

**UNIVERSAL SERVICE FUND
(A COMPANY INCORPORATED UNDER
SECTION 42 OF THE COMPANIES ACT, 2017)
FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

**Grant Thornton Anjum
Rahman**302 B, 3rd Floor,
Evacuee Trust Complex,
Aga Khan Road, F-5/1,
Islamabad, Pakistan.**T** +92 51 2271906**F** +92 51 2273874**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF UNIVERSAL SERVICE FUND
REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS****Opinion**

We have audited the annexed financial statements of **Universal Service Fund (the Company)**, which comprise the statement of financial position as at June 30, 2025, and the statement of income and expenditure and other comprehensive income, the statement of changes in fund and the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion, and to the best of our information and according to the explanations given to us, the statement of financial position, the statement of income and expenditure and other comprehensive income, the statement of changes in fund and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give information required by the Companies Act, 2017 (XIX of 2017) in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at June 30, 2025 and of the surplus and other comprehensive loss, the changes in fund and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matters

We draw attention to notes 18.1.1-2 and 18.1.5 to the accompanying financial statements, which describe the status of certain legal and tax contingencies. These include suit filed by Pakistan Telecommunication Company Limited (PTCL) relating to late delivery charges, descoping, and associated receivable and payable, as well as ongoing tax litigation regarding the treatment and disallowance of government grants. No provision is recorded due to expectation of favorable decisions. Our opinion is not modified in respect of this matter.

Information Other than the Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the information included in the directors' report, but does not include the financial statements and our auditors' report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed on the other information that we obtained prior to this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017 (XIX of 2017) and the State-Owned Enterprises (Governance and Operations) Act, 2023 (SOE Act 2023) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Board of directors is responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- a) proper books of accounts have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);
- b) the statement of financial position, the statement of income and expenditure and other comprehensive income the statement of changes in fund and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and the SOE Act, 2023 are in agreement with the books of accounts and returns;
- c) investments made, expenditures incurred and guarantees extended during the year were for the purpose of the Company's business; and
- d) no Zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

The engagement partner on the audit resulting in this independent auditor's report is Waqas Waris.


GRANT THORNTON ANJUM RAHMAN

Chartered Accountants

Islamabad

Date: October 27, 2025

UDIN: AR202510209DZRQxU1B0

UNIVERSAL SERVICE FUND

(A Company incorporated under Section 42 of the Companies Act, 2017)


STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2025

	Note	June 2025 (Rupees)	June 2024 (Rupees)
ASSETS			
NON-CURRENT ASSETS			
Property and equipment	5	45,852,119	65,661,744
Right of use assets	6	178,856,705	48,814,938
Intangible assets	7	11,597,530	30,290,957
Long term deposits	8	7,535,000	7,535,000
Long term advances	9	4,657,026	5,638,219
		248,498,380	157,940,858
CURRENT ASSETS			
Advances	10	165,200,754	183,035,216
Short-term prepayments and receivable	11	4,012,757	4,166,785
Other receivables	12	1,691,109,880	2,346,988,683
Cash and bank balance	13	2,015,028,869	1,964,337,546
		3,875,352,260	4,498,528,230
TOTAL ASSETS		4,123,850,640	4,656,469,088
FUNDS AND LIABILITIES			
General fund-unrestricted fund		-	-
NON-CURRENT LIABILITIES			
Fund balance (restricted)	14	2,884,507,853	3,657,473,249
Deferred capital grant	15	57,449,649	95,952,701
Lease liability	16	153,244,332	26,698,784
		3,095,201,834	3,780,124,734
CURRENT LIABILITIES			
Trade and other payables	17	998,586,181	854,985,326
Current portion of lease liabilities	16	30,062,625	21,359,028
		1,028,648,806	876,344,354
TOTAL FUNDS AND LIABILITIES		4,123,850,640	4,656,469,088
CONTINGENCIES AND COMMITMENTS	18		

The annexed notes from 1 to 28 form an integral part of these financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR

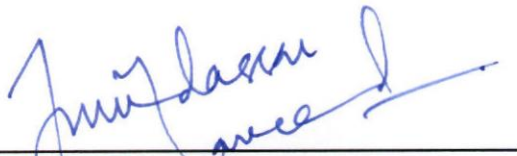
UNIVERSAL SERVICE FUND

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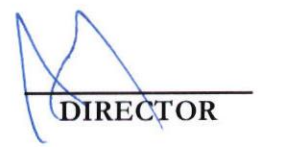
**STATEMENT OF INCOME AND EXPENDITURE AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2025**

	Note	June 2025 (Rupees)	June 2024 (Rupees)
INCOME			
Amortization of deferred capital grant	15	52,485,129	56,044,908
EXPENDITURE			
Administrative and general expenses	19	712,274,307	578,309,764
Subsidy grant for projects	20	11,029,115,890	18,544,541,061
Technical and monitoring audit fee	21	96,904,399	166,802,738
Liquidated damages for projects - written off	22	655,878,803	-
		12,494,173,399	19,289,653,563
		(12,441,688,270)	(19,233,608,655)
FUNDS (RESTRICTED) RECOGNIZED AS GRANT AGAINST EXPENDITURE EXCESS FOR THE YEAR			
	14	12,464,571,943	19,237,233,894
		22,883,673	3,625,239
OTHER COMPREHENSIVE INCOME			
Item not to be reclassified to statement of income and expenditure:		-	-
Remeasurement loss on defined benefit plan		(22,883,673)	(3,625,239)
TOTAL COMPREHENSIVE LOSS FOR THE YEAR		-	-

The annexed notes from 1 to 28 form an integral part of these financial statements.



CHIEF EXECUTIVE OFFICER

DIRECTOR

UNIVERSAL SERVICE FUND

(A Company incorporated under Section 42 of the Companies Act, 2017)


**STATEMENT OF CHANGES IN FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	General fund/unrestricted fund (Rupees)
Balance as at July 01, 2023	-
Excess for the year	3,625,239
Other comprehensive loss for the year	(3,625,239)
Balance as at June 30, 2024	-
Excess for the year	22,883,673
Other comprehensive loss for the year	(22,883,673)
Balance as at June 30, 2025	-

The annexed notes from 1 to 28 form an integral part of these financial statements.



CHIEF EXECUTIVE OFFICER



DIRECTOR

UNIVERSAL SERVICE FUND

(A Company incorporated under Section 42 of the Companies Act, 2017)

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2025

	Note	June 2025 (Rupees)	June 2024 (Rupees)
CASH FLOWS FROM OPERATING ACTIVITIES			
Subsidy grant disbursement		(10,873,652,096)	(15,374,749,843)
Technical & monitoring audit fee		(119,565,530)	(145,614,823)
Liquidated damages and others		281,339,443	5,121,142
Payment to suppliers and employees		(652,012,067)	(519,757,219)
Net cash used in operating activities		<u>(11,363,890,250)</u>	<u>(16,035,000,743)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Procurement of property, equipment and intangibles		(13,552,427)	(36,973,300)
Net cash used in investing activities		<u>(13,552,427)</u>	<u>(36,973,300)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Grant received		11,428,134,000	16,119,650,000
Net cash generated from financing activities		<u>11,428,134,000</u>	<u>16,119,650,000</u>
Net (decrease)/ increase in cash and cash equivalents		50,691,323	47,675,957
Cash and cash equivalents at beginning of year		1,964,337,546	1,916,661,589
Cash and cash equivalents at end of year	13	<u>2,015,028,869</u>	<u>1,964,337,546</u>

The annexed notes from 1 to 28 form an integral part of these financial statements.

CHIEF EXECUTIVE OFFICER

DIRECTOR

UNIVERSAL SERVICE FUND

(A Company incorporated under Section 42 of the Companies Act, 2017)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

1 STATUS AND ACTIVITIES

The Universal Service Fund (the Company) was incorporated in Pakistan on December 12, 2006 as a public company, limited by guarantee, not having a share capital and as a not-for-profit organization licensed under section 42 of the repealed Companies Ordinance, 1984 (repealed through the enactment of the Companies Act, 2017). The Company was formed under Section 10 of the Universal Service Fund Rules, 2006 (the Rules) and its registered office is located at office # 310-312, 3rd Floor, Evacuee Trust Complex, F-5/1, Islamabad.

Pursuant to Section 16 of the Rules, operations of the Company are funded by the Ministry of Information Technology and Telecommunication (MoIT&T), Government of Pakistan through the Universal Service Fund (USF), a separate entity established under section 33 A of the Telecommunication Re-organization Act, 1996. USF is kept in Public Account of the Federal Government which is maintained and operated by MoIT&T. A Non-Lapsable assignment account is maintained by USF Company for withdrawal of funds. The primary objective of the Company is to plan, develop, finance and execute communication network projects and services to un-served or under-served areas of Pakistan as defined under Section 26 of the Rules mainly through disbursement of grants received from Government of Pakistan, in the form of subsidies to selected contributors to USF, for execution of the related telecom projects.

The Company is certified from Pakistan Centre for Philanthropy (PCP), a certifying body for all local and international NGOs, having certification no. PCP-2021/871 dated August 10, 2021. During current year the certification is renewed via certification no. PCP-R1/2025/871 dated April 28, 2025.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These Financial statements have been prepared in accordance with the 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 (the Act);
- Accounting Standard for Not for Profit Organizations (Accounting Standard for NPOs) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017 and State Owned Enterprises (Governance and Operations) Act, 2023.

Where provisions of and directives issued under the Companies Act, 2017 and State Owned Enterprises (Governance and Operations) Act, 2023 differ from the IFRS Standards or the Accounting Standard for NPOs, the provisions of and directives issued under the Companies Act, 2017 and State Owned Enterprises (Governance and Operations) Act, 2023 have been followed.

2.2 Basis of measurement

These Financial statements have been prepared under the historical cost convention except as otherwise disclosed.

2.3 Functional and presentation currency

These Financial statements have been presented in Pakistan Rupees which is the Company's functional and presentation currency.

3 CHANGES IN ACCOUNTING STANDARDS, INTERPRETATIONS AND PRONOUNCEMENTS

3.1 Amendments and interpretations to accounting and reporting standards that became effective in the current year

There were certain amendments and interpretations to published accounting and reporting standard which are mandatory for the Company's accounting period which began on July 1, 2024. However, these do not have any significant impact on the Company's financial statements and have not disclosed.

UNIVERSAL SERVICE FUND

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

3.1.1. Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Company:

		Effective date (annual periods beginning on or after)
IFRS S1	General Requirements for Disclosure of Sustainability Related Financial Information	July 1, 2025
IFRS S2	Climate-related Disclosures	July 1, 2025
IFRS 7	Financial Instruments: Disclosures (Amendments)	January 1, 2026
IFRS 17	Insurance Contracts	January 1, 2026
IFRS 9	Financial Instruments – Classification and Measurement of Financial Instruments (Amendments)	January 1, 2026

The above standards, amendments to approved accounting standards and interpretations are not likely to have any material impact on the Company's financial statements.

Other than the aforesaid standards, interpretations and amendments, International Accounting Standards Board (IASB) has also issued the following standards and interpretation, which have not been notified locally or declared exempt by the Securities and Exchange Commission of Pakistan (SECP) as at June 30 2025;

IFRS 1	First-time Adoption of International Financial Reporting Standards
IFRIC 12	Service Concession Arrangement
IFRS 18	Presentation and Disclosures in Financial Statements
IFRS 19	Subsidiaries without Public Accountability: Disclosures

4 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies have been applied consistently to all periods presented in these financial statements.

4.1 Property and equipment

These are stated at cost less accumulated depreciation and impairment losses (if any). Cost comprises of acquisition cost, non-refundable indirect taxes and any other directly attributable costs.

Depreciation is charged so as to write off the cost of assets over their estimated useful lives, using the straight-line method at rates specified in note 5 to the financial statements.

Useful lives are determined by the management based on the expected usage of an asset, expected physical wear and tear, technical and commercial obsolescence, legal and similar limits on the use of assets and other similar factors.

The assets' residual values, useful lives and methods are reviewed, and adjusted if appropriate, at each financial year end. The effects of adjustments to residual values, useful lives and methods are recognized prospectively as a change in accounting estimates.

Depreciation is charged on additions when the assets become available for use and ceases when asset is derecognized.

The cost of the day-to-day servicing of property and equipment is recognized in the income and expenditure statement when incurred. Major improvements are capitalized.

4.2 Leases

Right of use asset

The Company assesses whether a contract is or contains a lease at inception of the contract. The Company recognizes a right of use asset and a lease liability at the lease commencement date. On initial recognition, right-of-use assets are measured at an amount equal to initial lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred.

Right-of-use assets are subsequently stated at cost less any accumulated depreciation/accumulated impairment losses and are adjusted for any premeasurement of lease liability.

Depreciation is charged on straight line basis over the shorter of the lease term or useful life of the asset.

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(A Company incorporated under Section 42 of the Companies Act, 2017)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

The lease liabilities are initially measured as the present value of the remaining lease payments, discounted using the interest rate implicit in the lease, or if that rate cannot be readily determined, the Company's incremental borrowing rate.

Lease against right of use assets

The lease liability is subsequently measured at amortized cost using the effective interest rate method. Remeasurements of lease liabilities only occur in cases where the terms of the lease are changed during the lease tenure. These remeasurements of lease liabilities are recognized as adjustments to the carrying amount of related right-of-use assets after the date of initial recognition.

Each lease payment is allocated between a reduction of the liability and a finance cost. The finance cost is charged to the income and expenditure statement over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

4.3 Intangibles

An intangible asset is recognized if it is probable that future economic benefits that are attributable to the asset will flow to the Company and that cost of such an asset can also be measured reliably.

Intangible assets are measured on initial recognition at cost, being the fair value of the consideration given. Following initial recognition, intangible assets are carried at cost less accumulated amortization and Amortization is charged on straight line basis so as to write off the amortizable amount of intangible asset over their estimated useful life at rate mentioned in note 7.

Changes in expected useful lives or the expected pattern of consumption of future economic benefits, embodied in intangible assets, are accounted for by changing the useful life or amortization method, as appropriate, and treated as a change in accounting estimate.

4.4 Cash and cash equivalents

For the purpose of cashflow statement, cash and cash equivalents comprise cash in hand and cash with bank in assignment account.

4.5 Fund balance (restricted)

The management is following deferral method of accounting for amount received from MoIT&T and included in the fund balance (restricted). Any income earned on these funds is also included in the fund balance. Grant that compensate the Company for expenditure incurred is transferred from the fund balance to the income and expenditure statement to match the expenditure incurred during the year. Grant that compensate the Company for cost of an asset are transferred to deferred capital grant and recognized in income and expenditure statement on systematic basis over the expected useful life of related asset, upon capitalization.

Grant received from MOIT&T for subsidy disbursement for projects is recognized in income and expenditure statement when the Company becomes unavoidably obliged to make payments to service providers under the terms of the subsidy agreements. The expense is measured at the amount contractually payable, adjusted where applicable for certified BOQ limits and network coverage completed.

4.6 Trade and other payables

Creditors and other payables are carried at cost which is the fair value of the consideration to be paid in future for goods and services received.

4.7 Provision and contingent liabilities

Provisions are recognized when the Company has a present legal or constructive obligation, as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

A contingent liability is disclosed when the Company has a possible obligation as a result of past event, whose existence will be confirmed by one or more uncertain future events not wholly within the control of the Company or the Company has present legal or constructive obligation as a result of the past event but it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation cannot be measured with sufficient reliability.

UNIVERSAL SERVICE FUND

(A Company incorporated under Section 42 of the Companies Act, 2017)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

4.8 Staff retirement benefits:

The Company operates a funded gratuity scheme for employees who have completed the minimum qualifying period of service to the Company as defined under the respective scheme. Provision for gratuity is made to cover obligations under the scheme in accordance with the actuarial recommendations using the Projected Unit Credit Method. The latest actuarial valuation was carried out as at June 30, 2025, details are given in the note 17.2 of the financial statements. Gain or losses on remeasurement are recognized in the period in which they occur in other comprehensive income.

4.9 Taxation

i) Current

Provision of current tax is based on the taxable income for the year determined in accordance with the prevailing law for taxation of income. The charge for current tax is calculated using prevailing tax rates or tax rates expected to apply to surplus for the year if enacted after taking into account tax credits, rebates and exemptions, if any. Where, at assessment stage, the taxation authorities have adopted a different tax treatment and the Company considers that the most likely outcome will be in favour of the Company, the amounts are shown as contingent liabilities.

ii) Deferred

Deferred tax assets and liabilities are calculated at the rates that are expected to apply to the period when asset is realized or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted by the reporting date.

No provision for taxation has been made in the financial statements as the management considers that grants received by the Company from the MoIT&T are not chargeable to tax.

Notwithstanding the above, the Company being a Non-Profit Organization also qualifies for tax credit equal to 100% of its tax liability for which application for approval under Section 2(36) is pending before Commissioner. The management and its tax advisor are confident of a favorable outcome.

4.10 Financial instruments

Financial assets and financial liabilities are recognized in the Company's statement of financial position when the Company becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in the income and expenditure statement.

4.10.1 Financial assets

All regular way purchases or sales of financial assets are recognized and derecognized on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

All recognized financial assets are measured subsequently in their entirety at either amortized cost or fair value, depending on the classification of the financial assets.

Classification of financial assets:

(i) Debt instruments designated at amortized cost

Debt instruments that meet the following conditions are measured subsequently at amortized cost:

- the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(ii) Debt instrument designated at other comprehensive income

Debt instruments that meet the following conditions are measured subsequently at fair value through other comprehensive income (FVTOCI):

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(A Company incorporated under Section 42 of the Companies Act, 2017)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

- the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling the financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

By default, all other financial assets are measured subsequently at fair value through profit or loss (FVTPL). For financial instruments other than purchased or originated credit-impaired financial assets (i.e. assets that are credit-impaired on initial recognition), the effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) excluding expected credit losses, through the expected life of the debt instrument, or, where appropriate, a shorter period, to the gross carrying amount of the debt instrument on initial recognition. For purchased or originated credit-impaired financial assets, a credit-adjusted effective interest rate is calculated by discounting the estimated future cash flows, including expected credit losses, to the amortized cost of the debt instrument on initial recognition.

Amortized cost and effective interest rate method:

The amortized cost of a financial asset is the amount at which the financial asset is measured at initial recognition minus the principal repayments, plus the cumulative amortization using the effective interest method of any difference between that initial amount and the maturity amount, adjusted for any loss allowance.

The effective interest method is a method of calculating the amortized cost of a debt instrument and of allocating interest income over the relevant period.

Interest income is recognized using the effective interest method for debt instruments measured subsequently at amortized cost and at FVTOCI. For financial instruments other than purchased or originated credit-impaired financial assets, interest income is calculated by applying the effective interest rate to the gross carrying amount of a financial asset, except for financial assets that have subsequently become credit-impaired (see below). For financial assets that have subsequently become credit-impaired, interest income is recognized by applying the effective interest rate to the amortized cost of the financial asset. If, in subsequent reporting periods, the credit risk on the credit-impaired financial instrument improves so that the financial asset is no longer credit-impaired, interest income is recognized by applying the effective interest rate to the gross carrying amount of the financial asset.

For purchased or originated credit-impaired financial assets, the Company recognizes interest income by applying the credit-adjusted effective interest rate to the amortized cost of the financial asset from initial recognition. The calculation does not revert to the gross basis even if the credit risk of the financial asset subsequently improves so that the financial asset is no longer credit-impaired.

Interest income is recognized in income and expenditure statement and is included in the "finance income - interest income" line item.

(iii) Equity instruments designated as at FVTOCI

On initial recognition, the Company may make an irrevocable election (on an instrument-by-instrument basis) to designate investments in equity instruments as at FVTOCI. Designation at FVTOCI is not permitted if the equity investment is held for trading or if it is contingent consideration recognized by an acquirer in a business combination.

Investments in equity instruments at FVTOCI are initially measured at fair value plus transaction costs. Subsequently, they are measured at fair value with gains and losses arising from changes in fair value recognized in other comprehensive income and accumulated in the investments revaluation reserve. The cumulative gain or loss will not be reclassified to income and expenditure statement on disposal of the equity investments, instead, they will be transferred to retained earnings.

Dividends on these investments in equity instruments are recognized in profit or loss in accordance with IFRS 9, unless the dividends clearly represent a recovery of part of the cost of the investment. Dividends are included in the 'finance income' line item in income and expenditure.

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(A Company incorporated under Section 42 of the Companies Act, 2017)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

(iv) Financial assets at FVTPL

Financial assets that do not meet the criteria for being measured at amortized cost or FVTOCI are measured at FVTPL. Specifically:

- Investments in equity instruments are classified as at FVTPL, unless the Company designates an equity investment that is neither held for trading nor a contingent consideration arising from a business combination as at FVTOCI on initial recognition.

- Debt instruments that do not meet the amortized cost Criteria or the FVTOCI Criteria are classified as at FVTPL. In addition, Debt instruments that meet either the amortized cost Criteria or the FVTOCI Criteria may be designated as at FVTPL upon initial recognition if such designation eliminates or significantly reduces a measurement or recognition inconsistency (so called 'accounting mismatch') that would arise from measuring assets or Liabilities or recognizing the gains and Losses on them on different bases. The Company has not designated any Debt instruments as at FVTPL.

Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any fair value gains or losses recognized in income and expenditure statement.

Impairment of financial assets:

The Company recognizes a loss allowance for expected credit losses on investments in debt instruments that are measured at amortized cost or at FVTOCI, lease receivables, trade receivables, contract assets, as well as on financial guarantee contracts. The amount of expected credit losses is updated at each reporting date to reflect changes in credit risk since initial recognition of the respective financial instrument.

The Company always recognizes lifetime ECL for trade receivables, contract assets and lease receivables. The expected credit losses on these financial assets are estimated using a provision matrix based on the Company's historical credit loss experience, adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current as well as the forecast direction of conditions at the reporting date, including time value of money where appropriate.

For all other financial instruments, the Company recognizes lifetime ECL when there has been a significant increase in credit risk since initial recognition. However, if the credit risk on the financial instrument has not increased significantly since initial recognition, the Company measures the loss allowance for that financial instrument at an amount equal to 12-month ECL. The assessment of whether lifetime ECL should be recognized is based on significant increases in the likelihood or risk of a default occurring since initial recognition instead of on evidence of a financial asset being credit-impaired at the reporting date.

Lifetime ECL represents the expected credit losses that will result from all possible default events over the expected life of a financial instrument. In contrast, 12-month ECL represents the portion of lifetime ECL that is expected to result from default events on a financial instrument that are possible within 12 months after the reporting date.

(i) Significant increase in credit risk

In assessing whether the credit risk on a financial instrument has increased significantly since initial recognition, the company compares the risk of a default occurring on the financial instrument at the reporting date with the risk of a default occurring on the financial instrument at the date of initial recognition. In making this assessment, the company considers both quantitative and qualitative information that is reasonable and supportable, including historical experience and forward-looking information that is available without undue cost or effort. Forward-looking information considered includes the future prospects of the industries in which the company's debtors operate, obtained from economic expert reports, financial analysts, governmental bodies, relevant think-tanks and other similar organizations, as well as consideration of various external sources of actual and forecast economic information that relate to the company's core operations.

In particular, the following information is taken into account when assessing whether credit risk has increased significantly since initial recognition:

- an actual or expected significant deterioration in the financial instrument's external (if available) or internal credit rating;

- significant deterioration in external market indicators of credit risk for a particular financial instrument,

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e.g. a significant increase in the credit spread, the credit default swap prices for the debtor, or the length of time or the extent to which the fair value of a financial asset has been less than its amortized cost;

- existing or forecast adverse changes in business, financial or economic conditions that are expected to cause a significant decrease in the debtor's ability to meet its debt obligations;

- an actual or expected significant deterioration in the financial instrument's external (if available) or internal credit rating;

- significant deterioration in external market indicators of credit risk for a particular financial instrument,

e.g. a significant increase in the credit spread, the credit default swap prices for the debtor, or the length of time or the extent to which the fair value of a financial asset has been less than its amortized cost;

- existing or forecast adverse changes in business, financial or economic conditions that are expected to cause a significant decrease in the debtor's ability to meet its debt obligations;

- an actual or expected significant deterioration in the operating results of the debtor;

- significant increases in credit risk on other financial instruments of the same debtor;

- an actual or expected significant adverse change in the regulatory, economic, or technological environment of the debtor that results in a significant decrease in the debtor's ability to meet its debt obligations.

Irrespective of the outcome of the above assessment, the Company presumes that the credit risk on a financial asset has increased significantly since initial recognition when contractual payments are more than 30 days past due, unless the Company has reasonable and supportable information that demonstrates otherwise.

(ii) Definition of default:

The Company considers the following as constituting an event of default for internal credit risk management purposes as historical experience indicates that financial assets that meet either of the following criteria are generally not recoverable:

- when there is a breach of financial covenants by the debtor; or

- information developed internally or obtained from external sources indicates that the debtor is unlikely to pay its creditors, including the Company, in full (without taking into account any collateral held by the Company).

Irrespective of the above analysis, the Company considers that default has occurred when a financial asset is more than 360 days past due unless the Company has reasonable and supportable information to demonstrate that a more lagging default criterion is more appropriate.

(iii) Credit-impaired financial assets:

A financial asset is credit-impaired when one or more events that have a detrimental impact on the estimated future cash flows of that financial asset have occurred. Evidence that a financial asset is credit-impaired includes observable data about the following events:

(a) significant financial difficulty of the issuer or the borrower;

(b) a breach of contract, such as a default or past due event

(c) the lender(s) of the borrower, for economic or contractual reasons relating to the borrower's financial difficulty, having granted to the borrower a concession(s) that the lender(s) would not otherwise consider;

(d) it is becoming probable that the borrower will enter bankruptcy or other financial reorganization; or

(e) the disappearance of an active market for that financial asset because of financial difficulties.

(iv) Write-off policy:

The Company writes off a financial asset when there is information indicating that the counterparty is in severe financial difficulty and there is no realistic prospect of recovery, e.g. when the counterparty has been placed under liquidation or has entered into bankruptcy proceedings, or in the case of trade receivables, when the amounts are over two years past due, whichever occurs sooner. Financial assets written off may still be subject to enforcement activities under the Company's recovery procedures, taking into account legal advice where appropriate. Any recoveries made are recognized in income and expenditure statement.

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(v) Measurement and recognition of expected credit losses:

The measurement of expected credit losses is a function of the probability of default, loss given default (i.e. the magnitude of the loss if there is a default) and the exposure at default. The assessment of the probability of default and loss given default is based on historical data adjusted by forward-looking information as described above. As for the exposure at default, for financial assets, this is represented by the assets' gross carrying amount at the reporting date; for financial guarantee contracts, the exposure includes the amount drawn down as at the reporting date, together with any additional amounts expected to be drawn down in the future by default date determined based on historical trend, the Company's understanding of the specific future financing needs of the debtors, and other relevant forward-looking information.

For financial assets, the expected credit loss is estimated as the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive, discounted at the original effective interest rate. For a lease receivable, the cash flows used for determining the expected credit losses is consistent with the cash flows used in measuring the lease receivable in accordance with IFRS 16 Leases.

For a financial guarantee contract, as the Company is required to make payments only in the event of a default by the debtor in accordance with the terms of the instrument that is guaranteed, the expected loss allowance is the expected payments to reimburse the holder for a credit loss that it incurs less any amounts that the Company expects to receive from the holder, the debtor or any other party.

If the Company has measured the loss allowance for a financial instrument at an amount equal to lifetime ECL in the previous reporting period, but determines at the current reporting date that the conditions for lifetime ECL are no longer met, the Company measures the loss allowance at an amount equal to 12-month ECL at the current reporting date, except for assets for which simplified approach was used.

The Company recognizes an impairment gain or loss in profit or loss for all financial instruments with a corresponding adjustment to their carrying amount through a loss allowance account, except for investments in debt instruments that are measured at FVTOCI, for which the loss allowance is recognized in other comprehensive income and accumulated in the investment revaluation reserve, and does not reduce the carrying amount of the financial asset in the statement of financial position.

Derecognition of financial assets:

The Company derecognizes a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

On derecognition of a financial asset measured at amortized cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognized in income and expenditure statement. In addition, on derecognition of an investment in a debt instrument classified as at FVTOCI, the cumulative gain or loss previously accumulated in the investments revaluation reserve is reclassified to income and expenditure statement. In contrast, on derecognition of an investment in equity instrument which the Company has elected on initial recognition to measure at FVTOCI, the cumulative gain or loss previously accumulated in the investments revaluation reserve is not reclassified to income and expenditure statement, but is transferred to retained earnings.

4.10.2 Financial liabilities

All financial liabilities are measured subsequently at amortized cost using the effective interest method or at FVTPL.

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(i) Financial liabilities at FVTPL

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on changes in fair value recognized in the statement of income and expenditure to the extent that they are not part of a designated hedging relationship. The net gain or loss recognized in the income and expenditure statement incorporates any interest paid on the financial liability.

However, for financial liabilities that are designated as at FVTPL, the amount of change in the fair value of the financial liability that is attributable to changes in the credit risk of that liability is recognized in statement of other comprehensive income, unless the recognition of the effects of changes in the liability's credit risk in other comprehensive income would create or enlarge an accounting mismatch income and expenditure statement. The remaining amount of change in the fair value of liability is recognized in statement of profit or loss. Changes in fair value attributable to a financial liability's credit risk that are recognized in statement of other comprehensive income are not subsequently reclassified to income and expenditure statement; instead, they are transferred to retained earnings upon derecognition of the financial liability.

Gains or losses on financial guarantee contracts issued by the Company that are designated by the Company as at FVTPL are recognized in income and expenditure statement.

(ii) Financial liabilities measured subsequently at amortized cost

Financial liabilities that are not designated as FVTPL, are measured subsequently at amortized cost using the effective interest method.

The effective interest method is a method of calculating the amortized cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the amortized cost of a financial liability.

Derecognition of financial liabilities:

The Company derecognizes financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability derecognized and the consideration paid and payable is recognized in income and expenditure statement.

ii) **Non-financial assets**

The carrying amounts of the Company's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists then the asset's recoverable amount is estimated.

An impairment loss is recognized if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. A cash-generating unit is the smallest identifiable asset group that generates cash flows that largely are independent from other assets and groups. Impairment losses are recognized in the income and expenditure statement.

Impairment losses recognized in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units and then to reduce the carrying amount of the other assets in the unit (group of units) on a pro-rata basis.

The recoverable amount of an asset or cash-generating unit is the greater of its value in use and fair value less cost to sell. In assessing value-in-use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

An impairment loss recognized in the prior periods is assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized.

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4.11 Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- i) In the principal market for the asset or liability; or
- ii) In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities;

Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; and

Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognized in the financial statements at fair value on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The Company's Chief Financial Officer determines the policies and procedures for both recurring fair value measurement and for non-recurring measurement. External valuers may be involved for valuation of significant assets and significant liabilities. For the purpose of fair value disclosures, the Company determines classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy, as explained above.

The Company does not measure any of its assets or liabilities at fair value, except plan assets for gratuity, under the gratuity scheme.

4.12 Significant accounting judgments and estimates

The preparation of financial statements in conformity with approved accounting and reporting 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 and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in future periods affected.

In the process of applying the Company's accounting policies, management has made the following estimates and judgments, which are significant to the Financial Statements:

4.12.1 Property, equipment and intangible assets

The Company reviews the appropriateness of the rate of depreciation, useful lives and residual values used in the calculation of depreciation/ amortization on an annual basis. Any change in estimates in the future years might affect the carrying amounts of the respective items of property and equipment and intangible assets, with a corresponding effect on the depreciation and amortization charge.

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4.12.2 Employee benefits

Certain actuarial assumptions have been adopted for valuation of present value of defined benefit obligations. Changes in these assumptions in future years may affect the liability under this scheme in those

4.12.3 Taxation

In making the estimate for income tax payable by the Company, the Company takes into account the applicable tax laws, and decisions taken by the taxation authorities. In instances where the Company's views differ from the views taken by the income tax department at the assessment stage, and where the Company considers that its views on items of a material nature are in accordance with the law, the related amounts are disclosed as contingent liabilities.

4.12.4 Provisions and contingencies

A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognized as a finance cost, if any.

Where it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or the amount of the obligation cannot be measured with sufficient reliability, it is disclosed as contingent liability.

4.12.5 Lease and right of use asset

The Company assesses whether a contract is or contains a lease or a sublease at inception of the contract. This assessment involves the exercise of judgment to determine if the control of an identified asset has been passed between the parties. Control exists if substantially all of the economic benefits from the use of the asset are transferred to the lessee and the lessee has the ability to direct its use for a period of time.

Further, the Company assesses the lease term as the non-cancellable lease term in line with lease contract together with the period for which the Company has extension options if it is reasonably certain to be exercised or to purchase the underlying asset and the periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised. For contracts that contain a lease component, the Company allocates the consideration in the contract to each lease component on the basis of its relative standalone prices. Further, the judgement is made whether the lease transfers substantially all of the risks and rewards incidental to ownership of the underlying asset to classify the lease as a finance or operating lease.



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5 PROPERTY AND EQUIPMENT

Description	Vehicles	Furniture and equipment	Computer and accessories	Communication equipment	Leasehold improvements	Total
	------(Rupees in '000)-----					
Cost						
Opening balance as at July 01, 2024	29,704,498	78,607,164	65,885,071	5,294,351	28,690,483	208,181,567
Additions	-	1,300,796	12,183,000	498,631	-	13,982,427
Disposals	-	-	(6,290,436)	-	-	(6,290,436)
Closing balance as at June 30, 2025	29,704,498	79,907,960	71,777,635	5,792,982	28,690,483	215,873,558
Accumulated depreciation						
Opening balance as at July 01, 2024	(29,704,428)	(53,288,972)	(38,262,356)	(3,636,449)	(17,627,618)	(142,519,823)
Charge for the year	-	(11,948,870)	(15,451,841)	(652,896)	(5,738,095)	(33,791,702)
Disposals	-	-	6,290,086	-	-	6,290,086
Closing balance as at June 30, 2025	(29,704,428)	(65,237,842)	(47,424,111)	(4,289,345)	(23,365,713)	(170,021,439)
Net book value as at June 30, 2025	70	14,670,118	24,353,524	1,503,637	5,324,770	45,852,119
Cost						
Opening balance as at July 01, 2023	29,704,498	92,057,500	49,020,672	5,294,351	28,690,483	204,767,504
Additions	-	190,825	22,711,795	-	-	22,902,620
Disposals	-	(13,641,161)	(5,847,396)	-	-	(19,488,557)
Closing balance as at June 30, 2024	29,704,498	78,607,164	65,885,071	5,294,351	28,690,483	208,181,567
Accumulated depreciation						
Opening balance as at July 01, 2023	(29,704,428)	(54,035,667)	(31,330,160)	(2,981,487)	(11,889,523)	(129,941,265)
Charge for the period	-	(12,876,874)	(12,779,252)	(654,962)	(5,738,095)	(32,049,183)
Disposals	-	13,623,569	5,847,056	-	-	19,470,625
Closing balance as at June 30, 2024	(29,704,428)	(53,288,972)	(38,262,356)	(3,636,449)	(17,627,618)	(142,519,823)
Net book value as at June 30, 2024	70	25,318,192	27,622,715	1,657,902	11,062,865	65,661,744
Depreciation rate per annum	20%	20%	33%	20%-33%	20%	

5.1 Depreciation for the year is charged to administrative and general expenses (refer to note 19).

5.2 Cost and accumulated depreciation of fully depreciated assets is Rs.76,362,443 (June 30,2024: Rs. 70,749,474) and Rs. 76,359,443 (June 30, 2024: Rs. 70,747,054) respectively, having carrying amount of Rs. 3,000 (June 30, 2024: Rs. 2,420).

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6	RIGHT OF USE ASSETS	Note	June 2025 Rupees	June 2024 Rupees
	Right of use assets	6.1	<u>178,856,705</u>	<u>48,814,938</u>
6.1	Right of use (ROU) assets			
	Cost			
	Opening balance as at July 01		67,589,914	64,633,094
	Additions	6.1.1	159,370,287	67,589,914
	Deletion on maturity		-	(64,633,094)
	Closing balance as at June 30		<u>226,960,201</u>	<u>67,589,914</u>
	Accumulated depreciation			
	Opening balance as at July 01		(18,774,976)	(61,042,372)
	Charge for the year	6.1.2	(29,328,520)	(22,365,698)
	Deletion on maturity		-	64,633,094
	Closing balance as at June 30		<u>(48,103,496)</u>	<u>(18,774,976)</u>
	Net book value at June 30		178,856,705	48,814,938
	Depreciation rate per annum		6 years	3 years

6.1.1 This relates to addition on renewal of lease contract related to rental premises located at office # 310-312, 3rd Floor, Evacuee Trust Complex, F-5/1, Islamabad.

6.1.2 Depreciation for the year is charged to administrative and general expenses (refer to note 19).

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7 INTANGIBLE ASSETS

Description	Digital maps	Software	Total
	----- (Rupees in '000) -----		
Cost			
Opening balance as at July 01, 2024	7,500,000	106,088,898	113,588,898
Additions	-	-	-
Transfers	-	-	-
Disposals	-	-	-
Closing balance as at June 30, 2025	<u>7,500,000</u>	<u>106,088,898</u>	<u>113,588,898</u>
Accumulated amortization			
Opening balance as at July 01, 2024	(7,499,990)	(75,797,951)	(83,297,941)
Amortization charge for the year	-	(18,693,427)	(18,693,427)
Disposals	-	-	-
Closing balance as at June 30, 2025	<u>(7,499,990)</u>	<u>(94,491,378)</u>	<u>(101,991,368)</u>
Net book value as at June 30, 2025	<u>10</u>	<u>11,597,520</u>	<u>11,597,530</u>
Cost			
Opening balance as at July 01, 2023	7,500,000	92,018,218	99,518,218
Additions	-	14,070,680	14,070,680
Transfers	-	-	-
Disposals/ write off	-	-	-
Closing balance as at June 30, 2024	<u>7,500,000</u>	<u>106,088,898</u>	<u>113,588,898</u>
Accumulated amortization			
Opening balance as at July 01, 2023	(7,499,990)	(55,392,948)	(62,892,938)
Charge for the year	-	(20,405,003)	(20,405,003)
Disposals/ write off	-	-	-
Closing balance as at June 30, 2024	<u>(7,499,990)</u>	<u>(75,797,951)</u>	<u>(83,297,941)</u>
Net book value as at June 30, 2024	<u>10</u>	<u>30,290,947</u>	<u>30,290,957</u>
Depreciation rate per annum	20%	33%	

7.1 Amortization for the year is charged to administrative and general expenses (refer to note 19).

7.2 Cost and accumulated amortization of fully depreciated assets is Rs. 62,537,437 (June 30, 2024: Rs. 48,178,067) and Rs. 62,537,037 (June 30, 2024: Rs. 48,177,727) respectively, having carrying amount of Rs. 400 (June 30, 2024: Rs. 340).

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8 LONG TERM DEPOSITS

This includes security deposits of Rs. 4.008 million (June 30, 2024: Rs. 4.008 million), representing two months' rent for the 3rd floor premises at Evacuee Trust Complex, F-5/1, Agha Khan Road, Islamabad, in accordance with the lease agreement dated August 26, 2020.

9 LONG TERM ADVANCES	June 2025 (Rupees)	June 2024 (Rupees)
Advance against gratuity balance to employees	18,751,007	16,670,413
Current portion	<u>(14,093,981)</u>	<u>(11,032,194)</u>
	<u>4,657,026</u>	<u>5,638,219</u>

9.1 This represents advances issued against employees' gratuity in accordance with Company's service rules with repayment terms of maximum twenty four (24) months and carries no markup.

10 ADVANCES	Note	June 2025 (Rupees)	June 2024 (Rupees)
Considered good - secured			
To employees			
- against gratuity - current portion	9	14,093,981	11,032,194
- against expenses		31,800	-
Advance against projects	10.1	151,074,973	172,003,022
		<u>165,200,754</u>	<u>183,035,216</u>

10.1 This represents unutilized portion of advances paid to service providers, in respect of following projects. The advances are secured against bank guarantees.

Advances to related parties:	Note	June 2025 (Rupees)	June 2024 (Rupees)
PTML-NG-BSD Sibbi		151,074,973	111,631,998
PTCL-OFC-UC-PB-Lot-8		-	20,995,767
Advances to other than related parties:			
PMCL-NG-BSD TD-K1		-	39,375,257
		<u>151,074,973</u>	<u>172,003,022</u>

11 SHORT-TERM PREPAYMENTS AND RECIEVABLE

Insurance	2,002,158	2,004,621
Others	1,970,599	2,162,164
Receivable from employees	40,000	-
	<u>4,012,757</u>	<u>4,166,785</u>

12 OTHER RECEIVABLES

Secured - considered good

PTCL Mastung	122,443,566	281,929,919
PTCL OFC BP-05	909,862,248	1,387,060,677
PTCL BB HTR	33,999,531	53,193,552
PTCL OFC BP-02	624,804,535	624,804,535
	<u>1,691,109,880</u>	<u>2,346,988,683</u>

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12.1 This includes receivables against liquidated damages for delay amounting to Rs. 1,562.719 million and receivable against descoping from Pakistan Telecommunication Company Limited (PTCL) amounts Rs. 128.391 million. Liquidated damages are recognized on delay in implementation of projects milestones as per contracts. PTCL has filed law suit in District Court Islamabad against the balance of project OFC BP-02 as detailed in note 18.1.5 to the financial statements. Receivable from PTCL are secured against performance bank guarantee provided by PTCL amounting to Rs. 2,426.237 million.

12.2 Maximum outstanding balance at end of any month during the year amounts to Rs. 2,346.989 million (2024: Rs. 2,346.989 million).

12.3 Aging of other receivables at reporting date is as follows;

	June 2025 Rupees	June 2024 Rupees
Past due 1-30 days	-	-
Past due 30-90 days	-	-
Past due 90 days	1,691,109,880	2,346,988,683
	<u>1,691,109,880</u>	<u>2,346,988,683</u>

13 CASH AND BANK BALANCES	Note	June 2025 Rupees	June 2024 Rupees
Cash in hand		-	35,202
Cash at bank :			
Assignment account with NBP	13.1	2,015,028,869	1,964,302,344
		<u>2,015,028,869</u>	<u>1,964,337,546</u>

13.1 This represents non-lapsable assignment account opened on November 09, 2021, with National Bank of Pakistan. Accountant General Pakistan Revenues (AGPR) issues authorization for placement of funds in assignment account. The authorization is made to arrange payment for withdrawals from this account against the Company's approved budget through AGPR.

14 FUND BALANCE (RESTRICTED)	Note	June 2025 Rupees	June 2024 Rupees
Balance at the beginning of the year		3,657,473,249	6,225,420,740
Grant received during the year		11,428,134,000	16,119,650,000
Adjustments	14.1	281,379,093	586,900,171
		11,709,513,093	16,706,550,171
Grants transferred to:			
-Deferred capital grant	15	(13,982,077)	(36,955,368)
-Income and expenditure statement		(12,441,688,270)	(19,233,608,655)
-Other comprehensive loss	17.3.4	(22,883,673)	(3,625,239)
		(12,464,571,943)	(19,237,233,894)
Fund deposited in USF public fund - MoIT&T	14.2	(3,924,469)	(308,400)
		<u>2,884,507,853</u>	<u>3,657,473,249</u>

14.1 This represent different miscellaneous receipts and deductions from vendors/operators payments against liquidated damages for delay for delay and includes amount of Rs. 275,962,765 (2024: Rs. 585,694,636) deducted from subsidy payments to operators.

14.2 Miscellaneous receipts are included in the fund balance, being income of USF Fund MoIT&T, Government of Pakistan and are deposited in USF public fund with SBP.

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		June 2025 Rupees	June 2024 Rupees
15 DEFERRED CAPITAL GRANT	Note		
Balance at beginning of the year		95,952,701	115,042,241
Transferred from fund balance (restricted) - net	14	13,982,077	36,955,368
Depreciation/amortization charged		<u>(52,485,129)</u>	<u>(56,044,908)</u>
Balance at end of the year		<u><u>57,449,649</u></u>	<u><u>95,952,701</u></u>
16 LEASE LIABILITY			
Opening balance		48,057,812	-
Add: Addition during the year		<u>159,370,287</u>	<u>67,589,914</u>
		207,428,099	67,589,914
Interest expense		14,055,058	10,527,898
Less: Lease payments		<u>(38,176,200)</u>	<u>(30,060,000)</u>
		183,306,957	48,057,812
As at June 30, 2025			
Less: Current lease liabilities		<u>(30,062,625)</u>	<u>(21,359,028)</u>
Non-current liabilities		<u><u>153,244,332</u></u>	<u><u>26,698,784</u></u>
Maturity analysis - contractual undiscounted cash flows:			
Less than one year		50,921,640	30,060,000
More than one year and less than five years		185,406,312	30,060,000
More than five years		-	-
Total undiscounted lease		<u>236,327,952</u>	<u>60,120,000</u>
Future finance charges		<u>(53,020,995)</u>	<u>(12,062,188)</u>
Present value of lease payments		<u><u>183,306,957</u></u>	<u><u>48,057,812</u></u>
Amount recognized in statement of income and expenditure			
Interest expense on lease liabilities		<u><u>14,055,058</u></u>	<u><u>10,527,898</u></u>
17 TRADE AND OTHER PAYABLES			
Project subsidy	17.1	948,488,080	813,952,335
Technical and monitoring auditor fee		899,800	23,560,931
Payable to suppliers		11,576,578	7,906,211
Accrued liabilities		7,084,929	5,958,891
Withholding income taxes payable		1,800	-
Payable to gratuity fund	17.2	22,418,794	3,606,958
Lease liability payable		8,116,200	-
		<u><u>998,586,181</u></u>	<u><u>854,985,326</u></u>

17.1 This includes an amount of Rs. 818.17 million (June 30, 2024: 739.43 million) payable to related parties which also includes the amount payable to PTCL amounting to Rs. 743.76 million (June 30, 2024: 689.775 million). The Company is in litigation with PTCL on receivable and payables as explained in note 18.1.5 to the financial statements.

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		June 2025	June 2024
		Rupees	Rupees
17.2	Payable to gratuity fund		
	The movement in net liability is as follows:		
	Balance at beginning of the year	3,606,958	2,008,194
	Charge for the year	24,596,946	20,501,738
	Remeasurement loss	22,883,673	3,625,239
	Contribution	(28,668,783)	(22,528,213)
	Balance at end of the year	<u>22,418,794</u>	<u>3,606,958</u>
17.3	The details of actuarial valuation carried out as at June 30, 2025 are as follows:		
		June 2025	June 2024
		Rupees	Rupees
17.3.1	Reconciliation of payable to gratuity fund		
	Present value of the defined benefit obligation	223,571,996	164,112,390
	Fair value of the plan assets	(201,153,202)	(160,505,432)
		<u>22,418,794</u>	<u>3,606,958</u>
17.3.2	Change in the present value of defined benefit obligation		
	Opening balance	164,112,390	127,830,345
	Current service cost	26,179,242	22,053,858
	Interest cost on defined benefit obligation	23,777,551	19,093,360
	Benefits paid	(5,817,312)	(20,074,296)
	Benefits due but not paid	-	(591,194)
	Actuarial loss	15,320,125	15,800,317
		<u>223,571,996</u>	<u>164,112,390</u>
17.3.3	Expense charge for the year is as follows:		
	Current service cost	26,179,242	22,053,858
	Interest expense	23,777,551	19,093,360
	Interest income on plan assets	(25,359,847)	(20,645,480)
	Interest income - net	(1,582,296)	(1,552,120)
	Expense chargeable to income and expenditure	<u>24,596,946</u>	<u>20,501,738</u>
17.3.4	Total remeasurement chargeable to other comprehensive income	June 2025	June 2024
		Rupees	Rupees
	<u>Remeasurement of plan obligations</u>		
	Actuarial losses from changes in demographic assumptions	-	-
	Actuarial losses from changes in financial assumptions	8,014,408	16,641,961
	Experience adjustments	7,305,717	(841,644)
		<u>15,320,125</u>	<u>15,800,317</u>
	Return on plan assets excluding the interest income	7,563,548	(12,175,078)
		<u>22,883,673</u>	<u>3,625,239</u>
17.3.5	Change in fair value of plan assets	June 2025	June 2024
		Rupees	Rupees
	Opening balance	160,505,432	125,822,151
	Interest income	25,359,847	20,645,480
	Contribution made directly to gratuity fund	28,668,783	22,528,213
	Payments made on behalf of the gratuity fund	-	-
	Benefits paid	(5,817,312)	(20,074,296)
	Benefits due but not paid	-	(591,194)
	Return on plan assets, except amount included in interest	(7,563,548)	12,175,078
		<u>201,153,202</u>	<u>160,505,432</u>

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Major categories of the plan assets as a percentage of total plan assets are as follows:

	June 2025 Rupees	June 2024 Rupees
Cash and other deposits:		
-Bank A/c	118,685,757	53,269,719
-Investment in T-Bills with accrued interest	75,753,212	97,955,127
-Accrued Interest on bank balance	6,714,233	9,871,780
-Payables	-	(591,194)
-Percentage	<u>100%</u>	<u>100%</u>

17.3.6 The principal actuarial assumptions used were as follows:

Actuarial valuation of the plan was carried out as at June 30, 2025, by an independent valuer using projected unit credit method, on following assumptions:

	June 2025	June 2024
Discount rate used for interest cost in income and expenditure charge	14.75%	16.25%
Discount rate used for year end obligation	11.75%	14.75%
Salary increase used for year end obligation		
Salary increase FY 2025	N/A	27.50%
Salary increase FY 2026	16.00%	14.25%
Salary increase FY 2027 onward	11.25%	14.25%
Next salary is increased on	01-Jul-25	01-Jul-24
Mortality rates	SLIC 2001-2005 Setback 1 year	SLIC 2001-2005 Setback 1 year
Withdrawal rates	Age-Based (per appendix)	Age-Based (per appendix)
Retirement assumption	Age 60	Age 60

17.3.7 Estimated expenses to be charged to income & expenditure

	2026 Rupees	2025 Rupees
Current service cost	31,549,989	26,179,242
Interest cost on defined benefit obligation	25,600,428	23,510,385
Interest income on plan assets	(24,650,511)	(24,639,814)
	<u>32,499,906</u>	<u>25,049,813</u>

17.3.8 For a change of 100 basis points in these assumptions, keeping other present value of defined benefit obligation as at June 30, 2025 would have been as follows:

	June 2025		June 2024	
	1 % Increase	1 % decrease	1 % Increase	1 % decrease
	-----Rupees-----		-----Rupees-----	
Discount rate	205,227,289	244,466,578	116,934,782	140,273,227
Salary increase rate	<u>244,606,933</u>	<u>204,771,974</u>	<u>140,427,747</u>	<u>116,610,066</u>
			<u>June 2025</u>	<u>June 2024</u>

The average duration of the defined benefit obligation

9 Years

9.6 Years

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17.3.9	Historical information	2025	2024	2023	2022
		----- Rupees -----			
	Net staff retirement benefit	22,418,794	3,606,958	2,008,194	5,432,099
	Remeasurement loss on defined benefit plan	22,883,673	3,625,239	1,582,547	4,889,349

18 CONTINGENCIES AND COMMITMENTS

18.1 Contingencies

18.1.1 During FY 2013-14, the Additional Commissioner Inland Revenue (ACIR) raised a demand in respect of tax years 2008 to 2013, amounting to Rs. 3,939,571,607 by treating the grant received from MoIT&T as taxable income, after giving benefit for the Company's administrative and general expenses. The Company filed appeals against this demand, with the Commissioner Inland Revenue Appeals [CIR(A)], for re-examining of facts for, ignoring the provision of clause 59 of part of 2nd Schedule, limiting the scope of Charitable purpose under section 2(11A) and ignoring the provisions of section 9, of Income Tax Ordinance, 2001 as well as limiting the admissibility of expense by disallowing expenses for projects subsidy grant and projects technical auditors fee. CIR (A) set aside all the orders and remanded back for admissibility of expenses not allowed and instructions that taxation should be made as is done on normal business/profession.

The Company filed appeals with the Appellate Tribunal Inland Revenue (ATIR) against the ACIR's & CIR(A) refusal to treat the Company funding from Government as Government Grants and its operations not of welfare organizations. ATIR decided the all appeals in Company's favour. The Department filed reference to Islamabad High Court against the order of ATIR. High Court while deciding the departmental reference for tax year 2011 has rigorously dismissed the departmental plea.

During the current financial year High Court while deciding the departmental reference for remaining tax years has referred the matter to the forum of ADRC. USF filed Civil Petition for Leave to Appeal (CPLA) for Tax year 2012 in the Supreme Court of Pakistan challenging the order of the High Court. Accordingly, no provision in this regard has been recognized in these financial statements.

18.1.2 The Deputy Commissioner Inland Revenue DCIR(Audit), passed the orders for Tax years 2015 to 2023 and raised the demand of Rs. 23,233,011,406 by disallowing the USF projects subsidy expense for non withholding u/s 153 & 174(N) and advertisement expense u/s 21(n) considering capital in nature. The Company filed appeals to the Commissioner Inland Revenue CIR(A) for ignoring the facts and not considering subsidy payments as exempt. CIR (A) maintained the orders of DCIR(Audit) for all the Tax years, except for TY 2015 where demand is reduced by Rs.446,111,502 & TY 2023 where matter is transferred to ADRC to resolution under section 134A.

The Company filed appeals with Appellate Tribunal Inland Revenue (ATIR) for TY 2015 to TY 2022. During current financial year ATIR disposed of appeals of TY 2015 to TY 2021 without adjudication on merits with directions to approach ADRC. The appeal for TY 2022 was re-heard on May 26, 2025 with the direction that the case shall be transferred to ADRC, however order is still pending.

USF filed reference for TY 2015-2021 to Islamabad High Court against order of ATIR. High Court while deciding the reference filed by USF for TY 2015 to TY 2021 has also issued direction to approach ADRC for resolution of matter. USF filed CPLA in the Supreme Court of Pakistan challenging the orders of the High Court. During the current financial year, ADRC decided the matter of TY 2023 in Department favour, USF filed the appeal in Islamabad High Court. Based on advice of tax consultant, the Company is confident that there are reasonable grounds for favorable decision and accordingly no provision in this regard has been recognized in the financial statements.

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- 18.1.3 During prior financial year, the Assistant/Deputy Commissioner Inland Revenue (A/DCIR) raised a demand in respect of tax year 2018 dated June 29, 2024, amounting to Rs. 6,080,396 against tax in default under section 161 and default surcharge under section 205 of income tax ordinance 2001. The Company filed appeal against this demand, with the Commissioner Inland Revenue Appeals [CIR(A)]. The CIR(A) has directed to the Company to file an appeal before Alternate Dispute resolution committee (ADRC) under section 134A. The Company being aggrieved, filed a Writ petition before Islamabad High court against CIR(A) and court accepted Company's stance that if matter not resolved at ADRC the appeal shall be deemed pending before the CIR(A). The Company file appeal at ADRC. Matter has been settled by depositing demand of nominal value as decided by ADRC in protest.
- 18.1.4 Notice of default had been issued to PTCL by the Company claiming the amount of liquidated damages for delay and deduction of subsidy on the basis of actual bills of quantities (BOQs). In prior year, PTCL has filed law suits claiming recovery of amount Rs. 1,460,631,584 in the court of law at Islamabad. PTCL has contended that work has been completed in accordance with the contracts and delay in the completion of work is protected under force majeure clause to the contracts. However, the Company contests the suits on the grounds that PTCL failed to complete the contracted scope of the projects in the agreed time. On December 15, 2021, the Additional District Judge Islamabad dismissed the PTCL applications of permanent mandatory injunctions against the encashment of performance guarantees, and on the same day, the Company has submitted the bank guarantees for encashment, however, being aggrieved, PTCL filed appeals before the Islamabad High Court, Islamabad, whereby, the Company is restrained from encashing the guarantees vide First Appeal Against Order (FAO) 139/2021, 140/2021 and 141/2021 dated December 17, 2021. During prior financial year Islamabad High Court decided the FAOs for encashment of bank guarantees in the Company favour. In the meanwhile, on request of PTCL, the Board of the Company has approved the formation of the Appeal Committee in line with USF Rules 2006 (as amended) and the ToRs. A settlement agreement has been signed between the parties in line with the Board's directions. PTCL has provided the Bank guarantees/extension for all three projects with one-year validity, all court cases have been withdrawn and now the matter will be decided by the Appeal Committee as agreed by the parties. The Appeal Committee is constituted by USF Co Board of Directors and matter is decided by Appeal Committee subsequent to the year end. The financial impact of the decision has been incorporated as an adjusting event as disclosed in note 22.
- 18.1.5 During the prior year, a notice of default has been issued to PTCL by the Company claiming the amount of liquidated damages for delay and deduction of subsidy on the basis of actual bill of quantity (BOQ). PTCL has filed a civil suit claiming recovery of amount Rs. 240,000,000 which is pending in Civil Court of Islamabad. PTCL has contended that work has been completed in accordance with the contract and delay in the completion of work is protected under force majeure clause to the contract. However, the Company contests the suit on the grounds that PTCL failed to complete the contracted scope of the project in the agreed time. The Company has submitted the bank guarantee for encashment, however, the Company is restrained from encashing the guarantees vide civil court order dated September 23, 2023. Based upon the advice of its legal advisor, the Company is confident of a favorable outcome of the above cases and accordingly, no provision in this regard has been recognized in these financial statements.
- 18.1.6 CM Pak filed a law suit on August 27, 2018 for recovery of Rs. 584,713,888 claiming the amount of liquidated damages for delay and deduction of subsidy on the basis of actual bill of quantity (BOQ), in the Civil Courts at Islamabad. CM Pak has contended that work has been completed in accordance with the contract and delay in the completion of work is protected under force majeure clause to the contract. However, the Company contests the suit on the grounds that CM Pak failed to complete the contracted scope of the project in the agreed time. The Civil Court at Islamabad has dismissed the suit of the CM Pak in favour of the Company by its order dated January 21, 2025 which has been challenged by CM Pak through appeal in Islamabad High Court dated February 20, 2025.

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18.1.7 Wateen Telecom Limited has filed two civil suits dated April 27, 2019, in respect of projects, namely BP 3 & BP 4, whereby the claim amounting to Rs. 608,593,089 refers to liquidated damages for delay, deductions and outstanding payment, which are presently pending in the Civil Courts at Lahore. The Company contests the suit on the grounds that Wateen failed to complete the contracted scope of the project within the agreed time and deductions are in accordance with the terms of the contracts. The Company is restrained by the Court from taking any coercive action against Wateen Telecom. Based upon the advice of its legal advisors, the Company is confident of a favorable outcome of the cases and accordingly, no provision in this regard has been recognized in these financial statements.

18.1.8 There are some litigations filed against the USF, in most of which the Company involved as proforma defendant/respondent and has no direct financial impact even if cases are decided against USF. Further litigations filed by the Company or where the Company is petitioner/appellant, management is of the opinion that USF has good prima facie cases and cases are likely to be decided in favor of Company and so no provision is made for these litigations in these financial statements.

18.2	Commitments	Note	June 2025	June 2024
			Rupees	Rupees
	Subsidy grant commitments	20	8,624,458,539	22,141,984,873
	Technical auditor's fee	21	33,518,840	58,769,215
	Monitoring auditor's fee	21.2	65,548,066	-

19 ADMINISTRATIVE & GENERAL EXPENSES

	Salaries and benefits	19.1	480,506,867	394,594,065
	Training & human resource development		13,146,991	2,714,599
	Legal and professional charges		9,476,799	6,337,952
	Utilities and office supplies		12,035,598	9,773,776
	Communication charges		2,221,587	2,133,202
	Entertainment		1,943,245	1,588,879
	Traveling		19,390,559	6,869,772
	Printing and stationery		2,636,155	3,560,945
	Vehicle fuel expenses		29,489,538	28,176,419
	Repairs and maintenance		4,409,799	5,913,011
	Annual Subscriptions & Service Level Agreements		30,808,490	22,709,693
	Advertisement		7,257,095	5,623,661
	Depreciation	5	63,120,222	54,414,881
	Amortization of intangible asset	7	18,693,427	20,405,003
	Interest on finance lease	16	14,055,058	10,527,898
	Auditors' remuneration	19.2	494,615	494,615
	Insurance expense		2,588,262	2,471,393
			712,274,307	578,309,764

19.1 Salaries and benefits include Rs. 24,596,946 (2024: Rs. 20,501,738) charged in respect of defined benefit scheme.

19.2	Auditors' remuneration:	June 2025	June 2024
		Rupees	Rupees
	Annual audit fee	270,710	270,710
	Interim audit fee	129,030	129,030
	Review of Code of Corporate Governance	94,875	94,875
		494,615	494,615

20 SUBSIDY GRANT FOR PROJECTS

Sr. No.	Project / Lot	Admitted to	Contract date	Total subsidy as per contract *****	Subsidy due For the year		Total	Subsidy disbursed For the year		As of 30 June 2025	As of 30 June 2024	Liquitated damages for the year	Balance commitment	Bank guarantee	Milestones achieved	
					Capex	Opex		For the year	For the year							
1	Maitree	PTCL****	31-Mar-12	2,407,733,157	180	180	2,407,733,157	2,443,391,334	-	2,443,391,334	-	-	-	1,262,400,000	Completed, Recoverable	
2	Kohistan	PTCL****	14-Mar-12	3,442,820,767	1,997,604	1,997,604	3,442,820,767	3,443,909,808	4,454,283	3,443,909,808	4,454,283	4,771,151	-	-	Completed	
3	Mahran	Telenor	12-Jan-18	791,012,925	3,029,866	3,029,866	794,042,791	785,371,888	271,172,145	12,118,858	783,491,003	-	5,641,437	-	Completed-BO	
4	North Waziristan	PMCL**	11-Dec-18	138,686,214	-	-	138,686,214	110,955,558	-	110,955,558	-	-	27,730,644	76,833,313	up to 2nd Mobilization Adv.	
5	South Waziristan	PMCL	26-Jan-19	46,065,266	-	-	46,065,266	18,019,269	-	18,019,269	-	-	28,045,997	36,092,113	Mobilization Adv.	
Sub-total (A)					5,027,650	5,027,650	6,764,900,251	6,779,648,114	16,573,141	6,796,221,255	477,151	614,18,078	1,375,25,428	-	-	-

A) BROADBAND FOR SUSTAINABLE DEVELOPMENT PROGRAM

Sr. No.	Project / Lot	Admitted to	Contract date	Total subsidy as per contract *****	Subsidy due For the year		Total	Subsidy disbursed For the year		As of 30 June 2025	As of 30 June 2024	Liquitated damages for the year	Balance commitment	Bank guarantee	Milestones achieved	
					Capex	Opex		For the year	For the year							
1	NIRAMW Lot-2/NI	Telenor	26-Jan-19	228,791,440	-	-	228,791,440	228,791,440	-	228,791,440	-	-	-	100,237,322	Completed-BO	
2	Bahawalpur	PMCL	30-Oct-19	165,883,604	-	-	165,883,604	165,883,604	-	165,883,604	-	-	-	28,561,910	Completed-BO	
3	Rahowarskan	PMCL	30-Oct-19	191,822,718	-	-	191,822,718	191,822,718	-	191,822,718	-	-	-	34,032,979	Completed-BO	
4	Dera Ghaz Khan	PMCL	13-Dec-19	476,979,584	-	-	476,979,584	476,979,584	-	476,979,584	-	-	-	140,293,585	Completed-BO	
5	Karim	PMCL	9-Mar-20	92,129,259	-	-	92,129,259	18,449,149	-	18,449,149	-	-	73,680,110	36,898,298	Mobilization Adv.	
6	Small Lot Baluchistan-3	PTML*****	16-Aug-20	47,000,000	-	-	47,000,000	47,000,000	-	47,000,000	-	-	-	14,347,047	Completed-BO	
7	Bolan	PTML	16-Aug-20	457,524,649	-	-	457,524,649	446,150,398	-	457,524,649	-	-	-	188,400,000	Completed-BO	
8	Chodis	PMCL	18-Sep-20	583,811,542	-	-	583,811,542	583,811,542	-	583,811,542	-	-	-	167,535,695	Completed-BO	
9	Small Lot Baluchistan-2	PTML	18-Sep-20	220,000,000	-	-	220,000,000	220,000,000	-	220,000,000	-	-	-	67,619,289	Completed-BO	
10	Infiltrated	CM/PM*****	11-Nov-20	71,341,577	-	-	71,341,577	67,039,669	-	67,039,669	-	-	-	9,607,843	Completed-BO	
11	Mening	PTML	11-Nov-20	21,516,623	-	-	21,516,623	21,516,623	-	21,516,623	-	-	-	186,285,714	Completed-BO	
12	Chitral	Telenor	11-Nov-20	614,999,981	-	-	614,999,981	614,999,981	-	614,999,981	-	-	-	548,834,021	Completed-BO	
13	Chitral	Telenor	11-Nov-20	1,372,085,052	-	-	1,372,085,052	1,372,085,052	-	1,372,085,052	-	-	-	548,834,021	Completed-BO	
14	Chagan	Telenor	25-Jan-21	1,258,106,194	-	-	1,258,106,194	1,192,436,134	-	1,192,436,134	-	-	-	548,834,021	Completed-BO	
15	Gowader	PTML	25-Jan-21	450,000,000	-	-	450,000,000	450,000,000	-	450,000,000	-	-	-	180,000,000	Completed-BO	
16	Keoh	PTML	25-Jan-21	1,474,696,926	-	-	1,474,696,926	1,474,696,926	-	1,474,696,926	-	-	-	831,105,244	up to 2nd (Decapad)	
17	Jhelum	PMCL	25-Jan-21	235,869,266	-	-	235,869,266	203,776,772	-	203,776,772	-	-	-	101,888,886	Completed	
18	Phishin	PMCL	22-Apr-21	1,299,254,334	-	-	1,299,254,334	1,487,586,863	-	1,487,586,863	-	-	-	527,923,678	up to 2nd	
19	Multan	PMCL	23-Apr-21	154,078,229	-	-	154,078,229	154,078,229	-	154,078,229	-	-	-	44,022,551	Completed-BO	
20	Shikharpar	PMCL	24-Apr-21	343,630,512	-	-	343,630,512	343,630,512	-	343,630,512	-	-	-	103,257,091	Completed-BO	
21	Pangar	PMCL	28-Apr-21	567,144,500	-	-	567,144,500	567,144,500	-	567,144,500	-	-	-	226,000,000	Completed-BO	
22	Swabi	Telenor	30-Apr-21	555,000,000	-	-	555,000,000	555,000,000	-	555,000,000	-	-	-	312,887,997	Completed-BO	
23	Swat	Telenor	30-Apr-21	586,604,580	-	-	586,604,580	468,881,994	-	468,881,994	-	-	-	54,344,400	Completed-BO	
24	Small Lot Baluchistan-5	PTML	19-Jul-21	135,797,813	-	-	135,797,813	135,797,813	-	135,797,813	-	-	-	123,569,668	Completed-BO	
25	Attock	PMCL	19-Jul-21	308,924,161	-	-	308,924,161	308,924,161	-	308,924,161	-	-	-	80,612,666	Completed-BO	
26	Bahawal	PMCL	19-Jul-21	201,531,667	-	-	201,531,667	201,531,667	-	201,531,667	-	-	-	9,552,126	Completed-BO	
27	Small Lot Pajpab-5	Telenor	4-Aug-21	23,880,315	-	-	23,880,315	23,880,315	-	23,880,315	-	-	-	5,090,884	Completed-BO	
28	Small Lot Pajpab-6	Telenor	4-Aug-21	12,727,210	-	-	12,727,210	12,727,210	-	12,727,210	-	-	-	6,638,922	Completed-BO	
29	Small Lot Pajpab-7	Telenor	4-Aug-21	16,597,305	-	-	16,597,305	16,597,305	-	16,597,305	-	-	-	272,513,897	Completed-BO	
30	Sohawal	Telenor	4-Aug-21	681,284,742	-	-	681,284,742	681,284,742	-	681,284,742	-	-	-	98,562,338	Completed-BO	
31	Kambar Shikharbot	PMCL	25-Oct-21	246,405,845	-	-	246,405,845	246,405,845	-	246,405,845	-	-	-	180,658,182	Completed-BO	
32	Narshahro Feroze	PMCL	25-Oct-21	451,645,455	-	-	451,645,455	451,645,455	-	451,645,455	-	-	-	42,071,620	Completed-BO	
33	NIRAMW M-3	PMCL	25-Oct-21	154,142,364	-	-	154,142,364	154,142,364	-	154,142,364	-	-	-	46,437,027	Completed-BO	
34	NIRAMW M-5	PMCL	25-Oct-21	154,790,090	-	-	154,790,090	154,790,090	-	154,790,090	-	-	-	469,183,400	Mobilization Adv.	
35	TDK1	PMCL	21-Dec-21	1,172,958,500	-	-	1,172,958,500	1,172,958,500	-	1,172,958,500	-	-	-	533,444,107	Completed-BO	
36	TDK2	PMCL	21-Dec-21	883,160,268	-	-	883,160,268	170,222,129	-	170,222,129	-	-	-	5,446,419	Completed-BO	
37	Small Lot Sindh-5	PMCL	21-Dec-21	1,598,775,965	-	-	1,598,775,965	1,598,775,965	-	1,598,775,965	-	-	-	639,652,187	Completed-BO	
38	Munwali	PTML	22-Dec-21	1,754,696,172	-	-	1,754,696,172	1,933,745,512	-	1,933,745,512	-	-	-	709,498,800	up to 3rd	
39	Lashkela	PTML	22-Dec-21	49,593,870	-	-	49,593,870	49,593,870	-	49,593,870	-	-	-	19,837,548	Completed-BO	
40	Small Lot Pajpab-9	Telenor	22-Dec-21	1,999,232,929	-	-	1,999,232,929	1,999,232,929	-	1,999,232,929	-	-	-	815,124,301	Completed-BO	
41	Bharer	Telenor	25-Mar-22	375,356,870	-	-	375,356,870	368,984,329	-	375,356,870	-	-	-	150,142,748	Completed-BO	
42	NIRAMW Lot-7 (Hakla-4)	PMCL	25-Mar-22	11,023,710	-	-	11,023,710	11,023,710	-	11,023,710	-	-	-	7,031,715	Completed-BO	
43	Small Lot Pajpab-10	PMCL	25-Mar-22	22,601,942	-	-	22,601,942	22,601,942	-	22,601,942	-	-	-	3,429,599	Completed-BO	
44	Small Lot Islamabad-2	PMCL	29-Mar-22	3,555,828,268	-	-	3,555,828,268	2,860,608,399	-	2,860,608,399	-	-	-	902,639,683	Completed-BO	
45	Killa Saifullah	PTML	31-Mar-22	2,543,783,839	-	-	2,543,783,839	2,543,783,839	-	2,543,783,839	-	-	-	216,501,519	Completed-BO	
46	Jhang	PTML	22-Jun-22	596,828,606	-	-	596,828,606	374,881,317	-	374,881,317	-	-	-	96,986,850	249,920,879	Up to 3rd
47	Lorhail	PMCL	22-Jun-22	457,180,006	-	-	457,180,006	281,338,635	-	281,338,635	-	-	-	187,539,827	Completed-BO	
48	Narshahro Sahib	PMCL	22-Jun-22	1,189,527,379	-	-	1,189,527,379	1,189,527,379	-	1,189,527,379	-	-	-	475,973,827	Completed-BO	
49	Lothran	PMCL	22-Jun-22	44,394,899	-	-	44,394,899	44,394,899	-	44,394,899	-	-	-	17,970,820	Completed-BO	
50	NIRAMW Lot-8 (M-4)	PMCL	22-Jun-22	3,664,106,006	-	-	3,664,106,006	3,664,106,006	-	3,664,106,006	-	-	-	313,996,092	Completed-BO	
51	Small Lot Sindh-6	Telenor	20-Oct-22	3,174,100,992	-	-	3,174,100,992	1,298,800,000	-	1,298,800,000	-	-	-	1,358,800,000	Up to 3rd	
52	Munshel	PTML	20-Oct-22	4,048,719,389	-	-	4,048,719,389	3,877,824,040	-	3,877,824,040	-	-	-	1,929,119,189	Completed-BO	
53	NIRAMW Lot-9 (N-55)	PMCL	20-Oct-22	1,229,012,007	-	-	1,229,012,007	245,802,401	-	245,802,401	-	-	-	491,604,803	Up to 1st	
54	NIRAMW Lot-9 (N-55)	PMCL	20-Oct-22	1,229,012,007	-	-	1,229,012,007	317,455,507	-	317,455,507	-	-	-	127,469,167	Completed	
55	Small Lot Pajpab-11	PMCL	18-Nov-22	552,391,157	-	-	552,391,157	420,791,157	-	420,791,157	-	-	-	263,200,000	Completed	
56	Small Lot Sindh-7	Telenor	18-Nov-22	794,097,337	-	-	794,097,337	623,881,570	-	623,881,570	-	-	-	340,431,534	Completed	
57	Small Lot Sindh-8	Telenor	18-Nov-22	794,097,337	-	-	794,097,337	170,215,767	-	170,215,767	-	-	-	18,150,796	Completed	

B) NEXT GENERATION BROADBAND FOR SUSTAINABLE DEVELOPMENT PROGRAM

Sr. No.	Project / Lot	Admitted to	Contract date	Total subsidy as per contract *****	Subsidy due For the year		Total	Subsidy disbursed For the year		As of 30 June 2025	As of 30 June 2024	Liquitated damages for the year	Balance commitment	Bank guarantee
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20 SUBSIDY GRANT FOR PROJECTS

Sr. No.	Project / Lot	Allotted to	Contract date	Total subsidy as per contract *****	Subsidy due For the year		Subsidy disbursed For the year		As of 30 June 2025	As of 30 June 2024	As of 30 June 2025	As of 30 June 2024	Liquidated damages for the year	Balance commitment	Bank guarantee	Milestones achieved
					Capex	Opex	Capex	Opex								
59	Small Lot Simbha-10	Telmer	22-Nov-22	874,315,253	-	699,452,202	174,863,051	699,452,202	874,315,253	174,863,051	699,452,202	874,315,253	69,945,220	-	349,726,101	Completed
60	Small Lot Bhalochare-8	PTCL	22-Nov-22	181,988,529	-	1,967,246	1,967,246	1,967,246	186,311,799	183,715,779	1,967,246	186,311,799	185,892,616	1,676,730	75,532,547	Completed
61	Sub	PTML	21-Dec-22	1,857,812,629	-	200,967,720	12,994,404	213,962,124	1,061,149,691	956,845,707	248,509,894	1,205,555,601	-	796,662,938	785,904,968	Up to 3rd
Sub-total (B)				45,047,749,319	6,860,552,061	356,859,701	2,217,411,762	32,479,965,839	39,651,318,253	32,479,965,839	71,256,623,682	39,605,589,521	275,485,614	5,396,431,066	18,896,522,129	

G) OPTICAL FIBER CABLE- OFC

Sr. No.	Project / Lot	Allotted to	Contract date	Total subsidy as per contract *****	Subsidy due For the year		Subsidy disbursed For the year		As of 30 June 2025	As of 30 June 2024	As of 30 June 2025	As of 30 June 2024	Liquidated damages for the year	Balance commitment	Bank guarantee	Milestones achieved
					Capex	Opex	Capex	Opex								
1	Balochistan Package-2	PTCL	25-Jan-09	916,992,426	-	-	-	-	916,992,426	960,000,000	960,000,000	-	-	-	-	Completed, Receivable
2	Balochistan Package-3	Watercom	24-Nov-09	986,000,000	-	-	-	-	591,600,000	591,600,000	591,600,000	-	-	394,400,000	-	Up to 2nd
3	Balochistan Package-5	PTCL	17-May-10	1,498,000,000	-	-	-	-	1,498,000,000	898,800,000	898,800,000	-	-	-	599,200,000	Completed-Payable
4	OFC-UC-SDA-LOT1	PTCL	18-Nov-20	1,301,314,173	-	-	-	-	1,301,314,173	1,301,314,173	1,301,314,173	-	-	-	238,181,820	Completed-BG
5	OFC-UC-SDA-LOT2	PTCL	18-Nov-20	1,720,763,165	-	-	-	-	1,720,763,165	1,720,763,165	1,720,763,165	-	-	-	319,537,422	Completed-BG
6	OFC-UC-SDA-LOT3	PTCL	25-Jan-21	2,095,009,569	-	-	-	-	2,095,009,569	2,095,009,569	2,095,009,569	-	-	-	381,818,182	Completed-BG
7	OFC-KPK(EATA) Pak2	PTCL	25-Jan-21	2,149,003,005	-	-	-	-	2,149,003,005	2,149,003,005	2,149,003,005	-	-	-	1,023,945,994	Completed-BG
8	OFC-UC-PB4-LOT4	Nayatel	9-Apr-21	1,580,000,000	-	-	-	-	1,580,000,000	1,580,000,000	1,580,000,000	-	-	-	287,272,728	Completed-BG
9	OFC-UC-PB4-LOT5	Nayatel	9-Apr-21	1,725,000,000	-	-	-	-	1,725,000,000	1,725,000,000	1,725,000,000	-	-	-	313,636,364	Completed-BG
10	OFC-UC-PB4-LOT6	PTCL	28-Apr-21	1,129,880,287	-	-	-	-	1,129,880,287	1,129,880,287	1,129,880,287	-	-	1,607,440	466,000,000	Completed-BG, Withheld, due
11	OFC-UC-PB4-LOT7	PTCL	19-Jul-21	939,912,912	-	-	-	-	939,912,912	939,912,912	939,912,912	-	-	-	380,000,000	Completed-BG
12	OFC-UC-PB4-LOT8	PTCL	22-Dec-21	560,377,236	-	-	-	-	552,302,597	552,302,597	552,302,597	-	-	6,917,324	245,600,000	Completed-BG
13	OFC-UC-SDA-LOT-10	PTCL	22-Dec-21	1,364,814,621	-	-	-	-	1,320,463,659	1,320,463,659	1,320,463,659	-	-	8,274,809	571,600,000	Completed-BG
14	OFC-UC-SDA-LOT-12	PTCL	24-Dec-21	1,894,984,712	-	-	-	-	1,255,080,227	1,255,080,227	1,255,080,227	-	-	639,823,985	795,565,600	Up to 4th
15	OFC-SMAJI-LOT-3	PTCL	30-Mar-22	1,453,037,750	-	-	-	-	1,453,037,750	1,453,037,750	1,453,037,750	-	-	-	94,000,000	Completed-BG
16	OFC-UC-SDA-LOT-11	PTCL	30-Mar-22	1,595,400,774	-	-	-	-	1,166,754,607	1,166,754,607	1,166,754,607	-	-	428,646,167	644,000,000	Up to 3rd
17	OFC-UC-IB-LOT-13	PTCL	22-Jun-22	1,822,616,796	-	-	-	-	1,076,138,972	1,076,138,972	1,076,138,972	-	-	11,981,475	798,193,140	Completed
18	OFC-UC-KP-LOT-17	PTCL	2-Aug-22	2,777,030,392	-	-	-	-	3,113,113,686	3,113,113,686	3,113,113,686	-	-	1,514,809,649	1,120,000,000	Up to 3rd
19	OFC-UC-KP-LOT-14	Nayatel	19-Oct-22	2,692,668,898	-	-	-	-	2,652,075,151	2,652,075,151	2,652,075,151	-	-	30,378,483	1,077,200,000	Completed
20	OFC-UC-KP-LOT-18	Domcom*****	9-Jan-23	1,224,291,154	-	-	-	-	1,135,969,617	682,688,341	450,147,126	1,132,833,467	-	88,231,537	492,816,000	Completed
21	OFC-UC-SMAJI-LOT-1	PTCL	26-Sep-23	42,103,608	-	-	-	-	41,705,082	41,000,000	551,804	41,351,804	-	398,526	16,841,443	Completed
Sub-total (C)				30,162,728,878	3,703,878,594	102,797,884	3,806,676,478	22,637,071,698	26,996,119,483	22,637,071,698	3,731,455,273	26,868,526,971	-	3,166,609,295	9,868,228,693	

D) BROADBAND

Sr. No.	Project / Lot	Allotted to	Contract date	Total subsidy as per contract *****	Capex	Opex	Total	As of 30 June 2025	As of 30 June 2024	As of 30 June 2025	As of 30 June 2024	Liquidated damages for the year	Balance commitment	Bank guarantee	Milestones achieved	
1	HTR	PTCL	24-Nov-09	196,295,292	-	-	-	196,295,292	169,273,356	196,295,292	169,273,356	-	-	-	84,636,679	Completed-Payable
Sub-total (D)				196,295,292	-	-	-	196,295,292	169,273,356	196,295,292	169,273,356	-	-	-	84,636,679	
Total (A+B+C+D)				82,233,091,818	62,579,517,389	10,564,430,655	464,685,235	11,029,115,890	73,608,633,279	62,065,959,807	10,873,652,096	72,939,611,103	275,962,765	8,624,458,539	36,224,712,929	

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20.1 Subsidy disbursed includes receivable balance of Rs.85,383,337/- and Rs.43,007,574/- for Manning and BR-42 projects respectively due to discrepancy and advance balance of Rs.15,074,973/- for Sibs Project.

* Telmer Pakistan (Private) Limited (Telmer)
** Pakistan Mobile Communications Limited (PMCL)
*** B-Genie Telecom Limited (B-Genie)
**** Pakistan Telecommunication Company Limited (PTCL) (a related party)
***** CM Fish Limited
***** Pakistan Telecommunication Mobile Limited (PTML-Ubun) (a related party)
***** Doman Pakistan Private Limited
***** This represents updated cost of shipping, storage and other amendments

20.2 SUBSIDY GRANT FOR PROJECTS

Sr. No.	Project / Lot	Contract date	Allocated to	Total subsidy as per contract amount		Subsidy due for the year		Subsidy disbursed for the year		As of 30 June 2024	As of 30 June 2023	Liquorated damages for the year	Balance commitment	Bank guarantee	Milestones achieved
				Capex	Opex	Capex	Opex	Capex	Opex						
A) BROADBAND FOR SUSTAINABLE DEVELOPMENT PROGRAM															
1	Mehrestan	31-Mar-12	PTCL****	2,407,732,977	-	2,407,732,977	-	2,443,391,334	-	2,443,391,334	-	-	-	-	Completed, Receivables
2	Kohistan	14-Mar-17	Telenor**	3,436,382,507	-	3,436,382,507	-	3,413,245,046	22,664,762	3,435,909,808	-	-	9,826,723	1,402,819,846	Completed
3	Dera Bugti	21-Mar-17	PTML*****	988,612,037	-	988,612,037	-	988,612,037	-	988,612,037	-	-	-	633,600,000	Completed
4	Khyber	23-Oct-17	PTML	1,935,359,858	(8)	1,935,359,866	(8)	1,935,359,858	791,284	1,935,359,858	-	-	-	-	Completed
5	Mulamad	12-Jun-18	Telenor**	803,105,261	-	803,105,261	-	782,341,622	146,705,226	771,372,145	3,132,473	-	20,763,639	339,838,838	Completed
6	North Waziristan	11-Dec-18	PMCL**	185,560,059	-	185,560,059	-	106,776,482	5,191,050	110,955,558	-	-	74,404,489	76,833,313	Up to 2nd Mobilization Adv.
7	South Waziristan	26-Jun-19	PMCL	90,096,348	-	90,096,348	-	18,019,269	-	18,019,269	-	-	72,077,079	36,092,114	Mobilization Adv.
				9,860,916,426		9,860,916,426		9,526,909,801		9,526,114,560		3,132,473		2,489,204,131	
Sub-total (A)															
B) NEXT GENERATION - BROADBAND FOR SUSTAINABLE DEVELOPMENT PROGRAM															
1	NH&MW Lot-(NH 10&25)	11-Dec-18	PTML	754,930,908	-	754,930,908	-	754,930,908	-	754,930,908	-	-	-	216,000,000	Completed-BG
2	Dadu	26-Jun-19	Telenor	207,239,861	-	207,239,861	-	207,239,861	-	207,239,861	-	-	-	86,718,303	Completed-BG
3	NH&MW Lot-(NH 25&65)	26-Jun-19	Telenor	228,791,440	-	228,791,440	-	228,791,440	-	228,791,440	-	-	-	100,257,322	Completed-BG
4	NH&MW Lot-(NH 50&70)	26-Jun-19	Telenor	391,928,446	-	391,928,446	-	391,928,446	-	391,928,446	-	-	-	164,470,533	Completed-BG
5	Hydrabad	22-Jul-19	Telenor	449,692,145	-	449,692,145	-	449,692,145	-	449,692,145	-	-	-	179,876,859	Completed-BG
6	Bahawalpur	23-Sep-19	Telenor	343,707,705	-	343,707,705	-	343,707,705	-	343,707,705	-	-	-	137,483,081	Completed-BG
7	Bahawalpur	30-Oct-19	PMCL	165,883,604	-	165,883,604	-	165,883,604	-	165,883,604	-	-	-	28,561,910	Completed-BG
8	Rahimankhan	30-Oct-19	PMCL	191,822,718	-	191,822,718	-	191,822,718	-	191,822,718	-	-	-	34,082,979	Completed-BG
9	Dera Ghazi Khan	13-Dec-19	PMCL	476,979,584	-	476,979,584	-	476,979,584	-	476,979,584	-	-	-	140,293,585	Completed-BG
10	Tharparker	23-Dec-19	Telenor	1,197,734,430	-	1,197,734,430	-	1,197,734,430	-	1,197,734,430	-	-	-	479,093,773	Completed-BG
11	Sanghar	23-Mar-20	Telenor	588,169,155	-	588,169,155	-	588,169,155	-	588,169,155	-	-	-	235,267,662	Completed-BG
12	Kurrum	9-Mar-20	PMCL	92,245,746	-	92,245,746	-	18,449,149	-	18,449,149	-	-	-	36,898,298	Mobilization Adv.
13	Small Lot Punjab-4	5-Jun-20	PTML	37,812,923	-	37,812,923	-	37,812,923	-	37,812,923	-	-	-	14,840,186	Completed-BG
14	Muzaffargarh	5-Jun-20	PTML	624,494,754	-	624,494,754	-	624,494,754	-	624,494,754	-	-	-	260,087,961	Completed-BG
15	Small Lot Islamabad-1	5-Jun-20	Telenor	30,245,525	-	30,245,525	-	30,245,525	-	30,245,525	-	-	-	12,098,210	Completed-BG
16	Small Lot Islamabad-3	16-Aug-20	PTML	47,000,000	-	47,000,000	-	47,000,000	-	47,000,000	-	-	-	14,347,047	Completed-BG
17	Bolan	18-Sep-20	PMCL	459,985,496	-	459,985,496	-	459,985,496	-	459,985,496	-	-	-	8,680,840	Completed-BG
18	Choki	18-Sep-20	PMCL	883,811,542	-	883,811,542	-	883,811,542	-	883,811,542	-	-	-	167,553,695	Completed-BG
19	Small Lot Baluchistan-2	18-Sep-20	PMCL	220,000,000	-	220,000,000	-	220,000,000	-	220,000,000	-	-	-	67,619,289	Completed-BG
20	Jaffarabad	18-Sep-20	CM Pak ****	75,196,821	-	75,196,821	-	75,196,821	-	75,196,821	-	-	-	35,214,625	Completed
21	Small Lot Sindh-4	11-Nov-20	CM Pak	21,516,623	-	21,516,623	-	21,516,623	-	21,516,623	-	-	-	9,607,843	Completed-BG
22	Mehrestan	11-Nov-20	PTML	614,499,981	-	614,499,981	-	614,499,981	-	614,499,981	-	-	-	260,800,000	Completed-BG
23	Chitral	11-Nov-20	Telenor	1,372,085,052	-	1,372,085,052	-	1,372,085,052	-	1,372,085,052	-	-	-	548,834,021	Completed
24	Chagai	25-Jan-21	Telenor	1,265,312,246	-	1,265,312,246	-	1,265,312,246	-	1,265,312,246	-	-	-	51,401,530	Completed
25	Gowader	25-Jan-21	PTML	450,000,000	-	450,000,000	-	450,000,000	-	450,000,000	-	-	-	180,000,000	Completed
26	Keeth	25-Jun-21	PTML	764,672,392	-	764,672,392	-	764,672,392	-	764,672,392	-	-	-	15,750,861	Completed
27	Jhelum	25-Jun-21	PMCL	254,720,966	-	254,720,966	-	254,720,966	-	254,720,966	-	-	-	101,888,386	Up to 2nd (Decay) up to 3rd
28	Pishin	22-Apr-21	PMCL	1,301,818,347	-	1,301,818,347	-	1,301,818,347	-	1,301,818,347	-	-	-	50,944,194	Up to 1st
29	Multan	23-Apr-21	PMCL	154,078,229	-	154,078,229	-	154,078,229	-	154,078,229	-	-	-	44,022,351	Completed-BG
30	Shikarpur	24-Apr-21	PMCL	343,630,512	-	343,630,512	-	343,630,512	-	343,630,512	-	-	-	103,237,091	Completed-BG
31	Punjab	28-Apr-21	PTML	567,144,500	-	567,144,500	-	567,144,500	-	567,144,500	-	-	-	226,000,000	Completed
32	Swabi	30-Apr-21	Telenor	555,000,000	-	555,000,000	-	555,000,000	-	555,000,000	-	-	-	232,000,000	Completed-BG
33	Swat	30-Apr-21	Telenor	781,669,991	-	781,669,991	-	781,669,991	-	781,669,991	-	-	-	312,587,997	Up to 2nd
34	Small Lot Baluchistan-5	19-Jul-21	PMCL	135,986,313	-	135,986,313	-	135,986,313	-	135,986,313	-	-	-	54,544,400	Completed
35	Attock	19-Jul-21	PMCL	308,924,161	-	308,924,161	-	308,924,161	-	308,924,161	-	-	-	123,569,666	Completed
36	Bannu	19-Jul-21	PMCL	201,531,667	-	201,531,667	-	201,531,667	-	201,531,667	-	-	-	80,612,668	Completed-BG
37	Small Lot Punjab-5	4-Aug-21	Telenor	23,880,315	-	23,880,315	-	23,880,315	-	23,880,315	-	-	-	9,552,126	Completed-BG
38	Small Lot Punjab-6	4-Aug-21	Telenor	12,727,210	-	12,727,210	-	12,727,210	-	12,727,210	-	-	-	5,090,884	Completed-BG
39	Small Lot Punjab-7	4-Aug-21	Telenor	16,597,305	-	16,597,305	-	16,597,305	-	16,597,305	-	-	-	6,638,922	Completed-BG
40	Sahawal	25-Oct-21	PMCL	681,284,742	-	681,284,742	-	681,284,742	-	681,284,742	-	-	-	272,513,897	Completed-BG
41	Kambar Shahdadkot	25-Oct-21	PMCL	246,405,845	-	246,405,845	-	246,405,845	-	246,405,845	-	-	-	98,562,095	Completed-BG
42	Nasirabad Feroze	25-Oct-21	PMCL	361,316,364	-	361,316,364	-	361,316,364	-	361,316,364	-	-	-	180,658,182	Completed-BG
43	NH&MW M-3	25-Oct-21	PMCL	135,142,364	-	135,142,364	-	135,142,364	-	135,142,364	-	-	-	46,437,027	Completed-BG
44	NH&MW M-5	25-Oct-21	PMCL	154,790,090	-	154,790,090	-	154,790,090	-	154,790,090	-	-	-	46,437,027	Completed-BG
45	TD-K1	21-Dec-21	PMCL	1,172,958,500	-	1,172,958,500	-	1,172,958,500	-	1,172,958,500	-	-	-	469,183,400	Mobilization Adv.
46	TD-K2	21-Dec-21	PMCL	883,360,268	-	883,360,268	-	883,360,268	-	883,360,268	-	-	-	353,344,107	Mobilization Adv.
47	Small Lot Sindh-5	21-Dec-21	PMCL	17,506,346	-	17,506,346	-	17,506,346	-	17,506,346	-	-	-	5,446,419	Completed-BG
48	Mirwahali	22-Dec-21	PMCL	1,599,130,467	-	1,599,130,467	-	1,599,130,467	-	1,599,130,467	-	-	-	319,826,095	Up to 3rd
49	Lasbela	22-Dec-21	PMCL	1,771,013,559	-	1,771,013,559	-	1,771,013,559	-	1,771,013,559	-	-	-	375,239,304	Up to 3rd
50	Small Lot Punjab-9	22-Dec-21	Telenor	49,593,870	-	49,593,870	-	49,593,870	-	49,593,870	-	-	-	19,837,548	Completed-BG
51	Buner	22-Dec-21	Telenor	2,037,810,752	-	2,037,810,752	-	2,037,810,752	-	2,037,810,752	-	-	-	815,134,301	Up to 3rd
Sub-total (B)															

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20.2 SUBSIDY GRANT FOR PROJECTS

Sr. No.	Project / Lot	Allotted to	Contract date	Total subsidy as per contract agreement		Subsidy due for the year		As of 30 June 2023	As of 30 June 2024	Subsidy disbursed For the year	As of 30 June 2023	As of 30 June 2024	Liquidated damages for the year	Balance commitment	Bank guarantees	Milestones achieved	
				Capex	Opex	Capex	Opex										Total
52	NH&MW Lot-7 (Hakla-DJK)	PMCL	25-Mar-22	75,071,374	-	75,071,374	-	300,285,496	375,356,870	75,071,374	300,285,496	375,356,870	-	-	150,142,748	Completed-BG	
53	Small Lot Punjab-10	PMCL	25-Mar-22	22,601,942	-	22,601,942	-	22,601,942	22,601,942	-	22,601,942	22,601,942	-	-	7,031,715	Completed-BG	
54	Small Lot Bahawalpur-2	PMCL	25-Mar-22	11,023,710	-	11,023,710	-	11,023,710	11,023,710	-	11,023,710	11,023,710	-	-	3,429,599	Completed-BG	
55	Killa Saifullah	PTML	29-Mar-22	3,567,308,390	2,083,448,626	5,650,757,016	-	2,079,358,912	2,788,036,161	708,677,249	2,788,036,161	2,788,036,161	-	765,699,991	1,429,189,200	Up to 3rd	
56	Jhang	Telenor	31-Mar-22	2,256,599,207	902,639,684	3,159,238,891	-	1,353,959,523	2,256,599,207	902,639,684	2,256,599,207	2,256,599,207	-	549,693,960	1,040,000,000	Up to 3rd	
57	Lombi	PTML	22-Jun-22	2,598,294,425	1,017,424,300	3,615,718,725	-	2,048,600,465	1,030,127,132	1,030,127,132	2,048,600,465	1,030,127,132	-	249,920,881	249,920,879	Up to 2nd	
58	Sialkot	PMCL	22-Jun-22	624,802,198	249,920,878	874,723,076	-	374,881,317	374,881,317	249,920,878	374,881,317	374,881,317	-	187,559,092	187,559,091	Up to 2nd	
59	Nankana Sahib	PMCL	22-Jun-22	468,897,727	281,338,635	750,236,362	-	281,338,635	281,338,635	281,338,635	281,338,635	281,338,635	-	475,973,827	475,973,827	Completed	
60	Lodhian	PMCL	22-Jun-22	1,189,527,379	713,553,553	1,903,080,932	-	475,973,826	1,189,527,379	713,553,553	1,189,527,379	1,189,527,379	-	-	17,970,820	Completed-BG	
61	NH&MW Lot-8 (M-4)	PMCL	22-Jun-22	44,394,899	-	44,394,899	-	44,394,899	44,394,899	-	44,394,899	44,394,899	-	-	146,566,403	Completed-BG	
62	Small Lot Sindh-6	Telenor	22-Jun-22	366,416,006	-	366,416,006	-	366,416,006	366,416,006	-	366,416,006	366,416,006	-	2,095,478,773	1,358,800,000	Up to 1st	
63	Musakhel	PTML	20-Oct-22	3,397,000,000	2,721,227	3,399,721,227	-	2,363,383,351	3,399,721,227	2,721,227	3,399,721,227	3,399,721,227	-	2,155,319,790	1,929,119,189	Up to 2nd	
64	NH&MW Lot-10 (M-8)	PTML	20-Oct-22	4,818,510,520	3,072,578,179	7,891,088,699	-	3,072,578,179	4,818,510,520	3,072,578,179	4,818,510,520	4,818,510,520	-	983,209,606	491,604,803	Mobilization Adv.	
65	NH&MW Lot-9 (N-35)	PMCL	20-Oct-22	1,229,012,007	98,330,961	1,327,342,968	-	147,481,440	1,327,342,968	147,481,440	1,327,342,968	1,327,342,968	-	127,469,167	127,469,167	Completed	
66	Small Lot Punjab-11	PMCL	20-Oct-22	317,455,507	63,734,583	381,190,090	-	253,720,924	317,455,507	63,734,583	317,455,507	317,455,507	-	526,400,000	263,200,000	Mobilization Adv.	
67	Small Lot Sindh-7	Telenor	1-Nov-22	658,000,000	-	658,000,000	-	131,600,000	658,000,000	-	131,600,000	658,000,000	-	680,865,066	340,431,534	Mobilization Adv.	
68	Small Lot Sindh-8	Telenor	1-Nov-22	851,078,833	-	851,078,833	-	170,215,767	851,078,833	-	170,215,767	851,078,833	-	699,452,202	349,726,101	Mobilization Adv.	
69	Small Lot Sindh-10	Telenor	22-Nov-22	874,315,253	-	874,315,253	-	174,863,051	874,315,253	-	174,863,051	874,315,253	-	3,772,644	75,252,547	Completed	
70	Small Lot Bahawalpur-8	PTML	22-Nov-22	188,117,197	1,243,377	189,360,574	-	36,620,235	188,117,197	1,243,377	36,620,235	188,117,197	-	1,117,574,853	785,904,968	Up to 2nd	
71	Sibi	PTML	2-Dec-22	1,964,762,420	-	1,964,762,420	-	847,187,567	1,964,762,420	847,187,567	847,187,567	1,964,762,420	-	765,202	14,277,523,018	20,789,593,296	
Sub-total (B)				51,337,385,361	24,606,892,825	76,944,278,186	265,578,161	37,859,862,343	27,415,145,373	9,690,776,318	37,859,862,343	37,405,921,691	765,202	14,277,523,018	20,789,593,296	Completed, Receivables Up to 2nd	
C OPTICAL FIBER CABLE- OFC																	
1	Balochistan Package-2	PTCL	25-Jun-09	916,992,426	(43,007,574)	873,984,852	-	960,000,000	916,992,426	-	960,000,000	960,000,000	581,796,961	-	-	Completed, Receivables Up to 2nd	
2	Balochistan Punjab Package-3	Watson**	24-Nov-09	986,000,000	-	986,000,000	-	591,600,000	986,000,000	-	591,600,000	986,000,000	-	394,400,000	-	Completed, Receivables Up to 2nd	
3	Balochistan Punjab Package-5	PTCL	17-May-10	1,498,000,000	-	1,498,000,000	-	1,498,000,000	1,498,000,000	-	1,498,000,000	1,498,000,000	-	-	-	Completed-Payable	
4	FATA Package-1	PTCL	27-Jun-18	644,491,128	-	644,491,128	-	644,491,128	644,491,128	-	644,491,128	644,491,128	-	100,858,896	100,858,896	Completed-BG	
5	OFC-UC-SD-LOT7	PTCL	18-Nov-20	1,301,314,173	-	1,301,314,173	-	1,301,314,173	1,301,314,173	-	1,301,314,173	1,301,314,173	-	381,090,910	381,090,910	Completed-BG	
6	OFC-UC-SD-LOT2	PTCL	18-Nov-20	1,720,763,165	-	1,720,763,165	-	1,720,763,165	1,720,763,165	-	1,720,763,165	1,720,763,165	-	510,971,871	510,971,871	Completed-BG	
7	OFC-UC-SD-LOT5	PTCL	25-Jan-21	2,095,009,569	-	2,095,009,569	-	2,095,009,569	2,095,009,569	-	2,095,009,569	2,095,009,569	-	840,000,000	840,000,000	Completed-BG	
8	OFC-KPK-FATA-Pk2	PTCL	25-Jan-21	2,539,737,723	-	2,539,737,723	-	2,017,764,723	2,539,737,723	-	2,017,764,723	2,539,737,723	-	511,973,000	1,023,945,994	Up to 3rd	
9	OFC-UC-PB-LOT4	Nayatel	9-Apr-21	1,580,000,000	-	1,580,000,000	-	1,580,000,000	1,580,000,000	-	1,580,000,000	1,580,000,000	-	459,636,364	459,636,364	Completed-BG	
10	OFC-UC-PB-LOT5	Nayatel	9-Apr-21	1,725,000,000	-	1,725,000,000	-	1,725,000,000	1,725,000,000	-	1,725,000,000	1,725,000,000	-	501,818,182	501,818,182	Completed-BG	
11	OFC-UC-PB-LOT6	PTCL	28-Apr-21	1,131,487,727	-	1,131,487,727	-	698,206,548	1,131,487,727	-	698,206,548	1,131,487,727	-	1,607,440	466,000,000	Completed-BG, Withheld due	
12	OFC-UC-PB-LOT7	PTCL	19-Jul-21	939,912,912	-	939,912,912	-	939,912,912	939,912,912	-	939,912,912	939,912,912	-	380,000,000	380,000,000	Completed-BG	
13	OFC-UC-PB-LOT8	PTCL	22-Dec-21	614,000,000	-	614,000,000	-	409,646,355	614,000,000	-	409,646,355	614,000,000	-	204,353,645	245,600,000	Up to 3rd	
14	OFC-UC-SD-LOT-10	PTCL	22-Dec-21	1,425,959,400	471,471,898	1,897,431,298	-	237,256,249	1,425,959,400	471,471,898	237,256,249	1,425,959,400	-	712,603,221	571,600,000	Up to 2nd	
15	OFC-UC-SD-LOT-12	PTCL	24-Dec-21	1,988,819,000	249,367,123	2,238,186,123	-	755,355,926	1,988,819,000	249,367,123	755,355,926	1,988,819,000	-	1,233,463,074	795,565,600	Up to 2nd	
16	OFC-SMALL LOT-3	PTCL	30-Mar-22	145,037,750	-	145,037,750	-	47,000,000	145,037,750	-	47,000,000	145,037,750	-	94,000,000	94,000,000	Completed-BG	
17	OFC-UC-SD-LOT-11	PTCL	30-Mar-22	1,609,628,550	130,410,800	1,740,039,350	-	738,618,550	1,609,628,550	130,410,800	738,618,550	1,609,628,550	-	734,328,828	644,000,000	Up to 2nd	
18	OFC-UC-SD-LOT-13	PTCL	22-Jun-22	1,894,857,950	683,884,348	2,578,742,298	-	392,254,624	1,894,857,950	683,884,348	392,254,624	1,894,857,950	-	817,801,603	798,193,140	Up to 2nd	
19	OFC-UC-KP-LOT-17	PTCL	2-Aug-22	2,799,999,998	-	2,799,999,998	-	313,113,686	2,799,999,998	-	313,113,686	2,799,999,998	-	2,486,886,312	1,120,000,000	Mobilization Adv.	
20	OFC-UC-KP-LOT-18	Nayatel	19-Oct-22	2,692,671,148	-	2,692,671,148	-	2,125,804,500	2,692,671,148	-	2,125,804,500	2,692,671,148	-	554,545,718	495,816,000	Up to 2nd	
21	OFC-UC-KP-LOT-18	Ducom*****	9-Jun-23	1,239,537,813	-	1,239,537,813	-	684,992,113	1,239,537,813	-	684,992,113	1,239,537,813	-	873,690	16,841,443	Completed	
22	OFC-UC-SMALL LOT-BLI	PTCL	26-Sep-23	42,103,608	-	42,103,608	-	41,229,918	42,103,608	-	41,229,918	42,103,608	-	-	-	Completed	
Sub-total (C)				31,521,324,058	17,899,291,257	49,420,615,315	32,345,591	17,775,094,750	33,833,934,133	5,506,468,076	17,775,094,750	33,833,934,133	581,796,961	7,687,289,925	10,523,138,400	Completed, Receivables Up to 2nd	
D) BROADBAND																	
1	HTR	PTCL	24-Nov-09	196,295,292	-	196,295,292	-	196,295,292	196,295,292	-	196,295,292	196,295,292	-	-	-	Completed-Payable	
Sub-total (D)				196,295,292	-	196,295,292	-	196,295,292	196,295,292	-	196,295,292	196,295,292	-	-	-	Completed-Payable	
Total (A+B+C+D)				92,915,921,137	52,229,395,203	145,145,316,340	328,637,533	54,885,638,039	70,773,936,264	15,374,749,843	54,885,638,039	70,773,936,264	70,260,377,882	585,694,636	22,141,984,873	33,801,935,827	Completed, Receivables Up to 2nd

20.3 Subsidy disbursed includes receivable balance of Rs.45,383,357/- and Rs.43,007,574/- for Manning and IIP-02 projects respectively due to decoupling and advance balance of Rs.172,003,022/- for Sibi Project.

Telenor Pakistan (Private) Limited (Telenor)
Watson Telecommunications Limited (Watson)
Watson Telecommunications Limited (PMCL)
Watson Telecommunications Limited (Watson)
Pakistan Telecommunication Company Limited (PTCL) (a related party)
CM Pak Limited (a related party)
Pakistan Telecommunication Company Limited (PTML) (a related party)
Duncom Pakistan Private Limited
Duncom Pakistan Private Limited
This represents updated annual net of decoupling, usage and other amendments

UNIVERSAL SERVICE FUND

(A Company incorporated under Section 42 of the Companies Act, 2017)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

21 FEE TO TECHNICAL AUDITORS FOR PROJECTS

Sr. No.	Project / Lot	Allotted to	Contract date	Total cost as per contract *	Technical audit fee due			Technical audit fee disbursed			Balance commitment	Milestones achieved
					As of 30 June, 2024	For the year	As of 30 June, 2025	As of 30 June, 2024	For the year	As of 30 June, 2025		

Rupees

A) BROADBAND FOR SUSTAINABLE DEVELOPMENT PROGRAM

1	North Waziristan	Ranop Solutions Private Limited	17-Dec-19	6,888,050	1,528,146	-	1,528,146	1,528,146	-	1,528,146	5,359,904	Up to 2nd
2	South Waziristan	Ranop Solutions Private Limited	17-Dec-19	8,209,404	-	-	-	-	-	-	8,209,404	Contract Signed
Sub-total (A)				15,097,454	1,528,146	-	1,528,146	1,528,146	-	1,528,146	13,569,308	

B) NEXT GENERATION-BROADBAND FOR SUSTAINABLE DEVELOPMENT PROGRAM

1	Kurram	Exceleron Communications Pvt	01-Dec-20	2,106,417	-	-	-	-	-	-	2,106,417	Contract Signed
2	Jhelum	Komkonsult Private Limited	29-Oct-21	3,696,348	3,428,304	268,044	3,696,348	3,428,304	268,044	3,696,348	-	Completed
3	Pishin	Komkonsult Private Limited	01-Nov-21	7,959,465	2,487,899	1,364,606	3,852,505	2,487,899	1,364,606	3,852,505	4,106,960	Up to 2nd
4	Swat	Ranop Solutions Private Limited	11-Nov-21	959,000	959,000	-	959,000	959,000	-	959,000	-	Up to 2nd, Terminated
5	Jhang	Myson Engineering System Pvt	04-Oct-22	12,350,499	11,667,999	682,500	12,350,499	11,667,999	682,500	12,350,499	-	Completed
6	Lasbella	LCC Pakistan Private Limited	06-Oct-22	6,118,600	4,273,500	-	4,273,500	4,273,500	-	4,273,500	1,845,100	Up to 3rd
7	Buner	LCC Pakistan Private Limited	06-Oct-22	5,189,750	3,228,300	1,961,450	5,189,750	3,228,300	1,961,450	5,189,750	-	Completed
8	Killa Saifullah	LCC Pakistan Private Limited	06-Oct-22	5,557,500	4,199,900	1,357,600	5,557,500	4,199,900	1,357,600	5,557,500	-	Completed
9	Mianwali	GCS Private Limited	11-Oct-22	3,444,499	3,444,499	-	3,444,499	3,444,499	-	3,444,499	-	up to 3rd, Terminated
10	Lodhran	Myson Engineering System Pvt	27-Oct-22	5,439,000	5,134,000	305,000	5,439,000	5,134,000	305,000	5,439,000	-	Completed
11	Loralai	Komkonsult Private Limited	11-Nov-22	3,159,300	2,325,000	834,300	3,159,300	2,325,000	834,300	3,159,300	-	Completed
12	Sialkot	Komkonsult Private Limited	11-Nov-22	2,563,009	932,642	422,389	1,355,031	932,642	422,389	1,355,031	1,207,978	up to 3rd
13	Nankana Sahib	Komkonsult Private Limited	11-Nov-22	3,665,026	2,136,563	810,771	2,947,334	2,136,563	810,771	2,947,334	717,692	up to 4th
14	Sibi	LCC Pakistan Private Limited	21-Sep-23	2,150,000	709,000	437,500	1,146,500	709,000	437,500	1,146,500	1,003,500	up to 3rd
15	Musakhel	Komkonsult Private Limited	14-Dec-23	3,406,462	1,364,000	1,080,200	2,444,200	1,364,000	1,080,200	2,444,200	962,262	up to 3rd
16	NH&MW Lot-10 (M-8)	Komkonsult Private Limited	14-Dec-23	2,693,839	1,728,980	964,859	2,693,839	1,728,980	964,859	2,693,839	-	Completed
17	NH&MW Lot-9 (N-35)	Komkonsult Private Limited	14-Dec-23	2,992,103	-	686,005	686,005	-	686,005	686,005	2,306,098	Up to 1st
18	Small Lot Sindh-10	LCC Pakistan Private Limited	27-Aug-24	1,469,000	-	1,469,000	1,469,000	-	1,469,000	1,469,000	-	Completed
19	Small Lot Sindh-7	Myson Engineering System Pvt	30-Aug-24	1,283,309	-	1,283,309	1,283,309	-	1,283,309	1,283,309	-	Completed
20	Small Lot Sindh-8	Myson Engineering System Pvt	30-Aug-24	1,236,160	-	1,236,160	1,236,160	-	1,236,160	1,236,160	-	Completed
Sub-total (B)				77,439,286	48,019,586	15,163,693	63,183,279	48,019,586	15,163,693	63,183,279	14,256,007	

C) OPTICAL FIBER CABLE- OFC

1	KPK (FATA) -Package-2	Global Enterprises	04-Feb-22	2,940,513	1,956,718	144,773	2,101,491	1,956,718	144,773	2,101,491	839,022	Up to 4th
2	UC-SD-LOT-10	Global Enterprises	05-Oct-22	2,471,442	966,521	739,820	1,706,341	484,284	1,222,057	1,706,341	765,101	Up to 5th
3	UC-SD-LOT-11	Global Enterprises	05-Oct-22	2,480,705	1,001,825	359,297	1,361,122	1,001,825	359,297	1,361,122	1,119,583	Up to 2nd
4	UC-SD-LOT-12	Global Enterprises	05-Oct-22	2,483,822	1,094,166	837,573	1,931,739	1,094,166	837,573	1,931,739	552,083	Up to 4th
5	UC-PB-LOT-14	LCC Pakistan Private Limited	31-Aug-23	2,076,300	1,733,718	-	1,733,718	1,733,718	-	1,733,718	342,582	Up to 4th
6	UC-KP-LOT-18	LCC Pakistan Private Limited	31-Aug-23	1,772,300	812,628	646,151	1,458,779	812,628	646,151	1,458,779	313,521	Up to 4th
7	UC-BL-LOT-13	Komkonsult Private Limited	24-Jan-24	1,141,622	530,916	610,706	1,141,622	530,916	610,706	1,141,622	-	Completed
8	UC-KP-LOT-17	LCC Pakistan Private Limited	24-Jan-24	3,887,917	-	2,126,284	2,126,284	-	2,126,284	2,126,284	1,761,633	Up to 3rd

Sub-total (C)

Total (A+B+C)

19,254,621	8,096,492	5,464,604	13,561,096	7,614,255	5,946,841	13,561,096	5,693,525
111,791,361	57,644,224	20,628,297	78,272,521	57,161,987	21,110,534	78,272,521	33,518,840

* This represents updated cost net of deductions due to amendments and descopeing.

2.1.1. FEE TO TECHNICAL AUDITORS FOR PROJECTS

Sr. No.	Project / Lot	Allotted to	Contract date	Total cost as per contract *	Technical audit fee due			Technical audit fee disbursed			Balance commitment	Milestones achieved
					As of 30 June, 2023	For the year	As of 30 June, 2024	For the year	As of 30 June, 2024			
Rupees												
A) BROADBAND FOR SUSTAINABLE DEVELOPMENT PROGRAM												
1	North Waziristan	Ranop Solutions Private Limited	17-Dec-19	6,888,050	1,528,146	-	1,528,146	-	1,528,146	5,359,904	Up to 2nd Contract Signed	
2	South Waziristan	Ranop Solutions Private Limited	17-Dec-19	8,209,404	-	-	-	-	-	8,209,404	Completed	
3	Mohmand	Komkonsult Private Limited	20-Feb-20	5,700,300	4,435,110	1,265,190	4,435,110	1,265,190	5,700,300	-	Completed	
				20,797,754	5,963,256	1,265,190	5,963,256	1,265,190	7,228,446	13,569,308		
Sub-total (A)												

Sr. No.	Project / Lot	Allotted to	Contract date	Total cost as per contract *	Technical audit fee due			Technical audit fee disbursed			Balance commitment	Milestones achieved
					As of 30 June, 2023	For the year	As of 30 June, 2024	For the year	As of 30 June, 2024			
Rupees												
B) NEXT GENERATION-BROADBAND FOR SUSTAINABLE DEVELOPMENT PROGRAM												
1	Kurram	Exceleron Communications Pvt	01-Dec-20	2,106,417	-	-	-	-	-	2,106,417	Contract Signed	
2	Jaffarabad	Relacom Services Pvt. Ltd.	18-May-21	2,891,500	2,616,500	275,000	2,616,500	275,000	2,891,500	-	Completed	
3	Mastung	LCC Pakistan Private Limited	16-Aug-21	5,310,778	5,250,778	60,000	5,250,778	60,000	5,310,778	-	Completed	
4	Chaghi	LCC Pakistan Private Limited	16-Aug-21	8,428,999	6,171,000	2,257,999	6,171,000	2,257,999	8,428,999	-	Completed	
5	Chitral	Ranop Solutions Private Limited	07-Sep-21	7,895,999	3,513,000	4,382,999	3,513,000	4,382,999	7,895,999	-	Completed	
6	Keoch	Exceleron Communications Pvt	29-Oct-21	2,919,410	2,906,910	12,500	2,906,910	12,500	2,919,410	-	Completed	
7	Jhelum	Komkonsult Private Limited	29-Oct-21	4,585,114	2,649,450	778,854	2,649,450	778,854	3,428,304	1,156,810	Up to 3rd	
8	Pishin	Komkonsult Private Limited	01-Nov-21	7,959,465	2,487,899	-	2,487,899	-	2,487,899	5,471,566	Up to 1st	
9	Panjgur	Komkonsult Private Limited	04-Nov-21	2,191,506	1,590,722	600,784	1,590,722	600,784	2,191,506	-	Completed	
10	Swabi	Ranop Solutions Private Limited	11-Nov-21	1,747,000	1,677,000	70,000	1,677,000	70,000	1,747,000	-	Completed	
11	Swat	Ranop Solutions Private Limited	11-Nov-21	3,292,000	501,000	458,000	501,000	458,000	959,000	2,333,000	Up to 2nd	
12	Kambar Shahdadkot	LCC Pakistan Private Limited	21-Feb-22	3,119,000	2,981,300	137,700	2,981,300	137,700	3,119,000	-	Completed	
13	Nausahhoro Feroze	LCC Pakistan Private Limited	21-Feb-22	3,295,500	3,113,500	182,000	3,113,500	182,000	3,295,500	-	Completed	
14	Sahiwal	LCC Pakistan Private Limited	09-Mar-22	2,993,549	2,938,549	34,999	2,938,549	35,000	2,993,549	-	Completed	
15	Bannu	Komkonsult Private Limited	14-Mar-22	2,540,765	2,440,765	100,000	2,440,765	100,000	2,540,765	-	Completed	
16	Attock	Myson Engineering System Pvt	17-Mar-22	4,232,229	3,096,510	1,135,719	3,096,510	1,135,719	4,232,229	-	Completed	
17	Jhang	Myson Engineering System Pvt	04-Oct-22	12,515,175	5,871,000	5,796,999	5,871,000	5,796,999	11,667,999	847,176	Up to 4th	
18	NH&MW Lot-7 (Hakla-Dikhan)	Myson Engineering System Pvt	04-Oct-22	927,865	362,760	565,105	362,760	565,105	927,865	-	Completed	
19	Lashella	LCC Pakistan Private Limited	06-Oct-22	6,118,600	3,017,500	1,256,000	3,017,500	1,256,000	4,273,500	1,845,100	Up to 3rd	
20	Buner	LCC Pakistan Private Limited	06-Oct-22	5,250,300	-	3,228,300	3,228,300	3,228,300	3,228,300	2,022,000	Up to 3rd	
21	Killa Saifullah	LCC Pakistan Private Limited	06-Oct-22	6,557,500	2,919,100	1,280,800	2,919,100	1,280,800	4,199,900	2,357,600	Up to 3rd	
22	Mianwali	GCS Private Limited	11-Oct-22	5,978,600	3,444,499	-	3,444,499	-	3,444,499	2,534,101	Up to 3rd	
23	Lodhran	Myson Engineering System Pvt	27-Oct-22	5,707,000	1,516,000	3,618,000	1,516,000	3,618,000	5,134,000	573,000	Up to 4th	
24	Loralai	Komkonsult Private Limited	11-Nov-22	3,475,471	835,900	1,489,100	835,900	1,489,100	2,325,000	1,150,471	Up to 3rd	
25	Sialkot	Komkonsult Private Limited	11-Nov-22	2,563,009	-	932,642	932,642	932,642	932,642	1,630,367	Up to 2nd	
26	Nankana Sahib	Komkonsult Private Limited	11-Nov-22	3,665,026	2,136,563	-	2,136,563	-	2,136,563	1,528,463	Up to 2nd	
27	Small Lot Puntjab-11	LCC Pakistan Private Limited	21-Sep-23	1,100,000	-	1,100,000	-	1,100,000	1,100,000	-	Completed	
28	Sibi	LCC Pakistan Private Limited	21-Sep-23	2,150,000	-	709,000	-	709,000	709,000	1,441,000	Up to 2nd	
29	Small Lot Baluchistan-8	LCC Pakistan Private Limited	05-Dec-23	635,000	-	635,000	-	635,000	635,000	-	Completed	
30	Musakhel	Komkonsult Private Limited	14-Dec-23	3,406,462	-	1,364,000	-	1,364,000	1,364,000	2,042,462	Up to 1st	
31	NH&MW Lot-10 (M-8)	Komkonsult Private Limited	14-Dec-23	3,686,619	-	1,728,980	-	1,728,980	1,728,980	1,957,639	Up to 2nd	
32	NH&MW Lot-9 (N-35)	Komkonsult Private Limited	14-Dec-23	2,992,103	-	-	-	-	-	2,992,103	Contract Signed	
				132,237,961	64,058,206	34,190,480	63,965,190	34,283,496	98,248,686	33,989,275		
Sub-total (B)												
C) OPTICAL FIBER CABLE- OFC												
1	KPK (FATA) -Package-2	Global Enterprises	04-Feb-22	2,940,513	1,956,718	-	1,956,718	-	1,956,718	983,795	Up to 3rd	
2	UC-PB-LOT-6	LCC Pakistan Private Limited	21-Feb-22	2,614,214	1,649,711	964,503	1,649,711	964,503	2,614,214	-	Completed	
3	UC-SD-LOT-10	Global Enterprises	05-Oct-22	2,471,442	-	966,521	-	966,521	484,284	1,504,921	Up to 1st	
4	UC-SD-LOT-11	Global Enterprises	05-Oct-22	2,480,705	-	1,001,825	-	1,001,825	1,001,825	1,478,880	Up to 2nd	
5	UC-SD-LOT-12	Global Enterprises	05-Oct-22	2,483,822	-	1,094,166	-	1,094,166	1,094,166	1,389,656	Up to 2nd	
6	UC-PB-LOT-8	GCS Private Limited	11-Oct-22	820,351	820,351	-	820,351	-	820,351	-	Up to 2nd, Terminated	

UNIVERSAL SERVICE FUND

(A Company incorporated under Section 42 of the Companies Act, 2017)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

21.1 FEE TO TECHNICAL AUDITORS FOR PROJECTS

Sr. No.	Project / Lot	Allotted to	Contract date	Total cost as per contract *	Technical audit fee due			Technical audit fee disbursed			Balance commitment	Milestones achieved
					As of 30 June, 2023	For the year	As of 30 June, 2024	As of 30 June, 2023	For the year	As of 30 June, 2024		
Rupees												
7	UC-PB-LOT-14	LCC Pakistan Private Limited	31-Aug-23	2,076,300		1,733,718	1,733,718		1,733,718	1,733,718	342,582	Up to 4th
8	UC-KP-LOT-18	LCC Pakistan Private Limited	31-Aug-23	1,772,300		812,628	812,628		812,628	812,628	959,672	Up to 2nd
9	UC-BL-LOT-13	Komkonsult Private Limited	24-Jan-24	1,194,125		530,916	530,916		530,916	530,916	663,209	Up to 2nd
10	UC-KP-LOT-17	LCC Pakistan Private Limited	24-Jan-24	3,887,917		-	-		-	-	3,887,917	Contract Signed
Sub-total (C)				22,741,689	4,426,780	7,104,277	11,531,057	4,426,780	6,622,040	11,048,820	11,210,632	
Total (A+B+C)				175,777,404	74,448,242	42,559,947	117,008,189	74,355,226	42,170,726	116,525,952	58,769,215	

* This represents updated cost net of deductions due to amendments and descoping.

21.2 FEE TO MONITORING AUDITORS FOR PROJECTS

Sr. No.	Project / Lot	Allotted to	Contract date	Total cost as per contract*	Monitoring Audit fee due		Monitoring audit fee disbursed		Balance commitment	Milestones achieved
					As of 30 June, 2024	For the year	As of 30 June, 2025	For the year		
Rupees										
A) BROADBAND FOR SUSTAINABLE DEVELOPMENT PROGRAM										
1	Kohistan	Komkonsult Pvt Ltd	13-Mar-24	2,476,000	1,672,000	804,000	2,476,000	2,476,000	-	Completed
2	Small Lot B-1	Komkonsult Pvt Ltd	13-Mar-24	1,695,000	1,695,000	-	1,695,000	1,695,000	-	Completed
3	Dera Bugti	SC Technologies Global (Pvt.) Ltd	22-Mar-24	1,827,988	1,827,988	-	1,827,988	1,827,988	-	Completed
4	Zhob	Spine Engineering Private Limited	25-Mar-24	1,385,302	1,385,302	-	1,385,302	1,385,302	-	Completed
5	Shangla	Spine Engineering Private Limited	25-Mar-24	938,900	938,900	-	938,900	938,900	-	Completed
6	Chitral	Spine Engineering Private Limited	25-Mar-24	1,512,120	1,512,120	-	1,512,120	1,512,120	-	Completed
7	Chaghi	Myson Engineering Systems Pvt Ltd	26-Mar-24	1,100,000	1,100,000	-	1,100,000	1,100,000	-	Completed
8	D.I.Khan	Global Connect Synergy Pvt. Ltd	08-Apr-24	732,112	732,112	-	732,112	732,112	-	Completed
9	Khyber	Global Connect Synergy Pvt. Ltd	08-Apr-24	955,417	955,417	-	955,417	955,417	-	Completed
10	Sibi & NGBSD B-5	LCC Pakistan Private Limited	13-Dec-24	3,372,000	3,372,000	3,372,000	3,372,000	3,372,000	-	Completed
11	Khuzdar	LCC Pakistan Private Limited	13-Dec-24	3,398,000	3,398,000	3,398,000	3,398,000	3,398,000	-	Completed
12	Khyber	Global Alliance Private Limited	19-Dec-24	936,000	936,000	936,000	936,000	936,000	-	Completed
13	Kohistan	Global Alliance Private Limited	19-Dec-24	1,704,000	1,704,000	1,704,000	1,704,000	1,704,000	-	Completed
14	Mohmand	Myson Engineering Systems Pvt Ltd	23-Dec-24	1,102,720	1,102,720	1,102,720	1,102,720	1,102,720	-	Completed
15	Kalat	Myson Engineering Systems Pvt Ltd	23-Dec-24	1,157,820	1,157,820	1,157,820	1,157,820	1,157,820	-	Completed
16	Awaran-Lashela	Myson Engineering Systems Pvt Ltd	23-Dec-24	1,895,400	1,895,400	1,895,400	1,895,400	1,895,400	-	Completed
17	Kharan-Washuk	Myson Engineering Systems Pvt Ltd	23-Dec-24	1,895,400	1,895,400	1,895,400	1,895,400	1,895,400	-	Completed
18	Dera Bugti	Myson Engineering Systems Pvt Ltd	23-Dec-24	2,948,400	2,948,400	2,948,400	2,948,400	2,948,400	-	Completed
19	D.I.Khan	Ranop Solutions Private Limited	23-Dec-24	2,592,500	2,592,500	2,592,500	2,592,500	2,592,500	-	Completed
20	Shangla	Spine Engineering Private Limited	24-Dec-24	1,099,078	1,099,078	1,099,078	1,099,078	1,099,078	-	Completed
21	Zhob	Spine Engineering Private Limited	24-Dec-24	2,595,782	2,595,782	2,595,782	2,595,782	2,595,782	-	Completed
22	Dera Bugti	SC Technologies Global (Pvt.) Ltd	25-Jun-25	2,675,080	-	-	-	-	2,675,080	Contract Signed
23	Kharan-Washuk	SC Technologies Global (Pvt.) Ltd	25-Jun-25	2,682,724	-	-	-	-	2,682,724	Contract Signed
24	Khuzdar	SC Technologies Global (Pvt.) Ltd	25-Jun-25	3,055,748	-	-	-	-	3,055,748	Contract Signed
25	Khyber	LCC Pakistan Private Limited	25-Jun-25	1,881,000	-	-	-	-	1,881,000	Contract Signed
26	Kohistan	LCC Pakistan Private Limited	25-Jun-25	2,800,000	-	-	-	-	2,800,000	Contract Signed
27	Sibi & B1	Myson Engineering Systems Pvt Ltd	30-Jun-25	3,191,160	-	-	-	-	3,191,160	Contract Signed
28	Kalat	Myson Engineering Systems Pvt Ltd	30-Jun-25	2,199,650	-	-	-	-	2,199,650	Contract Signed
29	Awaran-Lashela	Myson Engineering Systems Pvt Ltd	30-Jun-25	3,370,032	-	-	-	-	3,370,032	Contract Signed
30	Mohmand	Myson Engineering Systems Pvt Ltd	30-Jun-25	1,752,064	-	-	-	-	1,752,064	Contract Signed
				60,927,397	11,818,839	25,501,100	37,319,939	37,319,939	23,607,458	

B) NEXT GENERATION-BROADBAND FOR SUSTAINABLE DEVELOPMENT PROGRAM										
Sr. No.	Project / Lot	Allotted to	Contract date	Total cost as per contract*	As of 30 June, 2024	For the year	As of 30 June, 2025	For the year	Balance commitment	Milestones achieved
1	Gwadar	Komkonsult Pvt Ltd	21-Mar-24	1,340,000	1,340,000	-	1,340,000	1,340,000	-	Completed
2	Chaghi	SC Technologies Global (Pvt.) Ltd	22-Mar-24	2,401,065	2,401,065	-	2,401,065	2,401,065	-	Completed
3	NH & MW Lot 3	Spine Engineering Private Limited	25-Mar-24	619,999	619,999	-	619,999	619,999	-	Completed
4	Maistung	Myson Engineering Systems Pvt Ltd	26-Mar-24	1,800,000	1,800,000	-	1,800,000	1,800,000	-	Completed
5	Shikarpur	Myson Engineering Systems Pvt Ltd	26-Mar-24	1,357,954	1,357,954	-	1,357,954	1,357,954	-	Completed
6	Bahawalnagar	Global Connect Synergy Pvt. Ltd	08-Apr-24	578,106	578,106	-	578,106	578,106	-	Completed
7	Jaffarabad	Global Connect Synergy Pvt. Ltd	08-Apr-24	750,279	750,279	-	750,279	750,279	-	Completed
8	Multan	Global Connect Synergy Pvt. Ltd	08-Apr-24	584,769	584,769	-	584,769	584,769	-	Completed
9	Ghotki	Global Connect Synergy Pvt. Ltd	08-Apr-24	1,017,683	1,017,683	-	1,017,683	1,017,683	-	Completed
10	NH&MW Lot-1(NH 10&25)	LCC Pakistan Private Limited	13-Dec-24	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	-	Completed
11	Swabi	LCC Pakistan Private Limited	13-Dec-24	945,000	945,000	945,000	945,000	945,000	-	Completed
12	NH&MW M-3 & M-4 & SL Punjab	LCC Pakistan Private Limited	13-Dec-24	2,332,000	2,332,000	2,332,000	2,332,000	2,332,000	-	Completed
13	Kech & RTes Turbat	LCC Pakistan Private Limited	13-Dec-24	3,376,000	3,376,000	3,376,000	3,376,000	3,376,000	-	Completed
14	NH&MW Lot-7 (Hakia-DIKhan)	TEACH	19-Dec-24	579,595	579,595	579,595	579,595	579,595	-	Completed
15	Bahawalpur	TEACH	19-Dec-24	935,656	935,656	935,656	935,656	935,656	-	Completed
				60,927,397	11,818,839	25,501,100	37,319,939	37,319,939	23,607,458	

21.2 FEE TO MONITORING AUDITORS FOR PROJECTS

Sr. No.	Project / Lot	Allotted to	Contract date	Total cost as per contract*	Monitoring Audit fee due			Monitoring audit fee disbursed			Balance commitment	Milestones achieved
					As of 30 June, 2024	For the year	As of 30 June, 2025	As of 30 June, 2024	For the year	As of 30 June, 2025		
					Rupees							
16	Muzafargarh & BSD SIP2	TEACH	19-Dec-24	949,564	949,564	949,564	949,564	949,564	949,564	-	949,564	Completed
17	Lodhran	TEACH	19-Dec-24	993,376	993,376	993,376	993,376	993,376	993,376	-	993,376	Completed
18	Attock	TEACH	19-Dec-24	1,563,590	1,563,590	1,563,590	1,563,590	1,563,590	1,563,590	-	1,563,590	Completed
19	DG Khan	Global Alliance Private Limited	19-Dec-24	1,785,000	1,785,000	1,785,000	1,785,000	1,785,000	1,785,000	-	1,785,000	Completed
20	Gwadar & SLB3 & SLB8	Global Alliance Private Limited	19-Dec-24	2,875,000	2,875,000	2,875,000	2,875,000	2,875,000	2,875,000	-	2,875,000	Completed
21	Panigur	Myson Engineering Systems Pvt Ltd.	23-Dec-24	1,895,400	1,895,400	1,895,400	1,895,400	1,895,400	1,895,400	-	1,895,400	Completed
22	Small Lot Baluchistan-1 & B-2	Ranop Solutions Private Limited	23-Dec-24	1,440,000	1,440,000	1,440,000	1,440,000	1,440,000	1,440,000	-	1,440,000	Completed
23	Bannu	Ranop Solutions Private Limited	23-Dec-24	750,000	750,000	750,000	750,000	750,000	750,000	-	750,000	Completed
24	Daadu & Small Lot-S1 & S5	Ranop Solutions Private Limited	23-Dec-24	2,227,500	2,227,500	2,227,500	2,227,500	2,227,500	2,227,500	-	2,227,500	Completed
25	Sanghar	Spine Engineering Private Limited	24-Dec-24	1,099,802	1,099,802	1,099,802	1,099,802	1,099,802	1,099,802	-	1,099,802	Completed
26	NH&MW Lot-2 & Lot-3	Spine Engineering Private Limited	24-Dec-24	1,250,000	1,250,000	1,250,000	1,250,000	1,250,000	1,250,000	-	1,250,000	Completed
27	Chitral	Spine Engineering Private Limited	24-Dec-24	1,796,354	1,796,354	1,796,354	1,796,354	1,796,354	1,796,354	-	1,796,354	Completed
28	Hyderabad & Small Lot S-4 & S-6	Spine Engineering Private Limited	24-Dec-24	1,800,297	1,800,297	1,800,297	1,800,297	1,800,297	1,800,297	-	1,800,297	Completed
29	Tharparkar	Neikom Technologies Private Limited	26-Dec-24	982,600	982,600	982,600	982,600	982,600	982,600	-	982,600	Completed
30	Jhang	Neikom Technologies Private Limited	26-Dec-24	683,500	683,500	683,500	683,500	683,500	683,500	-	683,500	Completed
31	Sahiwal	Neikom Technologies Private Limited	26-Dec-24	646,600	646,600	646,600	646,600	646,600	646,600	-	646,600	Completed
32	Bahawalnagar & Small Lot-P9	Neikom Technologies Private Limited	26-Dec-24	587,200	587,200	587,200	587,200	587,200	587,200	-	587,200	Completed
33	Multan & NH&MW M-5 & SL-P7	Neikom Technologies Private Limited	26-Dec-24	676,000	676,000	676,000	676,000	676,000	676,000	-	676,000	Completed
34	Rahimyarkhan & NH&MW M-5	Neikom Technologies Private Limited	26-Dec-24	703,100	703,100	703,100	703,100	703,100	703,100	-	703,100	Completed
35	Shikarpur	Relacom Services Private Limited	26-Dec-24	2,441,250	2,441,250	2,441,250	2,441,250	2,441,250	2,441,250	-	2,441,250	Completed
36	Kech & RTeS Turbat	SC Technologies Global (Pvt.) Ltd	25-Jun-25	2,993,644	-	-	-	-	-	-	2,993,644	Contract Signed
37	Chagai & RTeS Chagai	SC Technologies Global (Pvt.) Ltd	25-Jun-25	2,954,189	-	-	-	-	-	-	2,954,189	Contract Signed
38	Bolan-Jaffarabad	SC Technologies Global (Pvt.) Ltd	25-Jun-25	3,365,823	-	-	-	-	-	-	3,365,823	Contract Signed
39	Shikarpur	LCC Pakistan Private Limited	25-Jun-25	2,220,000	-	-	-	-	-	-	2,220,000	Contract Signed
40	Panigur	LCC Pakistan Private Limited	25-Jun-25	2,000,900	-	-	-	-	-	-	2,000,900	Contract Signed
41	NH&MW Lot2, NH&MW Lot3 & B3	LCC Pakistan Private Limited	25-Jun-25	1,349,000	-	-	-	-	-	-	1,349,000	Contract Signed
42	NH&MW Lot-1(NH 10&25)	LCC Pakistan Private Limited	25-Jun-25	1,080,000	-	-	-	-	-	-	1,080,000	Contract Signed
43	DG Khan	Global Alliance Private Limited	25-Jun-25	2,901,000	-	-	-	-	-	-	2,901,000	Contract Signed
44	Lodhran	Global Alliance Private Limited	25-Jun-25	2,475,000	-	-	-	-	-	-	2,475,000	Contract Signed
45	Attock, II, I2, P1 & NH&MW Lot-7	Global Alliance Private Limited	25-Jun-25	2,651,000	-	-	-	-	-	-	2,651,000	Contract Signed
46	NH&MW M-3, M-4, P5, P6 & P10	Global Alliance Private Limited	25-Jun-25	2,989,000	-	-	-	-	-	-	2,989,000	Contract Signed
47	Jhang	Ranop Solutions Private Limited	25-Jun-25	2,377,000	-	-	-	-	-	-	2,377,000	Contract Signed
48	Bahawalpur	Ranop Solutions Private Limited	25-Jun-25	1,514,000	-	-	-	-	-	-	1,514,000	Contract Signed
49	Mastung	Myson Engineering Systems Pvt Ltd	30-Jun-25	2,583,552	-	-	-	-	-	-	2,583,552	Contract Signed
50	Mianwali & P4	Myson Engineering Systems Pvt Ltd	30-Jun-25	1,798,000	-	-	-	-	-	-	1,798,000	Contract Signed
51	Tharparkar	Neikom Technologies Private Limited	30-Jun-25	1,127,500	-	-	-	-	-	-	1,127,500	Contract Signed
52	Sanghar	Neikom Technologies Private Limited	30-Jun-25	1,025,500	-	-	-	-	-	-	1,025,500	Contract Signed
53	Jhelum	Neikom Technologies Private Limited	30-Jun-25	1,341,000	-	-	-	-	-	-	1,341,000	Contract Signed
54	Rahimyarkhan	Neikom Technologies Private Limited	30-Jun-25	822,500	-	-	-	-	-	-	822,500	Contract Signed
55	Bahawalnagar & P9	Neikom Technologies Private Limited	30-Jun-25	972,000	-	-	-	-	-	-	972,000	Contract Signed
56	Small Lot S4, S6 & S10	Neikom Technologies Private Limited	30-Jun-25	1,400,000	-	-	-	-	-	-	1,400,000	Contract Signed
				88,704,847	10,449,855	36,314,384	46,764,239	46,764,239	46,764,239	41,940,608		

C) OPTICAL FIBER CABLE- OFC

1	BP-Package-5	Komkonsult Pvt Ltd	29-Apr-24	810,000	810,000	810,000	810,000	810,000	810,000	-	810,000	Completed
2	BP-Package-2	MYCO Engineers	04-Sep-24	649,950	649,950	649,950	649,950	649,950	649,950	-	649,950	Completed
3	BP-Package-3	MYCO Engineers	04-Sep-24	600,000	600,000	600,000	600,000	600,000	600,000	-	600,000	Completed
4	BP-Package-5	MYCO Engineers	04-Sep-24	669,900	669,900	669,900	669,900	669,900	669,900	-	669,900	Completed
5	UC-SD-LOT-2	Myson Engineering Systems Pvt Ltd	09-Sep-24	589,672	589,672	589,672	589,672	589,672	589,672	-	589,672	Completed
6	UC-SD-LOT-3	Myson Engineering Systems Pvt Ltd	09-Sep-24	589,690	589,690	589,690	589,690	589,690	589,690	-	589,690	Completed
7	UC-PB-LOT-5	Myson Engineering Systems Pvt Ltd	09-Sep-24	491,400	491,400	491,400	491,400	491,400	491,400	-	491,400	Completed

UNIVERSAL SERVICE FUND
(A Company incorporated under Section 42 of the Companies Act, 2017)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

21.2 FEE TO MONITORING AUDITORS FOR PROJECTS

Sr. No.	Project / Lot	Allotted to	Contract date	Total cost as per contract*	Monitoring Audit fee due		Monitoring audit fee disbursed		Balance commitment	Milestones achieved
					As of 30 June, 2024	For the year	As of 30 June, 2024	For the year		
8	UC-PB-LOT-7	Myson Engineering Systems Pvt Ltd	09-Sep-24	491,398	491,398	491,398	491,398	491,398	-	Completed
9	FATA Package-1	Fast Solutions	11-Sep-24	690,000	690,000	690,000	690,000	690,000	-	Completed
10	UC-PB-LOT-4	Fast Solutions	11-Sep-24	496,000	496,000	496,000	496,000	496,000	-	Completed
11	OFC- KPK	LCC Pakistan Private Limited	12-Sep-24	700,000	700,000	700,000	700,000	700,000	-	Completed
12	UC-PB-LOT-6	Komkonsult Pvt Ltd	16-Sep-24	523,000	523,000	523,000	523,000	523,000	-	Completed
13	UC-PB-LOT-14	Komkonsult Pvt Ltd	16-Sep-24	480,000	480,000	480,000	480,000	480,000	-	Completed
14	UC-SD-LOT-1	Komkonsult Pvt Ltd	16-Sep-24	582,000	582,000	582,000	582,000	582,000	-	Completed
15	UC-SD-LOT-3	Komkonsult Pvt Ltd	15-Apr-25	476,600	476,600	476,600	476,600	476,600	-	Completed
16	UC-PB-LOT-6	Komkonsult Pvt Ltd	15-Apr-25	474,800	474,800	474,800	474,800	474,800	-	Completed
17	UC-KP-LOT-18	Komkonsult Pvt Ltd	15-Apr-25	476,000	476,000	476,000	476,000	476,000	-	Completed
18	FATA Package-1	LCC Pakistan Private Limited	15-Apr-25	499,998	499,998	499,998	499,998	499,998	-	Completed
19	BP-Package-2	LCC Pakistan Private Limited	15-Apr-25	525,000	525,000	525,000	525,000	525,000	-	Completed
20	BP-Package-3	LCC Pakistan Private Limited	15-Apr-25	498,000	498,000	498,000	498,000	498,000	-	Completed
21	BP-Package-5	LCC Pakistan Private Limited	15-Apr-25	514,998	514,998	514,998	514,998	514,998	-	Completed
22	UC-BL-LOT-13	LCC Pakistan Private Limited	15-Apr-25	499,000	499,000	499,000	499,000	499,000	-	Completed
23	UC-PB-LOT-14	Myson Engineering Systems Pvt Ltd	16-Apr-25	263,844	263,844	263,844	263,844	263,844	-	Completed
24	OFC- KPK	Global Enterprises	16-Apr-25	490,000	490,000	490,000	490,000	490,000	-	Completed
25	UC-PB-LOT-7	Global Enterprises	16-Apr-25	438,000	438,000	438,000	438,000	438,000	-	Completed
26	UC-PB-LOT-4	MYCO Engineers	17-Apr-25	399,975	399,975	399,975	399,975	399,975	-	Completed
27	UC-PB-LOT-5	MYCO Engineers	17-Apr-25	399,993	399,993	399,993	399,993	399,993	-	Completed
28	UC-SD-LOT-1	Fast Solutions	21-Apr-25	461,800	461,800	461,800	461,800	461,800	-	Completed
29	UC-SD-LOT-2	Fast Solutions	21-Apr-25	489,600	489,600	489,600	489,600	489,600	-	Completed
Sub-total (C)					810,000	14,460,618	15,270,618	14,370,818	-	-
Total (A+B+C)					23,078,694	76,276,102	99,354,796	98,454,996	98,454,996	65,548,066

* This represents updated cost net of deductions due to amendments and descoping.

21.2.1 FEE TO MONITORING AUDITORS FOR PROJECTS

Sr. No.	Project / Lot	Allotted to	Contract date	Total cost as per contract*	Monitoring Audit fee due			Monitoring audit fee disbursed			Balance commitment	Milestones achieved
					As of 30 June, 2023	For the year	As of 30 June, 2024	As of 30 June, 2023	For the year	As of 30 June, 2024		
A) BROADBAND FOR SUSTAINABLE DEVELOPMENT PROGRAM												
1	Awaran-Leshla	LCC Pakistan Private Limited	18-Sep-23	1,500,000		1,500,000	1,500,000		1,500,000	1,500,000	-	Completed
2	Khuzdar	LCC Pakistan Private Limited	18-Sep-23	1,436,500		1,436,500	1,436,500		1,436,500	1,436,500	-	Completed
3	Kharan-Washuk	LCC Pakistan Private Limited	18-Sep-23	2,000,000		2,000,000	2,000,000		2,000,000	2,000,000	-	Completed
4	Kohistan	LCC Pakistan Private Limited	18-Sep-23	3,300,000		3,300,000	3,300,000		3,300,000	3,300,000	-	Completed
5	Small Lot Balochistan-1	LCC Pakistan Private Limited	18-Sep-23	2,000,000		2,000,000	2,000,000		2,000,000	2,000,000	-	Completed
6	Chitral	Spine Engineering Private Limited	27-Sep-23	1,516,480		1,516,480	1,516,480		1,516,480	1,516,480	-	Completed
7	Zhob	Spine Engineering Private Limited	27-Sep-23	1,437,500		1,437,500	1,437,500		1,437,500	1,437,500	-	Completed
8	Shangla	Spine Engineering Private Limited	27-Sep-23	964,020		964,020	964,020		964,020	964,020	-	Completed
9	D.I.Khan	Spine Engineering Private Limited	27-Sep-23	1,181,450		1,181,450	1,181,450		1,181,450	1,181,450	-	Completed
10	Sibi	Myson Engineering Systems Pvt Ltd.	28-Sep-23	1,737,000		1,737,000	1,737,000		1,737,000	1,737,000	-	Completed
11	Mashng	Myson Engineering Systems Pvt Ltd.	28-Sep-23	769,550		769,550	769,550		769,550	769,550	-	Completed
12	Kalat	Myson Engineering Systems Pvt Ltd.	28-Sep-23	945,000		945,000	945,000		945,000	945,000	-	Completed
13	Dera Bugti	Myson Engineering Systems Pvt Ltd.	28-Sep-23	1,933,000		1,933,000	1,933,000		1,933,000	1,933,000	-	Completed
14	Chaghi	Komkonsult Pvt Ltd	02-Oct-23	1,108,000		1,108,000	1,108,000		1,108,000	1,108,000	-	Completed
15	Small Lot Punjab-1	Global Connect Synergy Pvt. Ltd.	03-Oct-23	719,933		719,933	719,933		719,933	719,933	-	Completed
16	Khyber	Global Connect Synergy Pvt. Ltd.	03-Oct-23	1,111,806		1,111,806	1,111,806		1,111,806	1,111,806	-	Completed
17	Turbat	LCC Pakistan Private Limited	11-Jan-24	1,640,258		1,640,258	1,640,258		1,640,258	1,640,258	-	Completed
18	Awaran-Lashela	LCC Pakistan Private Limited	11-Mar-24	2,134,000		2,134,000	2,134,000		2,134,000	2,134,000	-	Completed
19	Sibi	LCC Pakistan Private Limited	11-Mar-24	2,120,000		2,120,000	2,120,000		2,120,000	2,120,000	-	Completed
20	Kharan-Washuk	LCC Pakistan Private Limited	11-Mar-24	2,420,000		2,420,000	2,420,000		2,420,000	2,420,000	-	Completed
21	Khuzdar	LCC Pakistan Private Limited	11-Mar-24	1,789,500		1,789,500	1,789,500		1,789,500	1,789,500	-	Completed
22	Kohistan	Komkonsult Pvt Ltd	13-Mar-24	1,672,000		1,672,000	1,672,000		-	-	-	Completed
23	Small Lot B-1	Komkonsult Pvt Ltd	13-Mar-24	1,695,000		1,695,000	1,695,000		-	-	-	Completed
24	Kalat	Komkonsult Pvt Ltd	21-Mar-24	1,092,000		1,092,000	1,092,000		1,092,000	1,092,000	-	Completed
25	Turbat	Myson Engineering Systems Pvt.Ltd.	21-Mar-24	2,600,000		2,600,000	2,600,000		2,600,000	2,600,000	-	Completed
26	Mohmand	Myson Engineering Systems Pvt Ltd.	21-Mar-24	1,300,000		1,300,000	1,300,000		1,300,000	1,300,000	-	Completed
27	Dera Bugti	SC Technologies Global (Pvt) Ltd.	22-Mar-24	1,827,988		1,827,988	1,827,988		-	-	-	Completed
28	Zhob	Spine Engineering Private Limited	25-Mar-24	1,385,302		1,385,302	1,385,302		-	-	-	Completed
29	Shangla	Spine Engineering Private Limited	25-Mar-24	938,900		938,900	938,900		-	-	-	Completed
30	Chitral	Spine Engineering Private Limited	25-Mar-24	1,512,120		1,512,120	1,512,120		-	-	-	Completed
31	Chaghi	Myson Engineering Systems Pvt Ltd.	26-Mar-24	1,100,000		1,100,000	1,100,000		-	-	-	Completed
32	D.I.Khan	Global Connect Synergy Pvt. Ltd.	08-Apr-24	732,112		732,112	732,112		-	-	-	Completed
33	Khyber	Global Connect Synergy Pvt. Ltd.	08-Apr-24	955,417		955,417	955,417		-	-	-	Completed
Sub-total (A)					50,574,836	50,574,836	50,574,836	50,574,836	38,755,997	38,755,997	38,755,997	-

B) NEXT GENERATION-BROADBAND FOR SUSTAINABLE DEVELOPMENT PROGRAM

1	Shikarpur	Joya Pvt Ltd	22-May-23	1,542,000		1,542,000	1,542,000		1,542,000	1,542,000	-	Completed
2	Ghoorki	Global Connect Synergy Pvt. Ltd.	25-May-23	741,370		741,370	741,370		741,370	741,370	-	Completed
3	Jaffarabad	Global Connect Synergy Pvt. Ltd.	25-May-23	830,192		830,192	830,192		830,192	830,192	-	Completed
4	NH&MW M-3	Netkom Technologies Private Limited	27-Sep-23	480,000		480,000	480,000		480,000	480,000	-	Completed
5	Jaffarabad	Netkom Technologies Private Limited	27-Sep-23	876,000		876,000	876,000		876,000	876,000	-	Completed
6	Shikarpur	Netkom Technologies Private Limited	27-Sep-23	997,200		997,200	997,200		997,200	997,200	-	Completed
7	Bahawalpur	Netkom Technologies Private Limited	27-Sep-23	522,800		522,800	522,800		522,800	522,800	-	Completed
8	Tharparker	Netkom Technologies Private Limited	27-Sep-23	1,039,000		1,039,000	1,039,000		1,039,000	1,039,000	-	Completed
9	Dera Ghazi Khan	Netkom Technologies Private Limited	27-Sep-23	2,373,600		2,373,600	2,373,600		2,373,600	2,373,600	-	Completed
10	Bannu	Spine Engineering Private Limited	27-Sep-23	497,360		497,360	497,360		497,360	497,360	-	Completed
Sub-total (B)					50,574,836	50,574,836	50,574,836	50,574,836	38,755,997	38,755,997	38,755,997	-

21.2.1 FEE TO MONITORING AUDITORS FOR PROJECTS

Sr. No.	Project / Lot	Allotted to	Contract date	Total cost as per contract*	Monitoring Audit fee due			Monitoring audit fee disbursed			Balance commitment	Milestones achieved
					As of 30 June, 2023	For the year	As of 30 June, 2024	As of 30 June, 2023	For the year	As of 30 June, 2024		
11	NH&MW Lot-3(NH 50&70)	Spine Engineering Private Limited	27-Sep-23	624,997		624,997	624,997		624,997		624,997	Completed
12	Mastung	Myson Engineering Systems Pvt.Ltd.	28-Sep-23	748,125		748,125	748,125		748,125		748,125	Completed
13	Hyderabad	Myson Engineering Systems Pvt.Ltd.	28-Sep-23	1,275,000		1,275,000	1,275,000		1,275,000		1,275,000	Completed
14	Bolan	Komikonsult Pvt Ltd	02-Oct-23	1,551,000		1,551,000	1,551,000		1,551,000		1,551,000	Completed
15	Ghokti	Komikonsult Pvt Ltd	02-Oct-23	1,588,000		1,588,000	1,588,000		1,588,000		1,588,000	Completed
16	Dadu	Komikonsult Pvt Ltd	02-Oct-23	2,169,000		2,169,000	2,169,000		2,169,000		2,169,000	Completed
17	Gwadar	Komikonsult Pvt Ltd	02-Oct-23	1,065,000		1,065,000	1,065,000		1,065,000		1,065,000	Completed
18	NH&MW Lot-2(NH 25&65)	Komikonsult Pvt Ltd	02-Oct-23	1,095,000		1,095,000	1,095,000		1,095,000		1,095,000	Completed
19	Swabi	Global Connect Synergy Pvt. Ltd.	03-Oct-23	530,798		530,798	530,798		530,798		530,798	Completed
20	Bahawalnagar	Global Connect Synergy Pvt. Ltd.	03-Oct-23	639,921		639,921	639,921		639,921		639,921	Completed
21	Sanghar	Global Connect Synergy Pvt. Ltd.	03-Oct-23	818,220		818,220	818,220		818,220		818,220	Completed
22	Muzaffargarh	Global Connect Synergy Pvt. Ltd.	03-Oct-23	864,716		864,716	864,716		864,716		864,716	Completed
23	NH&MW M-5	Joyt Pvt Ltd	04-Oct-23	495,000		495,000	495,000		495,000		495,000	Completed
24	Multan	Joyt Pvt Ltd	04-Oct-23	580,000		580,000	580,000		580,000		580,000	Completed
25	Rahimyarkhan	Joyt Pvt Ltd	04-Oct-23	695,000		695,000	695,000		695,000		695,000	Completed
26	NH&MW M-4	Joyt Pvt Ltd	04-Oct-23	395,000		395,000	395,000		395,000		395,000	Completed
27	NH&MW Lot-1(NH 10&25)	Joyt Pvt Ltd	04-Oct-23	795,000		795,000	795,000		795,000		795,000	Completed
28	Sahiwal	Joyt Pvt Ltd	11-Jan-24	1,089,000		1,089,000	1,089,000		1,089,000		1,089,000	Completed
29	Sanghar	LCC Pakistan Private Limited	11-Mar-24	1,313,000		1,313,000	1,313,000		1,313,000		1,313,000	Completed
30	Bolan	Komikonsult Pvt Ltd	13-Mar-24	1,470,000		1,470,000	1,470,000		1,470,000		1,470,000	Completed
31	NH&MW M3	Komikonsult Pvt Ltd	13-Mar-24	855,000		855,000	855,000		855,000		855,000	Completed
32	Gwadar	Komikonsult Pvt Ltd	21-Mar-24	1,340,000		1,340,000	1,340,000		1,340,000		1,340,000	Completed
33	Hyderabad	Myson Engineering Systems Pvt.Ltd.	21-Mar-24	1,299,998		1,299,998	1,299,998		1,299,998		1,299,998	Completed
34	Sahiwal	SC Technologies Global (Pvt.) Ltd.	22-Mar-24	2,703,411		2,703,411	2,703,411		2,703,411		2,703,411	Completed
35	Chaghi	SC Technologies Global (Pvt.) Ltd.	22-Mar-24	2,401,065		2,401,065	2,401,065		2,401,065		2,401,065	Completed
36	NH&MW Lot-7 (Hakla-DIKI)	SC Technologies Global (Pvt.) Ltd.	22-Mar-24	1,704,897		1,704,897	1,704,897		1,704,897		1,704,897	Completed
37	Swabi	Spine Engineering Private Limited	25-Mar-24	403,200		403,200	403,200		403,200		403,200	Completed
38	Bannu	Spine Engineering Private Limited	25-Mar-24	474,180		474,180	474,180		474,180		474,180	Completed
39	NH & MW Lot 3	Spine Engineering Private Limited	25-Mar-24	619,999		619,999	619,999		619,999		619,999	Completed
40	Tharparkar	Netkom Technologies Private Limited	26-Mar-24	1,024,000		1,024,000	1,024,000		1,024,000		1,024,000	Completed
41	Bahawalpur	Netkom Technologies Private Limited	26-Mar-24	531,900		531,900	531,900		531,900		531,900	Completed
42	Dadu	Netkom Technologies Private Limited	26-Mar-24	1,684,500		1,684,500	1,684,500		1,684,500		1,684,500	Completed
43	DG Khan	Netkom Technologies Private Limited	26-Mar-24	2,083,000		2,083,000	2,083,000		2,083,000		2,083,000	Completed
44	Muzaffargarh	Netkom Technologies Private Limited	26-Mar-24	796,500		796,500	796,500		796,500		796,500	Completed
45	NH&MW(NH25&NH65)Lot	Netkom Technologies Private Limited	26-Mar-24	1,023,000		1,023,000	1,023,000		1,023,000		1,023,000	Completed
46	Mastung	Myson Engineering Systems Pvt.Ltd.	26-Mar-24	1,800,000		1,800,000	1,800,000		1,800,000		1,800,000	Completed
47	Shikarpur	Myson Engineering Systems Pvt.Ltd.	26-Mar-24	1,357,954		1,357,954	1,357,954		1,357,954		1,357,954	Completed
48	Bahawalnagar	Global Connect Synergy Pvt. Ltd.	08-Apr-24	578,106		578,106	578,106		578,106		578,106	Completed
49	Jaffarabad	Global Connect Synergy Pvt. Ltd.	08-Apr-24	750,279		750,279	750,279		750,279		750,279	Completed
50	Multan	Global Connect Synergy Pvt. Ltd.	08-Apr-24	584,769		584,769	584,769		584,769		584,769	Completed
51	Ghokti	Global Connect Synergy Pvt. Ltd.	08-Apr-24	1,017,683		1,017,683	1,017,683		1,017,683		1,017,683	Completed
				54,734,740		54,734,740	54,734,740		54,734,740		54,734,740	Completed
				44,284,885		44,284,885	44,284,885		44,284,885		44,284,885	Completed

C) OPTICAL FIBER CABLE- OFC

1	BP-Package-5	Global Enterprises	05-Apr-23	2,280,000		2,280,000	2,280,000		2,280,000		2,280,000	Completed
2	BP-Package-2	Komikonsult Pvt Ltd	24-Jan-24	1,153,000		1,153,000	1,153,000		1,153,000		1,153,000	Contract Signed
3	UC-PB-LOT-7	LCC Pakistan Private Limited	24-Jan-24	931,400		931,400	931,400		931,400		931,400	Completed

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21.2.1 FEE TO MONITORING AUDITORS FOR PROJECTS

Sr. No.	Project / Lot	Allotted to	Contract date	Total cost as per contract*	Monitoring Audit fee due			Monitoring audit fee disbursed			Balance commitment	Milestones achieved
					As of 30 June, 2023	For the year	As of 30 June, 2024	As of 30 June, 2023	For the year	As of 30 June, 2024		
Rupees												
4	BP-Package-3	Global Enterprises	25-Jan-24	875,000	-	875,000	875,000	-	875,000	875,000	-	Completed
5	BP-Package-4	Global Enterprises	25-Jan-24	876,000	-	876,000	876,000	-	876,000	876,000	-	Completed
6	BP-Package-5	Global Enterprises	25-Jan-24	980,000	-	980,000	980,000	-	980,000	980,000	-	Completed
7	OFC-KPK	Global Enterprises	25-Jan-24	830,000	-	830,000	830,000	-	830,000	830,000	-	Completed
8	UC-SD-LOT-3	Global Enterprises	25-Jan-24	950,000	-	950,000	950,000	-	950,000	950,000	-	Completed
9	FATA Package-1	Fast Solutions	19-Feb-24	792,000	-	792,000	792,000	-	792,000	792,000	-	Completed
10	UC-SD-LOT-1	Fast Solutions	19-Feb-24	842,500	-	842,500	842,500	-	842,500	842,500	-	Completed
11	UC-SD-LOT-2	Fast Solutions	19-Feb-24	842,600	-	842,600	842,600	-	842,600	842,600	-	Completed
12	UC-PB-LOT-4	Fast Solutions	19-Feb-24	892,500	-	892,500	892,500	-	892,500	892,500	-	Completed
13	UC-PB-LOT-5	Fast Solutions	19-Feb-24	891,800	-	891,800	891,800	-	891,800	891,800	-	Completed
14	UC-SD-LOT-3	Myson Engineering Systems Pvt Ltd.	23-Apr-24	813,855	-	813,855	813,855	-	813,855	813,855	-	Completed
15	UC-PB-LOT-7	Myson Engineering Systems Pvt Ltd.	23-Apr-24	813,853	-	813,853	813,853	-	813,853	813,853	-	Completed
16	UC-PB-LOT-4	Neikom Technologies Private Limited	26-Apr-24	478,800	-	478,800	478,800	-	478,800	478,800	-	Completed
17	FATA Package-1	LCC Pakistan Private Limited	26-Apr-24	742,600	-	742,600	742,600	-	742,600	742,600	-	Completed
18	UC-SD-LOT-2	LCC Pakistan Private Limited	26-Apr-24	793,200	-	793,200	793,200	-	793,200	793,200	-	Completed
19	BP-Package-3	MYCO Engineers	29-Apr-24	629,600	-	629,600	629,600	-	629,600	629,600	-	Completed
20	BP-Package-5	Komkonsult Pvt Ltd	29-Apr-24	810,000	-	810,000	810,000	-	-	-	-	Contract Signed
21	UC-SD-LOT-1	Komkonsult Pvt Ltd	29-Apr-24	707,500	-	707,500	707,500	-	707,500	707,500	-	Completed
22	UC-PB-LOT-5	Joynt Pvt Ltd	30-Apr-24	697,015	-	697,015	697,015	-	697,015	697,015	-	Completed
23	OFC-KPK	Global Enterprises	30-Apr-24	790,000	-	790,000	790,000	-	790,000	790,000	-	Completed
24	BP-Package-2	Global Enterprises	30-Apr-24	799,992	-	799,992	799,992	-	799,992	799,992	-	Completed
Sub-total (C)				21,213,215	2,280,000	18,933,215	21,213,215	-	20,403,215	20,403,215	-	
Total (A+B+C)				126,522,791	2,280,000	124,242,791	126,522,791	-	103,444,097	103,444,097	-	

* This represents updated cost net of deductions due to amendments and descopeing.

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22 LIQUIDATED DAMAGES FOR PROJECTS - WRITTEN OFF

In line with the settlement agreement and the conclusion reached by the Appeal Committee dated September 3, 2025, liquidated damages for delay amounting to Rs. 655,878,803/- previously recognized on various projects of PTCL have been disallowed. Accordingly, the Company has written off liquidated damages receivables amounting to Rs. 655,878,803.

23 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Company has exposure to the following risks from its use of financial instruments:

- Credit risk
- Liquidity risk and
- Market risk

The Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework and developing and monitoring the Company's risk management policies.

The Company's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Board of Directors of the Company oversees how management monitors compliance with the Company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company.

23.1 Interest rate risk

Interest rate risk is the risk that the fair value or future cash flow of a financial instrument will fluctuate due to changes in market interest rates. The Company exposure to interest rate risk is immaterial.

23.2 Credit risk

Credit risk is the risk which arises with the possibility that one party to a financial instrument will fail to discharge its obligation and cause the other party to incur a financial loss. The Company attempts to control credit risk by monitoring credit exposures, limiting transactions with specific counterparties and continually assessing the creditworthiness of counterparties. The Company's credit risk is primarily attributable to advances, deposits, interest accrued, other receivables and balance at bank.

The Company limits its exposure to credit risk by maintaining bank account only with counterparties that have a credit rating of at least A1 and A. Considering the high credit rating, the credit risk in respect of bank balance is considered to be low. The Company's other financial assets are not significant to its operations. The carrying values of financial assets represents the maximum credit exposure at the reporting date are as follows:

	June 2025 Rupees	June 2024 Rupees
Advance against gratuity balance to employees	18,751,007	16,670,413
Other receivables	1,691,109,880	2,346,988,683
Bank balance	2,015,028,869	1,964,302,344
	<u>3,724,889,756</u>	<u>4,327,961,440</u>

The credit quality of financial assets, for which the counter party is a bank, can be assessed by reference to external credit ratings as shown below:

Bank name:	Rating	Rating Agency	June 2025 Rupees	June 2024 Rupees
National Bank of Pakistan:	AAA/A-1+	JCR-VIS/PACRA		
Bank balance			2,015,028,869	1,964,302,344
			<u>2,015,028,869</u>	<u>1,964,302,344</u>

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The management believes that no expected credit loss allowance is required in respect of these financial assets unless explicitly stated in the respective notes.

23.3 Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when due, under both normal and stressed condition, without incurring any unacceptable loss or damage to the Company's reputation.

The maturity profile of the Company's financial liabilities based on the contractual amounts is as follows:

	Carrying amount	Contractual cash flows	Maturity up to 1 year	Maturity over 1 year and up to 5 years
-----Rupees-----				
June 30, 2025				
Project subsidy payable	948,488,080	948,488,080	948,488,080	-
Technical auditor fee payable	899,800	899,800	899,800	-
Payable to suppliers	11,576,578	11,576,578	11,576,578	-
Accrued liabilities	7,084,929	7,084,929	7,084,929	-
Lease liability	183,306,957	236,327,952	50,921,640	185,406,312
	<u>1,151,356,344</u>	<u>1,204,377,339</u>	<u>1,018,971,027</u>	<u>185,406,312</u>
June 30, 2024				
Project subsidy payable	813,952,335	813,952,335	813,952,335	-
Technical auditor fee payable	23,560,931	23,560,931	23,560,931	-
Payable to suppliers	7,906,211	7,906,211	7,906,211	-
Accrued liabilities	5,958,891	5,958,891	5,958,891	-
Lease liability	48,057,812	60,120,000	50,921,640	9,198,360
	<u>899,436,180</u>	<u>911,498,368</u>	<u>902,300,008</u>	<u>9,198,360</u>

It is not expected that the cash flows included in the maturity analysis would occur significantly earlier or at significantly different amounts.

23.4 Market risk

The risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices, due to changes in market sentiments, speculative activities, supply and demand of securities and liquidity in the market. Market risk comprises of three types of risk: currency risk, interest rate risk and other price risk. The Company is not significantly exposed to market risk.

23.4.1 Currency risk

Currency risk is the risk that the value of financial asset or a liability will fluctuate due to a change in foreign exchange rates. It arises mainly where receivables and payables exist due to transactions entered into foreign currencies.

The Company is not exposed to currency risks as it has no transaction in foreign currency.

23.4.2 Interest rate risk

Interest rate risk represents the risk that the fair value or future cash flow of a financial instrument will fluctuate because of changes in market interest rate.

The Company has no significant long-term interest bearing financial asset and liability whose fair value or future cash flows will fluctuate because of changes in market interest rates.

Financial assets include Rs. Nil (June 30, 2024: Rs. Nil) which earn interest.

Fair value sensitivity analysis for fixed rate instruments

The Company does not hold any financial asset at fair value through profit and loss. Therefore a change in interest rate at reporting date would not affect income and expenditure account of the Company.

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23.4.3 Other price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market.

At the year end the Company is not exposed to price risk since there are no financial instruments whose fair value or future cash flows will fluctuate because of changes in market prices.

23.5 Off-setting of financial assets and liabilities

The Company does not off-set any of its financial assets and financial liabilities.

23.6 Determination of fair values

Fair values of financial and non-financial assets and liabilities are determined for measurement and/or disclosure on the basis of accounting policies disclosed in the financial statements. As at the reporting date, carrying value of the Company's financial assets and liabilities are reasonable approximation of their fair value. Accordingly, no fair value information has been disclosed in these financial statements.

23.7 Capital risk management

The Board of Directors monitors the Company's performance against target set on an annual basis. All of the financing required by the Company, for its activities, is provided through Grant from MoIT&T. The outstanding balance of the Grant is normally adequate for a year's operation. MoIT&T remains committed to met the requirements of the Company.

24 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The Company is governed by the Ministry of Information Technology, Government of Pakistan (GoP). Therefore, all departments and agencies controlled by the GoP ("State-controlled entities") are related parties of the Company. Other related parties include directors, members, key management personnel, USF Employees' Gratuity Fund and entities under common directorship. Remuneration to the chief executive, directors and executives is disclosed in note 25 to these financial statements. Balances with related parties are disclosed in note 10, 12, 17 and 20 to the financial statements and significant transactions with related parties are as follows:

	Note	June 2025 Rupees	June 2024 Rupees
State-controlled entities			
- MoIT&T- grant received during the year		<u>11,428,134,000</u>	<u>16,119,650,000</u>
Associate due to common directorship			
Subsidy grant disbursement	20		
- Pakistan Telecommunication Company Limited		3,277,146,697	2,925,208,905
- Pak Telecom Mobile Limited (Ufone)		3,781,123,481	5,046,654,529
- Telenor Pakistan Private Limited-Telenor*		-	-
- CM Pak Private Limited-Zong		-	14,242,548
		<u>7,058,270,178</u>	<u>7,986,105,982</u>

*PTCL signed share purchase agreement with Telenor Pakistan Private Limited dated 14th December, 2023 to acquire 100% stake of Telenor Pakistan Private Limited. The completion of the acquisition is subject to regulatory approvals and customary closing conditions.

	Note	June 2025 Rupees	June 2024 Rupees
USF Employees' Gratuity Fund			
Contributions paid by the Company	17.2	<u>28,668,783</u>	<u>22,528,213</u>

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NOTES TO THE FINANCIAL STATEMENTS


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25 REMUNERATION OF CHIEF EXECUTIVE OFFICER, DIRECTORS AND EXECUTIVES

The aggregate amount charged in the financial statements for remuneration, including all benefits to Chief Executive Officer, Directors and Executives of the Company is as follows:

	June 2025			June 2024		
	Chief Executive Officer	Directors	Executives	Chief Executive Officer	Directors	Executives
	----- (Rupees) -----					
Meeting fee	-	6,800,000	-	-	5,950,000	-
Managerial remuneration	16,500,000	-	163,926,970	3,008,000		106,438,626
Allowances	12,097,333	-	131,085,363	2,090,910		86,835,011
Bonus	-	-	25,040,143	3,459,738		24,863,154
	<u>28,597,333</u>	<u>6,800,000</u>	<u>320,052,476</u>	<u>8,558,648</u>	<u>5,950,000</u>	<u>218,136,791</u>
Number of persons	<u>1</u>	<u>8</u>	<u>57</u>	<u>1</u>	<u>8</u>	<u>34</u>

25.1 This includes monetization allowance, amounting to Rs. 13,106,060 (2024: Rs. 11,407,601) provided in lieu of the Company maintained car to the entitled employees. Further, the chief executive officer is also entitled to gratuity on leaving the Company.

25.2 The Directors of the Company were not paid any remuneration during the period except for the meeting fee. 

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26	NUMBER OF EMPLOYEES	June 2025	June 2024
	Employees at the period end (Number)	94	89
	Average employees during the period (Number)	90	92

27 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue by the Board of Directors of the Company on 27 OCT 2025.

28 GENERAL

28.1 Declaration of Board under section 25(3) of SOE Act, 2023

a) As of now the Company do not have any borrowing. USF is presently funded by the prescribed contribution received from licensees. Funds are maintained in non-lapsable Public Account operated through State Bank of Pakistan. Funds are released for disbursement to the Company on quarterly basis, in line with approved budget after Policy Committee approval which is constituted according to USF Rules, 2006. In addition, a portion of USF funds is kept by the Federal Government.

The Company has signed contracts where related commitments are payable after the related milestone is achieved. Discharge of commitments is expected to be gradual. In line with the next financial year budget approved by the Company's Board and USF Policy Committee, there are reasonable grounds to believe that balance commitments will be paid, as they become due within next financial year, subject to the following:

- Balance available with USF Fund.
- Annual contribution inflow from licensees.
- Return of USF fund kept by the Federal Government.
- Timely release of budgeted funds to the Company by Policy Committee.


b) The financial statements and the notes to them comply with the requirements of International accounting standards.

28.2 Figures in these financial statements have been rounded off to the nearest rupee unless otherwise stated.

28.3 Corresponding figures have been re-arranged and reclassified to reflect more appropriate presentation, however no material reclassification has been made. *yt*



CHIEF EXECUTIVE OFFICER



DIRECTOR