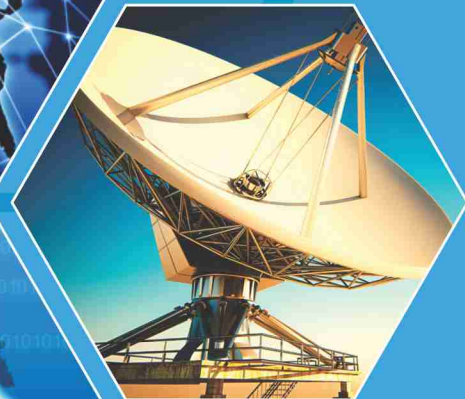




Pak Datacom



**Annual Report
2017**

PAK DATACOM LIMITED

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COMPANY PROFILE

BOARD OF DIRECTORS

- | | |
|---------------------------------|-----------------|
| 1. Mr. Yasir Qadir | Chairman |
| 2. Syed Abrar Hussain | Chief Executive |
| 3. Mr. Amjad Hussain Qureshi | |
| 4. Mr. Jamil Anwar | |
| 5. Ms. Ameena Sohail | |
| 6. Mr. Basit Waheed | |
| 7. Mr. Haaris Mahmood Chaudhary | |

AUDIT COMMITTEE

- | | |
|---------------------------------|----------|
| 1. Mr. Haaris Mahmood Chaudhary | Chairman |
| 2. Mr. Amjad Hussain Qureshi | |
| 3. Mr. Jamil Anwar | |

HUMAN RESOURCE & REMUNERATION COMMITTEE

- | | |
|------------------------------|----------|
| 1. Ms. Ameena Sohail | Chairman |
| 2. Syed Abrar Hussain | |
| 3. Mr. Amjad Hussain Qureshi | |

CHIEF FINANCIAL OFFICER

Mr. Zahid Mehmood

COMPANY SECRETARY

Ms. Farhat Mansoor

REGISTERED OFFICE

1st Floor, TF Complex, 7-Mauve Area, G-9/4, Islamabad

HEAD OFFICE

3rd Floor, Umar Plaza, Blue Area, Islamabad.

Tel: (051) 2344123, 2344125, Fax: (051) 2344111

SHARES DEPARTMENT

Hassan Farooq Associates (Pvt.) Limited, HF House, 7/3-G Mushtaq Ahmed Gormani Road, Gulberg-II, Lahore.

Tel: (042) 35761661-2, Fax: (042) 35755215

AUDITORS

HLB Ijaz Tabussum & Co., Chartered Accountants, 303, Sawan Road, G-10/1, Islamabad

LEGAL ADVISOR

Kundi & Kundi, Advocates & Legal Consultants, 29, Street # 63, Sector F – 10 / 3, Islamabad.

BOARD OF DIRECTORS



Left to Right: Mr. Amjad Hussain Qureshi, Mr. Yasir Qadir, Ms. Aameena Sohail,
Syed Abrar Hussain, Mr. Haaris Mahmood Chaudhary

VISION STATEMENT

Progressive and reliable member of the Economic Global Village

MISSION STATEMENT

To provide enhanced, fast, cost effective and dependable worldwide communication services with optimised return to shareholders of the Company

CORPORATE STRATEGY

To provide reliable high speed data transmission and other communication facilities at competitive rates with constant up-gradation in the service range incorporating the penetrative marketing strategy to broaden the clientele base with optimum of satisfaction, safeguarding the interest of shareholders and utilize Company resources ensuring maximum return

ہماری بصیرت / ویژن

اقتصادی گلوبل ویلج کا ترقی پسند اور قابل اعتماد رکن بننا

ہمارا نصب العین / مشن

اپنے صارفین کو وسیع تر، تیز رفتار، کم لاگت اور دنیا بھر کی قابل اعتماد مواصلاتی خدمات فراہم کرنا اور کمپنی کے حصص مالکان کو ان کی سرمایہ کاری کا بہتر نفع البدل ادا کرنا

ہماری تجارتی / کارپوریٹ حکمت عملی

اپنے صارفین کو مسابقتی شرح پر ڈیٹا کی انتہائی قابل اعتماد تیز رفتار منتقلی کی سروس اور دیگر مواصلاتی خدمات فراہم کرنا۔ اپنی خدمات کو مسلسل بہتر اور جدید بنانا اور ایک ایسی مارکیٹنگ حکمت عملی تشکیل دینا جس سے نہ صرف اپنے صارفین کی تعداد میں اضافہ ہو بلکہ حصص مالکان کے مفادات کا بھی تحفظ ہو۔ کمپنی زیادہ سے زیادہ فوائد حاصل کرنے کے لیے اپنے وسائل کو بروئے کار لائے گی۔

PDL PRODUCTS

VSAT



VSAT (Very Small Aperture Terminal) is a sophisticated communications technology that allows for the use of small fixed satellite antennas to provide highly reliable communication between a central hub and almost any number of geographically dispersed sites.

With a satellite network, there are no physical limitations in terms of geography or distance to make deployment difficult.

VSAT is also taking on an expanding role in a variety of interactive, on-line data, voice and multimedia applications and is known to have a very high reliability and network availability rate with seamless Upgrade methods.

Salient Features

- Most reliable satellite based 2-way VSAT system
- Network monitoring and management via Network Management System.
- Installation and commissioning of VSAT sites in fastest possible time
- Post-commissioning Services
- 24 x 7 x 365 customer service & support
- Expert engineering team with years of experience in designing similar networks

PDL offers satellite capacity in the C-band and Ku-band that covers both regional and international markets.

PDL PRODUCTS



The iDirect Platform is a C, Ku and Ka-Band, satellite based, end-to-end IP VSAT service running on the world renowned iDirect Technologies platform.

It is engineered to deliver quality broadband connectivity wherever and whenever it's needed. It changes the nature of what satellite communications is capable of achieving, transforming satellite's 'reach' into a mainstream solution able to extend high-speed, secure connectivity to any geography, environment or communications application within the enterprise.

PDL supports multiple customers from various sectors, including Banking, United Nations' Organizations, Telecom Providers, Government Departments, Private Sector and Oil & Gas Companies

PDL has a highly scalable and flexible 5 IF iDirect Hub in Islamabad, Quetta and Karachi designed to support complete enterprise network.

Salient Features

- Over twenty three years of experience deploying similar networks
- Operational flexibility for affordable, reliable and efficient solutions
- Nationwide footprint for providing fast services
- Support all IP centric applications
- Supports real time traffic management
- Up to 18 Mbps downstream (Hub to Remote)
- Up to 4.2 Mbps Upstream (Remote to Hub)

PDL PRODUCTS

DXX



Digital Cross Connect (DXX) offers high speed data connectivity of desired speed to meet demands of corporate and banking sector. Government sector departments and Private Sector banks and companies like PIFRA, NHA, NBP and British Telecom are also using PDL DXX services. DXX supports online banking through dedicated Leased Line unlike in DSL where there is a shared medium. Network coverage is available in all major cities and towns.

DXX also interconnects fiber optic equipment and T1/E1, etc. and even provide compatibility between SDH, PDH and SONET. More T1s can be connected with single SDH for maximum medium utilization through multiple DXXs. Higher costs can be avoided through DXX by using DSX cross connect path panels.

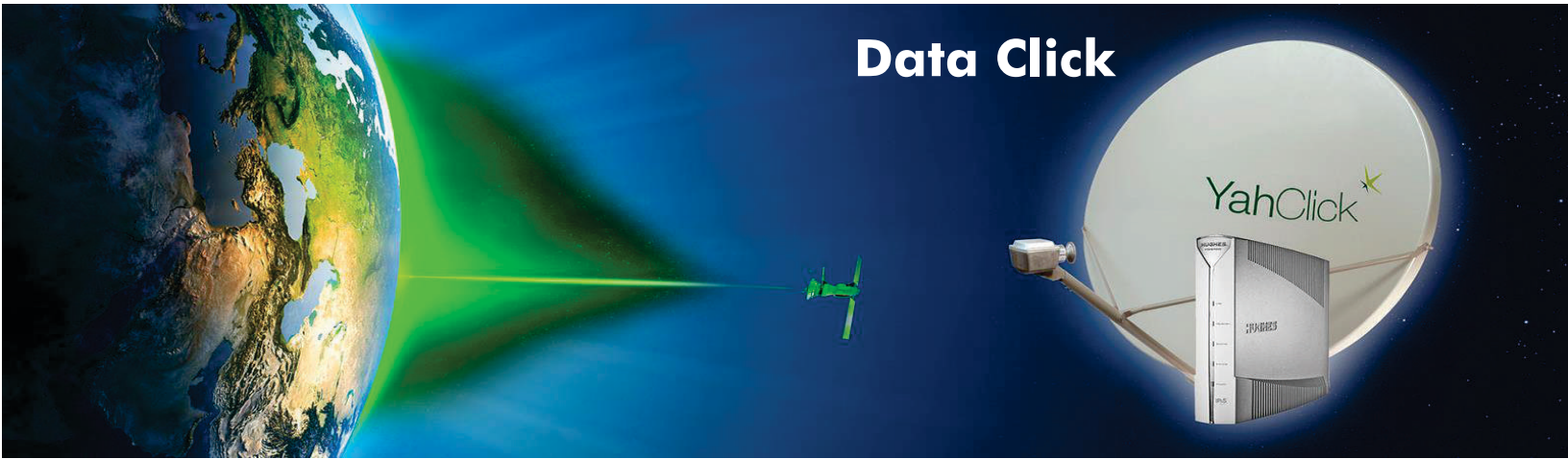
PDL has a highly scalable and flexible NMS connected with Digital Transit Exchanges in all major cities.

Salient Features

- Traffic Switching
- Secure Connectivity
- Interoperability between network devices and network speeds.
- Higher levels of flexibility
- Synchronization between Higher & lower Speed.
- 24 x 7 x 365 customer service & support
- Expert engineering team with years of experience in designing similar networks

PDL PRODUCTS

Data Click



It is a breakthrough satellite broadband service for users in the Pakistan. We offer our customers anywhere in the coverage area uninterrupted high-speed internet and VPN. With its state-of-the-art Ka-band multi spot-beam technology, Y1B (YAHSAT) delivers a truly cost-effective broadband service.

Applications:

- Internet via Satellite
- Distance Learning
- Telemedicine
- Internet Cafés
- Voice over IP
- IP-based Corporate Applications
- Satellite News Gathering

PDL brings cost effective, high bandwidth broadband to Pakistan A variety of service options for host of different applications.

Salient Features

- Small Antenna
- (Dish Size 74cm, 98cm & 120 cm)
- Six New Packages from 2Mbps to 7Mbps
- Flexible Service offering

Sectors

- Oil & Gas
- Defense
- Enterprise
- Education
- Health Care
- NGO
- Construction

PDL PRODUCTS

Wireless

PDL provides state of the art Spread Spectrum Radio communication technology for its respected clients. Spread Spectrum is a fast, reliable and High Data Rate communication technology for short distance communication (20-35 Km).

It can also be used as a last mile option where fiber is not available due to remote conditions.

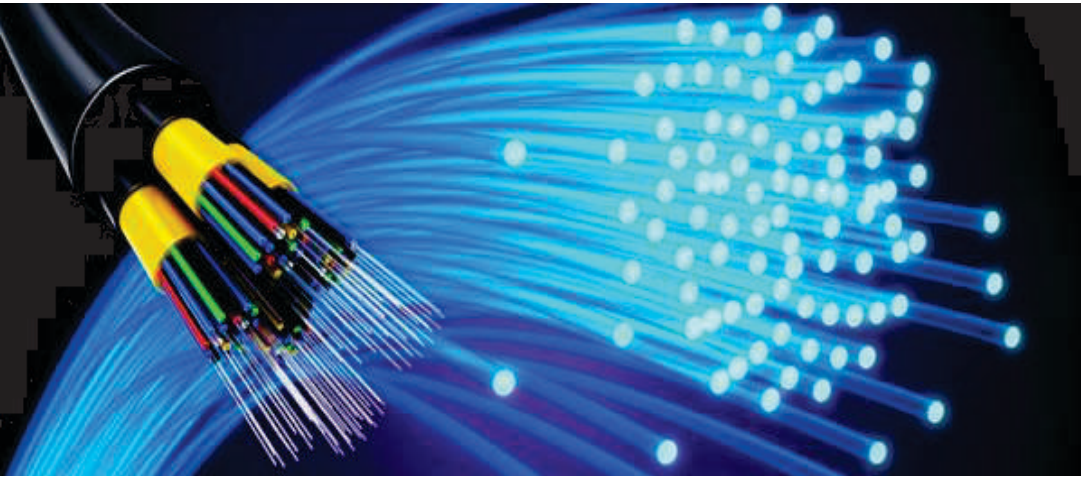
PDL offers point to point and point to multipoint Digital Radio System (DRS).

PDL has wide experience of Design and implementing radio and microwave wireless network for Corporate Networks.

Salient Features

- Up to 20 – 35 Km
- Operates in point-to-point and point-to-multipoint networks
- Repeater capability for flexible network extension and coverage of difficult terrain
- Optional Omni directional or directional antennas
- 24/7 customer support
- Spares Available in case of any malfunction of the equipment.

PDL PRODUCTS



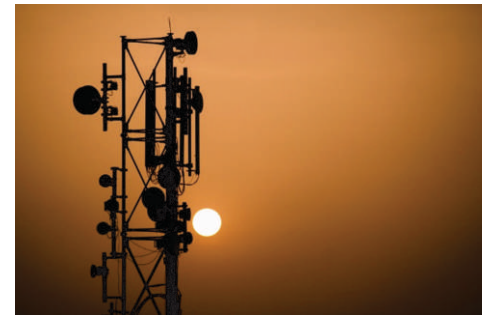
Telecom Infrastructure

In compliance to the award of all Pakistan Telecom Infrastructure License, PDL has successfully completed the OFC / OSP laying projects of telecom service providers.

- Planning, procurement and implementation of Satellite Based Communication System for NLC.
- Successful completion of OFC laying project of NTC in Lahore city.
- Strong contender for OFC project (720 km of OFC laying in KPK) of USFCo Pakistan.
- Efficient O&M of countrywide leased OFC links of PDL.

Salient Features

- Cost Effective Infrastructure
- BTS (Build to Suit)
- Buy and Lease Solution
- Technical Assistance



PDL has a Telecommunication Infrastructure License and 20 year experience of countrywide development.

Support Services

PDL has 13 offices in the country, 11 round the clock maintenance centers, more than seventy-five engineers and more than sixty other technical staff members.

Online Complaint Management System

www.cms.pakdatacom.com.pk



Pak Datacom

Enterprise Applications System

Sign In

Progressive and reliable member of the Economic Global Village.

Sign In

User ID

Password

☐ Remember Me

Sign In

[Forgot Password](#)

All rights reserved 2013.

Support Service Email

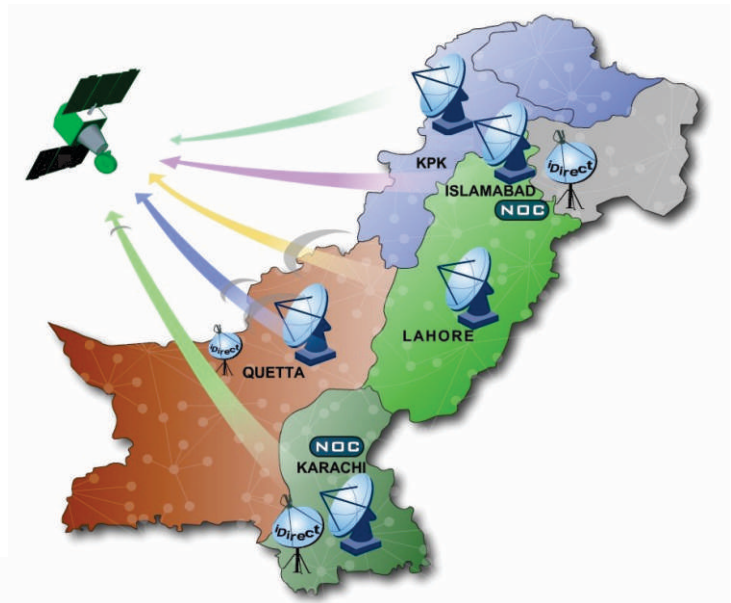
- nmsisb@pakdatacom.com.pk
- nmskhi@pakdatacom.com.pk
- nmslhr@pakdatacom.com.pk
- info@pakdatacom.com.pk

Phone Service

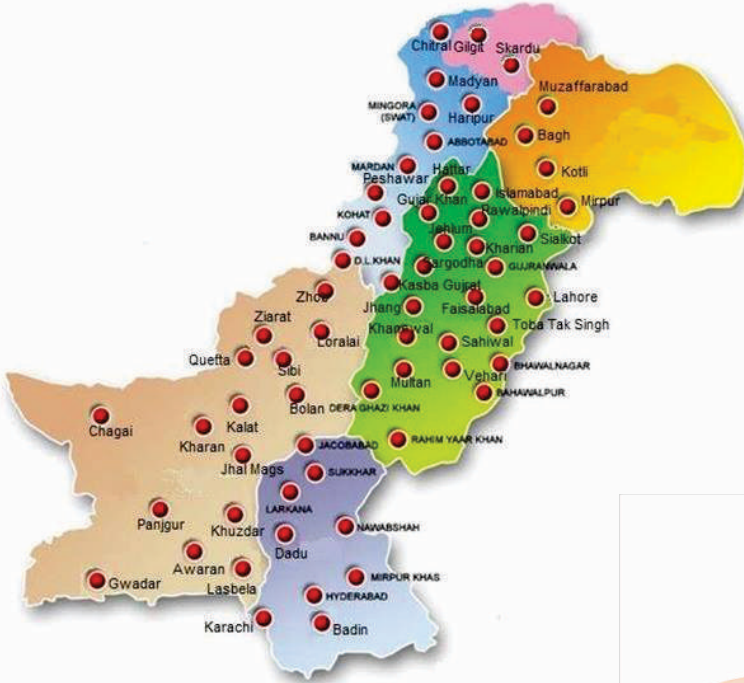
- 111-PDL-PDL (111-735-735)

PDL COVERAGE

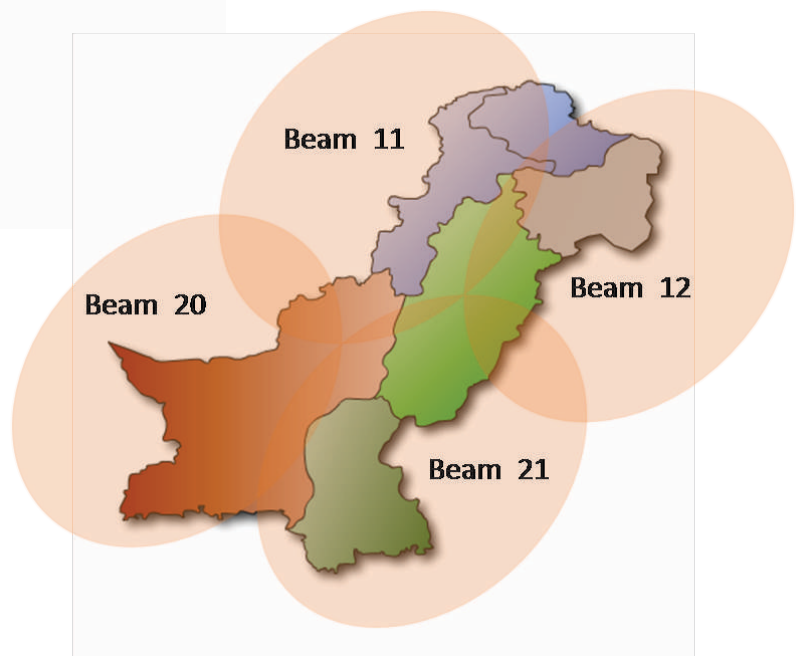
iDirect & VSAT Coverage



DXX Coverage



Data Click Coverage



NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 25th Annual General Meeting of Pak Datacom Limited will be held on Tuesday, October 24, 2017 at 11:00 a.m. at the Registered Office of the Company situated at Telecom Foundation Headquarters, TF Complex, 7-Mauve Area, G-9/4, Islamabad to transact the following business:

ORDINARY BUSINESS

1. To confirm the minutes of Extra Ordinary General Meeting held on June 09, 2017.
2. To receive, consider and adopt the audited accounts of the Company for the year ended June 30, 2017 together with the Directors' and Auditors' Reports thereon.
3. To approve, as recommended by the Board of Directors, the payment of final cash dividend to the shareholders @ 25% i.e. Rs. 2.50 per share for the year ended June 30, 2017. It is in addition to interim cash dividend of Rs. 1.00 per share i.e., 10% already paid to the shareholders, thus making a total cash dividend of Rs. 3.50 per share i.e. 35% for the year ended June 30, 2017.
4. To appoint auditors for the year ending June 30, 2018 and fix their remuneration. The retiring auditors M/S HLB Ijaz Tabussum & Co., Chartered Accountants have offered themselves for re-appointment. In view of good Corporate Governance practices, the Board of Directors based on recommendation of the Audit Committee has recommended the name of M/S KPMG Taseer Hadi & Co., Chartered Accountants to be appointed as auditors of the Company for the financial year ending June 30, 2018.
5. To elect seven Directors in accordance with the provisions of section 159 of the Companies Act, 2017 for a period of three years. The present Directors, namely Mr. Yasir Qadir, Syed Abrar Hussain, Mr. Amjad Hussain Qureshi, Mr. Jamil Anwar, Ms. Aameena Sohail, Mr. Haaris Mahmood Chaudhary and Mr. Basit Waheed will retire on October 22, 2017.
6. To transact such other business as may be placed before the meeting with the permission of the Chair.

On behalf of the Board

Islamabad

October 03, 2017

Farhat Mansoor

Company Secretary

NOTES:

1. Closure of Share Transfer Books

The Share Transfer Books of the Company will remain closed from October 17, 2017 to October 24, 2017 (both days inclusive). Transfers received in order at the Shares Registrar Office of the Company by the close of business on October 16, 2017 will be treated in time for the purpose of payment of the final cash dividend, if approved by the shareholders, and to attend the annual general meeting.

2. Participation in the Annual General Meeting

A member entitled to attend and vote at the above meeting is entitled to appoint another member as proxy. Proxies in order to be effective must be received at the Head Office of the Company not less than 48 hours before the meeting and must be duly stamped, signed and witnessed. A form of proxies has been uploaded on Company's Website www.pakdatacom.com.pk/financial.php.

3. Change in Particulars

Shareholders are requested to promptly notify in writing to the Share Registrar of the Company of any change in their mailing addresses.

4. Election of Directors:

The number of Directors to be elected at the Annual General Meeting has been fixed by the Board of Directors, same as previous, at seven (7) at its meeting held on August 18, 2017.

Any person (including a retiring Director) who seeks to contest election for directorship of the Company shall, not later than 14 days before the date of the above said Annual General Meeting, file with the Company at its registered office:

- i) Notice of his/her intention to offer himself/herself for election, along with duly completed and signed Form 28 giving his/her consent to act as Director of the Company if elected, and certify that he/she is not ineligible to become a Director under the provisions of the Companies Act, 2017 and that he/she holds the qualification shares.
- ii) Detailed profile alongwith office address.
- iii) Attested copy of valid CNIC and NTN.

Procedure for Election of Directors:

According to the Company's Articles of Association and the Companies Act, 2017, the following procedure is to be followed for nomination and election of Directors:

- i) The election of Directors will be for a term of three years, commencing from October 24, 2017.
- ii) The Directors shall be elected from persons who offer themselves for election and are not ineligible under Section 153 of the Companies Act, 2017.
- iii) The Company will at least seven (7) days prior to the general meeting, circulate the names of the candidates offering themselves for elections.
- iv) A person may withdraw his candidature any time before election is held.
- v) If the number of candidates equals the number of vacancies, no voting will take place and all the candidates will be deemed to have been elected.
- vi) In case of voting, a Member shall have votes equal to the number of shares held by him multiplied by the number of directors to be elected.
- vii) A Member may cast vote/s in favour of a single candidate or for as many of the candidates and in such proportion as the Member may choose.
- viii) The person receiving the highest number of votes will be declared elected, followed by the next highest, and so on, till all the vacancies are filled.

5. Submission of Computerized National Identity Card (CNIC) for Payment of Final Cash Dividend 2016-17

In accordance with the notification of the Securities and Exchange Commission of Pakistan, SRO 779 (I) 2011 dated August 18, 2011 and SRO 831/(1) 2012 dated July 05, 2012, dividend warrants should bear CNIC number of the registered member or the authorized person except in case of minors(s) and corporate members. Accordingly, the members who have not yet submitted a copy of their valid CNIC / NTN (in case of corporate entities) are requested to submit the same to the Company with the member's folio number mentioned thereon for updating record, failing which future dividend warrant(s) will be withheld in compliance of the aforesaid direction of the SECP at the Company's Share Registrar Office:

Hassan Farooq Associates (Private) Limited,
Share Registrar: Pak Datacom Limited, 7/3 - G, Mushtaq Ahmed Gormani Road,
Gulberg – II, Lahore. Pakistan. Ph: 042-35761661-62

6. Dividend Bank Mandate

Pursuant to Section 242 of the Companies Act, 2017 cash dividend shall be paid only by electronic transfer into the bank account of the shareholder designated for the purpose. Accordingly the following information must be provided:

Folio Number	
Name of Shareholder	
Title of Bank Account	
International Bank Account Number (IBAN)	
Name of Bank	
Name of Bank Branch and Address	
Bank Account Number	
Landline number of Shareholder (if any)	
Cell number of Shareholder	
CNIC/ NTN Number (Attach copy)	
Signature of Member	

Note: Signature must match specimen signature registered with the Company. Members who hold shares in CDC accounts should provide their bank mandates to their respective participants.

7. Zakat Deduction from Dividend

Members who desire to stop deduction of Zakat from their dividends may submit a declaration on non-judicial stamp paper duly signed as required under the law.

8. Income Tax Return Filing Confirmation – Revised Tax Rates Applicability Pursuant of Finance Act 2017

Pursuant to the provisions of Finance Act, 2017, effective July 01, 2017, reforms have been made with regards to deduction of income tax. For cash dividend, the rates of deduction of income tax, under section 150 of the Income Tax Ordinance, 2001 have been revised as follows:

- Rate of tax deduction for filer of income tax returns 15%
- Rate of tax deduction for non-filer of income tax returns 20%

The CNIC number / NTN detail is now mandatory and is required for checking the tax status as per the Active Taxpayers List (ATL) issued by the Federal Board of Revenue (FBR) from time to time. A 'filer' is a taxpayer whose name appears in the ATL issued by FBR, whereas 'non-filer' is a person other than a 'filer'. FBR has loaded an ATL on its web-site, which can be accessed at <http://fbr.gov.pk>

The Company will check each shareholder's status on the latest ATL at the first day of Book Closure. If the shareholder's name does not appear on the ATL, increased rate of withholding tax at the rate 20% would be applied. In case of 'filer', withholding tax of 15% will be applicable.

In case of joint account, each holder is to be treated individually as either a filer or non-filer and tax will be deducted on the basis of shareholding of each joint holder as may be notified by the shareholder, in writing to the Company by sending following detail to the Company's Share Registrar address mentioned at serial # 5. The members who have deposited their shares into Central Depository Company of Pakistan Limited (CDC) are requested to send a copy of detail regarding tax payment status also to the relevant member stock exchange or to CDC if maintaining CDC investor account. If no notification is received within 10 days of this notice, each joint account holder shall be assumed to have an equal number of shares.

Name (Company/ Individual)	Folio #/ CDS ID #/ AC #	Total Shares	Principal Share Holder	Joint Share Holder		
			Name & CDC #	Shareholding Proportion (No. of Shares)	Name & CDC #	Shareholding Proportion (No. of Shares)

A valid tax exemption certificate is necessary for exemption from the deduction of withholding tax under section 150 of the Income tax Ordinance, 2001. Members who qualify under Clause 47B of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 and wish to seek an exemption must provide a copy of their valid tax exemption certificate to the Shares Registrar prior to the date of book closure otherwise will be deducted according to applicable law.

9. Additional Requirements for CDC Account Holders

CDC account holders will have to follow further under mentioned guidelines as laid down by the Securities & Exchange Commission of Pakistan:

a) For attending the meeting;

- i. In case of individuals, the account holder or sub-account holder and/ or the person whose securities are in group account and their registration details are uploaded as per the regulations, shall authenticate his/her identity by showing his original Computerized National Identity Card (CNIC) or original Passport at the time of attending the meeting. The shareholders registered on CDC are also required to bring their participant's I.D. Number and account numbers in CDS.
- ii. In case of corporate entity, the Board of Directors' resolution/power of attorney with specimen signature of the nominee shall be produced (unless it has been provided earlier) at the time of the meeting.

b) For appointing proxies;

- i. In case of individuals, the account holder or sub-account holder and/ or the person whose securities are in group account and their registration details are uploaded as per the regulations, shall submit the proxy form as per the above requirements. The proxy form shall be witnessed by two persons whose names, addresses and CNIC numbers shall be mentioned on the form. Copies of CNIC or the passport of the beneficial owners and the proxy shall be furnished with the proxy form. The proxies shall produce their original CNIC or original passport at the time of the meeting.
- ii. In case of corporate entity, the Board of Directors' resolution/power of attorney with specimen signature of the person nominated to represent and vote on behalf of the corporate entity, shall be submitted (unless it has not been provided earlier) along with proxy form to company.

10. Circulation of Annual Audited Financials to Shareholders through e-mail

Pursuant to SRO 787(1) 2014 dated September 8, 2014 issued by Securities and Exchange Commission of Pakistan (SECP) allowing companies to circulate annual balance sheet, profit and loss account, auditor's report and directors' report etc (Audited Financial Statements) along with notice of Annual General Meeting to its members through e-mail. If interested, members are requested to provide their email addresses on Company's Share Registrar address mentioned at serial # 5. CDC account holders are requested to provide their email addresses to the relevant member stock exchange or to CDC if maintaining CDC investor account.

11. Availability of Audited Financials

Further, audited accounts of the Company for the year ended June 30, 2017 will be placed on the Company's website www.pakdatacom.com.pk/financial.php at least 21 days before the date of Annual General Meeting.

12. Video-Link Facility

The Company may provide video-link facility to its members for attending general meeting at places other than the town in which general meeting is taking place after considering the geographical dispersal of its members:

If the members holding ten percent of the total paid up capital or such other percentage of the paid up capital as may be specified, are resident in any other city, the company shall provide the facility of video-link to such members for attending annual general meeting of the company, if so required by such members in writing to the company at least seven days before the date of the meeting.

13. Unclaimed shares and dividend to vest with the Federal Government

Pursuant to the provisions of Section 244 of Companies Act, 2017, it is hereby informed to all shareholders that send your requests for collection of share certificates of the company that have been issued and not collected by the shareholders and where dividends have been declared by the company which remain unclaimed or unpaid for a period of three years from the date it is due and payable.

As per requirements of the law, if no claim is made before the company by the shareholders, the company shall after Ninety Days from the date of publication of notice, in case of sum of money, deposit any unclaimed or unpaid amount to the credit of the Federal Government.

سالانہ اجلاس عام کانوٹس

تمام متعلقہ افراد کو مطلع کیا جاتا ہے کہ پاک ڈیٹا کام لمیٹڈ کا 25 واں سالانہ اجلاس عام بروز منگل 24 اکتوبر 2017ء کو دن 11 بجے کمپنی کے رجسٹرڈ دفتر واقع ٹیلی کام فاؤنڈیشن ہیڈ کوارٹرز، ٹی ایف کمپلیکس، 7- ماڈیریا، جی نائن فور، اسلام آباد میں مندرجہ ذیل اُمور کی انجام دہی کے لیے منعقد ہوگا:

عمومی اُمور

- 1- اجلاس میں 09 جون 2017ء کو منعقد کیے گئے غیر معمولی اجلاس عام کے فیصلوں کی منظوری دی جائے گی۔
- 2- 30 جون 2017ء کو ختم ہونے والے سال کے آڈٹ شدہ کھاتوں اور ڈائریکٹرز اینڈ آڈیٹرز رپورٹ کی وصولی، غور اور عملدرآمد طے پائے گا۔
- 3- بورڈ آف ڈائریکٹرز کی سفارش کے مطابق حصص مالکان کو 30 جون 2017ء کو ختم ہونے والے سال کے حتمی نقد منافع کی ادائیگی 25 فیصد یعنی 2.50 روپے فی شیئر کے حساب سے کی جائے گی۔ یہ منافع اس عبوری نقد منافع کے علاوہ ہے جو کہ 10 فیصد یعنی 1.00 روپے فی شیئر کے حساب سے پہلے ہی حصص مالکان میں تقسیم کیا جا چکا ہے۔ اس طرح کل منافع 30 جون 2017ء کو ختم ہونے والے سال میں 35 فیصد یعنی 3.50 روپے فی شیئر بنتا ہے۔
- 4- 30 جون 2018ء کو ختم ہونے والے سال کے لئے آڈیٹرز کا تقرر اور ان کے معاوضے کا تعین کیا جائے گا۔ مستعفی ہونے والے آڈیٹرز میسرز ایچ ایل بی اعجاز تبسم اینڈ کو چارٹرڈ اکاؤنٹنٹس نے اپنی خدمات دوبارہ تقرر کے لئے پیش کی ہیں۔ بہترین کارپوریٹس گورننس کو مد نظر رکھتے ہوئے بورڈ آف ڈائریکٹرز نے آڈٹ کمیٹی کی سفارش پر کے پی ایم جی تاثیر ہادی اینڈ کو چارٹرڈ اکاؤنٹنٹس کو مالی سال 30 جون 2018ء کیلئے کمپنی آڈیٹرز مقرر کرنے کی سفارش کی ہے۔
- 5- کمپنیز ایکٹ 2017ء کے سیکشن 159 کی شرائط کے تحت 7 ڈائریکٹرز کا 3 برس کے لیے انتخاب کیا جائے گا۔ موجودہ ڈائریکٹرز جناب یاسر قادر، سید ابرار حسین، جناب امجد حسین قریشی، جناب جمیل انور، محترمہ امینہ سہیل، جناب حارث محمود چودھری اور جناب باسط وحید 22 اکتوبر 2017ء کو اپنے عہدے سے سبکدوش ہو رہے ہیں۔
- 6- چیئرمین کی اجازت سے دیگر اُمور بھی اجلاس میں زیر غور لائے جاسکتے ہیں۔

منجانب بورڈ

فرحت منصور

کمپنی سیکرٹری

اسلام آباد

03 اکتوبر 2017ء

نوٹس:

- 1- شیئر ہولڈرز انسفر بکس کی بندش
کمپنی کی شیئر ہولڈرز انسفر بکس 17 اکتوبر 2017ء تا 24 اکتوبر 2017ء بند رہیں گی (بشمول دونوں ایام)۔ 16 اکتوبر 2017ء تک کاروبار بند ہونے سے پہلے کمپنی کے شیئرز رجسٹر آفس کو موصول ہونے والی ٹرانسفرز کے تحت حصص مالکان سے منظوری کی صورت میں حتمی نقد منافع کی ادائیگی بروقت کی جائے گی اور وہ سالانہ اجلاس عام میں شرکت کر سکتے ہیں۔

2- سالانہ اجلاس عام میں شرکت

جس ممبر کو مذکورہ بالا اجلاس میں شرکت اور ووٹ ڈالنے کا اختیار ہے، وہ اپنی جگہ کسی اور ممبر کو بھی پراکسی مقرر کر سکتا ہے۔ پراکسی کو موثر بنانے کے لیے اُسے اجلاس

سے 48 گھنٹے پہلے کمپنی کے ہیڈ آفس میں موصول ہو جانا چاہیے اور اس پر متعلقہ مہریں، دستخط اور گواہی موجود ہونی چاہیے۔ پراکسی کا ایک فارم کمپنی کی ویب سائٹ پر اپ لوڈ کر دیا گیا ہے۔ www.pakdatacom.com.pk/financial.php

3- متعلقہ معلومات میں تبدیلی

حصص مالکان سے درخواست کی جاتی ہے کہ اگر ان کے ڈاک پتے میں کوئی تبدیلی ہوگئی ہو، تو وہ فوری طور پر کمپنی کے شیئر رجسٹرار کو تحریری طور پر مطلع کریں۔

4- ڈائریکٹرز کا انتخاب

بورڈ آف ڈائریکٹرز نے 18 اگست 2017ء کو منعقدہ اجلاس میں سالانہ اجلاس عام میں منتخب ہونے والے ڈائریکٹرز کی تعداد کا تعین کر دیا ہے۔ یہ تعداد ماضی کی طرح سات (7) ہے۔ کوئی بھی شخص (سبکدوش ہونے والے ڈائریکٹرز سمیت) اگر کمپنی کی ڈائریکٹر شپ کے انتخاب میں حصہ لینا چاہتا ہے تو اسے چاہیے کہ وہ مذکورہ سالانہ اجلاس عام سے کم از کم چودہ (14) دن پہلے کمپنی کے رجسٹر آفس میں اپنی درخواست درج ذیل تقاضے پورے کر کے جمع کروادے۔

i- انتخاب کے لیے متعلقہ شخص/خاتون کے نوٹس کے ساتھ مکمل اور دستخط شدہ فارم 28 لف ہونا چاہیے جس کے ذریعے متعلقہ فرد یہ اقرار کرے گا/کرے گی کہ منتخب ہونے کی صورت میں وہ ڈائریکٹر کے طور پر ذمہ داریاں ادا کرنے کے لیے تیار ہے اور اس بات کی تصدیق کرے گا کہ وہ فرد کمپنیز ایکٹ 2017ء کی شقوں کے تحت ڈائریکٹر بننے کے لیے نااہل نہیں ہے اور اس کے پاس اہلیت کے لیے مطلوبہ شیئرز موجود ہیں۔

ii- دفتر کے پتے کے ساتھ مکمل کوائف فراہم کرے گا۔

iii- کمپیوٹرائزڈ شناختی کارڈ کی تصدیق شدہ نقل اور نیشنل ٹیکس نمبر فراہم کرے گا۔

ڈائریکٹرز کے انتخاب کے لیے طریقہ کار:

کمپنی کے آرٹیکلز آف ایسوسی ایشن اور کمپنیز ایکٹ 2017ء کے تحت ڈائریکٹرز کی نامزدگی اور انتخاب کے لیے درج ذیل طریقہ کار پر عملدرآمد کیا جائے گا:

i- ڈائریکٹرز کو 3 سال کی مدت کے لیے منتخب کیا جائے گا۔ یہ مدت 24 اکتوبر 2017ء سے شروع ہوگی۔

ii- ڈائریکٹرز کا انتخاب ان لوگوں میں سے کیا جائے گا جو اپنی مرضی سے الیکشن میں شامل ہوں گے اور کمپنیز ایکٹ 2017ء کے سیکشن 153 کے تحت نااہل نہیں ہوں گے۔

iii- کمپنی اجلاس عام سے کم از کم سات (7) دن پہلے الیکشن کے لیے درخواست دینے والے امیدواروں کے ناموں کا اعلان کرے گی۔

iv- کوئی بھی امیدوار الیکشن سے پہلے کسی بھی وقت دستبردار ہو سکتا ہے۔

v- اگر امیدواروں کی تعداد خالی نشستوں کے برابر ہوگی تو ووٹنگ نہیں ہوگی اور تمام امیدواروں کو منتخب سمجھا جائے گا۔

vi- ووٹنگ کی صورت میں کسی بھی ممبر کے ووٹوں کی کل تعداد اس کے شیئرز اور منتخب ہونے والے ڈائریکٹرز کی کل تعداد کے حاصل ضرب کے برابر ہوگی۔

vii- کوئی بھی ممبر کسی ایک امیدوار کو بھی ووٹ دے سکتا ہے اور ایک سے زیادہ ممبرز کو بھی، موخر الذکر کی صورت میں یہ ووٹ اس کے بچے گئے امیدواروں میں اس کی مرضی کے تناسب سے تقسیم ہوں گے۔

viii- جس امیدوار کو سب سے زیادہ ووٹ ملیں گے، اسے منتخب قرار دیا جائے گا، اس کے بعد دوسرے نمبر پر آنے والے فرد کو منتخب کیا جائے گا اور یہ سلسلہ ڈائریکٹرز کی نشستوں کے پُر ہونے تک جاری رہے گا۔

5- 2016-17 کے حتمی منافع کی ادائیگی کے لیے کمپیوٹرائزڈ قومی شناختی کارڈ جمع کرانا

سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے نوٹیفکیشن ایس آر او 779 (1) 2011 جاری کردہ 18 اگست 2011 اور ایس آر او 831 (1) 2012 جاری کردہ 5 جولائی 2012 کے مطابق منافع کے وارنٹس پر رجسٹرڈ ممبر یا کسی اور مجاز شخص کا شناختی کارڈ نمبر ہونا لازمی ہے ماسوائے کم عمر افراد یا کارپوریٹ ممبرز کے۔ اسی طرح وہ

ممبر جنہوں نے ابھی تک اپنے موثر شناختی کارڈ/نیشنل ٹیکس نمبر (کارپوریٹ اکائی کی صورت میں) جمع نہیں کرائے ہیں، ان سے درخواست کی جاتی ہے کہ وہ ممبر کے متذکرہ فولیو نمبر کے ساتھ انہیں بھی جمع کرا دیں تاکہ ریکارڈ آپ ڈیٹ او مکمل ہو جائے۔ ایسا کرنے میں ناکامی کی صورت میں ایس ای سی پی کی مذکورہ بالا ہدایات کی روشنی میں منافع کے وائنس کمپنی کے شیئر رجسٹر آفس میں روک لیے جائیں گے:

حسن فاروق ایسوسی ایٹس (پرائیویٹ) لمیٹڈ
شیئر رجسٹرار: پاک ڈیٹا کام لمیٹڈ، 7/3-جی، مشتاق احمد گورمانی روڈ،
گلبرگ 11، لاہور۔ پاکستان۔ فون: 042-35761661-62

6۔ منافع (ڈیویڈنڈ) کی بذریعہ بینک ادائیگی

کمپنی ایکٹ 2017 کی سیکشن 242 کے مطابق نقد منافع حصص مالکان کے نامزد کردہ بینک اکاؤنٹ میں الیکٹرونک ٹرانسفر کے ذریعے ادا کیا جائے گا۔ اس سلسلے میں حصص مالکان کو مندرجہ ذیل تفصیلات فراہم کرنا ہوں گی:-

فولیو نمبر	
حصص مالکان کا نام	
بینک اکاؤنٹ کا نمٹل	
انٹرنیشنل بینک اکاؤنٹ نمبر (IBAN)	
بینک کا نام	
برانچ کا نام اور پتہ	
بینک اکاؤنٹ نمبر	
حصص مالکان کا لینڈ لائن نمبر (اگر ہو)	
حصص مالکان کا موبائل نمبر	
قومی شناختی کارڈ/NTN نمبر (نقل منسلک کریں)	
ممبر کے دستخط	

نوٹ: دستخط، کمپنی میں دیئے گئے دستخط کے نمونے کے مطابق ہونے چاہیے۔

CDC اکاؤنٹ رکھنے والے ممبران کو اپنے متعلقہ شرکاء کے لیے بینک مینڈیٹ فراہم کرنا چاہیے۔

7۔ منافع سے زکوٰۃ کی کٹوتی

جو ممبر چاہتے ہیں کہ ان کے منافع سے زکوٰۃ کی کٹوتی نہ ہو، وہ قانون کے مطابق ایک اسٹامپ پیپر پر اپنا حلف جمع کرا سکتے ہیں جس پر ضروری دستخط موجود ہوں۔

8۔ انکم ٹیکس گوشوارے جمع کرانے کی تصدیق۔۔۔ نظر ثانی شدہ ٹیکس ریٹس فنانس ایکٹ 2017ء کے مطابق قابل نفاذ ہیں۔

فنانس ایکٹ 2017ء کی شرائط جو یکم جولائی 2017 سے موثر بہ عمل ہیں، ان کے مطابق انکم ٹیکس کٹوتی کے حوالے سے اصلاحات کی گئی ہیں۔ نقد منافع کے لیے انکم ٹیکس آرڈیننس 2001ء کے سیکشن 150 کے تحت انکم ٹیکس کی شرح میں کٹوتی پر درج ذیل نظر ثانی کی گئی ہے۔

i۔ انکم ٹیکس گوشواروں (فائلر) کے جمع کنندگان کے لیے کٹوتی کی شرح 15 فیصد

ii۔ انکم ٹیکس گوشواروں (نان فائلر) کے نادہندگان کے لیے ٹیکس کٹوتی کی شرح 20 فیصد

اس لیے کمپیوٹرائزڈ قومی شناختی کارڈ/نیشنل ٹیکس نمبر کی تفصیلات لازمی درکار ہیں تاکہ ایف بی آر کی طرف سے جاری کردہ فعال ٹیکس دہندگان کی فہرست (اے ٹی ایل) کے مطابق وقتاً فوقتاً ٹیکس کی حیثیت کو چیک کیا جاتا رہے۔ ”ٹیکس جمع کنندگان“ (فائلر) وہ لوگ ہیں جن کے نام ایف بی آر کی جاری کردہ اے ٹی ایل میں ظاہر ہوں جبکہ ”ٹیکس نادہندگان“ (نان فائلر) وہ لوگ ہوتے ہیں جو ”ٹیکس جمع کنندگان“ کے زمرے میں نہیں آتے۔ ایف بی آر کی ویب سائٹ پر جاری کردہ اے ٹی ایل اس لنک پر دستیاب ہے۔ <http://fbr.gov.pk>

کمپنی بک بند ہونے کے پہلے دن تازہ ترین اے ٹی ایل پر حصص مالک کا نام دیکھے گی۔ اگر حصص مالک کا نام اے ٹی ایل میں شامل نہ ہو تو اضافی 20 فیصد شرح کے ساتھ ٹیکس عائد کر دیا جائے گا۔ ”ٹیکس جمع کنندہ“ ہونے کی صورت میں 15 فیصد ود ہولڈنگ ٹیکس لاگو ہوگا۔

مشترکہ اکاؤنٹ کی صورت میں اکاؤنٹ کے ہر مالک کو انفرادی طور پر دیکھا جائے گا کہ وہ ٹیکس گوشواروں کے جمع کنندہ ہیں یا نہیں اور اکاؤنٹ کے ہر مالک کے حصے سے اسی شرح سے ٹیکس کاٹ لیا جائے گا جن کے متعلق شراکت دار سیریل نمبر 5 میں بیان کردہ کمپنی شیئر رجسٹرار کے پتے پر درج ذیل تفصیلات تحریری طور پر ارسال کرے گا۔ وہ ممبران جنہوں نے اپنے کھاتے (شیئرز) سینٹرل ڈیپازٹری کمپنی آف پاکستان لمیٹڈ (سی ڈی سی) میں جمع کر رکھے ہیں ان سے درخواست کی جاتی ہے کہ وہ سی ڈی سی انویسٹر اکاؤنٹ ہونے کی صورت میں ٹیکس ادائیگی سے متعلق تفصیلات کی ایک نقل اسٹاک ایکسچینج کے متعلقہ ممبر یا سی ڈی سی کو بھیج دیں۔ اگر نوٹس کے اجراء کے 10 روز کے اندر کوئی نوٹیفیکیشن نہیں ملتا تو یہ سمجھا جائے گا کہ اکاؤنٹ کا ہر مالک برابر کا حصہ دار ہے۔

نام (کمپنی/فرد)	فولیو نمبر/سی ڈی ایس آئی ڈی نمبر/اکاؤنٹ نمبر	مُل حصص (شیئرز)	بنیادی حصص مالکان	مشترکہ حصص مالکان
			نام اور سی ڈی سی نمبر	حصص کا تناسب (شیئرز کی تعداد)
			نام اور سی ڈی سی نمبر	حصص کا تناسب (شیئرز کی تعداد)

انکم ٹیکس آرڈیننس 2001ء کے سیکشن 150 کے تحت ود ہولڈنگ ٹیکس کی کٹوتی سے استثنیٰ کے لیے ٹیکس استثنیٰ کا موثر شقوقیت فراہم کرنا لازمی ہے۔ جو ممبر انکم ٹیکس آرڈیننس 2001ء کے دوسرے شیڈول کے چوتھے پارٹ کی شق B-47 پر پورا اُترتے ہیں اور ٹیکس استثنیٰ کے خواہش مند ہیں، انہیں اپنے موثر ٹیکس استثنیٰ شقوقیت کی نقل بک بند ہونے کی تاریخ سے پہلے شیئر رجسٹرار کے پاس جمع کرا دینی چاہیے ورنہ متعلقہ قانون کے تحت ٹیکس کٹوتی ہو جائے گی۔

9۔ سی ڈی سی اکاؤنٹ مالکان (ہولڈرز) کے لیے اضافی تقاضے

سی ڈی سی اکاؤنٹ مالکان کو سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی طرف سے طے کردہ رہنما اصولوں کے مطابق مزید تقاضے پورے کرنے ہوں گے:-

a۔ اجلاس میں شرکت کے لیے:

i۔ افراد کی صورت میں اکاؤنٹ ہولڈر یا سب اکاؤنٹ ہولڈر یا وہ فرد جس کی سیکورٹیز گروپ اکاؤنٹ میں جمع ہیں اور جن کی رجسٹریشن کی تفصیلات ضابطے کے مطابق اپ لوڈ/فراہم کردی گئیں ہیں وہ اجلاس میں شرکت کے وقت اپنا اصل کمپیوٹرائزڈ قومی شناختی کارڈ یا اصلی پاسپورٹ دکھا کر اپنی شناخت کرائیں گے۔ جو شراکت داری سی ڈی سی پر رجسٹرڈ ہیں ان کے لیے بھی لازمی ہے کہ وہ اپنا شرکت کا شناختی نمبر اور سی ڈی سی کے اکاؤنٹ نمبرز ساتھ لائیں۔

ii۔ کارپوریٹ اکائی (entity) کی صورت میں اجلاس کے وقت بورڈ آف ڈائریکٹرز کی قرارداد/نامزد کنندہ کا دستخط شدہ مختار نامہ (اگر پہلے فراہم نہیں کیا گیا) دکھانا ضروری ہے۔

b- پراکسیز (proxies) کا تقرر

- i- افراد کی صورت میں اکاؤنٹ ہولڈر یا سب اکاؤنٹ ہولڈر اور/یا وہ فرد جس کی سیکیورٹیز گروپ اکاؤنٹ میں جمع ہیں اور جن کی رجسٹریشن کی تفصیلات ضابطے کے مطابق اپ لوڈ کر دی گئیں ہیں وہ اوپر بیان کردہ تقاضوں کے مطابق پراکسی فارم جمع کرائیں گے۔ پراکسی فارم پر دو افراد کی گواہی ہوگی جن کے نام، پتے اور کمپیوٹر انڈر ڈ شناختی کارڈ نمبر بھی فارم پر ظاہر کیے جائیں گے۔ بینیفیشل انور اور پراکسی کے کمپیوٹر انڈر ڈ شناختی کارڈ یا پاسپورٹ کے ساتھ مہیا کئے جائیں گے۔ اجلاس میں شرکت کے لیے پراکسی کو اپنے اصل کمپیوٹر انڈر ڈ شناختی کارڈ یا اصل پاسپورٹ دکھانا لازمی ہے۔
- ii- کارپوریٹ اکائی کی صورت میں اجلاس کے وقت بورڈ آف ڈائریکٹرز کی قرارداد/کارپوریٹ اکائی کی طرف سے ووٹ دینے کے لیے نامزد کنندہ کے دستخط کا حامل مختار نامہ اور پراکسی فارم کمپنی کو (اگر پہلے فراہم نہیں کیا گیا) جمع کرایا جائے گا۔

10- سالانہ آڈٹ شدہ مالی گورنرانس کی شرکت داروں کو فراہمی بذریعہ ای میل

سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (ایس ای سی پی) کے جاری کردہ ایس آر او 787(1) 2014 تا تاریخ 8 ستمبر 2014 کے تحت کمپنیوں کو یہ اجازت دی گئی ہے کہ وہ اپنے ممبران کو سالانہ بیلنس شیٹ، نفع و نقصان کی معلومات، آڈیٹرز رپورٹ اور ڈائریکٹرز رپورٹ وغیرہ (آڈٹ شدہ مالیاتی گورنرانس) اور سالانہ اجلاس عام کانوٹس بذریعہ ای میل بھیجے۔ جو ممبران اس میں دلچسپی رکھتے ہیں ان سے گزارش ہے کہ وہ اپنے ای میل پتے کمپنی کے شیئر رجسٹرار کو سیریل نمبر 5 میں دیئے گئے پتے پر بھیج دیں۔ سی ڈی سی اکاؤنٹ ہولڈرز سے گزارش ہے کہ وہ اپنے ای میل پتے اپنے متعلقہ اسٹاک ایکسچینج ممبر یا سی ڈی سی انویسٹرا کاؤنٹ ہونے کی صورت میں سی ڈی سی کو جمع کرائیں۔

11- آڈٹ شدہ مالی گورنرانس کی دستیابی

مزید یہ کہ 30 جون 2017ء کو ختم ہونے والے سال کے لیے کمپنی کے آڈٹ شدہ کھاتوں (اکاؤنٹس) کی تفصیلات کمپنی کی ویب سائٹ www.pakdatacom.com.pk پر سالانہ اجلاس عام سے 21 روز قبل اپ لوڈ/فراہم کر دی جائیں گی۔

12- ویڈیولنک کی سہولت

کمپنی اپنے ممبران کی مختلف جگہوں پر رہائش کو مد نظر رکھتے ہوئے اس شہر کے علاوہ جہاں اجلاس عام ہو رہا ہے، دیگر جگہوں پر اجلاس عام میں شرکت کے لیے ممبران کو ویڈیولنک کی سہولت بھی مہیا کر سکتی ہے۔

اندراج شدہ کمپنیوں کی صورت میں اگر فراہم کردہ سرمائے کے دس فیصد یا فراہم کردہ سرمائے کی کسی اور طے شدہ فیصدی مقدار کے حامل ممبران کسی دوسرے شہر کے رہائشی ہیں تو کمپنی ایسے ممبران کو اجلاس عام میں شرکت کے لیے ویڈیولنک کی سہولت دے گی۔ تاہم اس کے لیے ممبران کو اجلاس کی تاریخ سے 7 دن پہلے کمپنی کو تحریری طور پر آگاہ کرنا ہوگا۔

13- غیر اعلان شدہ شیئرز اور منافع کو وفاقی حکومت کے حوالے کیا جائے گا

کمپنیز ایکٹ 2017ء کے سیکشن 244 کی شرائط کے تحت تمام شرکت داروں کو اطلاع دی جاتی ہے کہ ہمیں کسی بھی کمپنی کے ان تمام کھاتوں کے متعلق بتایا جائے جو جاری کیے گئے ہیں اور انھیں شرکت داروں نے وصول نہیں کیا اور جہاں کمپنی کی طرف سے اعلان کردہ منافع پر تاریخ اجراء سے 3 سال تک کسی نے دعویٰ نہیں کیا، نہ ہی انھیں وصول کیا گیا۔ قانون کے مطابق اگر شرکت دار، ٹھیکیت ہولڈر یا مالک، جیسا کہ ہوسکتا ہے، کمپنی کے سامنے کوئی دعویٰ نہیں کرتے تو اس صورت میں کمپنی نوٹس شائع ہونے کے 90 دن کے اندر کوئی بھی رقم، ڈیپازٹ، لاوارث یا غیر ادا شدہ رقم کو وفاقی حکومت کے حوالے کر دے گی۔

DIRECTORS' REPORT



Dear Shareholders,

The Board of Directors take pleasure in presenting their report together with the Company's financial statements for the year ended June 30, 2017 and auditors' report thereon.

Company Operations

Despite of stiff competition in the market and unfavorable business climate, revenue of the Company marginally increased as compared with the preceding period which reflects the materialized telecom projects. The Company has successfully completed supply of telecom equipment to a major telecommunication company during the year. The other orders for supply and installation of telecom equipment are in the process of being finalized. The special projects with strategic organizations are under implementation. The Company has signed a framework agreement with a local operator for laying of optical fiber in major cities of Pakistan, work on which is under progress. The Company is also enhancing its market share in the satellite based internet services as demand has considerably enhanced for satellite internet broad band services. All these efforts were aimed at diversifying the revenue base of the Company. We see substantial growth in profitability going forward because of these initiatives.

Apart from concentrating on growth, the management is also focused on cost cutting. Media charges are one of the major cost factors. The Company has managed to reduce the rates of space segment with effect from Quarter 4, 2017 through successful negotiations. This reduction has contributed to bottom line of the Company for the financial year 2016-17 and for years to come. Similarly efforts are underway to reduce cost of channel rent.

During this year, the Company continued to impart training to its staff for better professional and efficient services to its customers. Internal controls and procedures have been further improved which will yield better results.

Future Plans

Company is taking effective measures to enhance revenue from its regular business as well as from special projects. In this regard, certain agreements are under final negotiation and once approved will contribute to enhance revenue and profitability of your Company in the FY 2017-18.

Your Company has recently received an order from one of the largest telecom companies for supply of telecom equipment, while the Company is in the process of finalizing a three year framework agreement. Similar

agreements for supply of telecom equipment to strategic organizations are also in the process of finalization. By signing these agreements your Company has not only positioned its resources for different projects but also explored new revenue streams. The Company is also positioning to enhance loyalty relationship with present customers and other allied related businesses. Keeping this strategy intact, the Company will participate in new government, national and international projects and ventures.

Social Welfare

We think that by investing in the field of education, we would not only contribute towards the progress of the country but also produce productive and intelligent human resource serving in different sectors of the country. Therefore, apart from our business strategy and being socially responsible, the Company is contributing to the society through community welfare programs focusing on education for children.

Realizing the social responsibility, the Company has contributed Rs. 2.50 million towards social welfare in the financial year 2016-17 in the field of education.

Changes in Board of Directors

During the year, the directors namely Syed Abrar Hussain - Director/ Chief Executive, Mr. Haaris Mahmood Chaudhry – Director, and Ms. Ameena Sohail – Director were appointed in place of Mr. Muhammad Arshad Khan Kayani – Director/ Chief Executive, Mr. Shahzad Sami Qureshi – Director and Mr. Taimur Faiz Cheema – Director.

Mr. Basit Waheed was elected as a Director in place of Raja Waheed Zaman. Mr. Basit Waheed attended only one meeting of the Board as the matter is sub judice in the Honorable Islamabad High Court.

Mr. Muhammad Aftab was appointed as Director / Chairman in place of Mr. Muhammad Khalid Rao - Director / Chairman. Later on Mr. Muhammad Aftab resigned from the Board and Mr. Yasir Qadir was appointed as new Director / Chairman.

The Board extended warm welcome to the newly appointed Chairman, Chief Executive and Directors, and expressed warm wishes for the outgoing Chairman, Chief Executive and Directors.

Financials

The Company has posted pre-tax profit of Rs. 59.372 million during the financial year ended on June 30, 2017. Profit before tax is proposed for appropriation as follows;

	Pak Rupees
Profit for the year before taxation	59,371,578
Provision for taxation	(24,742,327)
Profit after taxation	34,629,251
Basic / diluted earnings per share (EPS)	3.53
<u>Interim Dividend (already paid)</u>	
Interim cash dividend 10.00% i.e. Rs. 1.00 per share	9,801,000
<u>Subsequent Effects</u>	
Transfer to General Reserves	5,000,000
Proposed final cash dividend @ 25% i.e. Rs. 2.5 per share	24,502,500

Value of Investments of Gratuity Fund

The value of investments of gratuity fund based on its un-audited accounts of June 30, 2017 was Rs. 185.725 million. The fund is being managed by an independent Board of Trustees comprising of management and employees.

Auditors

M/S HLB Ijaz Tabussum & Co. Chartered Accountants have completed the annual audit for the year ended 30 June 2017 and will retire on conclusion of Annual General Meeting.

In view of good Corporate Governance practices, the Board of Directors based on the recommendations of the Audit Committee has recommended the appointment of M/s KPMG Taseer Hadi & Co. Chartered Accountants as statutory auditors of the Company in place of M/s HLB Ijaz Tabussum & Co. Chartered Accountants for the approval of shareholders of the Company in the Annual General Meeting of the Company. M/s KPMG Taseer Hadi & Co. Chartered Accountants has confirmed its willingness and eligibility, to act as auditors to conduct audit of the Company's financial statement for the financial year 30 June 2018.

Compliance of Code of Corporate Governance

Compliance statement of Code of Corporate Governance formulated by Securities and Exchange Commission of Pakistan is annexed with this report.

Shareholding Pattern

Statement showing the pattern of shareholding as at June 30, 2017 is annexed with this report.

Acknowledgement

The Board extends sincere thanks to our shareholders, customers, regulators and stock exchanges for their continued confidence, trust and committed support for the progress and prosperity of the Company.

For and on Behalf of the Board

**Islamabad
September 27, 2017**

**Syed Abrar Hussain
Chief Executive**

ڈائریکٹرز رپورٹ

محترم حصص مالکان

بورڈ آف ڈائریکٹرز 30 جون 2017ء کو ختم ہونے والے مالی سال میں اپنی رپورٹ کے ساتھ کمپنی کے مالی گوشوارے اور آڈیٹرز رپورٹ پیش کرنے پر انتہائی خوشی محسوس کرتے ہیں۔

کمپنی آپریشنز

مارکیٹ میں سخت مقابلہ اور ناسازگار کاروباری حالات کے باوجود، اس سال گزشتہ عرصے کے مقابلے میں کمپنی کی آمدنی میں اضافہ مکمل ہونے والے منصوبوں کی عکاسی کرتا ہے۔ کمپنی نے سال رواں کے دوران ایک بڑی ٹیلی کمیونیکیشن کمپنی کو ٹیلی کام کا سامان کامیابی سے فراہم کیا ہے۔ ٹیلی کام کے آلات و سامان کی فراہمی اور تنصیب کے دیگر آڈرز حتمی مرحلے میں ہیں۔ دفاعی اداروں کے ساتھ خصوصی منصوبوں پر کام جاری ہے۔ کمپنی نے پاکستان کے بڑے شہروں میں آپٹیکل فائبر لائن بچھانے کے لیے ایک مقامی آپریٹر کے ساتھ مل کر ایک فریم ورک معاہدے پر دستخط کیے ہیں جس پر کام جاری ہے۔ کمپنی سیٹلائٹ پروٹوٹائپ سروس فراہم کرنے کے لیے اپنے مارکیٹ شیئر کو بھی بڑھا رہی ہے کیونکہ سیٹلائٹ پروٹوٹائپ انٹرنیٹ براڈ بینڈ سروسز کی طلب میں خاطر خواہ اضافہ ہوا ہے۔ ان تمام کوششوں کا مقصد کمپنی کی آمدنی کے ذرائع متنوع کرنا ہے۔ ان سرگرمیوں کی وجہ سے ہم مستقبل میں منافع میں نمایاں اضافہ دیکھتے ہیں۔

ترقی پر توجہ مرکوز کرنے کے علاوہ، انتظامیہ کاروباری لاگت میں کمی پر بھرپور توجہ دے رہی ہے۔ میڈیا چارجز کاروباری لاگت کے اہم عوامل ہیں۔ کمپنی نے کامیاب مذاکرات کے ذریعے سے سال 2017 کی چوتھی سہ ماہی میں سپیس سیگمنٹ کی شرح کو کم کیا ہے۔ اس کمی کی وجہ سے مالی سال 2016-17 اور آنے والے سالوں میں خالص منافع کے اندر اضافہ کرنے میں مدد ملی ہے۔ اس طرح کی کاوشیں چینل رینٹ کے نرخوں کو کم کرنے کے لیے جاری ہیں۔

سال رواں کے دوران، کمپنی نے اپنے صارفین کو بہتر پیشہ ورانہ اور موثر خدمات فراہم کرنے کے لیے اپنے عملے کے ارکان کو تربیت دینا جاری رکھا۔ اندرونی کنٹرول اور طریقہ کار کو بہتر بنایا گیا ہے جس کی بدولت بہتر نتائج حاصل ہوں گے۔

مستقبل کے منصوبے

کمپنی اپنے منظم کاروبار سے آمدنی بڑھانے کے لیے مؤثر اقدامات کر رہی ہے۔ اس سلسلے میں، کچھ معاہدوں پر حتمی بات چیت جاری ہے اور ایک بار جب ان معاہدوں کی منظوری ہوگئی تو پھر آپ کی کمپنی کی آمدن اور منافع مالی سال 2017-18 میں بڑھ جائے گا۔

آپ کی کمپنی نے حال ہی میں ٹیلی کام کی ایک بڑی کمپنی کو ٹیلی کام کے آلات و سامان فراہم کرنے کا آڈر حاصل کر لیا ہے، جبکہ کمپنی تین سالہ فریم ورک معاہدے کو حتمی شکل دینے میں مصروف عمل ہے۔ دفاعی اداروں کو بھی ٹیلی کام کے آلات و سامان کی فراہمی کے لیے اسی قسم کے معاہدے حتمی مراحل میں ہیں۔ ان معاہدوں پر دستخط کر کے آپ کی کمپنی نے نہ صرف مختلف منصوبوں کے لیے اپنے وسائل کو مجتمع کر لیا ہے بلکہ آمدنی میں اضافے کے لیے نئے راہیں بھی تلاش کر لی ہیں۔ کمپنی اپنے موجودہ صارفین اور دیگر متعلقہ کاروباری اداروں کے ساتھ دیانت داری پر مبنی تعلقات میں اضافہ کرنے کی پوزیشن میں بھی آگئی ہے۔ اس حکمت عملی کو برقرار رکھتے ہوئے کمپنی حکومت کے میگا پراجیکٹس، قومی اور بین الاقوامی منصوبوں نیز مشترکہ منصوبوں میں شامل ہو جائے گی۔

سماجی فلاح و بہبود

ہم سوچتے ہیں کہ تعلیم کے شعبے میں سرمایہ کاری کر کے ہم نہ صرف ملک کی ترقی میں حصہ لیتے ہیں بلکہ ملک کے مختلف شعبوں کے لیے مثبت اور ذہین انسانی وسائل پیدا کرتے ہیں۔ اس لیے کمپنی کاروباری حکمت عملی کے علاوہ سماجی ذمہ داری کے طور پر بچوں کی تعلیم کے کمیونٹی ویلفیئر پروگراموں کے ذریعے معاشرے کی خدمت کر رہی ہے۔

اس سماجی ذمہ داری کا احساس کرتے ہوئے کمپنی نے مالی سال 2016-17 میں شعبہ تعلیم کے لیے 2.50 ملین روپے خرچ کیے ہیں۔

بورڈ آف ڈائریکٹرز میں تبدیلیاں

سال کے دوران جیسا کہ ڈائریکٹرز سید ابرار حسین - ڈائریکٹر / چیف ایگزیکٹو، جناب حارث محمود چوہدری - ڈائریکٹر اور محترمہ آئینہ سہیل - ڈائریکٹر کو جناب محمد ارشاد خان کیانی - ڈائریکٹر / چیف ایگزیکٹو، جناب شہزاد سمیع قریشی - ڈائریکٹر اور جناب تیمور فیض چیمہ - ڈائریکٹر کی جگہ پر بلترتیب تعینات کیا گیا۔

جناب باسط وحید کو راجہ وحید زمان کی جگہ منتخب کیا گیا۔ جناب باسط وحید نے بورڈ کے صرف ایک اجلاس میں شرکت کی کیونکہ معاملہ معزز اسلام آباد ہائی کورٹ میں زیر بحث ہے۔

جناب محمد آفتاب کو ڈائریکٹر / چیئر مین کے عہدہ پر جناب محمد خالد راؤ ڈائریکٹر / چیئر مین کی جگہ مقرر کیا گیا۔ بعد میں جناب محمد آفتاب نے بورڈ سے استعفیٰ دے دیا اور جناب یاسر قادر کو نیا ڈائریکٹر / چیئر مین تعینات کیا گیا۔

بورڈ نے نئے مقرر کردہ چیئر مین، چیف ایگزیکٹو اور ڈائریکٹروں کا نہایت گرمجوشی کے ساتھ خیر مقدم کیا اور جانے والے چیئر مین، چیف ایگزیکٹو اور ڈائریکٹرز کے لیے نیک تمنائوں کا اظہار کیا۔

مالیات

کمپنی کو 30 جون 2017ء کو ختم ہونے والے مالی سال کے دوران ٹیکس کی ادائیگی سے قبل 59,372 ملین روپے کا منافع ہوا۔ قبل از ٹیکس منافع کی تقسیم یوں کی گئی ہے:-

روپے
59,371,578
(24,742,327)
34,629,251
3.53
9,801,000
5,000,000
24,502,500

مذکورہ سال کے لیے منافع قبل از ٹیکس

ٹیکس کی فراہمی

منافع بعد از ٹیکس

فی شیئر بنیادی آمدنی (EPS)

عبوری ڈیویڈنڈ (پہلے سے ادا کردہ)

عبوری نقد منافع / ڈیویڈنڈ شرح 10.00 فیصد یعنی 1.00 روپے فی شیئر

ضمنی اثرات

عمومی ذخائر میں منتقلی

مجوزہ حتمی نقد منافع / ڈیویڈنڈ شرح 25 فیصد یعنی 2.50 روپے فی شیئر

گریجویٹ فنڈ کی سرمایہ کاری کی قدر

گریجویٹ فنڈ کی سرمایہ کاری کی قدر 30 جون 2017ء تک اس کے غیر آڈٹ شدہ اکاؤنٹس کی بنیاد پر 185.725 ملین روپے تھی۔ اس فنڈ کا انتظام و انصرام کمپنی کی انتظامیہ اور ملازمین پر مشتمل ایک آزاد بورڈ آف ٹرسٹیز کرتا ہے۔

آڈیٹرز

میسرز ایل ایچ بی (HLB) ایجاز تبسم اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس نے 30 جون 2017 کو سالانہ آڈٹ مکمل کر لیا ہے اور سالانہ عام اجلاس کے اختتام پر ریٹائر ہو جائیں گے۔

بہترین کارپوریٹ گورننس کو مد نظر رکھتے ہوئے بورڈ آف ڈائریکٹرز نے آڈٹ کمیٹی کی سفارشات پر میسرز کے پی ایم جی (KPMG) تاثیر ہادی اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس کو میسرز ایچ ایل بی (HLB) ایجاز تبسم اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس کی جگہ قانونی آڈیٹرز تعینات کرنے کے لیے کمپنی کے سالانہ عام اجلاس میں حصص کنندگان سے منظوری کے لیے سفارش کی ہے۔ میسرز کے پی ایم جی (KPMG) تاثیر ہادی اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس نے مالی سال 30 جون 2018 کے لیے آڈیٹ کے طور پر کام کرنے کے لیے اپنی رضامندی اور اہلیت کی تصدیق کی ہے۔

کوڈ آف کارپوریٹ گورننس کی تعمیل

سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی طرف سے وضع کردہ کوڈ آف کارپوریٹ گورننس کی تعمیل کا گوشوارہ اس رپورٹ کے ساتھ منسلک ہے۔

حصص مالکان کا گوشوارہ

حصص مالکان کا 30 جون 2017 تک گوشوارہ اس رپورٹ کے ساتھ منسلک ہے۔

اظہار تشکر

بورڈ متعلقہ حصص کنندگان، صارفین، ریگولیٹرز اور شاہک ایکسچینجز کی جانب سے کمپنی کے ترقی اور خوشحالی کے لیے اپنے مسلسل اعتماد، بھروسے اور پُر عزم حمایت کرنے پر اُن کا تہہ دل سے شکریہ کرتا ہے۔

سید ابرار حسین

چیف ایگزیکٹو

اسلام آباد

27 ستمبر 2017ء

CORPORATE GOVERNANCE

Statement of Directors Responsibilities

The Board is committed to follow the Code of Corporate Governance to maintain high quality standard of good corporate governance. The Company is complying with the provisions of the codes as set out by the Securities and Exchange Commission of Pakistan. There has been no material departure from the practices of Code of Corporate Governance as detailed in listing regulations.

Presentation of Financial Statements

The financial statements, prepared by the management of the Company, fairly present Company's state of affairs, the results of its operations, cash flows and changes in equity.

Books of Accounts

The company has maintained proper books of accounts.

Accounting Policies

Appropriate accounting policies have been consistently applied in preparation of financial statements except those disclosed in the financial statements of the Company.

Application of International Financial Reporting Standards

International Financial Reporting Standards (IFRS), as applicable in Pakistan, have been followed in preparation of financial statements.

Internal Control Systems

The system of internal control is sound in design and has been effectively implemented and monitored.

Going Concern

There is no doubt about the Company's ability to operate in foreseeable future.

Board Meetings

During the financial year, eleven meetings of the Board of Directors were held while attendance by each Director is given below;

<u>Name of Directors</u>	<u>Number of meetings attended</u>
Mr. Yasir Qadir	4/4
Syed Abrar Hussain	7/7
Mr. Amjad Hussain Qureshi	11/11
Mr. Jamil Anwar	11/11
Mr. Haaris Mahmood Chaudhary	7/7
Ms. Ameena Sohail	7/7
Mr. Basit Waheed	1/4
Raja Waheed Zaman	6/7
Mr. Muhammad Aftab	6/6
Major Gen. (R) M. Khalid Rao	1/1
Mr. Muhammad Arshad Khan Kayani	4/4
Mr. Shahzad Sami Qureshi	3/4
Mr. Taimur Faiz Cheema	4/4

The Board granted leave of absence to the members who could not attend the meeting(s). Mr. Basit Waheed was elected as a Director in place of Raja Waheed Zaman. Mr. Basit Waheed attended only one meeting of the Board as the matter is sub judice in the Honorable Islamabad High Court.

Audit Committee Meetings

During the financial year, five meetings of the Audit Committee were held while attendance by each Director is given below;

<u>Name of Directors</u>	<u>Number of meetings attended</u>
Mr. Haaris Mahmood Chaudhary	2/2
Syed Abrar Hussain	2/2
Mr. Amjad Hussain Qureshi	5/5
Mr. Jamil Anwar	5/5
Raja Waheed Zaman	3/3
Mr. Shahzad Sami Qureshi	3/3
Mr. Muhammad Arshad Khan Kayani	3/3

HR & Remuneration Committee Meetings

During the financial year, seven meetings of the HR & Remuneration Committee were held while attendance by each Director is given below;

<u>Name of Directors</u>	<u>Number of meetings attended</u>
Ms. Aameena Sohail	5/5
Syed Abrar Hussain	5/5
Mr. Amjad Hussain Qureshi	7/7
Mr. Shahzad Sami Qureshi	2/2
Mr. Muhammad Arshad Khan Kayani	2/2
Mr. Jamil Anwar	1/1

Transfer Pricing Policy Compliance

Transactions involving related parties arising in normal course of business are conducted at arm's length at normal commercial rates on the same terms and conditions as third party transactions using valuation mode as admissible. The company has fully complied with best practice on transfer pricing as contained in listing regulation of stock exchanges in Pakistan.

COMPARISON OF KEY FINANCIAL DATA OF THE LAST SIX FINANCIAL YEARS

(Rs. in million)

	Year Ended June 30					
	2016	2015	2014	2013	2012	2011
Non Current Assets	248.129	259.377	276.218	318.469	361.320	381.061
Share Capital and Reserves	810.272	815.279	798.286	751.044	713.323	659.628
Revenue	654.603	706.422	732.659	771.645	775.691	675.119
Operating Profit	25.417	95.311	96.778	129.214	56.946	16.501
Profit before taxation	54.579	131.741	150.393	143.683	121.280	37.379
Profit after taxation	37.096	88.146	99.715	96.046	78.409	22.953
Earning per Share – Rupees	3.78	8.99	10.17	9.80	8.00	2.34
Dividend (%) - Cash	42.50	50	60	50	50	25
- Bonus Shares	-	-	-	-	25	-

Statement of Compliance with the Code of Corporate Governance

This statement is being presented to comply with the Code of Corporate Governance (CCG) contained in the rule book of Pakistan Stock Exchange Limited for the purpose of establishing a framework of good governance, whereby a listed company is managed in compliance with the best practices of corporate governance.

The Company has applied the principles contained in the Code in the following manner:

1. The Company encourages representation of independent non-executive directors and directors representing minority on its Board of Directors. At present, the Board includes;

Name	Category
Mr. Yasir Qadir	Non-Executive Director
Mr. Jamil Anwar	Non-Executive/ Independent Director
Syed Abrar Hussain	Executive Director
Mr. Amjad Hussain Qureshi	Non-Executive Director
Mr. Haaris Mahmood Chaudhary	Non-Executive Director
Ms. Aameena Sohail	Non-Executive Director
Mr. Basit Waheed	Non-Executive Director

The independent directors meet the criteria for independence under the CCG.

2. The Directors of the Company have confirmed that none of them is serving as a Director in more than seven listed companies including this Company.
3. All the resident Directors of the Company are registered taxpayers and none of them has defaulted in payment of any loan to a banking company, a DFI, an NBFI or being a member of a Stock Exchange has been declared as a defaulter by that Stock Exchange.
4. The Company has prepared code of conduct and has ensured that appropriate steps have been taken to disseminate it throughout the Company along with its supporting policies and procedures.
5. The casual vacancy occurred on the Board during the year were duly filled within 90 days thereof.
6. The Board has developed vision/mission statement, overall corporate strategy and significant policies of the Company.
7. A complete record of particulars of significant policies and Board decisions along with the dates on which they were approved or amended has been maintained.
8. The powers of the Board have been duly exercised and decision on material transactions, including appointment and determination of remuneration and terms and conditions of employment of the Chief Executive, other executive and non-executive Directors have been taken by the Board/ Shareholders.

9. The meetings of the Board were presided over by the Chairman and held at least in each quarter. Written notices of Board meetings, along with agenda and working papers were circulated at least seven days before the meetings. Where the period was short for emergent meetings, it was agreed by the members of the Board. The minutes of the meetings were appropriately recorded and circulated.
10. All the Directors on the Board have adequate exposure of corporate matters and are well aware of their duties and responsibilities. One Non-Executive Directors is qualified under the directors training program offered by the approved institutions from Securities and Exchange Commission of Pakistan (SECP). The remaining Directors will obtain certification under the directors' training program upto June 30, 2018.
11. The Board approves appointment of CFO, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment.
12. The Directors' Report for this year has been prepared in compliance with the requirements of the Code of Corporate Governance and fully describes the salient matters which are required to be disclosed.
13. The Chief Executive and CFO have duly endorsed the financial statements of the Company before approval of the Board.
14. The Board, as required by CCG for reporting on trade in shares of the Company, has defined that the expression "Executive" shall mean the Chief Financial Officer, Company Secretary, Head of Internal Audit, Departmental Heads including managerial posts of the Company by whatever name called.
15. The Directors, Chief Executive and executives do not hold any interest in the shares of the Company other than that disclosed in the pattern of shareholding.
16. The Company has complied with all the corporate and financial reporting requirements of the Code of Corporate Governance.
17. The Board has formed an Audit Committee. It comprises of three members. One member of the Audit Committee is an independent Director while rest of the two members are non-executive Directors including the Chairman of the Committee.
18. The Board has formed an HR & Remuneration Committee comprising of three members. Two members are non-executive including the Chairman while one is executive director.
19. The Board has set-up an effective internal audit function, members of which are considered suitably qualified and experienced for the purpose and are conversant with the policies and the procedures of the Company.
20. The meetings of the Audit Committee were held in every quarter prior to approval of the interim and final results of the Company as required by the Code of Corporate Governance. The terms of reference of the Audit Committee have been formed and duly approved by the Board and advised to the Committee for compliance.
21. The statutory auditors of the Company have confirmed that they have been given a satisfactory rating under the Quality Control Review program of the Institute of Chartered Accountants of Pakistan, that they or any of the partners of the firm, their spouses and minor children do not hold shares of the Company and that the firm and all its partners are in compliance with International Federation of Accountants (IFAC) guidelines on the code of ethics as adopted by the Institute of Chartered Accountants of Pakistan.
22. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Listing Regulations and the auditors have confirmed that they have observed IFAC guidelines in this regard.

23. The 'closed period', prior to the announcement of interim/final results, and business decisions, which may materially affect the market price of Company's securities, was determined and intimated to directors, employees and stock exchange(s).
24. Material/price sensitive information has been disseminated among all market participants at once through stock exchange(s).
25. We confirm that all other material principles contained in the Code have been complied with.

For and on Behalf of the Board

**Islamabad
September 27, 2017**

**Syed Abrar Hussain
Chief Executive**

AUDITORS' REPORT TO THE MEMBERS

We have audited the annexed statement of financial position of Pak Datacom Limited (the Company) as at June 30, 2017 and the related statement of profit and loss, statement of comprehensive income, statement of cash flows and statement of changes in equity together with the notes forming part thereof, for the year then ended 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 our audit.

It is the responsibility of the Company's management to establish and maintain a system of internal control, and prepare and present the above said statements in conformity with the approved accounting standards and the requirements of the Companies Ordinance, 1984. Our responsibility is to express an opinion on these statements based on our audit.

We conducted our audit in accordance with the auditing standards as applicable in Pakistan. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the above said statements are free of any material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the above said statements. An audit also includes assessing the accounting policies and significant estimates made by management, as well as, evaluating the overall presentation of the above said statements. We believe that our audit provides a reasonable basis for our opinion and after due verification, we report that:

- (a) in our opinion, proper books of account have been kept by the Company as required by the Companies Ordinance, 1984;
- (b) in our opinion:
 - (i) the statement of financial position, statement of profit and loss and statement of comprehensive income together with the notes thereon have been drawn up in conformity with the Companies Ordinance, 1984, and are in agreement with the books of account and are further in accordance with accounting policies consistently applied;
 - (ii) the expenditure incurred during the year was for the purpose of the Company's business; and
 - (iii) the business conducted, investments made and the expenditure incurred during the year were in accordance with the objects of the Company;
- (c) in our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, statement of profit and loss, statement of comprehensive income, statement of cash flows and statement of changes in equity together with the notes forming part thereof conform with approved accounting standards as applicable in Pakistan, and, give the information required by the Companies Ordinance, 1984, 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, 2017 and of the profit, total comprehensive income, its cash flows and changes in equity for the year then ended; and
- (d) in our opinion, Zakat deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980), was deducted by the Company and deposited in the Central Zakat Fund established under Section 7 of that Ordinance.

Islamabad
Date: September 27, 2017

HLB IJAZ TABUSSUM & CO.
Chartered Accountants.
Engagement Partner:
Waqas Firdous-FCA

REVIEW REPORT TO THE MEMBERS ON STATEMENT OF COMPLIANCE WITH THE CODE OF CORPORATE GOVERNANCE

We have reviewed the enclosed Statement of Compliance (the Statement) with the best practices contained in the Code of Corporate Governance (the Code) prepared by the Board of Directors (the Board) of **Pak Datacom Limited** (the Company) for the year ended **June 30, 2017** to comply with the requirements of Listing Regulation No. 5.19.23 of the Pakistan Stock Exchange Limited where the Company is listed.

The responsibility for compliance with the Code is that of the Board of the Company. Our responsibility is to review, to the extent where such compliance can be objectively verified, whether the Statement reflects the status of the Company's compliance with the provisions of the Code and report, if it does not and to highlight any non-compliance with the requirements of the Code. A review is limited primarily to inquiries of the Company's personnel and review of various documents prepared by the Company to comply with the Code.

As a part of our audit of the financial statements, we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board's statement on internal control covers all risks and controls, or to form an opinion on the effectiveness of such internal controls, the Company's corporate governance procedures and risks.

The Code requires the Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board for their review and approval its related party transactions distinguishing between transactions carried out on terms equivalent to those that prevail in arm's length transactions and transactions which are not executed at arm's length price and recording proper justification for using such alternate pricing mechanism. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board upon recommendation of the Audit Committee. We have not carried out any procedures to determine whether the related party transactions were undertaken at arm's length price or not.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Company's compliance, in all material respects, with the best practices contained in the Code as applicable to the Company for the year ended June 30, 2017.

Our above review report is limited to compliance with the requirements of listed companies. However, the Company also falls under the ambit of Public Sector Companies as defined in Public Sector Companies (Corporate Governance) Rules 2013 specified by Securities and Exchange Commission of Pakistan (SECP). This view is reinforced by a letter from the Legal Cell of Ministry of Information and Technology dated October 17, 2016 which has informed the Company that The Ministry of Law and Justice, Government of Pakistan is of the opinion that the Company is a Public Sector Company. The Company however has chosen to ignore this opinion and has not complied with Public Sector Companies (Corporate Governance) Rules 2013 as specified by SECP.

Islamabad
Date: September 27, 2017

HLB IJAZ TABUSSUM & CO.
Chartered Accountants.
Engagement Partner:
Waqas Firdous-FCA

STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2017

	Note	2017	2016
		Rupees	
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised share capital-100,000,000 ordinary shares (June 2016: 100,000,000) of rupees 10 each		1,000,000,000	1,000,000,000
Issued, subscribed and paid up capital	5	98,010,000	98,010,000
Reserves	6	706,179,214	712,261,822
		804,189,214	810,271,822
NON-CURRENT LIABILITIES			
Employees' retirement and other service benefits- leave encashment	7	41,734,604	42,012,251
CURRENT LIABILITIES			
Customers' deposits		124,388,199	121,280,432
Trade and other payables	8	117,236,586	107,276,716
Provision for taxation		20,537,742	21,061,772
		262,162,527	249,618,920
		1,108,086,345	1,101,902,993
CONTINGENCIES AND COMMITMENTS			
9			
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	10	224,825,070	234,322,243
Intangible assets	11	5,871,250	6,298,250
		230,696,320	240,620,493
Deferred taxation	12	9,383,169	7,508,990
CURRENT ASSETS			
Trade debts	13	341,994,464	226,505,771
Advances	14	6,439,332	25,209,304
Trade deposits and short term prepayments	15	147,194,182	106,439,035
Other receivables		5,522,084	6,657,664
Interest accrued		4,511,630	2,958,456
Advance tax	16	80,123,694	67,866,119
Short term investments	17	186,000,000	342,012,000
Cash and bank balances	18	96,221,470	76,125,161
		868,006,856	853,773,510
		1,108,086,345	1,101,902,993

The annexed notes from 1 to 36 form an integral part of these financial statements.

Amjad Hussain Qureshi
Director

Syed Abrar Hussain
Chief Executive

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED JUNE 30, 2017

	Note	2017	2016
		Rupees	
Revenue	20	660,279,069	654,603,204
Cost of services	21	(522,938,871)	(494,260,854)
Gross profit		137,340,198	160,342,350
Administrative expenses	22	(108,576,801)	(111,926,897)
Marketing expenses	23	(23,531,334)	(22,998,285)
		(132,108,135)	(134,925,182)
Operating profit		5,232,063	25,417,168
Other income	24	54,933,554	29,879,441
		60,165,617	55,296,609
Finance cost		(794,039)	(717,465)
Profit before taxation		59,371,578	54,579,144
Provision for taxation	25	(24,742,327)	(17,482,785)
Profit for the year		34,629,251	37,096,359
Earning per share - basic and diluted	26	3.53	3.78

The annexed notes from 1 to 36 form an integral part of these financial statements.

Amjad Hussain Qureshi
Director

Syed Abrar Hussain
Chief Executive

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED JUNE 30, 2017

	Note	2017	2016
		Rupees	
Profit for the year		34,629,251	37,096,359
Other comprehensive income/ (loss):			
Items that will not be reclassified to profit or loss:			
Remeasurement loss on defined benefit plan	27	(1,507,859)	(449,485)
Total comprehensive income		33,121,392	36,646,874

The annexed notes from 1 to 36 form an integral part of these financial statements.

Amjad Hussain Qureshi
Director

Syed Abrar Hussain
Chief Executive

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED JUNE 30, 2017

Note	2017	2016
	Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the year before taxation	59,371,578	54,579,144
Adjustments for non-cash and other items:		
Depreciation	37,387,976	39,046,229
Amortisation-intangible assets	427,000	427,000
Property, plant and equipment- charged off	84,180	388,971
Loss on disposal of property, plant and equipment	929,638	1,130,367
Finance cost	794,039	717,465
Exchange gain	(968,898)	(7,326,268)
Return on bank deposits/ short term investments	(9,626,648)	(10,147,464)
Provision for gratuity	14,476,521	15,370,167
Provision for earned leave encashment	13,285,871	5,675,925
	56,789,679	45,282,392
Operating profit before working capital changes	116,161,257	99,861,536
Movement in working capital:		
(Increase)/ decrease in current assets;		
Trade debts - unsecured	(115,488,692)	(126,552,715)
Advances	18,769,972	141,485,808
Trade deposits and short term prepayments	(40,755,147)	(25,725,472)
Other receivables	1,135,580	5,318,003
Increase/ (decrease) in current liabilities;		
Customers' deposits	3,107,767	6,798,500
Trade and other payables	7,552,005	28,449,634
	(125,678,515)	29,773,758
Cash generated from operations	(9,517,258)	129,635,294
Taxes paid	(39,398,111)	(54,599,626)
Gratuity paid/adjusted	(14,210,713)	(24,829,851)
Earned leave paid/ adjusted	(13,563,518)	(2,993,859)
Return on bank deposits/ short term investments	8,073,474	11,350,832
Finance cost	(794,039)	(717,465)
	(59,892,907)	(71,789,969)
Net cash flows from operating activities	(69,410,165)	57,845,325
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure	(29,145,591)	(26,691,575)
Proceeds on the disposal of property, plant and equipment	240,969	388,547
Net cash flows from investing activities	(28,904,622)	(26,303,028)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(38,569,802)	(41,036,177)
Net decrease in cash and cash equivalents	(136,884,589)	(9,493,880)
Cash and cash equivalents at the beginning of the year	418,137,161	420,304,773
Effect of foreign exchange rate change	968,898	7,326,268
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	282,221,470	418,137,161

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The annexed notes from 1 to 36 form an integral part of these financial statements.

Amjad Hussain Qureshi
Director

Syed Abrar Hussain
Chief Executive

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED JUNE 30, 2017

	Share capital	Revenue reserves			Total
	Issued, subscribed and paid-up Rupees	General reserve Rupees	Unappropriated profit Rupees	Rupees	
Balance as at July 01, 2015	98,010,000	531,500,000	185,769,198	815,279,198	
Total comprehensive income for the year	-	-	36,646,874	36,646,874	
Transfer to general reserve	-	50,000,000	(50,000,000)	-	
Transactions with owners:					
Final dividend for the year ended June 30, 2015 (Rs. 3.00 per share)	-	-	(29,403,000)	(29,403,000)	
Interim dividend for the year ended June 30, 2016. (Rs. 1.25 per share)	-	-	(12,251,250)	(12,251,250)	
Balance as at June 30, 2016	98,010,000	581,500,000	130,761,822	810,271,822	
Total comprehensive income for the year	-	-	33,121,392	33,121,392	
Transfer to general reserve	-	5,000,000	(5,000,000)	-	
Transactions with owners:					
Final dividend for the year ended June 30, 2016 (Rs. 3.00 per share)	-	-	(29,403,000)	(29,403,000)	
Interim dividend for the year ended June 30, 2017. (Rs. 1.00 per share)	-	-	(9,801,000)	(9,801,000)	
Balance as at June 30, 2017	98,010,000	586,500,000	119,679,214	804,189,214	

The annexed notes from 1 to 36 form an integral part of these financial statements.

Amjad Hussain Qureshi
Director

Syed Abrar Hussain
Chief Executive

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

1 LEGAL STATUS AND OPERATIONS

Pak Datacom Limited (the Company), a subsidiary of Telecom Foundation, Pakistan (TF), was incorporated in Pakistan on July 13, 1992 as a private limited Company under the Companies Ordinance, 1984 and was converted into a public limited Company on June 26, 1994. The Company started its commercial activities on July 1, 1994. The Company is listed on Pakistan Stock Exchange Limited (formerly Karachi, Lahore and Islamabad Stock Exchanges). The registered office of the Company is located at 1st Floor, TF Complex, 7 - Mauve Area, G - 9/4, Islamabad. The objective of the Company is to set up, operate and maintain a network of data communication and to serve the needs of the subscribers against approved tariff charges. The Company is also authorised to carry out any business relating to communication and information technology whether manufacturing or otherwise, that may seem to the Company capable of being conveniently carried on to enhance the value of or render profitable any of the Company's property or rights or which it may be advisable to undertake with a view to improve the profitability of the Company subject to applicable licenses from Pakistan Telecommunication Authority.

2 BASIS OF PREPARATION

2.1 Statement of Compliance

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan, directives issued by the Securities and Exchange Commission of Pakistan (SECP) and the requirements of the Companies Ordinance, 1984. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as are notified under the provisions of the Companies Ordinance, 1984. Wherever requirements of the Companies Ordinance, 1984 or directives issued by the SECP differ with the requirements of these standards, the requirements of Companies Ordinance, 1984 or the said directives take precedence.

2.2 Adoption of new and revised standards, interpretations and amendments

"The new standards and amendments to the approved accounting standards and interpretations that are mandatory for the accounting periods beginning on or after July 01, 2016 are either considered not to be relevant or to have any significant impact on the Company's operations and therefore, are not detailed in these financial statements."

2.3 Accounting convention

These financial statements have been prepared under the historical cost convention, except for recognition of certain employees retirement and other service benefits which are carried at present value of defined benefits obligation net of fair value of plan assets.

3 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of financial statements in conformity with approved accounting standards requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimates are revised. Significant areas requiring the use of management estimates in these financial statements relate to useful life of depreciable assets, provisions for doubtful debts and provision for income tax and deferred tax. The determination of provision for employee retirement benefits that are defined benefit plans require actuarial valuation. The Company employs the services of professional actuaries to make such estimates and assumptions using actuarial techniques.

4 SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all the periods for which financial information is presented in these financial statements, unless otherwise stated.

4.1 Functional and presentation currency

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

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

4.2 Employees' retirement and other service benefits

4.2.1 Gratuity

The Company has established an approved gratuity fund under defined benefit plan covering all its employees who have completed the minimum qualifying period of six months of the service. The fund operates under a trust administered by the Board of Trustees. The amount of gratuity admissible shall be a sum equal to one month gross salary drawn immediately preceding the date of the employees' service for each completed year in the Company. Actuarial valuation of the fund was carried out as at June 30, 2017 using Projected Unit Credit (PUC) Actuarial Cost method. Provision charged for the year is recognised in the statement of profit and loss. Remeasurement gains or losses arising on actuarial valuation are recorded directly in the other comprehensive income (OCI). The amount recognised in the statement of financial position represents the present value of the defined benefit obligation less the fair value of plan assets. The Company accounts for actuarial gains/ losses in accordance with IAS-19 "Employee Benefits".

4.2.2 Leave encashment

The Company provides a facility to its employees for accumulating their annual earned leaves. Unutilized earned leaves may be encashed up to thirty (30) days during the year subject to the Company's approval at any time by retaining minimum forty days leave balance. Up to 100 days of accumulated leaves can be encashed on retirement. Actuarial valuation of the scheme was carried out as at June 30, 2017 using Projected Unit Credit (PUC) Actuarial Cost method. Provision charged for the year is recognised in the statement of profit and loss. Actuarial gain or losses arising on actuarial valuation are recorded directly in the other comprehensive income (OCI). The amount recognised in the statement of financial position represents the present value of the benefit obligation.

4.3 Taxation

The tax expense for the period comprises of current and deferred tax, and is recognised in statement of profit and loss, except to the extent that it relates to items recognised directly in equity or other comprehensive income.

4.3.1 Current

Provision for taxation is based on taxable income at applicable tax rates after taking into account tax credits and rebates available, if any.

4.3.2 Deferred

Deferred tax is accounted for using the statement of financial position liability method in respect of temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which deductible temporary differences, unused tax losses and tax credits can be utilised. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the differences reverse, based on tax rates that have been enacted. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity.

4.4 Dividend and reserves appropriation

Dividend is recognised as a liability in the period in which it is declared. Movements in reserves is recognised in the period in which it is approved.

4.5 Trade and other payables

Liabilities for creditors and other amounts payable are carried at cost, which is the fair value of the consideration to be paid in the future for goods received and services rendered, whether or not billed to the Company.

4.6 Provisions

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, and it is probable that outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of obligation. However, provisions are reviewed at each statement of financial position date and adjusted to reflect current best estimates.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

4.7 Property, plant and equipment

These assets, except free-hold land and capital work in progress, are stated at cost less accumulated depreciation and impairment loss, (if any). Free-hold land and capital work in progress are stated at cost. Cost comprises acquisition and other directly attributable cost.

Depreciation is charged to statement of profit and loss using the reducing balance method, at the rates specified in the fixed assets schedule given in note 10. Lease hold land is amortised over the period of leased term.

Depreciation is charged on additions from the first day of the month in which the asset is available for use while no depreciation is charged in the month in which the asset is disposed off.

Maintenance and normal repairs are charged to statement of profit and loss in the period in which they are incurred. Assets having cost exceeding the minimum threshold as determined by the management are capitalised.

Gains and losses on disposal of fixed assets are charged to statement of profit and loss.

The Company reviews the useful life and residual value of property, plant and equipment on regular basis. Any change in estimates in future years might affect the carrying amount of the respective items of property, plant and equipment with a corresponding effect on depreciation charge and impairment.

4.8 Intangible assets

These are carried at cost less accumulated amortisation and any identified impairment losses. Amortisation is calculated using the straight line method over the period of useful life of the asset at the rates specified in the intangible assets schedule given in note 11. Costs associated with maintaining intangibles are recognised as expense as and when incurred.

Amortisation on additions is charged from the month in which an intangible asset is acquired or capitalised, while no amortisation is charged for the month in which the intangible asset is disposed off.

4.9 Trade debts

Trade debts are originally recognized at their original invoice value and reduced by doubtful debts. Debts considered bad and irrecoverable are written off when identified. Provision for impairment of trade and receivables is made in financial statements when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivables, the basis including age analysis and management understanding of collectability of the debts.

Significant financial difficulties of debtors, probability that the debtor will enter bankruptcy or financial re-organisation and default or delinquency in payments are considered indicators that the trade receivable is impaired.

4.10 Cash and cash equivalents

Cash and cash equivalents for the purpose of cash flow statement comprise of cash in hand and at bank and includes short term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value. Cash and cash equivalents are carried in the statement of financial position at cost.

4.11 Operating segments

Operating segments are reported in a manner consistent with the internal reporting.

4.12 Revenue recognition

Revenue arising from provision of data communication, maintenance of network and allied services to customer is recognised as the services are rendered. Revenue from sale of equipment incidental to rendering of services is recognised on delivery of equipment to customers. Revenue arising from other projects is recognised on the basis of stage of completion. Return on bank deposits and short term investments is recognised on accrual basis.

4.13 Joint operation arrangements

The Company recognises its share of the assets, liabilities, revenue and expenses relating to its interest in the joint operations in accordance with applicable IFRSs.

4.14 Impairment

The carrying amount of the Company's assets are reviewed at the date of each statement of financial position to determine whether there is any indication of impairment. If any such indication exists, the recoverable amount of such assets is estimated and impairment losses are recognised in the statement of profit and loss.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

4.15 Operating leases

Leases in which a significant portion of the risk and rewards of ownership is retained by the lesser are classified as operating leases. Payments made under operating leases/ Ijarah contracts are charged to statement of profit and loss on a straight-line basis over the period of the lease.

4.16 Related party transactions

Transactions involving related parties arising in the normal course of business are conducted at arm's length and at normal commercial rates on the same terms and conditions as third party transactions using valuation modes as admissible.

4.17 Foreign currency transactions and balances

All monetary assets and liabilities in foreign currencies are translated into Pak Rupees at exchange rates prevailing at the statement of financial position date. Transactions in foreign currencies are translated into Pak Rupees at the rate prevailing at transaction date. Any component of an exchange gain or loss relating to a recognised change in the fair value of non-monetary asset is charged to statement of profit and loss.

4.18 Financial instruments

Financial assets and liabilities are recognized when the Company becomes a party to the contractual provisions of the instrument and de-recognized when the Company loses control of the contractual rights that comprise the financial assets and in case of financial liabilities when the obligation specified in the contract is discharged, cancelled or expires. All financial assets and liabilities are initially recognised at fair value plus transaction costs other than financial assets and liabilities carried at fair value through profit or loss account. Financial assets and liabilities carried at fair value through profit or loss account are initially recognized at fair value, and transaction costs are charged to statement of profit and loss for the period. These are subsequently measured at fair value, amortised cost or cost, as the case may be. Any gain or loss on derecognition of financial assets and financial liabilities is included in statement of profit and loss for the year;

Financial Assets

Classification and subsequent measurement

The Company classifies its financial assets in the following categories: investments at fair value through profit or loss account, held-to-maturity investments, loans and receivables and available for sale financial assets. The classification depends on the purpose for which the financial assets were acquired. Management determines the classification of its financial assets at initial recognition. Regular purchases and sales of financial assets are recognised on the trade date - the date on which the Company commits to purchase or sell the asset.

Fair value through profit or loss

Financial assets at fair value through profit or loss, include financial assets held for trading and financial assets, designated upon initial recognition, at fair value through profit or loss. Financial assets at fair value through profit or loss are carried in the statement of financial position at their fair value, with changes therein recognized in the statement of profit and loss. Assets in this category are classified as current assets.

Held-to-maturity

Non-derivative financial assets with fixed or determinable payments and fixed maturities are classified as held-to-maturity when the Company has the positive intention and ability to hold these assets to maturity. After initial measurement, held-to-maturity investments are measured at amortized cost using the effective interest method, less impairment.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments, that are not quoted in an active market. After initial measurement, these financial assets are measured at amortized cost, using the effective interest rate method, less impairment. The Company's loans and receivables comprise 'Trade debts', 'Trade deposits', 'Advances', 'Accrued interest', 'Other receivables' and 'Cash and bank balances'.

Available-for-sale

Available-for-sale financial assets are non-derivatives, that are either designated in this category, or not classified in any of the other categories. These are included in non-current assets, unless management intends to dispose them off within twelve months of the date of the statement of financial position. After initial measurement,

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

available-for-sale financial investments are measured at fair value, with unrealized gains or losses recognized as other comprehensive income, until the investment is derecognized, at which time the cumulative gain or loss is recognized in statement of profit and loss.

Financial Liabilities

Initial recognition and measurement

The Company classifies its financial liabilities at fair value through profit or loss and other financial liabilities. The Company determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognized initially at fair value and, in the case of other financial liabilities, also include directly attributable transaction costs.

Subsequent measurement

The measurement of financial liabilities depends on their classification as follows:

Fair value through profit or loss

Financial liabilities at fair value through profit or loss, include financial liabilities held-for-trading and financial liabilities designated upon initial recognition as being at fair value through profit or loss. The Company has not designated any financial liabilities upon initial recognition as being at fair value through profit or loss.

Other financial liabilities

After initial recognition, other financial liabilities are measured at amortized cost using the effective interest rate method.

Offsetting of financial assets and liabilities

Financial assets and liabilities are offset and the net amount is reported in the statement of financial position, if the Company has a legally enforceable right to set-off the recognized amounts, and the Company either intends to settle on a net basis, or realize the asset and settle the liability simultaneously.

	Note	2017	2016
		Rupees	
5 ISSUED, SUBSCRIBED AND PAID UP CAPITAL			
5,400,000 (June 2016: 5,400,000) ordinary shares of Rs. 10/- each fully paid in cash		54,000,000	54,000,000
4,401,000 (June 2016: 4,401,000) ordinary shares of Rs. 10/- each issued as fully paid bonus shares		44,010,000	44,010,000
	5.1	98,010,000	98,010,000
5.1 Out of total issued share capital, 5,398,353 (June 2016: 5,398,353) ordinary shares are held by Telecom Foundation, Pakistan.			
6 RESERVES			
Revenue			
General		586,500,000	581,500,000
Unappropriated profit		119,679,214	130,761,822
		706,179,214	712,261,822
7 EMPLOYEES' RETIREMENT AND OTHER SERVICE BENEFITS- LEAVE ENCASHMENT			
Opening balance		42,012,251	39,330,185
Add: provision for the year		13,285,871	5,675,925
		55,298,122	45,006,110
Less: payments/adjustments during the year		(13,563,518)	(2,993,859)
Net payable		41,734,604	42,012,251

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

	Note	2017	2016
		Rupees	
7.1 Leave encashment			
Results of actuarial valuation as on June 30 are as follows;			
Projected benefits obligations (PBO)		39,610,458	40,727,154
Payables		2,124,146	1,285,097
Total actuarial liability		41,734,604	42,012,251
Liability provision as at June 30 (previous year)		(42,012,251)	(39,330,185)
Less: payments/adjustments during the year		13,563,518	2,993,859
Increase in provision		13,285,871	5,675,925
7.2 Actuarial assumptions			
Valuation discount rate		9.25% p.a.	9.00% p.a.
Salary increase rate- 1 year		9.25% p.a.	10.00% p.a.
Salary increase rate- long term		9.25% p.a.	9.00% p.a.
Leave accumulation factor		15 days p.a.	15 days p.a.
8 TRADE AND OTHER PAYABLES			
Advances from customers		13,464,179	6,480,540
Trade creditors		73,172,340	72,291,540
License fee payable		3,054,091	3,358,799
Accrued liabilities		3,095,085	7,347,627
Taxes payable	8.1	12,240,343	7,995,527
Employees' retirement and other service benefits - Gratuity payable	8.2	3,150,220	1,376,553
Dividend payable		9,060,328	8,426,130
		117,236,586	107,276,716
8.1 Taxes payable			
Tax at source		4,364,026	80,240
Sales tax		7,876,317	7,915,287
		12,240,343	7,995,527
8.2 Employees' retirement and other service benefits - Gratuity payable			
Opening balance - payable		1,376,553	10,386,752
Remeasurement loss on defined benefit plan-OCI		1,507,859	449,485
Expense for the period/year- payable		14,476,521	15,370,167
		17,360,933	26,206,404
Less: Contribution paid to gratuity fund		(14,210,713)	(24,829,851)
Payable to defined benefit obligation		3,150,220	1,376,553
8.2.1 Disclosure as per IAS-19			
Gratuity fund actuarial valuation as at June 30,			
Reconciliation of payable to / (receivable from) defined benefit plan			
Present value of defined benefit obligation		183,331,547	167,557,501
Gratuity due but not paid		9,121,356	2,857,931
Total actuarial liability		192,452,903	170,415,432
Fair value of any plan assets		(189,302,683)	(169,038,879)
		3,150,220	1,376,553

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

Movement in net liability/ (asset) recognised

	2017	2016
	Rupees	
Opening net liability	1,376,553	10,386,752
OCI	1,507,859	449,485
Expense for the year	14,476,521	15,370,167
Contributions	(14,210,713)	(24,829,851)
Closing net liability	3,150,220	1,376,553

Charge for / income from (the defined benefit plan)

Current service cost	15,249,327	15,583,125
Net Interest	(772,806)	(212,958)
	14,476,521	15,370,167

Actuarial assumptions:

- Valuation discount rate	9.25 %	9.00 %
- Salary increase rate- short term (1 year)	9.25 %	10.00 %
- Salary increase rate- long term	9.25 %	9.00 %
- Expected return on plan assets	9.25 %	10.00 %

The expected return on plan assets is based on the market expectations and depend upon the asset portfolio of the Company, at the beginning of the year, for return over the entire life of the related obligation. The total contribution required for the next one year works out to Rs. 9,035,611 (June 2016: Rs. 9,024,498). The actual return on plan assets amounts to Rs. 9,345,883 (June 2016: Rs. 9,505,127).

Working for disclosure as per IAS-19

Actuarial (gain)/ loss in obligations

Present value of obligation (opening balance)	170,415,432	159,944,601
Current service cost	15,249,327	15,583,125
Interest cost	14,932,000	16,014,351
Payments made during the year	(3,292,792)	(14,853,948)
Actuarial gains on obligation (balancing figure)	(4,851,064)	(6,272,697)
Present value of obligation as at June 30	192,452,903	170,415,432

Actuarial gain / (loss) in assets

Total assets (opening balance)	169,038,879	149,557,849
Expected return on plan assets	15,704,806	16,227,309
Contributions	14,210,713	24,829,851
Payments made during the year	(3,292,792)	(14,853,948)
Actuarial losses on assets (balancing figure)	(6,358,923)	(6,722,182)
Fair value of the plan assets as at June 30	189,302,683	169,038,879

Actuarial gains / (losses) recognised in OCI

Actuarial gain on obligation	4,851,064	6,272,697
Actuarial losses on assets	(6,358,923)	(6,722,182)
Actuarial losses recognised in OCI	(1,507,859)	(449,485)

Expense /(income) for the year ended June 30

Current service cost	15,249,327	15,583,125
Net Interest	(772,806)	(212,958)
	14,476,521	15,370,167

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

	2017	2016
	Rupees	
(Asset) / liability to be recognised in the Statement of Financial Position		
Present value of defined benefit obligation	192,452,903	170,415,432
Fair value of plan assets	(189,302,683)	(169,038,879)
	3,150,220	1,376,553
Movement in net asset / (liability) in the Statement of Financial Position		
Movement in net liability/ (asset) recognised		
Opening liability	1,376,553	10,386,752
OCI	1,507,859	449,485
Expense for the year	14,476,521	15,370,167
Contributions	(14,210,713)	(24,829,851)
Closing net liability	3,150,220	1,376,553

	2017	2016	2015	2014	2013
	Rupees		Rupees		
			(Restated)		
Composition of plan assets					
Amount invested in TDR's	185,725,059	159,600,000	143,600,000	93,000,000	82,000,000
Fair value					
TDR'S	181,897,487	159,691,003	143,127,484	93,595,827	83,688,451
Amount in banks	2,277,842	7,989,444	4,711,825	16,236,432	4,453,656
Total value assets as at June 30,	184,175,329	167,680,447	147,839,309	109,832,259	88,142,107
	Percentage (%)		Percentage (%)		
Percentage of investment (in TDRs)	99%	95%	97%	85%	95%
	Rupees		Rupees		
Realizable value					
TDR'S	187,024,841	161,049,435	144,846,024	94,614,077	84,192,313
Amount in banks	2,277,842	7,989,444	4,711,825	16,236,432	4,453,656
Total value assets as at June 30,	189,302,683	169,038,879	149,557,849	110,850,509	88,645,969
Gratuity fund experience adjustment of funding (surplus)/ deficit					
Present value of defined benefit obligation	192,452,903	170,415,432	159,944,601	126,209,980	99,024,245
Fair value of any plan assets	(189,302,683)	(169,038,879)	(149,557,849)	(110,850,509)	(88,142,107)
Net defined benefit obligation	3,150,220	1,376,553	10,386,752	15,359,471	10,882,138
Remeasurement of;					
Actuarial gains/ (losses) on Obligation	(4,851,064)	(6,272,697)	6,234,382	1,016,430	(3,682,943)
Actuarial gains/ (losses) on Plan assets	6,358,923	6,722,182	6,112,826	2,452,220	3,202,383
Other comprehensive (income)/ loss	1,507,859	449,485	12,347,208	3,468,650	(480,560)

9 CONTINGENCIES AND COMMITMENTS

- 9.1** Guarantees and letters of credit issued by the bank on behalf of the Company amounted to Rs. 129.91 million (June 2016: Rs. 252.10 million).
- 9.2** The Company had entered into an agreement with a reseller of satellite bandwidth in Pakistan for provisioning of satellite segment. Due to certain technical issues, the bandwidth was never operational or utilised. Management

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

after appropriate measures for the recovery of advance payments of US\$ 0.64 million; equivalent to Rs. 66.37 million (June 2016: US\$ 0.64 million; equivalent to Rs. 66.18 million) referred the matter to the arbitration, which in its award given on May 03, 2012 imposed additional payment of US \$ 0.64 million; equivalent to Rs. 66.37 million on the Company. The Company has filed the case in Islamabad High Court against the award, outcome of which is still pending. The Company had made provision against the advance payment of US \$ 0.64 million; equivalent to Rs. 66.37 million during the year ended June 30, 2012 as a matter of abandon caution. However the Board and the management is of the opinion that the maximum loss even if the case is decided against the Company will not exceed US\$ 1.27 million; equivalent to Rs. 132.73 million (June 2016: US\$ 1.27 million; equivalent to Rs. 132.36 million). The reseller had also filed a counter claim in the Civil Court, Islamabad for recovery of the Arbitration Award, which has been adjourned sine-die since the matter is already in the Honorable Islamabad High Court. During the year ended June 30, 2017, the case has been transferred from the Honorable Islamabad High Court to Civil Court Islamabad due to pecuniary jurisdiction.

9.3 The Company entered into an agreement with a customer for up-linking facility in Pakistan on January 01, 2007. The Company satisfactorily provided services up to January 31, 2012. The services were disconnected on January 31, 2012 based on the customer's request. The Company filed a suit in the Honorable Islamabad Civil Court for recovery of trade debts amounting to Rs. 8.60 million. The Company has made provision against trade debts amounting to Rs.6.75 million during the year ended June 30, 2012. Consequent upon decree by the Honorable Civil Court, the Company filed an appeal in the Honorable Islamabad High Court. The appeal is in the initial stages and hopefully the expected outcome will be in favour of the Company.

9.4 The Company did not withheld tax on dividend amounting to Rs. 0.90 million (June 2016: Rs. 0.90 million) due to exemption available under clause 47B of the second schedule of Income Tax Ordinance 2001. The CIT (Appeals) has withheld the decision of the tax authority and appeal is now pending before the Income Tax Appellate Tribunal, Islamabad (ITAT).

The Company filed Appeal before Appellate Tribunal against the assessment order passed u/s 122(5) of the Income Tax Ordinance 2001, by Inland Revenue Officer, for the tax year 2010 and 2013.

The cases are expected to be decided in favour of the company.

9.5 Capital commitments outstanding in respect of purchase of equipment amounted to Rs. 98.55 million (June 2016: Rs. 54.57 million).

	Note	2017	2016
		Rupees	
10 PROPERTY, PLANT AND EQUIPMENT			
Net book value - Pakistan	10.1, 10.5	224,532,226	233,952,889
Net book value - UAE	10.2, 10.6	292,844	369,354
		<u>224,825,070</u>	<u>234,322,243</u>

10.1 PROPERTY, PLANT AND EQUIPMENT - PAKISTAN - JUNE 30, 2017

Particulars	C O S T				Rate	D E P R E C I A T I O N				Net book value
	As at	For the Year		As at		As at	For the Year		As at	as at
	1-Jul-16	Additions	Disposals	30-Jun-17		1-Jul-16	Additions	Disposals	30-Jun-17	30-Jun-17
	Rupees					Rupees				Rupees
Free hold land	38,400,000	-	-	38,400,000	-	-	-	-	38,400,000	
Free hold office building	22,318,020	-	-	22,318,020	5	7,497,142	741,044	-	8,238,186	14,079,834
Lease hold land	2,884,000	-	-	2,884,000	1.2	206,883	32,125	-	239,008	2,644,992
Lease hold office building	7,006,000	-	-	7,006,000	5	1,864,502	257,075	-	2,121,577	4,884,423
Datacom system machinery	724,787,664	22,598,773	(23,773,610)	723,612,827	20	583,674,033	30,823,680	(22,696,014)	591,801,699	131,811,128
Office equipment	12,203,428	980,831	(168,784)	13,015,475	25	8,826,297	942,509	(83,152)	9,685,654	3,329,821
Testing equipment	27,538,674	1,869,701	-	29,408,375	10	13,830,074	1,515,400	-	15,345,474	14,062,901
Air conditioners	4,088,181	420,800	(260,286)	4,248,695	10	1,638,009	280,627	(171,136)	1,747,500	2,501,195
Furniture and fixtures	3,480,305	311,486	-	3,791,791	10	2,505,141	118,282	-	2,623,423	1,168,368
Vehicles	34,524,968	2,964,000	(68,500)	37,420,468	20	23,236,270	2,600,724	(66,090)	25,770,904	11,649,564
	877,231,240	29,145,591	(24,271,180)	882,105,651		643,278,351	37,311,466	(23,016,392)	657,573,425	224,532,226

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

10.2 PROPERTY, PLANT AND EQUIPMENT - UAE - JUNE 30, 2017

Particulars	C O S T				Rate	D E P R E C I A T I O N				Net book value
	As at	For the Year		As at		As at	For the Year		As at	as at
	1-Jul-16	Additions	Disposals	30-Jun-17		1-Jul-16	Additions	Disposals	30-Jun-17	30-Jun-17
	Rupees					Rupees				Rupees
Datacom system machinery	639,623	-	-	639,623	20	323,052	63,314	-	386,366	253,257
Office equipment	130,558	-	-	130,558	25	77,775	13,196	-	90,971	39,587
	770,181	-	-	770,181		400,827	76,510	-	477,337	292,844
	878,001,421	29,145,591	(24,271,180)	882,875,832		643,679,178	37,387,976	(23,016,392)	658,050,762	224,825,070

10.3 Ist charge of Rs. 140.00 million (June 2016: Rs. 140.00 million) on fixed assets, present and future current assets of the Company of Rs. 400.00 million (June 2016: Rs. 400.00 million) and US\$ nil; equivalent to Rs. nil (June 2016: US\$ 1.50 million; equivalent to Rs. 156.44 million) in shape of FC-FDR has been created in favour of Soneri Bank Limited for an unfunded facility of Rs. 129.91 million (June 2016: Rs. 252.01 million).

10.4 DISPOSAL OF PROPERTY, PLANT AND EQUIPMENT- JUNE 30, 2017

Particulars	Cost	Accumulated depreciation	Net book value	Disposal proceeds/ adjustments	Mode of disposal	Particulars of disposal/ purchaser
	Rupees					
Datacom system machinery						
-Vsat equipment	220,744	136,564	84,180	-	Charged off	Damaged and charged off.
-Vsat equipment	23,552,866	22,559,450	993,415	119,269	Auctioned	Mr. Jamil s/o Zaman khan CNIC#37405-1438613, Rawalpindi.
Office equipment						
-Computer equipment	168,784	83,152	85,632	57,915	Charged off	Damaged and cost recovered from the employee.
Air conditioners	260,286	171,136	89,150	47,785	Auctioned	Mr. Jamil s/o Zaman khan CNIC#37405-1438613, Rawalpindi.
Vehicles						
-Honda motorcycle	68,500	66,090	2,410	16,000	Insurance claim	M/s Adamjee Insurance, Islamabad.
	24,271,180	23,016,392	1,254,787	240,969		

10.5 PROPERTY, PLANT AND EQUIPMENT - PAKISTAN - JUNE 30, 2016

Particulars	C O S T				Rate	D E P R E C I A T I O N				Net book value
	As at	For the Year		As at		As at	For the Year		As at	as at
	1-Jul-15	Additions	Disposals	30-Jun-16		1-Jul-15	Additions	Disposals	30-Jun-16	30-Jun-16
	Rupees					%	Rupees			
Free hold land	38,400,000	-	-	38,400,000	-	-	-	-	-	38,400,000
Free hold office building	22,318,020	-	-	22,318,020	5	6,717,096	780,046	-	7,497,142	14,820,878
Lease hold land	2,884,000	-	-	2,884,000	1.2	174,367	32,516	-	206,883	2,677,117
Lease hold office building	7,006,000	-	-	7,006,000	5	1,593,897	270,605	-	1,864,502	5,141,498
Datacom system machinery	700,993,634	25,324,216	(1,530,186)	724,787,664	20	552,830,507	31,984,741	(1,141,215)	583,674,033	141,113,631
Office equipment	15,125,828	532,359	(3,454,759)	12,203,428	25	10,934,214	1,097,480	(3,205,397)	8,826,297	3,377,131
Testing equipment	29,820,384	95,000	(2,376,710)	27,538,674	10	13,792,665	1,591,778	(1,554,369)	13,830,074	13,708,600
Air conditioners	4,924,468	45,000	(881,287)	4,088,181	10	1,916,864	295,938	(574,793)	1,638,009	2,450,172
Furniture and fixtures	3,830,002	-	(349,697)	3,480,305	10	2,660,546	115,514	(270,919)	2,505,141	975,164
Vehicles	33,899,868	695,000	(69,900)	34,524,968	20	20,463,358	2,780,873	(7,961)	23,236,270	11,288,698
	859,202,204	26,691,575	(8,662,539)	877,231,240		611,083,514	38,949,491	(6,754,654)	643,278,351	233,952,889

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

10.6 PROPERTY, PLANT AND EQUIPMENT - UAE - JUNE 30, 2016

Particulars	C O S T				Rate %	D E P R E C I A T I O N				Net book value as at 30-Jun-16 Rupees
	As at 1-Jul-15	For the Year		As at 30-Jun-16		As at 1-Jul-15	For the Year		As at 30-Jun-16	
		Additions	Disposals				Additions	Disposals		
	Rupees					Rupees				
Datacom system machinery	639,623	-	-	639,623	20	243,909	79,143	-	323,052	316,571
Office equipment	130,558	-	-	130,558	25	60,180	17,595	-	77,775	52,783
	770,181	-	-	770,181		304,089	96,738	-	400,827	369,354
	859,972,385	26,691,575	(8,662,539)	878,001,421		611,387,603	39,046,229	(6,754,654)	643,679,178	234,322,243

11 INTANGIBLE ASSETS- JUNE 30, 2017

Particulars	C O S T				Rate %	D E P R E C I A T I O N				Net book value as at 30-Jun-17 Rupees
	As at 1-Jul-16	For the Year		As at 30-Jun-17		As at 1-Jul-16	For the Year		As at 30-Jun-17	
		Additions	Disposals				Additions	Disposals		
	Rupees					Rupees				
Software	3,204,006	-	-	3,204,006	33.33	3,204,006	-	-	3,204,006	-
Infrastructure license	8,540,000	-	-	8,540,000	5	2,241,750	427,000	-	2,668,750	5,871,250
	11,744,006	-	-	11,744,006		5,445,756	427,000	-	5,872,756	5,871,250

11.1 INTANGIBLE ASSETS - JUNE 30, 2016

Particulars	C O S T				Rate %	D E P R E C I A T I O N				Net book value as at 30-Jun-16 Rupees
	As at 1-Jul-15	For the Year		As at 30-Jun-16		As at 1-Jul-15	For the Year		As at 30-Jun-16	
		Additions	Disposals				Additions	Disposals		
	Rupees					Rupees				
Software	3,204,006	-	-	3,204,006	33.33	3,204,006	-	-	3,204,006	-
Infrastructure license	8,540,000	-	-	8,540,000	5	1,814,750	427,000	-	2,241,750	6,298,250
	11,744,006	-	-	11,744,006		5,018,756	427,000	-	5,445,756	6,298,250

2017

2016

Rupees

12 DEFERRED TAXATION

Deferred tax has been calculated at the corporate tax rate of 31% (June 2016: 32%) arising on account of the following;
Provisions for doubtful debts, deposits and prepayments
Accelerated depreciation/ amortisation

The gross movement in the deferred tax liability during the period is as follows;

Balance at the beginning

Tax credit recognised for the period/ year

Effect of change in tax rate

Tax credit recognised in profit and loss account

Balance at the end

26,396,851 (17,013,682)	27,189,472 (19,680,482)
9,383,169	7,508,990
7,508,990	4,066,734
2,108,835 (234,656)	3,565,490 (123,234)
1,874,179	3,442,256
9,383,169	7,508,990

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

	Note	2017	2016
		Rupees	
13 TRADE DEBTS - unsecured			
Trade debts		360,778,291	245,289,598
Less: provision for doubtful debts		(18,783,827)	(18,783,827)
		<u>341,994,464</u>	<u>226,505,771</u>
14 ADVANCES			
Advances - considered good to			
Suppliers - secured		4,303,829	20,783,199
Employees - unsecured	14.1	2,135,503	4,426,105
		<u>6,439,332</u>	<u>25,209,304</u>
14.1 Advances to employees include Rs. 0.10 million (June 2016: Rs. 0.76 million) given to executives against their salaries.			
15 TRADE DEPOSITS AND SHORT TERM PREPAYMENTS			
Margin and guarantees with banks		371,451	547,340
Trade deposits	15.1	40,167,287	33,504,419
Prepayments	15.2	106,655,444	72,387,276
		<u>147,194,182</u>	<u>106,439,035</u>
15.1 Trade deposits		73,350,940	66,596,056
Less: provision for doubtful deposits	15.1.1	(33,183,653)	(33,091,637)
		<u>40,167,287</u>	<u>33,504,419</u>
15.1.1 Change in the doubtful provision as compared to the previous period balance is due to the currency rate fluctuation.			
15.2 Prepayments		139,839,097	105,478,913
Less: provision for doubtful prepayments	15.2.1	(33,183,653)	(33,091,637)
		<u>106,655,444</u>	<u>72,387,276</u>
15.2.1 Change in the doubtful provision as compared to the previous period balance is due to the currency rate fluctuation.			
16 ADVANCE TAX			
Balance at beginning of the year		67,866,119	62,169,443
Tax provision for the year		(27,140,536)	(48,902,950)
Income tax paid during the year		39,398,111	54,599,626
		<u>80,123,694</u>	<u>67,866,119</u>
17 SHORT TERM INVESTMENTS			

These represent investments in term deposit receipts maturing in the short term and carry interest rate ranging from 1.20 % to 6.83 % (June 2016: 1.20 % to 6.90 %) per annum. Included in these investments are foreign currency term deposit receipts amounting to US\$ nil; equivalent to Rs. nil (June 2016: US\$ 2.80 million; equivalent to Rs. 292.01 million) and local currency investment of Pak Rs.186.00 million (June 2016: Rs. 50.00 million). Out of total investments, US\$. nil; equivalent to Rs. nil (June 2016: US\$ 1.50 million; equivalent to Rs. 156.44 million) and Pak Rs. 50.00 million (June 2016: Rs. 50.00 million) are pledged against unfunded bank facility.

The Company does not have any investments under arrangement of Islamic Shariah.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

	Note	2017	2016
		Rupees	
18 CASH AND BANK BALANCES			
Cash in hand		-	-
Cash at bank:			
Current accounts	18.1	2,861,607	2,507,223
Deposit accounts	18.2	62,039,590	52,447,033
Deposit accounts with Islamic Banks under Shariah arrangements		21,421,338	11,989,195
Current accounts-dividend		9,898,935	9,181,710
		<u>96,221,470</u>	<u>76,125,161</u>

18.1 Current accounts include foreign currency deposits of UAE Dirham 0.046 million equivalent to Rs. 1.32 million (June 2016: UAE Dirham 0.006 million equivalent to Rs. 0.16 million) and US\$ 0.006 million equivalent to Rs. 0.68 million (June 2016: US\$ 0.006 million equivalent to Rs. 0.68 million).

18.2 Deposit accounts include foreign currency deposits of US\$ 0.003 million equivalent to Rs. 0.40 million (June 2016: US\$ 0.005 million equivalent to Rs. 0.56 million).

	Note	2017	2016
		Rupees	
19 CASH AND CASH EQUIVALENTS			
Short term investments	17	186,000,000	342,012,000
Cash and bank balances	18	96,221,470	76,125,161
		<u>282,221,470</u>	<u>418,137,161</u>

20 REVENUE			
CVAS data communication services		589,480,524	648,600,327
Telecom infrastructure services		4,267,603	4,631,907
Other projects revenue		66,530,942	1,370,970
	20.1	<u>660,279,069</u>	<u>654,603,204</u>
20.1 Revenue is exclusive of Services Tax of Rs.94.50 million (June 2016: Rs. 95.14 million).			

21 COST OF SERVICES			
Channel and local lead rentals		136,423,852	132,785,981
Space segment rentals		107,797,121	118,043,796
Salaries and other benefits	21.1	147,359,127	149,437,618
Repair and maintenance expenses		12,404,424	22,037,291
License fee		3,146,133	3,358,799
Depreciation		37,387,976	39,046,229
Amortisation		427,000	427,000
Travelling and local conveyance		3,534,173	2,690,804
Telephone expenses		711,709	1,210,957
Vehicle running expenses		9,757,963	10,642,683
Insurance		1,313,719	1,695,450
Entertainment		929,787	1,160,445
Rent, rates and taxes		4,916,005	3,609,367
Utilities		3,590,691	3,995,861
Operating lease rentals	23.2	2,295,421	3,095,273
Other projects cost		50,943,770	1,023,300
		<u>522,938,871</u>	<u>494,260,854</u>

21.1 Salaries and other benefits include employees' retirement and other service benefits of Rs. 18.05 million (June 2016: Rs. 11.51 million).

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

	Note	2017	2016
		Rupees	
22 ADMINISTRATIVE EXPENSES			
Salaries and other benefits	22.1	80,340,415	85,415,065
Travelling and local conveyance		372,921	553,583
Telephone expenses		1,107,403	1,035,018
Vehicle running expenses		4,109,179	5,116,841
Insurance		173,606	242,726
Entertainment		1,178,135	1,153,866
Rent, rates and taxes		5,137,076	4,758,419
Legal and professional charges		6,531,228	3,940,623
Printing and stationery		1,480,766	1,773,133
Utilities		1,895,577	1,988,645
Welfare expenses		2,659,664	2,045,000
Auditors' remuneration	22.2	825,000	820,000
Operating lease rentals	23.2	2,765,831	3,083,978
		108,576,801	111,926,897
22.1 Salaries and other benefits include employees' retirement and other service benefits of Rs. 7.50 million (June 2016: Rs. 8.18 million) and Directors' remuneration of Rs. 12.33 million (June 2016: Rs. 14.47 million).			
22.2 Auditors' remuneration			
Statutory audit fee including half yearly review		675,000	650,000
Other certification fees		120,000	130,000
Out of pocket expenses and others		30,000	40,000
		825,000	820,000
23 MARKETING EXPENSES			
Advertisement and marketing expenses		1,942,395	1,661,893
Salaries and other benefits	23.1	18,429,582	18,699,051
Travelling and local conveyance		1,288,802	629,445
Telephone expenses		145,979	163,989
Vehicle running expenses		849,475	1,049,370
Insurance		23,929	50,168
Entertainment		18,678	26,233
Operating lease rentals	23.2	832,494	718,136
		23,531,334	22,998,285
23.1 Salaries and other benefits include employees' retirement and other service benefits of Rs. 1.10 million (June 2016: Rs. 1.36 million).			
23.2 All operating (Ijarah) lease payments are under cancellable operating lease arrangements under Shariah and are due as follows;			
For the next one year		3,124,777	4,823,082
More than one year but not later than five year		4,276,596	1,777,013
More than five year		-	-
		7,401,373	6,600,095

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

	Note	2017	2016
		Rupees	
24 OTHER INCOME			
Income from financial assets			
Return on short term investments		8,147,961	8,323,026
Return on bank deposits		1,312,513	1,451,472
Return on bank deposits with Islamic Banks		166,174	372,966
Exchange gain		968,898	7,326,268
Net Income from other projects		45,267,646	13,536,075
		55,863,192	31,009,807
Income from non-financial assets			
Loss on disposal of property, plant and equipment		(929,638)	(1,130,366)
		54,933,554	29,879,441
25 PROVISION FOR TAXATION			
Current - for the year		20,537,742	21,061,772
Prior year		6,078,764	(136,731)
Deferred		(1,874,179)	(3,442,256)
	25.1	24,742,327	17,482,785
25.1 Reconciliation of tax charged for the year			
Accounting profit		59,371,578	54,579,144
Tax on accounting profit at 31% (June 2016: 32%)		18,405,189	17,465,326
Tax effect of expenses that are inadmissible for tax purposes		11,634,783	12,701,413
Tax effect of expenses that are admissible for tax purposes		(9,502,230)	(9,104,967)
		20,537,742	21,061,772
Tax effect of prior years		6,078,764	(136,731)
Tax effect of temporary differences between the carrying amount of assets and liabilities for financial reporting purposes and the amount used for taxation purposes		(1,874,179)	(3,442,256)
		24,742,327	17,482,785
26 EARNING PER SHARE (BASIC AND DILUTED)			
Profit after taxation		34,629,251	37,096,359
Basic and diluted earnings per share (Rupees/ share)		3.53	3.78
Weighted average number of ordinary shares as at June 30, 2017 are 9,801,000 (June 30, 2016: 9,801,000) and there are no dilutive ordinary shares till June 30, 2017 (June 30, 2016: Nil).			
27 REMEASUREMENT LOSS ON DEFINED BENEFIT PLAN			
Actuarial gains on Obligation		4,851,064	6,272,697
Actuarial losses on Plan assets		(6,358,923)	(6,722,182)
Actuarial losses recognises in statement of comprehensive income		(1,507,859)	(449,485)
28 TRANSACTIONS WITH RELATED PARTIES			
The related parties comprise of holding and associated companies, companies with common directorship, directors, key management staff and employees retirement and other service benefits;			
Telecom Foundation-transactions			
Dividend		21,593,412	22,943,000
Welfare expenses		2,500,000	2,000,000
Telecom Foundation-balance			
Payable against joint operations		1,464,781	3,039,154

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

- 28.1** There were no transaction with the holding company (Telecom Foundation) during the year other than those disclosed in these financial statements.
- 28.2** The Company has no subsidiary company and there are no transactions with companies with common directorship other than those disclosed in these financial statements.
- 28.3** There were no transactions with the directors and key management personnel other than their terms of employment and are disclosed in note 14 and 29 to these financial statements.
- 28.4** Transactions regarding employees retirement benefits under the account head of Salaries and other benefits are disclosed in notes 7, 8, 21, 22 and 23 to these financial statements.

29 REMUNERATION TO CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVES

The aggregate amounts charged in the financial statements for remuneration, including all benefits to the Chief Executive, Directors and Executives of the Company, are as follows;

	2017			2016		
	Chief Executive	Directors	Executives	Chief Executive	Directors	Executives
	Rupees			Rupees		
Managerial remuneration	4,202,070	-	25,558,452	4,301,398	-	23,200,008
Other allowances	1,296,000	-	6,569,572	1,648,000	-	6,577,300
Meeting fee/Honorarium/Bonus	1,435,653	5,394,078	2,318,827	2,360,000	6,131,333	6,139,275
	6,933,723	5,394,078	34,446,851	8,309,398	6,131,333	35,916,583
Number of persons	2	11	12	1	6	12

- 29.1** The Chief Executive and Executives of the Company are also provided Company maintained vehicles for official purpose only.

30 NUMBER OF EMPLOYEES

Total number of employees as at the year end
Average number of employees during the year

	2017	2016
Number of Employees	223	234
	228	236

31 DISCLOSURE REQUIREMENTS FOR ALL SHARES ISLAMIC INDEX

Following information has been disclosed with reference to circular no. 14 of 2016 dated April 21, 2016, issued by the Securities and Exchange Commission of Pakistan relating to "All Shares Islamic Index".

Description	Explanation
i) Loan and advances	Non-interest bearing.
ii) Operating leases	All operating/ Ijarah lease payments are under cancellable operating lease arrangements under Shariah in Notes 4.15, 21, 22 and 23.
iii) Deposits	Non-interest bearing.
iv) Bank balances	Disclosed in note 18.
v) Return on bank deposits for the year	Disclosed in note 24.
vi) All sources of other income	Disclosed in note 24.
vii) Exchange gain/ (loss)	Gain/ (loss) from actual currency fluctuations disclosed in note 24.
viii) Short term investments	The Company does not have any investments under arrangement of Islamic Shariah (Note 17).
ix) Relationship with banks having Islamic windows	Following is the list of banks with which the Company has a relationship with Islamic windows of operations: 1. Dubai Islamic Bank Pakistan Limited 2. Meezan Bank Limited

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

32 RISK MANAGEMENT OBJECTIVES AND POLICIES

The Company's activities expose it to a variety of financial risks, including the effects of changes in foreign exchanges rates, market interest rates, credit and liquidity risk associated with various financial assets and liabilities respectively as referred in note 32.4.

The Company finances its operations through equity, short-term borrowings and management of working capital with a view to maintaining a reasonable mix and to minimize risk.

Taken as a whole, risk arising from the Company's financial instruments is limited as there is no significant exposure to market risk in respect of such instruments.

32.1 Market risk

Market risk is the risk that change in market prices, such as foreign exchange rates, interest rates and service charge out rate will affect the Company's incomes or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures with in acceptable parameters, while optimizing the return on risk.

a) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to change in market interest rates. The Company does not have any long term bank borrowing and short term borrowings. The Company adopts policy to make fixed rate investment in instrument like TDRs so as to minimize the interest rate risk.

At the reporting date the interest rate profile of the Company's interest bearing financial instrument was:

	2017	2016	2017	2016
	%		Rupees	
Fixed rate instrument				
<u>Financial assets</u>				
Short term investments	1.20 to 6.83	1.20 to 6.90	186,000,000	342,012,000
Bank balances - deposit accounts	3.75 to 4.25	2.40 to 4.50	83,460,928	64,436,228
			<u>269,460,928</u>	<u>406,448,228</u>
<u>Financial liabilities</u>				
			-	-
			<u>269,460,928</u>	<u>406,448,228</u>

The Company does not account for any fixed rate financial asset and liability at fair value through 'profit and loss' therefore a change in interest rate at the balance sheet date would not affect profit or loss of the company.

b) Currency risk

Most of the Company's transactions are carried out in Pak Rupees and US Dollars. Exposure to Company's receivables and payables, which are primarily denominated in the currency other than Pak Rupees, arises from the currency exchange rate fluctuation. The activities of the Company expose it to foreign exchange risk, primarily with respect of US Dollars and UAE Dirham. To mitigate the Company's exposure to foreign currency risk, non-Pak Rupees cash flows are monitored in accordance with Company's risk management policies. Generally, the Company's risk management procedures distinguish short-term foreign currency cash flows (due within 6 months) from long-term cash flows. Where the amounts to be paid and received in a specific currency are expected to largely offset one another, no further hedging activity is undertaken.

Foreign currency denominated financial assets and liabilities, translated into Pak Rupees at the closing rate, are as follows:

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

	2017	2016
	Rupees	
Short-term exposure		
Financial assets- US Dollars	9,516,344	298,389,423
Financial assets- AED	1,320,357	157,395
	10,836,701	298,546,818
Financial liabilities-US Dollars	(128,470,324)	(123,360,022)
	(117,633,623)	175,186,796
Long-term exposure		
Financial assets	-	-
Financial liabilities	-	-
	-	-

The following table illustrates the sensitivity of the net result for the year and equity in regards to Company's financial assets and liabilities and US Dollar & UAE Dirham - Pak Rupee exchange rate .

It assumes a +0.30 % / -0.37 % change of the US-Dollar exchange rate for the year ended June 30, 2017 (June 2016: -2.28 % / +1.61 %) and -0.30/+0.87 % (June 2016:- 2.47% /+1.10 %) change of the UAE Dirham exchange rate for the year ended June 30, 2017. These percentages have been determined based on the average market volatility in exchange rates in the previous 12 months. The sensitivity analysis is based on Company's foreign currency financial instruments held at each balance sheet date.

	2017	2016
	Rupees	
If the Pak Rupee had strengthened against the US Dollar by + 0.30 % (2016: -2.28 %) and against the UAE Dirham by - 0.30 % (June 2016: -2.47 %) then this would have the following impact:		
<u>US Dollar Currency</u>		
Net result for the year-exchange gain/ (loss)	331,089	(4,353,658)
<u>UAE Dirham Currency</u>		
Net result for the year (exchange loss)	(3,922)	(3,894)
If the Pak Rupee had weakened against the US Dollar by -0.37 % (June 2016: +1.61 %) and against the UAE Dirham by +0.87 % (June 2016: +1.10 %), then this would have the following impact:		
Net result for the year		
<u>US Dollar Currency</u>		
Exchange (gain)/losses	(408,381)	3,080,767
<u>UAE Dirham Currency</u>		
Exchange (gain)/losses	11,388	1,727

c) Other price risk

The Company is neither exposed to equity securities price risk nor commodity price risk.

32.2 Credit risk analysis

Credit risk represents the accounting loss that would be recognized on the reporting date if counter parties failed completely to perform as contracted. The Company's exposure to credit risk is limited to the carrying amount of financial assets recognised at the balance sheet date, as summarised below:

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

	2017	2016
	Rupees	
Classes of financial assets - carrying amounts		
Trade debts - unsecured	341,994,464	226,505,771
Advances	2,135,503	4,426,105
Trade deposits	40,538,738	34,051,759
Other receivables	5,522,084	6,657,664
Interest accrued	4,511,630	2,958,456
Cash and cash equivalent	282,221,470	418,137,161
	<u>676,923,889</u>	<u>692,736,916</u>

The Company's management continuously monitors the defaults of customers and other counterparties, whether of individual or of group. Where available at reasonable cost, external credit ratings on counterparties are obtained and used. The Company's policy is to deal only with creditworthy counterparties.

Management considers that all the above financial assets that are not impaired for each of the reporting dates under review are good credit quality, including those that are past due.

Unimpaired trade debts that are past due as at the reporting date can be shown as follows:

	2017	2016
	Rupees	
Not more than 3 months	264,309,440	187,052,606
More than 3 months but not more than 6 months	26,512,519	11,078,635
More than 6 months but not more than 1 year	34,567,711	5,911,647
More than 1 year	16,604,794	22,462,883
	<u>341,994,464</u>	<u>226,505,771</u>
Some of the unimpaired other receivable that are past due as at the reporting date can be shown as follows:		
Not more than 3 months	-	980,803
More than 3 months but not more than 6 months	3,344	-
More than 6 months but not more than 1 year	159,989	-
More than 1 year	5,358,751	5,676,861
	<u>5,522,084</u>	<u>6,657,664</u>

In respect of trade receivables, the Company is not exposed to any significant credit risk exposure to any single counter party or any group of counterparties having similar characteristic. Trade receivables consists of large number of customers in various industries and geographical areas.

The credit risk for cash and cash equivalents is considered negligible, since the counterparties are reputable banks with high quality credit ratings.

32.3 Liquidity risk analysis

Liquidity risk reflects an enterprise's inability in raising funds to meet commitments. Prudent liquidity risk management implies maintaining sufficient cash and marketable securities, the availability of funding to an adequate amount of committed credit facilities and the ability to close out market positions due to dynamic nature of business. The company follows an effective cash flow management and planning policy to ensure the availability of funds and to take appropriate measures for new requirements.

At balance sheet date, the Company's liabilities have contractual maturities which are summarised below:

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

Financial liabilities

Customers deposits
Maturity with in 1 year
Maturity after 1 year

Trade and other payables
Maturity with in 1 year
Maturity after 1 year

	2017	2016
	Rupees	
	124,388,199	121,280,432
	-	-
	124,388,199	121,280,432
	91,532,064	92,800,649
	-	-
	91,532,064	92,800,649
	215,920,263	214,081,081

The above contractual maturities reflect the gross cash flows, which may differ to the carrying values of the liabilities at the balance sheet date.

32.4 Summary of financial assets and liabilities by category

The carrying amounts of the Company's financial assets and liabilities are recognised at the balance sheet date of the reporting period under review may also be categorised as follow:

Financial assets

Financial assets are measured at amortised cost

Trade debts - unsecured

Advances

Trade deposits

Other receivables

Interest accrued

Cash and cash equivalent

Financial liabilities

Financial liabilities are measured at amortized cost

Trade and other payables

Customers' deposits

	2017	2016
	Rupees	
	341,994,464	226,505,771
	2,135,503	4,426,105
	40,538,738	34,051,759
	5,522,084	6,657,664
	4,511,630	2,958,456
	282,221,470	418,137,161
	676,923,889	692,736,916
	91,532,064	92,800,649
	124,388,199	121,280,432
	215,920,263	214,081,081

32.5 Capital management

The Board's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The capital consists of equity as stated in the statement of financial position. The Board of Directors monitor the return on capital and the level of dividend to the shareholders. There were no changes to the company's approach to capital management during the period and the company is not subject to externally imposed capital requirements.

33 OPERATING SEGMENTS

These financial statement have been prepared on the basis of a single reportable segment.

Out of total revenue, 89 % (June 2016: 99 %) is generated from CVAS data communication services while 11 % (June 2016: 1 %) is generated from Telecom Infrastructure Provider license and other projects.

Revenue from major customers of the Company amounts to Rs. 322.36 million (June 2016: Rs. 376.58 million) representing 49 % (June 2016: 57 %) of the total revenue.

Out of total non-current assets of the Company, 99.87 % (June 2016: 99.84 %) assets are located in Pakistan.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

34 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Company on September 27, 2017.

35 MOVEMENT BETWEEN RESERVES AND PROPOSED DIVIDEND

The Board of Directors in its meeting held on September 27, 2017 approved i) transfer of Rs. 5.00 million (June 2016: Rs. 5.00 million) from unappropriated profit to general reserves, ii) final cash dividend of Rs. 2.50 per share (June 2016: Rs. 3.00 per share) amounting to Rs. 24.50 million (June 2016: Rs. 29.40 million). The financial statements for the year ended June 30, 2017 do not include the effect of aforementioned movement between reserves and proposed dividend. There are no other subsequent events necessary to be disclosed.

36 GENERAL

Figures have been rounded off to the nearest Rupee, unless otherwise stated.

Amjad Hussain Qureshi
Director

Syed Abrar Hussain
Chief Executive

**PATTERN OF HOLDING OF THE SHARES HELD BY THE
SHAREHOLDERS OF PAK DATACOM LIMITED AS AT JUNE 30, 2017
FORM 34 (SECTION 236(1) AND 464)**

NUMBER OF SHAREHOLDERS	SHAREHOLDING		TOTAL SHARES HELD
	FROM	TO	
1,364	1	100	49,185
381	101	500	118,415
80	501	1,000	64,825
105	1,001	5,000	261,701
25	5,001	10,000	180,129
9	10,001	15,000	118,690
2	15,001	20,000	34,218
2	20,001	25,000	43,000
2	45,001	50,000	95,507
1	60,001	65,000	65,000
1	175,001	180,000	178,898
1	210,001	215,000	210,500
1	705,001	710,000	705,291
1	755,001	760,000	756,288
1	1,520,001	1,525,000	1,521,000
1	5,395,001	5,400,000	5,398,353
1,977			9,801,000

CATEGORIES OF SHAREHOLDERS	SHARES HELD	PERCENTAGE %
Individuals	1,112,561	11.3515
Mutual Funds	133	0.0014
Others	5,689,271	58.0479
Basit Waheed	1,521,000	15.5188
Financial Institutions	721,747	7.3640
Insurance Companies	756,288	7.7164
Grand Total	9,801,000	100.0000

NAME WISE DETAIL OF SHAREHOLDERS AS AT JUNE 30, 2017

Categories of shareholders	Physical	CDC	Total Shares Held	Percentage (%)
Directors, Chief Executive Officer, Their Spouses and Minor Children				
Directors				
Mr. Basit Waheed	-	1,521,000	1,521,000	15.52
Associated Companies, Undertakings & Related Parties				
Telecom Foundation	5,398,353	-	5,398,353	55.08
Mutual Funds				
IDBL (ICP Unit)	-	8	8	0.00
Industrial Development Bank of Pakistan	125	-	125	0.00
Banks NBFCs, DFIs, Takaful, Pension Funds				
Trustee - NBP Employees Pension Fund	-	16,356	16,356	0.17
M/s. National Bank of Pakistan	-	100	100	0.00
M/s. National Bank of Pakistan	-	705,291	705,291	7.20
Modarabas	-	-	-	-
Insurance Companies				
M/S State Life Insurance Corporation of Pakistan	-	756,288	756,288	7.72
Other Companies, Corporate Bodies, Trust etc				
Ali Husain Rajabali Limited	-	15,000	15,000	0.15
M/s. Y. S. Securities & Services (Pvt) Limited	-	2,175	2,175	0.02
Trustee - NBP Employees Benevolent Fund Trust	-	574	574	0.01
M/s. Sarfraz Mahmood (Private) Limited	-	157	157	0.00
M/s. NH Capital Fund Limited	-	6	6	0.00
M/s. Maple Leaf Capital Limited	-	1	1	0.00
M/s. Darson Securities (Pvt) Limited	-	5	5	0.00
Z.a. Ghaffar Securities (private) Ltd.	-	5,000	5,000	0.05
M/s. Al-Haq Securities (Pvt) Limited	-	550	550	0.01
CDC - Trustee National Investment (Unit) Trust	-	178,898	178,898	1.83
M/s. Aha Ali Habib Securities (Pvt) Limited - MF	-	7,500	7,500	0.08
Growth Securities (private) Limited - MF	-	49,500	49,500	0.51
Mra Securities Limited - MF	-	3,000	3,000	0.03
Non Residents				
M/s. CMB (1) As Trustee For GT	440	-	440	0.00
M/s. Dester Management Limited	137	-	137	0.00
M/s. Lehman Brothers Securities	13,100	-	13,100	0.13
M/s. Somers Nominees (Far East) Limited	6,765	-	6,765	0.07
M/s. Morgan Stanley Bank Luxembourg	6,385	-	6,385	0.07
M/s. Pictet & Cie	1,725	-	1,725	0.02
General Public	228,772	883,789	1,112,561	11.35
	5,655,802	4,145,198	9,801,000	100.00

SHAREHOLDERS HOLDING FIVE PERCENT OR MORE VOTING RIGHTS IN THE COMPANY

Shareholders More Than 5.00%	Shares Held	Percentage %
Telecom Foundation	5,398,353	55.08
Basit Waheed	1,521,000	15.52
State Life Insurance Corp. of Pakistan	756,288	7.72
National Bank of Pakistan	705,291	7.20

DIVIDEND MANDATE FORM

Dear Shareholder,

Re: Dividend Mandate Form

With reference to the captioned subject, it is to inform you that under Section 242 of the Companies Act, 2017 a shareholder may, if so desire, directs the Company to pay dividend through his/her/its Bank Account.

In pursuance of the directions given by the Securities & Exchange Commission of Pakistan vide Circular Number 19 of 2012 & Reference No. SMD/CJW/Misc/19/2009 date June 05, 2012, I/we _____ request being the registered shareholder of _____ having Folio No. _____ hereby gives the opportunity to authorize the Company to directly credit in your bank account cash dividend, if any, declared by the Company in future.

[PLEASE NOTE THAT THIS DIVIDEND MANDATE IS OPTIONAL AND NOT COMPULSORY, IN CASE YOU DO NOT WISH YOUR DIVIDEND TO BE DIRECTLY CREDITED INTO YOUR BANK ACCOUNT THEN THE SAME SHALL BE PAID TO YOU THROUGH THE DIVIDEND WARRANTS].

Do you wish that the cash dividend declared by the Company, if any, is directly credited in your bank account, instead of issue of dividend warrants. Please tick “✓” any of the following boxes:

Yes

No

If yes then please provide the following information:

Transferee Detail	
Title of Bank Account	
Bank Account Number	
Bank Name	
Branch Name And Address	
Computerized National Identity Card [CNIC]	
Cell Number of Transferee	
Landline Number of Transferee, if any	

It is stated that the above mentioned information is correct, that I will intimate the changes in the above mentioned information to the Company and the concerned Share Registrar as soon as these occur.

Signature of the Member/Shareholder

Note:

Physical certificate holders are requested to please submit the Dividend Mandate Form duly completed to the Share Registrar. In case of CDC account holder, please submit this Mandate Form to the concerned Participant/ Broker.

INCOME TAX RETURN FILING STATUS FORM

Confirmation for filing status of income tax return for application of revised rates pursuant to the provisions of Finance Act, 2017

Share Registrar: Pak Datacom Limited

7/3 - G, Mushtaq Ahmed Gormani Road,
Gulberg-II, Lahore,
Pakistan.

I, Mr/Mrs/Ms.....S/O, D/O, W/O..... hereby confirm that I am registered as National Tax Payer. My relevant detail is given below : Folio/ CDC

Folio/CDC ID/AC#	Name	National Tax #	CNIC # (in case of individuals)*	Income tax return for the year 2017 filed (yes or no)**

It is stated that the above-mentioned information is correct.

Signature of the Shareholder

The Shareholders having their accounts with Central Depository Company (CDC) have also to communicate confirmation of tax payment status information to relevant Member Stock Ex-change in addition to the company secretary.

*Please attach attested photocopy of the CNIC.

** Please attach attested photocopy of receipt of income tax return.

Investors' Education

In pursuance of SRO 924 (I)/ 2015 dated September 09, 2015 issued by Securities and Exchange Commission of Pakistan, the following informational message has been reproduced to educate investors:

www.jamapunji.pk



**Be aware, Be alert,
Be safe**

Learn about investing at
www.jamapunji.pk

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*Mobile apps are also available for download for android and ios devices

Form of Proxy

I/We _____ of _____
 being a member(s) of Pak Datacom Limited and holding _____
 ordinary shares, as per Register Folio No./CDC Account and Participant's I.D. No. _____
 do hereby appoint _____ Folio No./CDC Account and Participant's I.D.
 No. _____ of _____
 or failing him/her _____ Folio No./CDC Account and Participant's I.D.
 No. _____ of _____
 another member of the Company as my/our proxy to vote for me/us and on my/our behalf at the Twenty Fifth
 Annual General Meeting of the Company to be held on October 24, 2017 at 11:00 am or at any adjournment
 thereof.

As witness my/our hand this _____ day of _____ 2017.

REVENUE
STAMP
RS. 5

SIGNATURE OF MEMBER (S)

(The signature of the shareholder should agree with the specimen signature registered with the Company/ Share Registrar or as per CNIC / Passport in case the share(s) is / are registered in CDC account).

Witnesses:

1. Signature _____
 Name _____
 Address _____
 CNIC/Passport No. _____

2. Signature _____
 Name _____
 Address _____
 CNIC/Passport No. _____

Note:

1. A member entitled to attend the Annual General Meeting is entitled to appoint a proxy to attend and vote instead of him/her. No person shall act as proxy (except for a corporation) unless he/she is entitled to be present and vote in his/her own right.
2. CDC account holder or sub-account holder appointing a proxy should furnish attested copies of his / her own as well as the proxy's CNIC / Passport with the proxy form. The proxy shall also produce his / her original CNIC / Passport at the time of the meeting. In case of corporate entity, the Board of Directors resolution / power of attorney with specimen signature shall be submitted along with proxy form.
3. The instrument appointing a proxy should be signed by the member or by his/her attorney duly authorized in writing. If the member is a corporation, its common seal (if any) should be affixed to the instrument.
4. The proxy forms, together with the power of attorney (if any), under which it is signed or a notarially Certified copy thereof, shall be deposited at the Registered Office of the Company not less than 48 hours before the time of the meeting.

مختار نامہ

میں / ہم _____ ساکن _____ بحیثیت ممبر (رکن) پاک ڈیٹا کام لمیٹڈ اور
 حامل _____ عام حصص، بمطابق شیئر رجسٹر فلیو نمبر / سی ڈی سی اکاؤنٹ اور پارٹنرسپینٹ
 آئی ڈی نمبر _____ ممبر (رکن) محترم / محترمہ _____ فلیو نمبر / سی ڈی سی اکاؤنٹ
 اور پارٹنرسپینٹ آئی ڈی نمبر _____ کو یا ان کی غیر حاضری میں ممبر (رکن)
 محترم / محترمہ _____ فلیو نمبر / سی ڈی سی اکاؤنٹ اور پارٹنرسپینٹ آئی ڈی نمبر _____ کو اپنے / ہمارے ایما پر 24 اکتوبر
 2017 صبح 11 بجے پاک ڈیٹا کام لمیٹڈ کے رجسٹر آفس میں منعقد ہونے والے کمپنی کے پچیسویں سالانہ اجلاس عام میں حق رائے دہی استعمال کرنے یا کسی بھی التواء کی صورت اپنا
 / ہمارا بطور مختار (پراکسی) مقررہ کرتا / کرتی ہوں / کرتے ہیں

آج بروز _____ بتاریخ _____ 2017 کو دستخط کئے گئے۔

ممبر (رکن) کے دستخط کمپنی میں رجسٹر شدہ دستخط کے ساتھ مماثلت رکھتے ہوں اور سی ڈی سی اکاؤنٹ ہولڈرز کے دستخط ان کے کمپیوٹر انز قومی شناختی کارڈ یا پاسپورٹ کے نمونہ دستخط سے
 مماثل ہونا ضروری ہے۔

گواہان:

1 دستخط _____	2 دستخط _____
نام _____	نام _____
پتہ _____	پتہ _____
_____	_____

پانچ روپے مالیت کا
 رسیدی ٹکٹ پر دستخط

ممبر ان کے دستخط

کمپیوٹر انز قومی شناختی کارڈ کا نمبر _____ کمپیوٹر انز قومی شناختی کارڈ کا نمبر _____

- ۱۔ ممبر (رکن) جو اجلاس میں شرکت اور ووٹ دینے کا مجاز ہو اپنی جگہ کسی اور ممبر (رکن) کو بطور مختار (پراکسی) شرکت کرنے اور ووٹ دینے کا حق تفویض کر سکتا ہے۔ سی ڈی سی اکاؤنٹ ہولڈرز یا سب اکاؤنٹ ہولڈرز کو کمپیوٹر انز قومی شناختی کارڈ یا پاسپورٹ کی مصدقہ نقول پر کسی کو منسلک کرنی ہوگی۔ مختار (پراکسی) کو اجلاس کے وقت اپنا اصل کمپیوٹر انز قومی شناختی کارڈ یا پاسپورٹ پیش کرنا ہوگا۔
- ۲۔ کارپوریٹ ادارہ ہونے کی صورت میں بحیثیت ممبر (رکن)، بورڈ آف ڈائریکٹرز کی منظور شدہ قرارداد / پاور آف اٹارنی بمعہ نمونہ دستخط ہمراہ مختار نامہ (پراکسی فارم) جمع کرانا ہوئے۔
- ۳۔ مختار نامہ (پراکسی فارم) پر ممبر (رکن) یا ان کے اٹارنی کے دستخط لازمی ہے۔ کارپوریٹ ادارہ ہونے کی صورت میں مختار نامہ (پراکسی فارم) پر کمپنی کی مہر ہونا بھی ضروری ہے۔
- ۴۔ مختار نامے (پراکسی فارم) بمعہ نامزد کرنے والے شخص کی تصدیق شدہ پاور آف اٹارنی (حسب ضرورت) کمپنی کے رجسٹر آفس میں اجلاس کے مقررہ وقت سے کم از کم 48 گھنٹے قبل جمع کرنا ضروری ہے۔

Complete > Network > Solutions >

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