



QUARTERLY REPORT **2025**

FOR THE FIRST QUARTER ENDED MARCH 31, 2025

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Company Information

Board of Directors

Bakhtiar Hameed Wain

Director / Chairman

Tanveer Karamat

Director / Chief Executive Officer

Khalid Hamid Wain

Director

Adeel Khalid

Director

Asmar Ahmed Atif

Director

Mohammad Arif Janjua

Director

Humayun Maqbool

Director

Saleha Asif

Director

Faisal Nadeem Sheikh

Chief Financial Officer

Ahsan Khalil (ACA-FPFA)

Company Secretary

Board Audit Committee

Humayun Maqbool

Chairman

Bakhtiar Hameed Wain

Member

Khalid Hamid Wain

Member

Mohammad Arif Janjua

Member

Human Resource & Remuneration Committee

Humayun Maqbool

Chairman

Bakhtiar Hameed Wain

Member

Khalid Hamid Wain

Member

Tanveer Karamat

Member

Auditors

Crowe Hussain Chaudhury & Co
Chartered Accountants

Legal Advisor

Chima & Ibrahim Advocates and
Corporate Counsel

Web Presence

www.octopusdtl.com

Bankers

Faysal Bank Limited

Dubai Islamic Bank

JS Bank Limited

MCB Islamic Bank Limited

Standard Chartered Bank Limited

Habib Metropolitan Bank Limited

National Bank of Fujairah

Bank Al Habib

Habib Bank Limited

Share Registrar

FAMCO Share Registration Services
(Pvt.) Ltd.

8-F, Near Hotel Faran, Nursery,
Block-6, P.E.C.H.S, Shahra-e-Faisal,
Karachi.

Phone: +92 (21) 34380101-5 &

+92 (21) 34384621 – 23

www.famcosrs.com

Headquarters

Lahore, Punjab, Pakistan

The Avanceon Building

19-KM, Main Multan Road,

Lahore, 54660 Punjab, Pakistan

Phone: +92 (42) 111 940 940

Email: support@octopusdtl.com

Regional Headquarters

Karachi, Sindh, Pakistan

MA Tabba Foundation Building,

First Floor, Gizri Road Block 9,

Clifton Karachi, Sindh 75600

Phone: +92 (21) 111 940 940

Email: support@octopusdtl.com

Islamabad, Pakistan

Avanceon LTD. The Hive 6th
Floor, ISE Towers Jinnah Avenue,
Blue Area Islamabad.

Email: support@octopusdtl.com

Regional Headquarters – Middle East

Avanceon FZE – Dubai, UAE

Office / Plot # MO-0240, Street #
N403, Jabel Ali Free Zone (North)

Po Box: 18590 Dubai, U.A.E

Phone: +971 4 88 60 277

Doha, Qatar

Avanceon Automation & Control WLL

Office No. 12, M Floor, Al-Jaber

Engg. HO Building, P.O. Box 15976,

Fox Hills, Lusail, Doha, Qatar.

Phone: +974 4040 9835

Avanceon QFZ LLC

PA-WH-04, Unit 16

Ras Bufontas Free Zone Doha Qatar

Phone: +974 4040 9835

Email: support@avanceon.qa

Dammam, KSA

Level 4, MASA ZOMCO Building,

Al-Khobar, KSA

Phone: +966 53 322 4138

Email: support.mea@avanceon.ae

OCTOPUS
Trade Mark DIGITAL

Email: support@octopusdtl.com

Interim Director's Report

Directors of Octopus Digital Limited (the "Company") are pleased to present our report for the first quarter ended March 31, 2025.

For the first quarter ended
Mar 31, 2025 **Mar 31, 2024**
(Rupees in '000)

CONSOLIDATED OPERATING RESULTS			
	Revenues	231,458	313,859
	Profit before tax	20,667	134,649
	Provision for taxation	(1,924)	(10,951)
	Profit after taxation	18,743	123,697
STANDALONE OPERATING RESULTS			
	Revenues	51,424	219,202
	Profit before tax	(6,101)	50,437
	Provision for taxation	(1,924)	(10,951)
	Profit after taxation	(8,025)	39,486

CONSOLIDATED EARNINGS PER SHARE FOR THE FIRST QUARTER ENDED MARCH 31, 2025

The consolidated basic earnings per share after tax is Rs. 0.13 (2024: Rs. 0.84)

STANDALONE EARNINGS/(LOSS) PER SHARE FOR THE FIRST QUARTER ENDED MARCH 31, 2025

The standalone basic earnings/(loss) per share after tax is Rs. (0.05) (2024: Rs. 0.27)

OPERATING RESULTS COMMENTARY

During the review period, the revenues of the Company decreased, with consolidated results down 26% and standalone results down 77% compared to 2024. The same has affected the Profit After Tax (PAT), which stands at 08% and -16%, of revenue, in consolidated and standalone results respectively, down 85% & 120% respectively, from same period last year.

Before the current financial year, the revenue from international projects was being executed in Pakistan as the group did not have any corporate presence in ME. The internal structure has been realigned by ODL to move the execution of all international projects to the group entity of ODFZ LLC as part of streamlining operations. This action was performed at the start of July 2024. The effect is being felt in the form of a significant decrease in revenue in standalone accounts but is being catered to in the consolidated accounts.

Management expects to achieve its aggressive targets for the year and cover the decrease in revenue. Our aim is to increase our recurring revenue streams in both Pakistan and International markets related to our digital and AMS business segments. We feel that the stability of the exchange rate and the decreasing interest rates are going to play a synergetic role in achieving our aims.

COMMUNICATION

Communication with the shareholders is given a high priority. Financial reports are shared with shareholders within the time specified in the current Companies Ordinance. The Company also has a website, www.octopusdtl.com, which contains up to date information on Company's activities and financial reports.

for and on behalf of the BOARD OF DIRECTORS

April 30, 2025

Lahore, Pakistan



Tanveer Karamat
Chief Executive Officer



Asmar Ahmed Atif
Director

Octopus Digital Limited
**Condensed Standalone
Interim Financial Statements**
For the first quarter ended March 31, 2025

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2025

	Un-audited Mar 31, 2025	Audited Dec 31, 2024		Un-audited Mar 31, 2025	Audited Dec 31, 2024
	(Rupees in '000)			(Rupees in '000)	
EQUITY AND LIABILITIES			ASSETS		
SHARE CAPITAL AND RESERVES			NON CURRENT ASSETS		
Authorised capital - 250,000,000 @ Rs. 10 each	2,500,000	2,500,000			
Issued, subscribed and Paid up Capital					
157,262,502 (2024 157,262,502) ordinary shares @ Rs. 10 each	1,572,625	1,572,625	Property, plant and equipment	30,869	32,208
Group Restructuring Reserve	(1,084,000)	(1,084,000)	Long term investments	447,893	447,893
Share premium	789,209	789,209	Deferred Tax Asset	19,390	19,390
Employees Options Reserve	37,480	37,480	Intangible Assets	3,545	3,647
Accumulated (loss)/profit	1,367,789	1,375,814	Long term advances and deposits	100	100
	2,683,104	2,691,129		501,797	503,237
NON CURRENT LIABILITIES					
Long Term Diminishing Musharika	13,346	12,809	CURRENT ASSETS		
CURRENT LIABILITIES			Stock in trade	34	-
Trade and other payables	284,120	280,764	Trade debts	1,342,872	1,456,172
Current portion of Diminishing Musharika	2,588	4,460	Contract Assets	107,325	103,909
Contract Liabilities	2,698	2,224	Short term Investment	548	539
Taxation - net	20,970	22,399	Short term loan		
	310,376	309,848	Other Assets and Prepayments	1,030,009	940,973
			Cash and bank balances	24,240	8,955
CONTINGENCIES AND COMMITMENTS				2,505,028	2,510,548
	3,006,826	3,013,785		3,006,826	3,013,785

The annexed notes from 1 to 6 form an integral part of these financial statements.

Chief Executive Officer

Chief Financial Officer

Director

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE FIRST QUARTER ENDED MARCH 31, 2025

	for the first Quarter ended	
	Mar 31, 2025	Mar 31, 2024
	(Rupees in '000)	
Revenue	51,424	219,202
Cost of Revenue	(28,495)	(100,106)
Gross profit	22,929	119,096
Administrative and selling expenses	(50,688)	(69,205)
Other Expenses		(9)
Other Income	22,509	619
	(28,179)	(68,595)
Profit / (Loss) from operations	(5,250)	50,501
Finance costs	(850)	(64)
Profit / (Loss) before tax	(6,101)	50,437
Income tax expense	(1,924)	(10,951)
Profit / (Loss) for the period after tax	(8,025)	39,486
Earnings/(Loss) per share - basic	(0.05)	0.27
Earnings/(Loss) per share - Diluted	(0.05)	0.27

The annexed notes from 1 to 6 form an integral part of these financial statements.



Chief Executive Officer



Chief Financial Officer



Director

UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE FIRST QUARTER ENDED MARCH 31, 2025

	for the first Quarter ended	
	Mar 31, 2025	Mar 31, 2024
	(Rupees in '000)	
Profit /(loss) for the period	(8,025)	39,486
Other comprehensive income	-	-
Total comprehensive income / (loss) for the period	(8,025)	39,486

The annexed notes from 1 to 6 form an integral part of these financial statements.



Chief Executive Officer



Chief Financial Officer



Director

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED MARCH 31, 2025

Particulars	Share Capital	Share Compensation Reserve	Capital Reserve		Un-appropriated Profit / (Loss)	Total
			Group Restructuring Reserve	Share Premium		
			-----Rupees in '000-----			
Balance as on January 01, 2024	1,572,625	9,263,716	(1,084,000)	789,209	1,283,378	2,570,476
Net (loss)/profit for the year ended	-	-	-	-	92,436	92,436
Employee Share Compensation Reserve-ESOS	-	28,217	-	-	-	28,217
Dividend Announced for the period	-	-		-	-	
Balance as on December 31, 2024	1,572,625	37,480	(1,084,000)	789,209	1,375,814	2,691,129
Net (loss)/profit for the period	-	-	-	-	(8,025)	(8,025)
bonus share issue for the period ended December 31, 2024	-	-	-	-	-	-
Employee Share Compensation Reserve-ESOS	-	-	-	-	-	-
Balance as on March 31, 2025	1,572,625	37,480	(1,084,000)	789,209	1,367,789	2,683,104

The annexed notes from 1 to 6 form an integral part of these financial statements.



Chief Executive Officer



Chief Financial Officer



Director

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS FOR THE FIRST QUARTER ENDED MARCH 31, 2025

	for the first Quarter ended	
	Mar 31, 2025	Mar 31, 2024
	(Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before taxation	(6,101)	50,437
Adjustment for:		
Depreciation on property and equipment	3,163	4,985
Amortization	101	101
Exchange gain - net	(10,016)	9
Finance cost	850	-
Markup on loan to Avanceon Limited	(12,480)	-
	(18,381)	5,096
Operating profit before working capital changes	(24,482)	55,533
(Increase) / Decrease in current assets		
- Trade debts	123,317	(4,788)
- Stock in trade	(34)	(307)
- Contract assets	(3,416)	(14,050)
- Advances and other receivables	(76,556)	65,802
	43,311	46,657
Increase / (Decrease) in current liabilities		
- Contract liabilities	474	2,406
- Creditors, accrued and other liabilities	4,826	36,521
	5,300	38,927
Cash generated from / (used in) operations	24,129	141,116
Finance costs paid	(850)	-
Income tax paid	(4,823)	(1,432)
NET CASH GENERATED FROM / (USED IN) OPERATING ACTIVITIES	18,455	139,685
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(1,825)	(1,399)
Short term Investment	(10)	(5,445)
Addition in intangible asset	-	(50,810)
NET CASH USED IN INVESTING ACTIVITIES	(1,834)	(57,653)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of diminishing mosharka	(1,336)	-
NET CASH GENERATED FROM FINANCING ACTIVITIES	(1,336)	-
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	15,285	82,032
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	8,955	29,359
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	24,240	111,390

The annexed notes from 1 to 30 form an integral part of these financial statements



Chief Executive Officer



Chief Financial Officer



Director

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) FOR THE FIRST QUARTER ENDED MARCH 31, 2025

1 CORPORATE AND GENERAL INFORMATION

1.1 Legal status and nature of the business

Octopus Digital Limited (the Company) was incorporated in Pakistan on December 29, 2017 as a private limited company under the Companies Act, 2017, which was converted to public Company on November 11, 2020. The Company is a subsidiary of a listed company namely Avanceon Limited (the Holding Company). The Company is listed on Pakistan Stock Exchange Limited. The Company is domiciled in Pakistan and prime business of the Company is to carry out Information Technology enabled services which includes but are not limited to online data/information storage, online monitoring and

1.2 The Information on geographical location and address of the Company's business is as under :

- The registered office is situated at 19 KM Main Multan Road, Lahore.

2 BASIS OF PREPARATION

2.1 Separate financial statements

These are separate financial statements of the Company. The consolidated financial statements of the Company are prepared separately.

2.2 Statement of compliance

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

- International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.3 Basis of measurement

These unconsolidated financial statements have been prepared under the historical cost convention.

2.4 Presentation and functional currency

These unconsolidated financial statements are prepared and presented in Pak Rupees (Rs.) which is the Company's functional and presentation currency. All the figures have been rounded off to the nearest rupee, unless otherwise stated.

2.5 Accounting policies

The accounting policies adopted for the preparation of these financial statements are consistent with those applied in the preparation of the preceding annual published financial statements of the Company for the year ended June 30, 2023.

2.6 Key judgements and estimates

The preparation of unconsolidated financial statements in conformity with approved accounting and reporting standards, as applicable in Pakistan, requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on the historical experience, including expectations of future events that are believed to be

3 APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS TO PUBLISHED APPROVED ACCOUNTING AND REPORTING STANDARDS

3.1 New accounting standards, amendments and IFRS interpretations that are effective for the period ended March 31, 2025

The following standards, amendments and interpretations are effective for the period ended March 31, 2025. These standards, amendments and interpretations are either not relevant to the Company's operations or are not expected to have significant impact on the financial statements other than certain additional disclosures.

Standard or Interpretation

Effective Date - Annual Periods

		Beginning on or After
IAS 1	Presentation of Financial Statements (Amendments)	January 1, 2024
IAS 7	Amendments to IAS 7 "Statement of Cash Flows"	January 1, 2024
IFRS 7	Amendments to IFRS 7 "Financial Instruments Disclosures"- Supplier Finance Arrangements	January 1, 2024
IFRS 16	Amendments to IFRS 16 "Leases" - Clarification on how seller-lessee subsequently measures sale and lease back transaction	January 1, 2024

3.2 New accounting standards, amendments and interpretations that are not yet effective

The following standards, amendments and interpretations are only effective for accounting periods, beginning on or after the date mentioned against each of them. These standards, interpretations and the amendments are either not relevant to the Company's operations or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures.

Standard or Interpretation

Effective Date - Annual Periods

		Beginning on or After
IAS 21	Amendments to lack of exchangeability	January 01, 2025
IFRS 7 & 9	Amendments to Classification and Measurement of Financial Instruements - Amendments to IFRS 7 and IFRS 9	January 01, 2026
IFRS 7 & 9	Contracts referencing Nature-dependent Electricity	January 01, 2026
IFRS 1, 7, 9, 10 & IAS 7	Annual Improvements to IFRS Accounting Standards	'January 01, 2026

4 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments of the Company as at 31 March 2025.(2024: Rs. Nil)

5 DATE OF AUTHORIZATION FOR ISSUE

The condensed interim unconsolidated financial information was authorised for issue on 30th April 2025 by the Board of Directors of the Holding Company.

6 GENERAL

Figures have been rounded off to the nearest thousand rupees.



Chief Executive Officer



Chief Financial Officer



Director

Octopus Digital Limited

Consolidated Condensed Interim Financial Statements

For the first quarter ended March 31, 2025

CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2025

	Un-Audited Mar 31 2025	Audited Dec 31, 2024		Un-Audited Mar 31 2025	Audited Dec 31, 2024
	(Rupees in '000)			(Rupees in '000)	
EQUITY AND LIABILITIES			ASSETS		
SHARE CAPITAL AND RESERVES			NON CURRENT ASSETS		
Authorised capital - 250,000,000 @ Rs. 10 each	2,500,000	2,500,000	Property and equipment	30,952	32,436
ISSUED, SUBSCRIBED AND PAID UP CAPITAL			Capital Work in Progress	3,545	
157,262,502 (2024: 157,262,502) ordinary shares @ Rs. 10 each	1,572,625	1,572,625	Intangibles	600,993	550,317
CAPITAL RESERVES			Goodwill	221,810	221,810
Share premium	789,209	789,209	Deferred Tax Assets	19,390	19,390
Group restructuring reserve	(1,050,259)	(1,050,259)	Long term deposits	100	100
Exchange Translation Reserve	9,754	4,226		876,789	824,053
Employees' share compensation reserve	37,480	37,480			
	(213,816)	(219,344)			
REVENUE RESERVES			CURRENT ASSETS		
Un-appropriated Profit	1,364,750	1,346,007	Stock in trade	34	
	2,723,559	2,699,288	Trade debts	1,508,163	1,428,742
NON CURRENT LIABILITIES			Contract Assets	220,884	210,554
Long Term Diminishing Musharika	13,346	12,810	Advances, deposits, prepayments and other receivables	477,498	518,355
CURRENT LIABILITIES			Tax refund from authorities	626	
Current portion of Long Term Diminishing Musharika	2,588	4,460	Investments in Stocks	548	539
Creditors, accrued and other liabilities	382,426	262,230	Cash and bank balances	65,194	21,528
Contract Liabilities	6,489	2,224		2,272,947	2,179,719
Taxation-Net	21,329	22,759			
	412,831	291,674			
CONTINGENCIES AND COMMITMENTS					
	3,149,736	3,003,772		3,149,736	3,003,772

The annexed notes 1 to 6 form an integral part of these consolidated condensed financial statements.



Chief Executive Officer



Chief Financial Officer



Director

CONSOLIDATED CONDENSED STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE FIRST QUARTER ENDED MARCH 31, 2025

	for the first Quarter ended	
	Mar 31 2025	Mar 31, 2024
	(Rupees in '000)	
Revenues	231,458	313,859
Cost of revenue	(128,611)	(109,349)
Gross Profit / (Loss)	102,846	204,511
	44%	65%
Administrative and selling expenses	(94,729)	(70,185)
Other expenses	(50)	(298)
Other income	21,818	697
	(72,960)	(69,786)
Profit / (Loss) from operations	29,886	134,725
Finance costs	(9,219)	(76)
Profit / (Loss) before tax	20,667	134,649
Taxation	(1,924)	(10,951)
Profit / (Loss) for the period after tax	18,743	123,697
Combined earnings per share		
Basic	0.13	0.84
Diluted	0.13	0.84

The annexed notes 1 to 6 form an integral part of these consolidated condensed financial statements.



Chief Executive Officer



Chief Financial Officer



Director

**CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE FIRST QUARTER ENDED MARCH 31, 2025**

	for the first Quarter ended	
	Mar 31 2025	Mar 31, 2024
	(Rupees in '000)	
Profit / (Loss) for the period	18,743	123,697
Other comprehensive income		
- Exchange difference on translating	5,528	
- Bargain purchase gain on Investment		
- Surplus on revaluation of property and equipment realised through incremental depreciation charged on related assets for the period-net of tax		
Total comprehensive income for the period	24,271	123,697

The annexed notes 1 to 6 form an integral part of these consolidated condensed financial statements.



Chief Executive Officer



Chief Financial Officer



Director

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE FIRST QUARTER ENDED MARCH 31, 2025

Particulars	CAPITAL RESERVES					REVENUE RESERVES	Non-Controlling Interest	TOTAL
	Share capital	Share premium reserve	Employee share compensation reserve	Group Restructuring Reserve	Exchange revaluation reserve	Un-appropriated (loss) / profit		
	(Rupees in '000).....							
Balance as on January 01, 2024	1,572,625	789,209	9,264	(1,050,259)		1,140,982		2,461,821
Profit for the period	-	-	-	-	-	205,025	-	205,025
Other comprehensive income	-	-	-	-	-	-	-	-
	-	-	-	-	-	205,025	-	205,025
Exchange translation reserve	-	-	-	-	4,226	-	-	4,226
Employee share option reserve	-	-	28,216	-	-	-	-	28,216
Adjustment due to acquisition of subsidiary	-	-	-	-	-	-	-	-
	-	-	28,216	-	4,226	-	-	32,442
Balance as on December 31, 2024	1,572,625	789,209	37,480	(1,050,259)	4,226	1,346,007	-	2,699,288
Profit for the period	-	-	-	-	-	18,743	-	18,743
Other comprehensive income / loss	-	-	-	-	5,528	-	-	5,528
	-	-	-	-	5,528	18,743	-	24,271
Employee share option reserve	-	-	-	-	-	-	-	-
Retained earnings of subsidiaries	-	-	-	-	-	-	-	-
Balance as on March 31, 2025	1,572,625	789,209	37,480	(1,050,259)	9,754	1,364,750	-	2,723,559

The annexed notes 1 to 6 form an integral part of these consolidated condensed financial statements.



Chief Executive Officer



Chief Financial Officer



Director

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASHFLOWS (UN-AUDITED) FOR THE FIRST QUARTER ENDED MARCH 31, 2025

	for the first quarter ended	
	Mar 31 2025	Mar 31, 2024
	(Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/ (loss) before tax	20,667	134,649
Adjustments for:		
Depreciation on property and equipment	3,308	5,685
Amortization	5,286	5,286
Exchange gain	9,312	219
Exchange revaluation reserve	5,528	-
Makup on loan to parent company	(12,480)	-
Finance cost	9,219	-
Income on bank deposits	(14)	-
	20,158	11,189
Profit before working capital changes	40,825	145,838
(Increase) / decrease in current assets		
- Stock in trade	(34)	(307)
- Trade debts	(88,733)	(6,261)
- Contract Assets	(10,330)	(97,304)
- Advances, deposits, prepayments and other receivables	53,337	83,068
(decrease) / Increase in current liabilities		
- Creditors, accrued and other liabilities	120,196	6,920
- Contract Liabilities	4,264	2,406
	78,701	(11,478)
Cash (used in) / generated from operations	119,527	134,360
Cash generated from continuing operations	119,527	134,360
Finance costs	(9,219)	(76)
Taxes	(3,980)	(1,467)
Net cash (used in) / generated from operating activities	106,327	132,817
Cash flows from investing activities		
Purchase of property and equipment	(1,823)	(1,399)
Additions in intangible assets - capital work in progress	(3,545)	-
Additions in intangible assets	(55,962)	(50,810)
Increase / decrease in short term Investment	(9)	(5,445)
Profit on bank deposit	14	78
Net cash (used in) / generated from investing activities	(61,325)	(57,575)
Cash flows from financing activities		
Repayment of lease liabilities	(1,337)	-
Net cash (used in) / generated from financing activities	(1,337)	-
Net (decrease) / increase in cash and cash equivalents	43,665	75,242
Cash and cash equivalents at the beginning of period	21,528	38,403
Cash and cash equivalents at the end of period	65,194	113,644

The annexed notes 1 to 6 form an integral part of these consolidated condensed financial statements.



Chief Executive Officer



Chief Financial Officer



Director

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED MARCH 31, 2025

1 The Group and its Operations

1.1 The Group consists of:	Status within the Group
-Octopus Digital Limited (ODL)	Holding Company
-Empiric AI (Private) Limited (EAL)	Subsidiary of ODL
-Octopus Digital FZ LLC (ODFZ)	Subsidiary of ODL

- 1.2 Octopus Digital Limited (the Parent Company) was incorporated in Pakistan on December 29, 2017 as a private limited Company under the Companies Act, 2017, which was converted into public Company on November 11, 2020. ODL is a subsidiary of a listed Company namely Avanceon Limited (the ultimate Parent Company, "AVN"). ODL is listed on Pakistan Stock Exchange Limited. ODL is domiciled in Pakistan and its prime business is to carry out Information Technology enabled services which include but are not limited to online data/information storage, online monitoring and review of employees efficiency, online monitoring of cost and production efficiency, online monitoring and maintenance of plant and machinery, sale and trade of related softwares and equipment etc.

The registered office of the Octopus Digital FZ LLC is located at the DMC-BLD05-VD-G00-792, Ground Floor, DMC5 Dubai Media City, United Arab Emirates. It was established with primary objective of software consultancy, customer service, solution provider, support service provider.

Business Unit	Geographical Location
Head office / Registered Office	19 KM Main I
Subsidiary Office	DMC - BLD05 - VD - G00 - 792 , Ground Floor, DMC5 Building, Dubai Media City, Dubai, United Arab Emirates

- 1.3 EAL is incorporated as a private limited company under the Companies Act, 2017 of Pakistan on May 19, 2020. The registered office of the Company is located in Pakistan. The primary objective of the Company is to analyze potential opportunities and to provide digital and technology services and products both within Pakistan and internationally.
- 1.4 ODFZ is a Limited Liability Company incorporated pursuant to the regulations of the Dubai Development Authority, Government of Dubai, United Arab Emirates, and was issued Commercial License No. 103074 on June 16, 2023. Its registered office is located at DMC-BLD05-VD-G00-792, Ground Floor, DMC5 Building, Dubai Media City, Dubai, United Arab Emirates. The principal activities of the Entity are to provide software consultancy, software customer service, software development, software solutions, and software support services. The management of the Entity is vested with its Director, Mr. Bakhtiar Hameed Wain, a Pakistani national.

Octopus Digital Limited is a majority owned subsidiary of Avanceon Limited.
The Group is also using the head office of its parent Group, situated at 19 KM Main Multan Road, Lahore.

1.5 Consolidated Financial Statements

These financial statements are the consolidated financial statements of the ODL and its subsidiaries (the Group).

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRS, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 Basis of measurement

These unconsolidated financial statements have been prepared under the historical cost convention.

2.3 Presentation and functional currency

These unconsolidated financial statements are prepared and presented in Pak Rupees (Rs.) which is the Company's functional and presentation currency. All the figures have been rounded off to the nearest rupee, unless otherwise stated.

2.4 Basis of consolidation

2.4.1 Subsidiaries

Subsidiaries are such entities over which the Holding Company has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights. These consolidated financial statements include separate financial statements of Holding Company and its subsidiaries companies in which Holding Company directly or indirectly controls, beneficially owns more than 50% of the voting securities or otherwise has power to elect and appoint more than 50% of its directors. The existing voting rights that are currently exercisable are considered when assessing whether the Group controls another entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group and are de-consolidated from the date the control ceases.

The purchase method of accounting is used to account for the acquisition of subsidiaries. The cost of acquisition is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to acquisition. Identifiable assets acquired and liabilities assumed in a business combination are measured initially at their fair values at the acquisition date, irrespective of the extent of any non-controlling interest. Inter-company transactions, balances and unrealized gains on transactions amongst Group companies are eliminated. Accounting policies of subsidiaries are amended, where necessary, to ensure consistency with the policies adopted by the Group.

When the Group ceases to consolidate an investment in a subsidiary because of loss of control, any retained interest in the entity is remeasured to its fair value with the change in carrying amount recognized in profit or loss. This fair value becomes the initial carrying amount for the purposes of subsequent accounting for the retained interest as an associate, joint venture or financial asset. In addition, any amounts previously recognized in other comprehensive income in respect of that entity are accounted for as if the Group had directly disposed of the related assets or liabilities. This may mean that amounts previously recognized in other comprehensive income are reclassified to statement of profit or loss.

2.4.2 Goodwill

Goodwill represents the excess of the cost of an acquisition over the fair value of the Group's share of the net identifiable assets of the acquired subsidiary at the date of acquisition. Goodwill is tested annually for impairment and carried at cost less accumulated impairment losses, if any. Excess of Group's share of the net identifiable asset over cost is recognized in consolidated statement profit or loss as a bargain purchase gain.

3 APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS TO PUBLISHED APPROVED ACCOUNTING AND REPORTING STANDARDS

3.1 New accounting standards, amendments and IFRS interpretations that are effective for the period ended

The following standards, amendments and interpretations are effective for the period ended March 31, 2025. These standards, amendments and interpretations are either not relevant to the Company's operations or are not expected to have significant impact on the financial statements other than certain additional disclosures.

Standard or Interpretation		Effective Date - Annual Periods Beginning on or After
IAS 1	Presentation of Financial Statements (Amendments)	January 1, 2024
IAS 7	Amendments to IAS 7 "Statement of Cash Flows"	January 1, 2024
IFRS 7	Amendments to IFRS 7 "Financial Instruments Disclosures"- Supplier Finance Arrangements	January 1, 2024
IFRS 16	Amendments to IFRS 16 "Leases" - Clarification on how seller- lessee subsequently measures sale and lease back transaction	January 1, 2024

3.2 New accounting standards, amendments and interpretations that are not yet effective

The following standards, amendments and interpretations are only effective for accounting periods, beginning on or after the date mentioned against each of them. These standards, interpretations and the amendments are either not relevant to the Company's operations or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures.

Standard or Interpretation		Effective Date - Annual Periods Beginning on or After
IAS 21	Amendments to lack of exchangeability	January 01, 2025
IFRS 7 & 9	Amendments to Classification and Measurement of Financial Instruements - Amendments to IFRS 7 and IFRS 9	January 01, 2026
IFRS 7 & 9	Contracts referencing Nature-dependent Electricity	January 01, 2026

IFRS 1, Annual Improvements to IFRS Accounting Standards
7, 9, 10
& IAS 7

January 01, 2026

4 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments of the Company as at 31 March 2025.(2024: Rs. Nil)

5 DATE OF AUTHORIZATION FOR ISSUE

The condensed interim consolidated financial information was authorised for issue on 30th April 2025 by the Board of Directors of the Holding Company.

6 GENERAL

Figures have been rounded off to the nearest thousand rupees.



Chief Executive Officer



Chief Financial Officer



Director



www.octopusdtl.com

OCTOPUS

DIGITAL

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