



MACPAC FILMS LIMITED

**CONDENSED INTERIM
FINANCIAL STATEMENTS**

**FOR THE PERIOD ENDED
DECEMBER 31, 2024**

COMPANY INFORMATION

Board of Directors

- Mr. Naeem Ali Muhammad Munshi – Chairman & Non-Executive Director
- Mr. Najmul Hassan – Chief Executive Officer
- Mr. Ehtesham Maqbool Elahi – Executive Director
- Mr. Shabbir Hamza Khandwala – Independent Director
- Ms. Hafsa Abbasy – Independent Director
- Mr. Shariq Maqbool Elahi – Non-Executive Director
- Mr. Fahad Munshi – Non-Executive Director

Board Audit Committee (BAC)

- Mr. Shabbir Hamza Khandwala – Chairman
- Mr. Naeem Ali Muhammad Munshi – Member
- Mr. Shariq Maqbool Elahi – Member

Human Resource & Remuneration Committee (HR&RC)

- Ms. Hafsa Abbasy – Chairperson
- Mr. Shariq Maqbool Elahi – Member
- Mr. Ehtesham Maqbool Elahi – Member

Management Team

- Mr. Habib Elahi – Operations Director
- Mr. Shahzaib Tariq – Chief Financial Officer
- Mr. Aquil A. Khan – Company Secretary
- Mr. Mohammad Fahad – Head of Internal Audit
- Ms. Um-e-Farwa – Head of Digital Transformation
- Mr. Hafeez-ur-Rehman – Factory Manager
- Mr. Atiq Khan – Manager Technical
- Ms. Mehreen Shah Khalid – Manager Human Resources

The Management Team is also supported by:

- Ms. Muneeza Kassim – Group Chief Financial Officer
- Ms. Meher Mobed – Group Chief People Officer

Auditors

KPMG Taseer Hadi & Co. Chartered Accountants



Legal Advisors

1. Abdul Ghaffar Khan

Address: F-72/1, KDA Scheme 5, Kehkashan, Clifton, Karachi

2. Nausheen Ahmad

Address: 21C, Zamzama Commercial Lane 5, Phase V, DHA, Karachi

Share Registrar

CCD Share Registrar Services Limited

Address: CDC House, 99-B, Block 'B', S.M.C.H.S, Main Shara-e-Faisal, Karachi
74400

Customer Support Service: 0800-CDCPL (23275)

Fax: +92 (21) 34326034

Email: info@cdcpak.com

Website: www.cdcpakistan.com

Bankers

1. Al Baraka Bank Limited
2. Bank Alfalah Limited
3. Bank Al Habib Limited
4. Dubai Islamic Bank Pakistan Limited
5. Faysal Bank Limited
6. Habib Bank Limited
7. Habib Metropolitan Bank Limited
8. JS Bank Limited
9. MCB Bank Limited
10. Meezan Bank Limited
11. Soneri Bank Limited
12. United Bank Limited
13. Bank of Punjab

Addresses

Registered/Head Office: Plot No. 44-C, Block-6, P.E.C.H.S., Main Razi Road, Karachi.

Factory Address: Plot No. EZ/1/P-10 Eastern Industrial Zone, Port Qasim Area, Karachi.

North Sales Office: Room #21, 2nd Floor, Lahore Center, Gulberg, Lahore-54660, Pakistan.

Contact Details

UAN: (+92-21) 111-MFL (635)-111 Phone: (+92-21) 34305810

Email: info@macpacfilms.com , company.secretary@macpacfilms.com

Website

<https://macpacfilms.com/>



**MACPAC
FILMS** Ltd.

DIRECTORS' REPORT

In the name of Allah, the Most Gracious, the Most Benevolent and the Most Merciful.

As'salamu-Alaikum

Dear Members,

The Board of Directors of your Company is pleased to present the unaudited condensed interim financial statements of the Company for the half year ended December 31, 2024.

Economic Overview

Pakistan has made notable progress in restoring economic stability, driven by consistent policy measures under the Stand-by Arrangement (SBA) during fiscal year 2025. A key milestone in this recovery was the securing of a 37-month Extended Fund Facility (EFF) from the International Monetary Fund (IMF), amounting to approximately USD 7 billion. This funding is expected to bolster Pakistan's economic reforms and support the country's fiscal and monetary stabilization efforts.

In line with these measures, the State Bank of Pakistan (SBP) has continued its accommodative monetary policy stance, reducing the policy rate to 13%. The decision reflects a targeted effort to support economic growth while maintaining price stability. A primary driver of this policy shift has been the notable decrease in inflation, which fell to 4.1% in December 2024.

Another contributing factor in restoring economic stability has been the stabilization of the Pakistani Rupee against the US Dollar (USD). This positive trend was further supported by enhanced foreign exchange reserves, with IMF assistance playing a key role in stabilizing the currency and boosting investor confidence.

Financial Performance

By the grace of Allah, your Company has witnessed a modest yet steady increase in net revenue of 1.3% during the first half of FY25, reaching PKR 2,931 million compared to PKR 2,894 million in the same period last year (SPLY). This positive growth is a testament to the Company's ability to maintain its revenue levels amidst the challenging market environment.

However, Gross Profit for the period stood at PKR 328.2 million, with a margin of 11.2%, down from PKR 580.2 million and a margin of 20% in the SPLY. This decline is largely attributed to rising gas prices that impacted the cost structure and also the maintenance activities during the half year resulted in some production downtime, leading to a reduction in production volumes. Although this downtime affected the overall results, the maintenance is expected to enhance operational efficiency and resilience, positioning the Company for improved performance moving forward.

WEB: www.macpacfilms.com

FAX: +92-21-34305810

UAN: +92-21-111-635-111

REGISTERED OFFICE: 44-C, P.E.C.H.S, Block 6, Main Razi Road, Karachi-Pakistan.

REGIONAL OFFICE: Room #21, 2nd Floor, Lahore Center Gulberg Lahore.



Resultantly, Net Profit for the period stood at PKR 11.87 million, compared to PKR 178.3 million in SPLY, representing a decrease in the net profit margin to 0.4% from 6.2%. Earnings per Share (EPS) for the half-year period ended December 31, 2024, were PKR 0.20, compared to PKR 3.01 in SPLY.

While profitability has been impacted, we are confident that the commissioning of new thermal extrusion coating machine in coming months with the continued focus on operational efficiencies, effective working capital management, and cost reduction initiatives including installation of solar power system, we will be able to secure better margins and improve overall profitability. The management remains committed to driving long-term shareholder value through a combination of operational improvements and strategic cost management.

Sustainability Initiatives

As part of our continued dedication to sustainability, we have launched several initiatives aimed at reducing our environmental impact. A key focus is energy optimization, which is anticipated to lower both our carbon footprint and energy expenses, further advancing our eco-friendly business objectives. Additionally, Macpac is enhancing its support for employee well-being through a new partnership with a local mental health organization. This collaboration focuses on raising awareness of both mental and physical health, aiming to support employees in their personal and professional development.

The Company also upholds a strong commitment to Health, Safety, and Environmental (HSE) standards. Regular training sessions, safety audits, and a proactive approach to risk management ensure that we stay ahead of potential challenges, fostering a safe and supportive workplace for all. These actions underscore our ongoing dedication to sustainability, safety, and the holistic well-being of our team.

Future Outlook

Your Company is making significant strides in its product innovation strategy, underscored by a key investment in an advanced thermal extrusion coating machine. This investment will enable us to offer higher-value thermal coated products, thereby enhancing our product portfolio and reinforcing our commitment to adopting cutting-edge technologies. By replacing certain existing products with tailored lamination films, we aim to venture into new uncharted markets which will deviate from existing competition enhancing Company profitability.

While inflation has eased by the end of 2024, we remain cautious about future challenges posed by increased market supplies, currency volatility, and rising energy costs, our strategy focuses on capitalizing on digital transformation initiatives. These initiatives will not only drive operational efficiency but also enable us to optimize costs effectively. Furthermore, we are committed to advancing our renewable energy projects, which will help mitigate rising energy expenses and contribute to our long-term sustainability goals. This comprehensive approach will enable us to maintain a resilient and strong market presence, positioning the Company for continued growth in the years ahead.

Acknowledgement

We wish to express our sincere appreciation to all our stakeholders for their continued trust, unwavering support, and confidence in the Company. It is through this collective effort that we continue to achieve growth and success.

Our heartfelt gratitude goes to our dedicated employees, whose hard work and commitment to excellence consistently embody the Company's vision. Their tireless efforts are instrumental in realizing our strategic objectives.

We also extend our deepest thanks to our esteemed shareholders for their continued confidence in the management and direction of the Company. Your trust is invaluable to us.

On behalf of the Board



NAJMUL HASSAN
CHIEF EXECUTIVE OFFICER



EHTESHAM MAQBOOL ELAHI
DIRECTOR

Karachi
February 11, 2025



KPMG Taseer Hadi & Co.
Chartered Accountants
Sheikh Sultan Trust Building No. 2, Beaumont Road
Karachi 75530 Pakistan
+92 (21) 37131900, Fax +92 (21) 35685095

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of MACPAC Films Limited

Report on Review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **MACPAC Films Limited** ("the Company") as at 31 December 2024 and the related condensed interim statement of profit or loss, the condensed interim statement of comprehensive income, the condensed interim statement of changes in equity, the condensed interim statement of cash flows and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

The figures for the quarter ended 31 December 2024 in the condensed interim statement of profit or loss and the condensed interim statement of other comprehensive income have not been reviewed and we do not express a conclusion thereon.



KPMG Taseer Hadi & Co.

The engagement partner on the review resulting in this independent auditor's review report is Muhammad Taufiq.

Date: 18 February 2025

Karachi

UDIN: RR202410106DXeq2L3Eu


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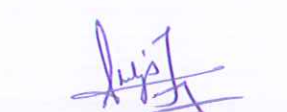
KPMG Taseer Hadi & Co.
Chartered Accountants

MACPAC Films Limited
Condensed Interim Statement of Financial Position
As at December 31, 2024

		December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
	Note	----- (Rupees) -----	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	2,302,635,306	2,234,636,499
Intangible assets		15,585,283	17,668,898
Long-term deposits		16,815,042	16,815,042
		<u>2,335,035,631</u>	<u>2,269,120,439</u>
CURRENT ASSETS			
Inventories		1,220,171,768	1,131,640,060
Stores and spares		81,049,151	61,475,107
Trade receivables - net	7	917,236,284	899,842,277
Loans and advances		53,003,211	47,299,910
Short term deposits, prepayments and other receivables		120,247,029	164,491,272
Taxation - net		110,648,620	74,674,822
Short Term Investment	8	10,524,062	10,524,062
Cash and bank balances		47,528,599	146,593,352
		<u>2,560,408,724</u>	<u>2,536,540,862</u>
TOTAL ASSETS		<u>4,895,444,355</u>	<u>4,805,661,301</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
AUTHORISED SHARE CAPITAL			
70,000,000 (June 30, 2024: 70,000,000) ordinary shares of Rs.10/- each		<u>700,000,000</u>	<u>700,000,000</u>
Issued, subscribed and paid-up capital		593,011,500	593,011,500
Capital reserves		173,566,620	173,566,620
Revenue reserves		585,097,322	647,353,151
Surplus on revaluation of property, plant and equipment		823,040,000	823,040,000
		<u>2,174,715,442</u>	<u>2,236,971,271</u>
NON-CURRENT LIABILITIES			
Diminishing musharika arrangement		22,704,186	16,721,796
Lease liabilities		41,179,158	47,262,164
Deferred tax liability		128,487,066	152,528,133
Employee benefits obligations		147,547,151	140,549,985
		<u>339,917,561</u>	<u>357,062,078</u>
CURRENT LIABILITIES			
Trade and other payables		1,670,024,232	1,605,188,067
Short-term borrowings - secured		450,692,550	325,180,889
Accrued mark-up		10,950,830	13,972,124
Unclaimed dividend		1,493,421	1,209,289
Current portion of non-current liabilities		247,650,319	266,077,583
		<u>2,380,811,352</u>	<u>2,211,627,952</u>
TOTAL LIABILITIES		<u>2,720,728,913</u>	<u>2,568,690,030</u>
CONTINGENCIES AND COMMITMENTS			
	10		
TOTAL EQUITY AND LIABILITIES		<u>4,895,444,355</u>	<u>4,805,661,301</u>

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.


Chief Executive


Chief Financial Officer


Director

MACPAC Films Limited
Condensed Interim Statement of Profit or Loss (Un-audited)
For the six months and three months ended December 31, 2024

	Note	Six months ended		Three months ended	
		December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
(Rupees)					
Revenue from contracts with customers - net	11	2,931,045,449	2,894,807,113	1,455,975,922	1,432,649,490
Cost of sales		(2,602,827,673)	(2,314,600,952)	(1,296,662,329)	(1,193,795,448)
Gross profit		328,217,776	580,206,161	159,313,593	238,854,042
Administrative expenses		(175,588,821)	(148,866,543)	(97,207,613)	(79,159,690)
Marketing and distribution expenses		(93,031,812)	(70,785,824)	(47,147,805)	(39,064,191)
Other operating expenses		(1,712,572)	(14,022,320)	5,230,846	8,444,811
Operating profit		57,884,571	346,531,474	20,189,021	129,074,972
Finance costs	12	(51,374,786)	(71,344,146)	(24,833,183)	(37,928,913)
Other income		12,793,839	16,247,963	6,448,839	8,974,311
Profit before income tax and levy		19,303,624	291,435,291	1,804,677	100,120,370
Taxation - levy		(129,217)	(140,156)	(43,165)	(135,547)
Profit before tax		19,174,407	291,295,135	1,761,512	99,984,823
Income Tax		(7,303,799)	(112,989,319)	2,654,730	(38,381,109)
Profit after taxation		11,870,608	178,305,816	4,416,242	61,603,714
Earnings per share - basic and diluted		0.20	3.01	0.07	1.04

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

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Chief Executive



Chief Financial Officer



Director

MACPAC Films Limited

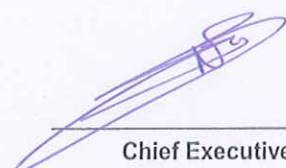
Condensed Interim Statement of Comprehensive Income (Un-audited)

For the six months and three months ended December 31, 2024

	Six months ended		Three months ended	
	December 31, 2024	December 31, 2023	December 31, 2024	December 31, 2023
	----- (Rupees) -----			
Profit for the period	11,870,608	178,305,816	4,416,242	61,603,714
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income for the period	<u>11,870,608</u>	<u>178,305,816</u>	<u>4,416,242</u>	<u>61,603,714</u>

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

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Chief Executive

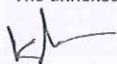

Chief Financial Officer


Director

MACPAC Films Limited
Condensed Interim Statement of Changes in Equity (Un-audited)
For the six months ended December 31, 2024

	Share Capital	Capital Reserves		Revenue Reserves	Total reserves	Total
	Issued, subscribed and paid-up capital	Share premium reserve	Revaluation Surplus	Un-appropriated profits		
----- (Rupees) -----						
Balance as at June 30, 2023 - (Audited)	593,011,500	173,566,620	623,040,000	503,635,441	1,300,242,061	1,893,253,561
Total comprehensive income for the period						
Profit for the period	-	-	-	178,305,816	178,305,816	178,305,816
Other comprehensive income, net of tax	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	178,305,816	178,305,816	178,305,816
Transaction with owners:						
Final Cash Dividend for the year ended 30 June 2023 at the rate of Rs. 1.5 per share	-	-	-	(88,951,725)	(88,951,725)	(88,951,725)
Balance as at December 31, 2023 - (Un-audited)	593,011,500	173,566,620	623,040,000	592,989,532	1,389,596,152	1,982,607,652
Balance as at June 30, 2024 - (Audited)	593,011,500	173,566,620	823,040,000	647,353,151	1,643,959,771	2,236,971,271
Profit for the period	-	-	-	11,870,608	11,870,608	11,870,608
Other comprehensive income, net of tax	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	11,870,608	11,870,608	11,870,608
Transaction with owners:						
Final Cash Dividend for the year ended 30 June, 2024 at the rate of Rs. 1.25 per share	-	-	-	(74,126,438)	(74,126,438)	(74,126,438)
Balance as at December 31, 2024 (Un-audited)	593,011,500	173,566,620	823,040,000	585,097,322	1,581,703,942	2,174,715,442

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.




Chief Executive


Chief Financial Officer


Director

MACPAC Films Limited

Condensed Interim Statement of Cashflows (Un-audited)

For the six months ended December 31, 2024

Six months ended

December 31, December 31,
2024 2023

----- (Rupees) -----

CASH FLOWS GENERATED FROM OPERATIONS

Profit before income tax and levy 19,303,624 291,435,291

Adjustments for non-cash and other items:

Depreciation	71,354,806	68,089,102
Amortisation	2,083,615	83,610
Unrealised exchange gain	(1,699,540)	(1,693,798)
Gain on sale of fixed asset	(2,736,553)	(46,658)
Provision for gratuity	17,416,044	17,416,041
Finance costs	51,374,786	71,344,146
	137,793,158	155,192,443

Changes in working capital

(Increase) / decrease in current assets:

Inventories	(88,531,708)	27,117,670
Stores and Spares	(19,574,044)	8,216,078
Trade receivables - net	(17,394,007)	241,309,744
Sales tax refundable	-	(36,725,993)
Loans and advances	(5,703,301)	1,122,720
Short term deposits, prepayments and other receivables	44,244,243	74,502,834
	(86,958,817)	315,543,053

Increase / (decrease) in current liability:

Trade and other payables	77,097,674	(530,386,653)
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Cashflows generated from operations

147,235,639 231,784,134

Taxes paid

(67,447,880) (109,108,194)

Gratuity paid

(10,418,878) (6,576,808)

Finance costs paid

(48,446,401) (68,138,608)

(126,313,159) (183,823,610)

Net cash generated from operating activities

20,922,480 47,960,524

CASH FLOWS FROM INVESTING ACTIVITIES

Fixed capital expenditures

(139,969,600) (189,026,165)

Proceeds from disposal of fixed assets

3,352,540 28,400

Investments in Term Deposit Receipts / Mutual Funds

- (17,132,118)

Long-term deposits paid

- (4,125,000)

Net cash used in investing activities

(136,617,060) (210,254,883)

CASH FLOWS FROM FINANCING ACTIVITIES

Dividends paid

(73,842,306) (88,593,747)

Repayment of diminishing musharika - net

(22,074,293) (33,200,930)

(Repayment) / obtained of lease liabilities - net

(12,965,235) 54,092,480

Increase in Short term borrowings - net

125,511,661 50,041,559

Net cash generated / (used in) from financing activities

16,629,827 (17,660,638)

Net decrease in cash and cash equivalents

(99,064,753) (179,954,997)

Cash and cash equivalents at the beginning of the period

146,593,352 267,862,572

Cash and cash equivalents at the end of the period

47,528,599 87,907,575

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

Chief Executive

Chief Financial Officer

Director

MACPAC Films Limited

Notes to the Condensed Interim Financial Statements (Un-audited)

For the six months ended December 31, 2024

1 STATUS AND NATURE OF BUSINESS

Macpac Films Limited (the Company) was incorporated on August 19, 1993, in Pakistan as a limited liability company under the repealed Companies Ordinance, 1984 [now Companies act, 2017 (the Act)] and is listed on the Pakistan Stock Exchange Limited on February 24, 2004. The principal activity of the Company is to manufacture, produce, buy and sell plastic packaging films.

2 GEOGRAPHICAL LOCATION AND ADDRESS OF BUSINESS UNIT/PLANT

Location and address	Purpose
44-C, P.E.C.H.S, Block 6, Main Razi Road, Karachi	Registered Office & Head Office
Plot # Ez/1/P-10 East Industrial Zone, Karachi	Production Plant
Room # 21, Second floor, Gulberg Centre, Lahore	North Sales Office

3 BASIS OF PREPARATION

3.1 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention except as stated otherwise. In these financial statements, all the transactions are recorded on accrual basis except for the condensed interim statement of cash flows.

The comparative statement of financial position presented in these condensed interim financial statements as at December 31, 2024 has been extracted from the audited financial statements of the Company for the year ended June 30, 2024, whereas the comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows have been extracted from the unaudited condensed interim financial statements of the Company for the six months ended December 31, 2023.

These condensed interim financial statements of the Company do not include all of the information required for annual financial statements and should be read in conjunction with the annual financial statements of the Company as at and for the year ended June 30, 2024. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

3.2 Statement of compliance

These condensed interim financial statements of the Company for the six months ended December 31, 2024 has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standards (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- 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 the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34 or IFAS, the provisions of and directives issued under the Companies Act, 2017 have been followed.

3.3 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani rupees which is also the Company's functional currency and all financial information presented has been rounded off to the nearest rupee, except otherwise stated.

3.4 These condensed interim financial statements are being submitted to the shareholders as required by listing regulations of Pakistan Stock Exchange vide section 237 of the Companies Act, 2017.

K

4 MATERIAL ACCOUNTING POLICIES

The material accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are same as those applied in the preparation of the audited financial statements for the year ended June 30, 2024 and are in line with the amendments made to IAS 1 and IFRS Practice Statement 2.

4.1 Change in accounting standards, interpretations and amendments to published approved accounting and reporting standards

a Standards, interpretations of and amendments to the accounting and reporting standards that are effective in the 'current period:

There are certain new and amended standards, interpretations and amendments that are mandatory for the Company's accounting periods beginning on or after July 01, 2024 but are considered not to be relevant or do not have any significant effect on the Company's operations and therefore, have not been stated in these condensed interim financial statements.

b Standards, Interpretations and Amendments to published approved accounting standards that are not yet effective

The following International Financial Reporting Standards (IFRS Standards) as notified under the Companies Act, 2017 and the amendments and interpretations thereto will be effective for accounting periods beginning on or after January 01, 2025

Standards, interpretations or amendments	Effective date (period beginning on or after)
- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28)	Not yet finalised
- Lack of Exchangeability (amendments to IAS 21) clarity, new disclosures to help users assess the impact of using an estimated exchange rate on the financial statements.	1 January 2025
- Amendments to the Classification and Measurement of Financial Instruments	1 January 2026
- Annual Improvements to IFRS Accounting Standards	1 January 2026
- IFRS 1 First-time Adoption of International Financial Reporting Standards;	
- IFRS 7 Financial Instruments: Disclosures and it's accompanying Guidance on implementing IFRS 7;	
- IFRS 9 Financial Instruments;	
- IFRS 10 Consolidated Financial Statements; and	
- IAS 7 Statement of Cash flows	

The above standards, interpretations and amendments are not likely to have a significant impact on the Company's condensed interim financial statements.

5 USE OF JUDGEMENTS AND ESTIMATES

The preparation of these condensed interim financial statements requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision. Judgments and estimates made by the management in the preparation of these condensed interim financial statements are the same as those that were applied to annual audited financial statements as at and for the year ended June 30, 2024.



6	PROPERTY, PLANT AND EQUIPMENT	Note	December 31,	June 30,
			2024	2024
			(Un-audited)	(Audited)
			----- (Rupees) -----	
	Operating fixed assets	6.1	2,114,344,439	2,073,196,043
	Right-of-use assets	6.2	42,951,294	49,217,902
	Capital work-in-progress (CWIP)	6.3	145,339,573	112,222,554
			<u>2,302,635,306</u>	<u>2,234,636,499</u>
6.1	Operating fixed assets			
	Opening book value		2,073,196,043	1,862,853,575
	Additions / transfers during period / year	6.1.1	106,852,581	151,067,455
	Revaluation		-	200,000,000
	Disposals / transfers during the period / year at book value		(615,987)	(11,997,000)
	Depreciation during the period / year		(65,088,198)	(128,727,987)
			<u>2,114,344,439</u>	<u>2,073,196,043</u>
6.1.1	Additions / transfers from CWIP to operating fixed assets			
	Buildings on leasehold land		5,843,301	7,099,933
	Leasehold Improvement		7,756,015	24,138,264
	Plant and machinery		44,950,821	56,612,171
	Furniture and fixtures		5,035,647	14,579,049
	Electrical installations		8,949,508	11,459,898
	Refrigeration and air conditioning		477,052	9,749,990
	Generators		668,086	663,723
	Office equipment		845,987	4,214,241
	Computers		2,274,844	9,022,033
	Motor vehicles		30,051,320	13,528,153
			<u>106,852,581</u>	<u>151,067,455</u>
6.2	Right-of-use assets			
	As at 1 July		49,217,902	1,360,691
	Additions		-	59,400,420
	Depreciation during the period / year		(6,266,608)	(11,543,209)
			<u>42,951,294</u>	<u>49,217,902</u>
6.3	Capital work-in-progress			
	Opening balance		112,222,554	20,238,802
	Additions during the period / year	6.3.1	139,969,599	243,051,207
	Transfers to operating fixed assets during the period / year		(106,852,580)	(151,067,455)
	Closing balance		<u>145,339,573</u>	<u>112,222,554</u>
6.3.1	Additions during the period / year			
	Buildings on leasehold land		7,113,623	9,448,034
	Leasehold Improvement		7,756,015	24,138,264
	Plant and machinery		51,659,820	47,698,167
	Furniture and fixtures		5,982,883	19,145,273
	Electrical installations		10,203,199	15,975,051
	Refrigeration and air conditioning		2,161,943	12,272,169
	Generators and solar		3,106,042	87,609,822
	Office equipment		1,106,487	4,214,241
	Computers		2,815,768	9,022,033
	Motor vehicles		48,063,819	13,528,153
			<u>139,969,599</u>	<u>243,051,207</u>

7 TRADE RECEIVABLES - NET

7.1 This includes an amount of Rs. 234.835 million (June 30, 2024: Rs.233.562 million) due from related parties.

		December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
	Note	----- (Rupees) -----	
8 SHORT TERM INVESTMENT			
Investment in Term Deposit Receipt - at amortised cost	8.1	<u>10,524,062</u>	<u>10,524,062</u>

8.1 This comprise of shariah compliant investment in (TDRs) at a rate of 8.4% to 9.9%. These TDRs are submitted as bank guarantee to SSGC being a security deposit.

		December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
		----- (Rupees) -----	
9 PROVISION FOR GAS INFRASTRUCTURE DEVELOPMENT CESS			
Gas Infrastructure Development Cess		233,014,959	232,668,440
Less: Current portion shown under current liabilities		<u>(233,014,959)</u>	<u>(232,668,440)</u>
		<u>-</u>	<u>-</u>

10 CONTINGENCIES AND COMMITMENTS

10.1 Contingencies

The status of contingencies as reported in the annual financial statements for the year ended June 30, 2024 remained unchanged during the current period.

		December 31, 2024 (Un-audited)	June 30, 2024 (Audited)
	Note	----- (Rupees) -----	
10.2 Commitments			
Outstanding bank guarantees		<u>22,774,062</u>	<u>12,774,062</u>
Outstanding letters of credit	10.2.1	<u>720,563,130</u>	<u>572,227,586</u>

10.2.1 The aforesaid letter of credit is secured against lien over import documents.

11 REVENUE FROM CONTRACTS WITH CUSTOMERS - NET

		December 31, 2024 (Un-audited)	December 31, 2023 (Un-audited)
		----- (Rupees) -----	
Gross Sales			
- Local		3,466,221,668	3,416,423,325
- Exports		<u>12,921,697</u>	<u>14,015,585</u>
		<u>3,479,143,365</u>	<u>3,430,438,910</u>
Less: Sales tax		<u>(548,097,916)</u>	<u>(535,631,797)</u>
		<u>2,931,045,449</u>	<u>2,894,807,113</u>

12 FINANCE COSTS

This includes mark-up on shariah compliant financing arrangements of long term diminishing musharika and short term istisna arrangement of Rs. 3.828 million (2023: Rs. 3.197 million) and Rs. 31.799 million (2023: Rs. 32.688 million) respectively.

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13 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties of the Company comprise of associated companies, major shareholders, directors, key management personnel and customers. All the transactions with related parties are entered into at agreed terms duly approved by Board of Directors of the Company. The transactions with related parties other than those disclosed elsewhere in financial statements are as follows:

Name of the related party	Basis of relationship	Transactions during the period	Six months ended	
			December 31, 2024	December 31, 2023
			----- (Un-audited) -----	
			----- (Rupees) -----	
TOYO Packaging (Private) Limited	Common Directorship	Sales Receipt	88,907,770 134,887,305	112,338,159 172,590,374
Hilal Foods (Private) Limited	Common Directorship	Sales Receipt	21,922,641 16,487,615	23,668,042 33,393,896
Shalimar Food Products (Private) Limited	Common Directorship	Sales Receipt	9,814,081 5,846,235	15,658,916 12,293,909
Mac Business Solution (Private) Limited	Common Directorship	Sales Receipt	124,098,688 115,694,610	111,794,623 129,989,854
TGA Sustainability (Private) Limited	Common Directorship	Sales Receipt Rental income	65,599,388 36,154,072 -	65,659,228 105,003,361 2,414,280
Mac Properties (Private) Limited	Common Directorship	Rent charged	-	6,793,050
Board of Directors (executive and non-executive) and Key Management Personnel	Directors and Key management personnel	Salary and other benefits	56,833,750	49,521,357

Name of the related party	Basis of relationship	Nature of outstanding balances	December 31, 2024	June 30, 2024
			(Un-audited)	(Audited)
			----- (Rupees) -----	
TOYO Packaging (Private) Limited	Common Directorship	Receivable	68,296,150	114,275,686
Hilal Foods (Private) Limited	Common Directorship	Receivable	14,272,219	8,837,192
Shalimar Food Products (Private) Limited	Common Directorship	Receivable	12,083,701	8,115,856
Mac Business Solution (Private) Limited	Common Directorship	Receivable	52,477,050	44,072,972
TGA Sustainability (Private) Limited	Common Directorship	Receivable	87,705,999	58,260,684

14 FINANCIAL INSTRUMENTS - FAIR VALUÉS AND RISK MANAGEMENT

The Company's financial risk objectives and policies are consistent with those disclosed in the annual audited financial statements as at and for the year ended June 30, 2024.

The carrying values of all financial assets and other financial liabilities reflected in these condensed interim financial statements are estimated to approximate their fair values, as these are either short-term in nature or repriced accordingly.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

The Company while assessing fair values uses valuation techniques that are appropriate in the circumstances using relevant observable data as far as possible and minimizing the use of unobservable inputs. Fair values are categorized into following three levels based on the input used in the valuation techniques;

- Level 1 Quoted prices in active markets for identical assets or liabilities that can be assessed at measurement.
- Level 2 Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3 Inputs are unobservable inputs for the asset or liability inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

If inputs used to measure the fair values of an asset or a liability fall into different levels then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

Transfers, if any, between levels of the fair value hierarchy is recognized at the end of the reporting period during which the transfer has occurred. The Company's policy for determining when transfers between levels in the hierarchy have occurred includes monitoring of changes in market and trading activity and changes in inputs used in valuation techniques.

As at period end the fair value of all the financial assets and liabilities approximates to their carrying values. The Property, Plant and Equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any, except for leasehold land, which is stated at revalued amount. The Company does not expect that unobservable inputs may have significant effect on fair values as there are no assets and liabilities which are categorized under level 3 category.

15 CORRESPONDING FIGURES

15.1 Corresponding figures have been rearranged and reclassified, wherever considered necessary, for the purpose of comparison, the effects of which are not material.

16 GENERAL

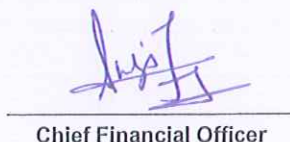
16.1 Segment Reporting

These condensed interim financial statements have been prepared on the basis of single reportable segment. Geographically, all the sales were carried out from Pakistan. All non-current assets of the Company as at December 31, 2024 are located in Pakistan.

17 DATE OF AUTHORISATION

These condensed interim financial statements were authorised and approved for issue on Feb 11, 2025 by the Board of Directors of the Company.



Chief Executive

Chief Financial Officer

Director