and commitments

7

The annexed notes 1 to 13 are an integral part of this condensed consolidated interim financial information.

Chairman



	Note	March 31, 2015 (Un-Audited) Rs '000	December 31, 2014 (Audited) Rs '000
ASSETS			
Non-current assets			
Fixed assets			
Property, plant and equipment	5	167,104,475	170,567,752
Intangible assets	6	42,027,518	42,874,181
		209,131,993	213,441,933
Long term investments		100,441	100,441
Long term loans and advances		3,193,721	2,925,795
Investment in finance lease		84,564	84,398
		212,510,719	216,552,567
Current assets			
Stores, spares and loose tools		3,604,937	2,872,542
Stock in trade		345,442	329,491
Trade debts		16,488,985	15,511,235
Loans and advances		1,768,078	2,114,096
Investment in finance lease		28,305	28,305
Accrued interest		565,478	330,823
Recoverable from tax authorities		17,060,935	19,116,720
Receivable from the Government of Pakistan		2,164,072	2,164,072
Deposit, prepayments and other receivables		9,423,571	8,337,132
Short term investments		24,243,936	18,959,345
Cash and bank balances		5,422,471	5,683,052
		81,116,210	75,446,813
Total assets		293,626,929	291,999,380

President & CEO



CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT AND LOSS

FOR THE THREE MONTHS ENDED MARCH 31, 2015 (UN-AUDITED)

	Note	Three months ended	
		March 31, 2015 Rs '000	March 31, 2014 Rs '000
Revenue		30,177,657	33,375,217
Cost of services		(21,658,665)	(20,410,580)
Gross profit		8,518,992	12,964,637
Administrative and general expenses		(4,282,387)	(4,790,155)
Selling and marketing expenses		(2,482,030)	(2,254,377)
		(6,764,417)	(7,044,532)
Operating profit		1,754,575	5,920,105
Other income		852,371	1,282,914
Finance costs		(1,370,365)	(390,208)
Profit before tax		1,236,581	6,812,811
Provision for income tax			
- Current		(2,168,345)	(3,390,642)
- Deferred		1,648,153	929,407
		(520,192)	(2,461,235)
Profit for the period		716,389	4,351,576
Earnings per share - basic and diluted (Rupee)		0.14	0.85

The annexed notes 1 to 13 are an integral part of this condensed consolidated interim financial information.

Chairman

President & CEO

CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME

FOR THE THREE MONTHS ENDED MARCH 31, 2015 (UN-AUDITED)



	Three months ended	
	March 31, 2015 Rs '000	March 31, 2014 Rs '000
Profit for the period	716,389	4,351,576
Other comprehensive income for the period		
Items that may be subsequently reclassified to profit and loss:		
Gain on available for sale investment arising during the period	155,978	34,498
Tax effect of revaluation of available for sale investments	(4,763)	-
	151,215	34,498
Gain on disposal transferred to income for the period	(95,714)	(13,803)
Unrealised gain on available for sale investments - net of tax	55,501	20,695
Total comprehensive income for the period	771,890	4,372,271

The annexed notes 1 to 13 are an integral part of this condensed consolidated interim financial information.

Chairman

President & CEO



CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS

FOR THE THREE MONTHS ENDED MARCH 31, 2015 (UN-AUDITED)

	Note	Three months ended	
		March 31, 2015 Rs '000	March 31, 2014 Rs '000
Cash flows from operating activities			
Cash generated from operations	8	11,278,490	14,492,169
Employees' retirement benefits paid		(552,074)	(523,372)
Payment of voluntary separation scheme cost		(280,443)	-
Finance costs paid		(1,102,706)	(240,897)
Long term security deposits		81,791	(451)
Income tax paid		(416,323)	(547,964)
Net cash inflows from operating activities		9,008,735	13,179,484
Cash flows from investing activities			
Capital expenditure		(3,651,457)	(5,125,467)
Acquisition of intangible assets		(48,580)	(153,325)
Proceeds from disposal of property, plant and equipment		37,209	27,026
Short term investment		(1,505,956)	-
Long term loans and advances		(268,092)	(2,246,179)
Government grants received		241,236	315,077
Return on long term loans and short term investments		61,963	776,573
Net cash outflows from investing activities		(5,133,677)	(6,406,295)
Cash flows from financing activities			
Long term vendor liability		(363,969)	763,759
PTA license fee payable		528,868	(49,275)
Liability against assets subject to finance lease		(5,374)	(8,306)
Dividend paid		(516,529)	(689)
Net cash (outflow) / inflows from financing activities		(357,004)	705,489
Net increase in cash and cash equivalents		3,518,054	7,478,678
Cash and cash equivalents at the beginning of the period		12,642,397	27,568,998
Cash and cash equivalents at the end of the period	9	16,160,451	35,047,676

The annexed notes 1 to 13 are an integral part of this condensed consolidated interim financial information.

Chairman

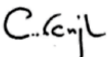
President & CEO

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY

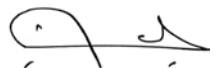
FOR THE THREE MONTHS ENDED MARCH 31, 2015 (UN-AUDITED)

	Issued, subscribed and paid-up capital		Revenue reserves			Unrealized gain on available for sale investments	Total
	Class "A"	Class "B"	Insurance reserve	General reserve	Unappropriated profit		
	(Rupees in '000)						
Balance as at January 01, 2014	37,740,000	13,260,000	2,958,336	30,500,000	34,815,636	89,785	119,363,757
Total comprehensive income for the period	-	-	-	-	4,351,576	-	4,351,576
Profit for the period	-	-	-	-	4,351,576	-	4,351,576
Other comprehensive income	-	-	-	-	-	20,695	20,695
Balance as at March 31, 2014	37,740,000	13,260,000	2,958,336	30,500,000	39,167,212	110,480	123,736,028
Total comprehensive income for the period	-	-	-	-	(384,927)	-	(384,927)
Loss for the period	-	-	-	-	(3,983,714)	-	(3,983,714)
Other comprehensive (loss) / income	-	-	-	-	(4,368,641)	233,456	(4,135,185)
Transfer to insurance reserve	-	-	267,576	-	(267,576)	-	-
Utilization of insurance reserve	-	-	(1,029,142)	-	1,029,142	-	-
Final dividend for the year ended December 31, 2013 - Re 1 per share	-	-	-	-	(5,100,000)	-	(5,100,000)
Interim dividend for the year ended December 31, 2014 - Re 1 per share	-	-	-	-	(5,100,000)	-	(5,100,000)
Balance as at December 31, 2014	37,740,000	13,260,000	2,196,770	30,500,000	25,360,137	343,936	109,400,843
Total comprehensive income for the period	-	-	-	-	(9,438,434)	-	(9,438,434)
Profit for the period	-	-	-	-	716,389	-	716,389
Other comprehensive income	-	-	-	-	(219,308)	55,501	35,181
Transfer to insurance reserve	-	-	219,308	-	-	-	219,308
Balance as at March 31, 2015	37,740,000	13,260,000	2,416,078	30,500,000	25,857,218	399,437	110,172,733

The annexed notes 1 to 13 are an integral part of this condensed consolidated interim financial information.



Chairman



President & CEO



NOTES TO AND FORMING PART OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

FOR THE THREE MONTHS ENDED MARCH 31, 2015 (UN-AUDITED)

1. CONSTITUTION AND OWNERSHIP

The condensed consolidated interim financial information of the Pakistan Telecommunication Company Limited and its subsidiaries ("the Group") comprise of the financial information of:

Pakistan Telecommunication Company Limited (PTCL)

Pakistan Telecommunication Company Limited (the Holding Company) was incorporated in Pakistan on December 31, 1995 and commenced business on January 1, 1996. The Holding Company, which is listed on Karachi, Lahore and Islamabad stock exchanges, was established to undertake the telecommunication business formerly carried on by Pakistan Telecommunication Corporation (PTC). PTC's business was transferred to the Holding Company on January 1, 1996 under the Pakistan Telecommunication (Re-organization) Act, 1996, on which date, the Holding Company took over all the properties, rights, assets, obligations and liabilities of PTC, except those transferred to the National Telecommunication Corporation (NTC), the Frequency Allocation Board (FAB), the Pakistan Telecommunication Authority (PTA) and the Pakistan Telecommunication Employees Trust (PTET). The registered office of the Holding Company is situated at PTCL Headquarters, G-8/4, Islamabad.

The Holding Company provides telecommunication services in Pakistan. It owns and operates telecommunication facilities and provides domestic and international telephone services and other communication facilities throughout Pakistan. The Holding Company has also been licensed to provide such services in territories of Azad Jammu and Kashmir and Gilgit-Baltistan.

Pak Telecom Mobile Limited (PTML)

PTML was incorporated in Pakistan on July 18, 1998, as a public limited company to provide cellular mobile telephony services in Pakistan. PTML commenced its commercial operations on January 29, 2001, under the brand name of Ufone. It is a wholly owned subsidiary of PTCL. The registered office of PTML is situated at Ufone Tower, Jinnah Avenue, Blue Area, Islamabad.

U Microfinance Bank Limited (U Bank)

The Holding Company acquired 100% ownership of U Microfinance Bank Limited (U Bank) on August 30, 2012 to offer services of digital commerce and branchless banking. U Bank was incorporated on October 29, 2003 as a public limited company. The registered office of U Bank is situated at Razia Sharif Plaza, Jinnah Avenue, Blue Area, Islamabad.

2. STATEMENT OF COMPLIANCE

This condensed consolidated interim financial information of the Group for the three months ended March 31, 2015 has been prepared in accordance with the requirements of International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Ordinance, 1984. In case where requirements differ, the provisions of or directives issued under the Companies Ordinance, 1984 shall prevail.

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of this condensed consolidated interim financial information in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. Estimates and judgements are continually evaluated and are based on historic experience, including expectations of future events that are believed to be reasonable under the circumstances.

Estimates and judgements made by the management in the preparation of this condensed consolidated interim financial information are the same as those used in the preparation of annual audited consolidated financial statements of the Group for the year ended December 31, 2014.

NOTES TO AND FORMING PART OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

FOR THE THREE MONTHS ENDED MARCH 31, 2015 (UN-AUDITED)

4. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computations adopted in the preparation of this condensed consolidated interim financial information are consistent with those followed in the preparation of the consolidated annual audited financial statements for the year ended December 31, 2014.

	Note	March 31, 2015 (Un-Audited) Rs '000	December 31, 2014 (Audited) Rs '000
5. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	5.1	153,132,793	157,630,781
Capital work-in-progress		13,971,682	12,936,971
		167,104,475	170,567,752
5.1 Operating fixed assets			
Opening net book amount		157,630,783	142,821,939
Additions during the period / year at cost		2,633,029	41,264,776
		160,263,812	184,086,715
Disposals during the period / year - at net book amount		(17,257)	(226,811)
Loss due to fire for the period / year		-	(841,231)
Depreciation for the period / year		(7,113,762)	(25,387,892)
		(7,131,019)	(26,455,934)
Closing net book amount		153,132,793	157,630,781
6. INTANGIBLE ASSETS			
Opening net book amount		42,874,181	6,191,581
Additions during the period / year at cost		48,579	39,734,272
		42,922,760	45,925,853
Amortization for the period / year		(895,242)	(3,051,672)
Closing net book amount		42,027,518	42,874,181
7. CONTINGENCIES AND COMMITMENTS			
7.1 Contingencies			
There has been no material change in contingencies as disclosed in the last audited financial statements of the Group for the year ended December 31, 2014, except the followings:			
(a) Against the decision of ATIR upholding tax authorities' decision to impose FED on PTCL amounting to Rs 474,417 thousand on Technical Services Assistance fee assuming that the fee is against franchise arrangement for the period from July 2007 to June 2010, Honorable Islamabad High Court remanded the cases back to ATIR with the directions to decide the cases a fresh. Accordingly, the stay order earlier granted by the Honorable Islamabad High Court upholds.			
(b) For the tax year 2008, the Commissioner Inland Revenue (Appeals) decided the appeal filed by the PTCL in Company's favour by deleting the tax demand of Rs, 2,126,648 thousand for certain disallowed expenses.			

NOTES TO AND FORMING PART OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

FOR THE THREE MONTHS ENDED MARCH 31, 2015 (UN-AUDITED)

7.2 Commitments

Commitments in respect of contracts for capital expenditure amount to Rs. 12,785,049 thousand (December 31, 2014: Rs. 11,289,190 thousand).

	Three months ended	
	March 31, 2015 (Un-Audited) Rs '000	March 31, 2014 (Un-Audited) Rs '000
8. CASH GENERATED FROM OPERATIONS		
Profit before tax	1,236,581	6,812,811
Adjustments for non-cash charges and other items:		
Depreciation and amortization	8,009,005	6,429,294
Provision for doubtful trade debts and other receivables	552,003	534,778
Provision for non performing advances	583	518
Employees' retirement benefits	1,164,816	1,453,690
Imputed interest on long term loans and advances	-	(6,109)
Gain on disposal of property, plant and equipment	(36,237)	(17,874)
Gain on disposal of available for sale investments	95,714	(42,290)
Return on bank deposits	(365,820)	(695,387)
Amortization of government grants	(117,815)	(88,337)
Finance costs	1,370,365	390,208
	11,909,195	14,771,302
Effect on cash flows due to working capital changes:		
(Increase) / decrease in current assets:		
Stores, spares and loose tools	(732,395)	(30,113)
Stock in trade	(15,951)	113,201
Trade debts	(1,529,753)	(1,417,617)
Recoverable from tax authorities	303,763	-
Loans and advances	345,435	(300,539)
Deposit prepayments and other receivables	(1,052,687)	(332,955)
	(2,681,588)	(1,968,023)
Increase in current liabilities:		
Trade and other payables	1,348,213	1,602,398
Unearned income	702,670	86,492
	2,050,883	1,688,890
	11,278,490	14,492,169
9. CASH AND CASH EQUIVALENTS		
Short term investments	10,737,980	28,792,708
Cash and bank balances	5,422,471	6,266,789
Short term running finance	-	(11,820)
	16,160,451	35,047,677

NOTES TO AND FORMING PART OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

FOR THE THREE MONTHS ENDED MARCH 31, 2015 (UN-AUDITED)

10. SEGMENT INFORMATION

For Management purposes, the Group is organised into two operating segments i.e. Fixed line communications (Wire line) and Wireless communications (Wireless). The reportable operating segments derive their revenue primarily from voice, data and other services.

10.1 Segment information for the reportable segments is as follows:

Three months ended March 31, 2015	Note	Wire line Rs '000	Wireless Rs '000	Total Rs '000
Segment revenue		16,930,699	15,006,885	31,937,584
Inter segment revenue	10.1.1	(1,343,097)	(416,830)	(1,759,927)
Revenue from external customers		15,587,602	14,590,055	30,177,657
Segment results		2,176,284	(1,459,896)	716,389
Three months ended March 31, 2014				
Segment revenue		18,831,538	16,653,328	35,484,866
Inter segment revenue	10.1.1	(1,625,442)	(484,207)	(2,109,649)
Revenue from external customers		17,206,096	16,169,121	33,375,217
Segment results		2,647,409	1,704,167	4,351,576

10.1.1 Inter segment revenues are eliminated on consolidation.

As at March 31, 2015 (Un-Audited)	Wire line Rs '000	Wireless Rs '000	Total Rs '000
Segment assets	145,547,896	148,079,034	293,626,929
Segment liabilities	82,040,712	101,413,485	183,454,196
As at December 31, 2014 (Audited)			
Segment assets	141,099,038	150,900,342	291,999,380
Segment liabilities	81,320,765	101,277,772	182,598,537

	Three months ended	
	March 31, 2015 (Un-Audited) Rs '000	March 31, 2014 (Un-Audited) Rs '000
11. TRANSACTIONS WITH RELATED PARTIES		
Relationship with the Group	Nature of transaction	
i. Shareholders	Technical services fee	1,056,218
ii. Associated undertakings	Purchase of goods and services	273,499
	Sale of goods and services	547,837
iii. Employees' benefit plan	PTML Gratuity Fund	21,824
	PTML Provident Fund	27,990
	U Bank Provident Fund	1,452
iv. Other related parties	Sale of goods and services	38,238
	Charges under license obligation	888,996
v. Directors, Chief Executive and Executives	Fees and remuneration including benefits and perquisites	714,552



NOTES TO AND FORMING PART OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

FOR THE THREE MONTHS ENDED MARCH 31, 2015 (UN-AUDITED)

	March 31, 2015 (Un-Audited) Rs '000	December 31, 2014 (Audited) Rs '000
Period-end balances		
Receivables from related parties		
Trade debts		
- Associated undertakings	336,509	111,223
- The Government of Pakistan and its related entities	1,497,288	1,493,357
Other receivables		
- Associated undertakings	74,898	74,265
- PTCL Employees' GPF Trust	594,772	525,377
- Pakistan Telecommunication Employees' Trust (PTET)	4,083,566	4,082,578
PTML		
- Long term loans to executive and key management personnel	171,076	181,717
Payables to related parties		
Trade creditors		
- Associated Undertakings	326,763	369,183
- The Government of Pakistan and its related entities	4,768,286	5,044,143
- Technical services fee payable to Etisalat	1,056,218	1,071,619
PTCL		
- Pakistan Telecommunication Employees' Trust (PTET)	12,384,342	12,250,956
PTML		
- Gratuity Fund	119,110	97,287
- Provident Fund	190,141	183,098
U Bank		
- Provident Fund	991	-

12. DATE OF AUTHORIZATION FOR ISSUE OF CONDENSED INTERIM FINANCIAL INFORMATION

This condensed consolidated interim financial information for the three months ended March 31, 2015 was authorized for issue by the Board of Directors of the Holding Company on April 15, 2015.

13. GENERAL

Figures have been rounded off to the nearest thousand rupees, unless otherwise specified.

Chairman

President & CEO