

NO: ASECT/BOD/ACCTS/2026

Dated: February 23, 2026.

The General Manager

Pakistan Stock Exchange Limited
Stock Exchange Building,
Stock Exchange Road,
KARACHI

Subject: - **FINANCIAL RESULTS FOR THE YEAR ENDED DECEMBER 31, 2025**

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on February 23, 2026 at 1230 hrs at PTCL Head Office, Ufone Tower, Islamabad recommended the following:

- | | | | | | |
|------|---|------------|-----|--------------------------------------|------------|
| i) | <u>Cash Dividend:</u> | NIL | ii) | <u>Bonus Shares:</u> | NIL |
| iii) | <u>Right Shares:</u> | NIL | iv) | <u>Any Other Entitlement:</u> | NIL |
| v) | <u>Any other Price Sensitive Information</u> | | | | |

The Financial Statements of the Company for the year ended December 31, 2025 are attached as Annexure-A.

The Annual General Meeting of the Company will be held on Tuesday, April 28, 2026 at 10:30 a.m., at PTCL Nest Office, Sector G-8/4, Islamabad.

The Share Transfer Books of the Company will be closed from April 22, 2026 to April 28, 2026 (both days inclusive).

The Annual Financial Statements (Annual Report) of the Company will be transmitted through PUCARS at least 21 days before holding of Annual General Meeting.

Yours Sincerely,



Zahida Awan
Group Company Secretary
Ph: 051-231333200 Ext. 5376

PAKISTAN TELECOMMUNICATION COMPANY LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2025

	2025 Rs '000	2024 Rs '000	2025 Rs '000	2024 Rs '000
Equity and liabilities				
Equity				
Share capital and reserves	51,000,000	51,000,000		
Share capital				
Revenue reserves				
General reserve	27,497,072	27,497,072		
Unappropriated profits	48,598,534	36,610,433		
	76,095,606	64,107,505		
	127,095,606	115,107,505		
Liabilities				
Non-current liabilities				
Employees retirement benefits				
Deferred government grants	47,057,747	42,652,874		
Long term loans from banks	17,884,151	16,721,916		
Contract liabilities	210,520,271	62,780,360		
Lease liabilities	1,620,648	1,442,432		
	715,554	1,027,777		
	277,498,371	124,625,359		
Current liabilities				
Trade and other payables	194,433,281	169,319,472		
Short term financing	44,521,690	47,116,732		
Security deposits	726,544	653,373		
Unclaimed dividend	207,751	208,131		
Current maturity of lease liabilities	385,390	337,022		
Current portion of long term loans from banks	2,275,167	318,719		
	242,549,823	217,953,449		
Total equity and liabilities	647,143,800	457,686,313		
Assets				
Non-current assets				
Property and equipment	178,931,022	161,172,503		
Right of use assets	1,032,807	1,383,038		
Intangible assets	929,626	1,467,066		
	180,893,455	164,022,607		
Long term investments	139,104,824	76,236,284		
Long term loans and advances	122,369,475	51,780,602		
Employees retirement benefits	13,762,801	2,951,439		
Deferred income tax	2,636,218	5,470,851		
Contract cost	130,673	139,135		
	458,897,446	300,600,918		
Current assets				
Stores and spares	5,561,621	8,201,385		
Contract cost	3,220,788	3,707,304		
Trade debts and contract assets	71,263,745	60,563,180		
Loans and advances	3,905,211	2,778,971		
Income tax recoverable	50,023,735	40,536,947		
Prepayments and other receivables	31,661,562	29,209,494		
Cash and bank balances	22,396,786	12,088,114		
Asset classified as held for sale	212,906	-		
	188,246,354	157,085,395		
Total assets	647,143,800	457,686,313		

PAKISTAN TELECOMMUNICATION COMPANY LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED DECEMBER 31, 2025

	2025 Rs '000	2024 Rs '000
Revenue	120,112,631	107,766,309
Cost of services	(84,229,052)	(79,490,710)
Gross profit	<u>35,883,579</u>	<u>28,275,599</u>
Administrative and general expenses	(9,743,673)	(9,027,260)
Selling and marketing expenses	(5,544,792)	(4,853,017)
Impairment loss on trade debts and contract assets	(2,370,320)	(2,145,765)
	<u>(17,658,785)</u>	<u>(16,026,042)</u>
Operating profit	18,224,794	12,249,557
Past service cost - Pension	(6,901,456)	-
Subsidiary acquisition cost	(1,760,670)	-
Other income	16,662,351	17,224,380
Finance and other costs	(20,023,185)	(22,588,481)
Profit before tax	<u>6,201,834</u>	<u>6,885,456</u>
Taxation	(4,819,580)	(2,059,613)
Profit after tax	<u>1,382,254</u>	<u>4,825,843</u>
Earnings per share - basic and diluted (Rupees)	<u>0.27</u>	<u>0.95</u>

PAKISTAN TELECOMMUNICATION COMPANY LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2025

	Issued, subscribed and paid-up capital			Revenue reserves			Total
	Class "A"	Class "B"	Total	General reserve	Unappropriated profits		
Balance as at January 01, 2024	37,740,000	13,260,000	51,000,000	27,497,072	38,871,108		117,368,180
Total comprehensive income for the year	-	-	-	-	4,825,843		4,825,843
Profit for the year	-	-	-	-	(7,086,518)		(7,086,518)
Other comprehensive loss - net of tax	-	-	-	-	(2,260,675)		(2,260,675)
Balance as at December 31, 2024	<u>37,740,000</u>	<u>13,260,000</u>	<u>51,000,000</u>	<u>27,497,072</u>	<u>36,610,433</u>		<u>115,107,505</u>
Balance as at January 01, 2025	37,740,000	13,260,000	51,000,000	27,497,072	36,610,433		115,107,505
Total comprehensive income for the year	-	-	-	-	1,382,254		1,382,254
Profit for the year	-	-	-	-	10,605,847		10,605,847
Other comprehensive income - net of tax	-	-	-	-	11,988,101		11,988,101
Balance as at December 31, 2025	<u>37,740,000</u>	<u>13,260,000</u>	<u>51,000,000</u>	<u>27,497,072</u>	<u>48,598,534</u>		<u>127,095,606</u>

(Rupees in '000)

PAKISTAN TELECOMMUNICATION COMPANY LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2025

	2025 Rs '000	2024 Rs '000
Cash flows from operating activities		
Cash generated from operating activities	46,123,971	40,887,084
Payment to Pakistan Telecommunication Employees Trust (PTET)	-	(990,436)
Payment to PTCL Employees Gratuity Fund	-	(47,131)
Other employees retirement benefits paid	(2,902,340)	(2,408,793)
Advances from customers	359,929	(38,707)
Addition to contract cost	(5,079,434)	(5,795,303)
Income tax paid	(3,689,423)	(3,345,105)
Net cash generated from operating activities	34,812,703	28,261,609
Cash flows from investing activities		
Acquisition of property and equipment	(26,874,495)	(35,706,991)
Acquisition of intangible assets	(326,151)	(479,592)
Proceeds from disposal of property and equipment	4,736,382	5,508,216
Long term subordinated loans to Pak Telecom Mobile Limited	(19,500,000)	(19,500,000)
Repayment of subordinated loans by Pak Telecom Mobile Limited	750,000	2,500,000
Investment in U Microfinance Bank Limited	(5,850,000)	(3,200,000)
Investment in Telenor Pakistan (Private) Limited	(49,018,040)	-
Investment in Pak Telecom Mobile Limited	(8,000,000)	-
Investment in Orion Towers (Private) Limited	(500)	-
Long term shareholder loan to Telenor Pakistan (Private) Limited	(63,184,153)	-
Return on employee loans and deposits	644,635	414,565
Return on long term loans from subsidiaries	5,415,222	6,160,949
Government grants - net	3,736,703	3,071,005
Long term loans and advances	20,809	(1,986,261)
Net cash used in investing activities	(157,449,588)	(43,218,109)
Cash flows from financing activities		
Unclaimed dividends paid	(380)	(1,125)
Interest paid on short term financing	(4,351,478)	(5,509,578)
Proceeds from long term loans	149,728,007	11,959,500
Interest paid on long term loans	(9,241,593)	(11,308,509)
Repayment of lease liabilities - interest	(225,691)	(293,170)
Repayment of lease liabilities - principal	(368,266)	(733,853)
Net cash generated from / (used in) financing activities	135,540,599	(5,886,735)
Net increase / (decrease) in cash and cash equivalents	12,903,714	(20,843,235)
Cash and cash equivalents at the beginning of the year	(35,028,618)	(14,185,383)
Cash and cash equivalents at the end of the year	(22,124,904)	(35,028,618)

PAKISTAN TELECOMMUNICATION COMPANY LIMITED
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2025

	2025	2024	2025	2024
	Rs '000	Rs '000	Rs '000	Rs '000
Equity and liabilities				
Equity				
Share capital and reserves	51,000,000	51,000,000		
Share capital				
Revenue reserves				
General reserve	27,497,072	27,497,072		
Accumulated losses	(42,693,655)	(43,575,731)		
	(15,196,583)	(16,078,659)		
	954,563	935,752		
Statutory and other reserves	111,732	409,162		
Unrealized gain on investments measured at fair value through OCI	36,869,712	36,266,255		
Liabilities				
Non-current liabilities				
Long term loans from banks	238,351,273	104,867,250		
Deposits from banking customers	141,394	39,870,286		
Lease liabilities	52,171,230	10,579,466		
Employees retirement benefits	47,893,345	42,846,083		
Deferred government grants	49,165,643	35,252,982		
Provision for asset retirement obligations	1,110,448	-		
Advances from customers	535,140	1,442,432		
License fee payable	2,390,154	8,799,401		
Long term vendor liability	24,758,299	30,816,234		
	416,516,926	274,474,144		
Current liabilities				
Trade and other payables	200,743,692	156,600,800		
Deposits from banking customers	156,058,475	96,741,887		
Interest accrued	3,604,214	6,716,644		
Short term financing	71,487,663	51,678,636		
Subordinated debt	150,000	1,000,000		
Current portion of:				
Long term loans from banks	17,949,653	134,887,702		
Lease liabilities	16,029,293	6,308,941		
License fee payable	8,340,464	2,328,854		
Long term vendor liability	23,789,108	35,565,847		
Security deposits	2,290,615	1,654,053		
Unpaid / unclaimed dividend	207,751	208,131		
	500,650,928	495,691,505		
Total equity and liabilities	954,037,566	806,431,904		
Assets				
Non-current assets				
Property and equipment	361,439,043	283,621,411		
Right of use assets	51,610,626	15,528,532		
Intangible assets	135,060,288	52,713,512		
	548,109,957	351,863,455		
Long term investments	51,427	51,427		
Long term loans and advances	2,196,892	12,280,602		
Long term loans to banking customers	12,112,463	13,664,090		
Deferred income tax	26,871,817	16,896,173		
Employees retirement benefits	13,762,801	2,951,439		
Contract costs	1,584,213	329,145		
	604,689,570	398,036,331		
Current assets				
Stock in trade, stores and spares	6,348,808	8,891,957		
Trade debts and contract assets	82,824,227	64,355,709		
Current portion of loans to banking customers	56,657,024	60,802,770		
Loans and advances	4,944,890	3,706,842		
Contract costs	5,514,961	5,575,409		
Income tax recoverable	79,558,762	52,304,986		
Deposits, prepayments and other receivables	30,794,051	27,385,600		
Short term investments	43,950,004	161,231,289		
Cash and bank balances	38,754,337	24,141,001		
Asset classified as held for sale	932	-		
	349,347,996	408,395,573		
Total assets	954,037,566	806,431,904		

**PAKISTAN TELECOMMUNICATION COMPANY LIMITED
CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED DECEMBER 31, 2025**

**Annexure-A
Page-6/8**

	2025	2024
	Rs '000	Rs '000
Revenue	251,733,534	224,264,468
Cost of services	(167,757,784)	(166,864,954)
Gross profit	83,975,750	57,399,514
Administrative and general expenses	(32,609,640)	(32,859,412)
Selling and marketing expenses	(13,876,653)	(13,305,289)
Allowance for expected credit losses	(18,136,320)	(5,117,163)
	(64,622,613)	(51,281,864)
Operating profit	19,353,137	6,117,650
Past service cost - pension	(6,901,456)	-
Subsidiary acquisition cost	(1,760,670)	-
Other income	21,154,391	25,618,798
Finance costs and other expenses	(46,657,653)	(52,633,552)
Loss before tax	(14,812,251)	(20,897,104)
Income tax	5,066,134	6,502,944
Loss for the year	(9,746,117)	(14,394,160)
Loss per share - basic and diluted (Rupees)	(1.91)	(2.82)

	Issued, subscribed and paid-up capital			Revenue reserves		Statutory and other reserves	Unrealized gain on investments measured at fair value through OCI	Total
	Class "A"	Class "B"	Total	General reserve	Accumulated losses			
Balance as at January 01, 2024	37,740,000	13,260,000	51,000,000	27,497,072	(22,077,634)	909,981	(39,198)	57,290,221
Total comprehensive income for the year	-	-	-	-	(14,394,160)	-	-	(14,394,160)
Loss for the year	-	-	-	-	(7,103,937)	-	448,360	(6,655,577)
Other comprehensive (loss) / income	-	-	-	-	(21,498,097)	-	448,360	(21,049,737)
Statutory and other reserves	-	-	-	-	-	25,771	-	25,771
Balance as at December 31, 2024	37,740,000	13,260,000	51,000,000	27,497,072	(43,575,731)	935,752	409,162	36,266,255
Total comprehensive income for the year	-	-	-	-	(9,746,117)	-	-	(9,746,117)
Loss for the year	-	-	-	-	10,647,004	-	(297,430)	10,349,574
Other comprehensive income / (loss)	-	-	-	-	900,887	-	(297,430)	603,457
Statutory and other reserves	-	-	-	-	(18,811)	18,811	-	-
Balance as at December 31, 2025	37,740,000	13,260,000	51,000,000	27,497,072	(42,693,655)	954,563	111,732	36,869,712

(Rupees in '000)

PAKISTAN TELECOMMUNICATION COMPANY LIMITED
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2025

Annexure-A
Page-8/8

	2025	2024
	Rs '000	Rs '000
Cash flows from operating activities		
Cash generated from operations	99,550,290	82,735,612
Employees retirement benefits paid	(3,266,724)	(2,786,139)
Deposits from banking customers	19,587,686	32,549,639
Return on long term loans and short term investments	2,132,222	5,068,552
Advances from customers	(839,120)	2,455,189
Additions to contract costs	(7,839,327)	(8,789,152)
Payment made to Pakistan Telecommunication Employees Trust (PTET)	-	(990,436)
Income tax paid	(7,786,330)	(8,746,712)
Net cash generated from operating activities	101,538,697	101,496,553
Cash flows from investing activities		
Acquisition of property and equipment	(30,765,966)	(43,514,149)
Acquisition of intangible assets	(589,209)	(1,085,163)
Proceeds from disposal of property and equipment	2,235,338	6,298,815
Cash paid for acquisition of subsidiaries	(49,018,540)	-
Cash and cash equivalents in acquired subsidiaries (net)	(18,104,586)	-
Repayment of loan to Telenor ASA	(63,184,153)	-
Long term loans and advances	91,684	(1,660,393)
Encashment of short term investment	261,263,427	169,739,974
Short term investment made	(144,366,209)	(279,373,669)
Government grants repaid	(390,358)	-
Government grants received	6,883,686	8,137,042
Net cash used in investing activities	(35,944,886)	(141,457,543)
Cash flows from financing activities		
Proceeds from long term loans	118,894,978	137,156,084
Repayment of long term loans	(102,158,244)	(19,781,534)
Settlement of subordinated debt	(850,000)	(149,701)
Finance cost paid	(31,862,517)	(47,352,012)
Repayment of license fee	(2,967,960)	(263,233)
Repayment of vendor liability - net	(36,250,136)	(18,631,486)
Repayment of lease liabilities - principal	(9,657,464)	(7,457,736)
Repayment of lease liabilities - interest	(5,937,779)	(3,087,046)
Settlement of unclaimed dividend	(380)	(1,125)
Net cash (used in) / generated from financing activities	(70,789,502)	40,432,211
Net (decrease) / increase in cash and cash equivalents	(5,195,691)	471,221
Cash and cash equivalents at beginning of the year	(27,537,635)	(28,008,856)
Cash and cash equivalents at end of the year	(32,733,326)	(27,537,635)