

**NetSol Technologies Limited**

NetSol IT Village (Software Technology Park)  
 Near Shazi Road, Lahore Cantt, 54792, Pakistan  
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February 12, 2008

The General Manager,  
 Karachi Stock Exchange (Guarantee) Limited,  
 Stock Exchange Building,  
 Stock Exchange Road,  
**Karachi.**

Subject: **Financial Results of NetSol Technologies Limited for the Half Year Ended 31-12-2007**

Dear Sir,

This is to inform you that the Board of Directors of our company in their meeting held on **February 11, 2008 at 2.00 p.m.** approved the following financial results of the company for the Half Year ended December 31, 2007.

**FINANCIAL RESULTS OF NETSOL TECHNOLOGIES LIMITED**

	For the 2 <sup>nd</sup> Quarter		Cumulative	
	Oct-Dec 2007	Oct-Dec 2006	Jul-Dec 2007	Jul-Dec 2006
	Rupees in '000'		Rupees in '000'	
<b>Revenue</b>	<b>280,143</b>	<b>222,506</b>	<b>567,455</b>	<b>359,075</b>
<b>Cost of Sales</b>	<b>106,450</b>	<b>92,612</b>	<b>201,904</b>	<b>158,514</b>
<b>Gross Profit</b>	<b>173,693</b>	<b>129,894</b>	<b>365,551</b>	<b>200,561</b>
<b>Operating expenses</b>				
Admin. and General Expenses	42,421	26,206	80,879	49,184
Selling & Promotion Expenses	22,677	17,941	49,170	28,934
	<b>65,098</b>	<b>44,147</b>	<b>130,049</b>	<b>78,118</b>
<b>Operating Profit</b>	<b>108,595</b>	<b>85,747</b>	<b>235,502</b>	<b>122,443</b>
Other income/ (expenses)	14,831	9,198	20,591	15,096
Financial charges	(3,320)	(2,120)	(6,877)	(3,886)
Dividend Income	-	-	50,520	-
<b>Net Profit for the period before taxation</b>	<b>120,106</b>	<b>92,825</b>	<b>299,736</b>	<b>133,653</b>
Taxation	(544)	101	556	311
<b>Net Profit for the period after taxation</b>	<b>120,650</b>	<b>92,724</b>	<b>299,180</b>	<b>133,342</b>
<b>Earning per Share</b>	<b>2.42</b>	<b>1.86</b>	<b>6.01</b>	<b>2.68</b>

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**Karachi Office:**

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