



MACPAC FILMS LIMITED

**CONDENSED INTERIM
FINANCIAL STATEMENTS**

**FOR THE PERIOD ENDED
DECEMBER 31, 2025**

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. Junaid Hashmi – Head of Operations
Mr. Aquil A. Khan – Company Secretary
Mr. Mohammad Fahad – Head of Internal Audit
Ms. Um-e-Farwa – Head of Digital Transformation
Mr. Atiq Khan – Head of Technical
Ms. Mehreen Shah Khalid – Manager Human Resources

The Management Team is also supported by:

Mr. Habib Elahi – Group Director
Ms. Muneeza Kassim – Group Chief Financial Officer
Mr. Darrel Jacob – Group Chief Human Resources Officer

Auditors

M/s. KPMG Taseer Hadi & Co. Chartered Accountants

Legal Advisors

Mr. Abdul Ghaffar Khan

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

Ms. Nausheen Ahmad

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

Shariah Advisor

M/s. Alhamd Shariah Advisory Services (Pvt). Ltd.

Share Registrar

CDC 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

Al Baraka Bank Pakistan Limited
Bank Alfalah Limited
Bank Al Habib Limited
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
JS Bank Limited
MCB Bank Limited
Meezan Bank Limited
Standard Chartered Bank (Pakistan) Limited
The Bank of Punjab
United Bank Limited
Soneri Bank Limited

Addresses

Registered/Head Office

*Plot No. 44-C, Block-6, P.E.C.H.S., Main Razi Road, Karachi.
UAN: (+92-21) 111-MFL (635)-111 Phone: (+92-21) 34305810
Email: info@macpacfilms.com*

Factory Office

*Plot No. EZ/1/P-10 Eastern Industrial Zone, Port Qasim Area, Karachi
UAN: (+92-21) 111-MFL (635)-111 Phone: (+92-21) 34305810
Email: info@macpacfilms.com*

North Sales Office

*Room #21, 2nd Floor, Lahore Center, Gulberg, Lahore-54660, Pakistan
Phone: (+92-42) 35782616
Email: sales.north@macpacfilms.com*

Website <https://macpacfilms.net/>



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, 2025.

Economic Overview

Pakistan's economy continued to demonstrate relative macroeconomic stability during the first half of FY 2025-2026. The State Bank of Pakistan maintained a cautious monetary stance aimed at sustaining price stability while supporting industrial recovery. The policy rate is reduced to 10.5%. Inflation remained within a manageable range during the period between 5.8% to 6.1%, although energy and input costs continued to exert pressure on the manufacturing sector.

Foreign exchange reserves remained broadly stable, supporting exchange rate stability and strengthening business confidence. However, industrial demand remained sensitive to evolving domestic consumption patterns and regional economic developments. Energy tariffs and utility pricing continued to pose structural challenges for manufacturers.

Despite these headwinds, improving business sentiment and gradual normalization of supply chains contributed to better operating conditions in the second quarter of the financial year.

Financial Performance

During the half year ended December 31, 2025, your Company recorded net revenue of **PKR 3,067 million**, reflecting an increase of 4.6% compared to PKR 2,931 million in the corresponding period last year.

Gross profit for the period stood at **PKR 433 million**, representing a gross margin of 14.1%, compared to 11.2% in the same period last year. The improvement in gross margin reflects enhanced production volumes in the second quarter, better absorption of fixed costs and enhanced operational efficiencies.

Operating profit increased to **PKR 94 million**, demonstrating a strong recovery compared to the same period last year. This improvement is primarily attributable to:

- Higher production levels in Q2 following completion of maintenance activities in the previous quarter

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.





MACPAC
FILMS Ltd.

- Improved plant efficiencies and machine uptime
- Better cost control and overhead rationalization
- Continued focus on high-yield product segments

The Company reported a **net profit after tax of PKR 5.3 million**, compared to PKR 11.87 million in the corresponding period last year. Earnings per share (EPS) for the half year stood at **PKR 0.09**, compared to PKR 0.20 in SPLY.

Although bottom-line profitability remains modest due to financial charges and prevailing cost pressures, the operational turnaround witnessed clear stabilization and recovery trajectory supported by improved production planning and operational discipline.

Operational Highlights

The first quarter of the financial year included scheduled maintenance activities, which temporarily impacted production volumes. However, these strategic maintenance interventions have yielded positive results in the second quarter through:

- Higher and more stable production output
- Reduced unplanned downtime
- Improved energy utilization efficiency
- Enhanced product quality consistency

Management's continued focus on working capital optimization, procurement efficiencies, and disciplined expense management has further supported the Company's operational recovery during the second quarter.

Sustainability and Operational Excellence

The Company remains committed to sustainable growth through responsible and efficient operations. During 2025, key initiatives were undertaken to enhance resource efficiency, manage utility costs, and reduce the carbon footprint. In line with our ongoing operational excellence agenda, the Company is exploring cleaner and more efficient energy solutions to improve our energy mix and minimize environmental impact.

Being a socially and ethically responsible corporation, Macpac Films Limited continues to educate on sustainable solutions. The Company also maintains strong Health, Safety, and Environmental (HSE) standards, with regular training sessions ensuring a safe workplace for all. These initiatives reflect our dedication to continuous improvement, long-term operational resilience, and sustainable business practices.

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FILMS Ltd.

Future Outlook

Macpac Films Limited continues to execute its enhancement strategy with an emphasis on operational efficiency, product innovation, and cost control. Management remains focused on expanding the value-added product portfolio and improving the energy mix through renewable initiatives.

The Company is well positioned to navigate ongoing challenges such as inflationary pressures, currency fluctuations, and rising energy costs. Through its strategic initiatives, Macpac Films Limited aims to maintain stability, capture emerging opportunities, and continue delivering value to its stakeholders.

Acknowledgement

The Board of Directors expresses its sincere gratitude to our shareholders for their continued trust and confidence in the Company.

We extend our heartfelt appreciation to our employees whose dedication, resilience, and hard work enabled the Company to achieve operational recovery during the period.

We also thank our valued customers, suppliers, financial institutions, and all stakeholders for their continued support and cooperation.

On behalf of the Board



NAIMUL HASSAN
CHIEF EXECUTIVE OFFICER

Karachi
February 25, 2026



EHTESHAM MAQBOOL ELAHI
DIRECTOR

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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 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 2025 and the related 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 and notes to the condensed interim financial statements for the six month period then ended (herein-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

Pursuant to the requirement of Section 237(1) of Companies Act 2017, only cumulative figure for the six month period ended, presented in the second quarter accounts are subject to a limited scope review by statutory auditors of the Company. Accordingly, the figures of the condensed interim statement of profit and loss and condensed interim statement of comprehensive income for the quarter ended 31 Dec 2025 and 31 Dec 2024 have not been reviewed by us.



KPMG Taseer Hadi & Co.

The engagement partner on the review resulting in this independent auditor's review report is Moneeza Usman Butt.

Date: 27 February 2026

Karachi

UDIN: AR202510102UrIGh5Fk3


KPMG Taseer Hadi & Co.
Chartered Accountants



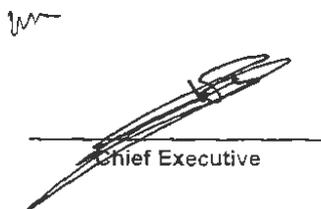
KPMG Taseer Hadi & Co.
Chartered Accountants

MACPAC Films Limited
Condensed Interim Financial
Statements
For the six months period ended 31
December 2025

MACPAC Films Limited
Condensed Interim Statement of Financial Position
As at December 31, 2025

	Note	December 31, 2025 (Un-audited)	June 30, 2025 (Audited)
		(Rupees)	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	6	2,435,913,596	2,358,472,441
Intangible assets		11,418,060	13,501,671
Long-term deposits		31,236,040	29,516,490
		<u>2,478,567,696</u>	<u>2,401,490,602</u>
CURRENT ASSETS			
Inventories		1,055,518,845	1,235,718,099
Stores and spares		138,284,088	120,313,493
Trade receivables - net	7	1,296,371,264	1,025,180,289
Loans and advances		64,234,899	35,718,329
Short-term deposits, prepayments and other receivables		61,146,489	152,820,721
Taxation - net		161,164,545	184,120,839
Short term Investment	8	48,524,062	48,524,062
Cash and bank balances	9	121,061,840	65,091,237
		<u>2,946,306,032</u>	<u>2,867,487,069</u>
TOTAL ASSETS		<u>5,424,873,728</u>	<u>5,268,977,671</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
AUTHORISED SHARE CAPITAL			
70,000,000 (June 30, 2025: 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
Share premium		173,566,620	173,566,620
Revenue reserves		630,723,161	654,990,615
Surplus on revaluation of property, plant and equipment		823,040,000	823,040,000
		<u>2,220,341,281</u>	<u>2,244,608,735</u>
NON-CURRENT LIABILITIES			
Diminishing musharika arrangement		187,204,357	204,769,570
Lease liabilities		32,423,508	36,878,962
Deferred tax liability		111,109,528	111,109,528
Employee benefits obligations		199,796,617	183,756,913
		<u>530,534,010</u>	<u>536,514,973</u>
CURRENT LIABILITIES			
Trade and other payables		1,606,150,269	1,728,699,958
Short-term borrowings - secured	10	760,138,917	472,647,025
Unclaimed dividend		1,640,938	1,569,189
Current portion of liabilities		306,068,313	284,937,791
		<u>2,673,998,437</u>	<u>2,487,853,963</u>
TOTAL LIABILITIES		<u>3,204,532,447</u>	<u>3,024,368,936</u>
CONTINGENCIES AND COMMITMENTS			
TOTAL EQUITY AND LIABILITIES		<u>5,424,873,728</u>	<u>5,268,977,671</u>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.


Chief Executive


Chief Financial Officer


Director

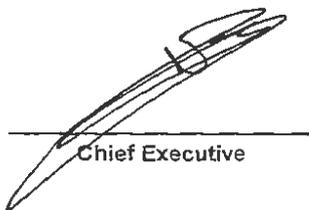
MACPAC Films Limited

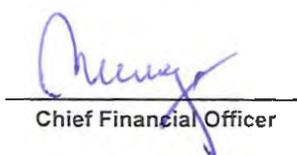
Condensed Interim Statement of Profit or Loss (Un-audited)

For the six months and three months period ended December 31, 2025

	Note	Six months ended		Three months ended	
		December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
		(Rupees)			
Revenue from contracts with customers - net	13	3,067,096,802	2,931,045,449	1,694,676,838	1,455,975,922
Cost of sales		(2,634,349,130)	(2,602,827,673)	(1,438,051,714)	(1,296,662,329)
Gross profit		432,747,672	328,217,776	256,625,124	159,313,593
Administrative expenses		(227,247,626)	(175,588,821)	(126,486,905)	(97,207,613)
Marketing and distribution expenses		(97,938,409)	(93,031,812)	(48,571,673)	(47,147,805)
Other operating expenses		(13,662,393)	(1,712,572)	(9,125,818)	5,230,846
Operating profit		93,899,244	57,884,571	72,440,728	20,189,021
Finance costs	14	(70,781,936)	(51,374,786)	(38,915,394)	(24,833,183)
Other income	15	20,604,524	12,793,839	12,381,244	6,448,839
Profit before income tax and levy		43,721,832	19,303,624	45,906,578	1,804,677
Taxation - levy		(29,535,116)	(129,217)	(15,406,265)	(43,165)
Profit before tax		14,186,715	19,174,407	30,500,313	1,761,512
Income tax		(8,803,594)	(7,303,799)	(5,777,196)	2,654,730
Profit after taxation		5,383,122	11,870,608	24,723,117	4,416,242
Earnings per share - basic and diluted		0.09	0.20	0.42	0.07

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.


Chief Executive


Chief Financial Officer


Director

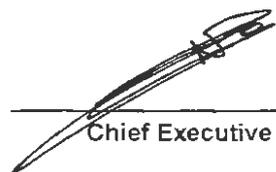
MACPAC Films Limited

Condensed Interim Statement of Comprehensive Income (Un-audited)

For the six months and three months period ended December 31, 2025

	Six months ended		Three months ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
	----- (Rupees) -----			
Profit for the period	5,383,122	11,870,608	24,723,117	4,416,242
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income for the period	<u>5,383,122</u>	<u>11,870,608</u>	<u>24,723,117</u>	<u>4,416,242</u>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Chief Executive



Chief Financial Officer



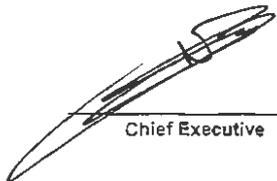
Director

MACPAC Films Limited
Condensed Interim Statement of Changes in Equity (Un-audited)
For the six months period ended December 31, 2025

	Share Capital	Capital Reserves		Revenue Reserves	Total reserves	Total
	Issued, subscribed and paid-up capital	Share premium	Revaluation Surplus	Un-appropriated profits		
	(Rupees)					
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
Total comprehensive income for the period						
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)	<u>593,011,500</u>	<u>173,566,620</u>	<u>823,040,000</u>	<u>585,097,322</u>	<u>1,581,703,942</u>	<u>2,174,715,442</u>
Balance as at June 30, 2025 - (Audited)	593,011,500	173,566,620	823,040,000	654,990,615	1,651,597,235	2,244,608,735
Profit for the period	-	-	-	5,383,122	5,383,122	5,383,122
Other comprehensive income, net of tax	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	5,383,122	5,383,122	5,383,122
Transaction with owners:						
Final Cash Dividend for the year ended 30 June, 2025 at the rate of Rs. 0.50 per share	-	-	-	(29,650,575)	(29,650,575)	(29,650,575)
Balance as at December 31, 2025 (Un-audited)	<u>593,011,500</u>	<u>173,566,620</u>	<u>823,040,000</u>	<u>630,723,161</u>	<u>1,627,329,781</u>	<u>2,220,341,281</u>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

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Chief Executive

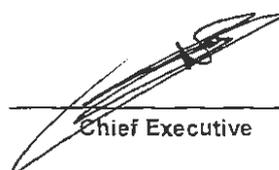

Chief Financial Officer


Director

MACPAC Films Limited
Condensed Interim Statement of Cashflows (Un-audited)
For the six months period ended December 31, 2025

	Six months ended	
	December 31, 2025	December 31, 2024
	----- (Rupees) -----	
CASH FLOWS GENERATED FROM OPERATIONS		
Profit before income tax and levy	43,721,832	19,303,624
Adjustments for non-cash and other items:		
Depreciation	83,302,199	71,354,806
Amortisation	2,083,612	2,083,615
Unrealised exchange gain	1,280,014	(1,699,540)
Gain on sale of fixed asset	(3,803,073)	(2,736,553)
Provision for gratuity	30,785,112	17,416,044
Finance costs	70,781,936	51,374,786
	184,429,800	137,793,158
Changes in working capital		
<i>(Increase) / decrease in current assets:</i>		
Inventories	180,199,254	(88,531,708)
Stores and Spares	(17,970,595)	(19,574,044)
Trade receivables - net	(271,190,976)	(17,394,007)
Loans and advances	(28,516,570)	(5,703,301)
Short term deposits, prepayments and other receivables	89,954,682	44,244,243
	(47,524,205)	(86,958,817)
<i>Increase / (decrease) in current liability:</i>		
Trade and other payables	(114,536,295)	77,097,674
	66,091,132	147,235,639
Cashflows generated from operations	66,091,132	147,235,639
Taxes paid	(15,382,416)	(67,447,880)
Gratuity paid	(14,745,408)	(10,418,878)
Finance costs paid	(6,658,215)	(48,446,401)
	(36,786,039)	(126,313,159)
Net cash generated from operating activities	29,305,093	20,922,480
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditures	(167,076,436)	(139,969,600)
Proceeds from disposal of fixed assets	10,136,154	3,352,540
Net cash used in investing activities	(156,940,282)	(136,617,060)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(24,533,254)	(73,842,306)
Repayment of diminishing musharika - net	(28,774,747)	(22,074,293)
Payment against of lease liabilities - net	(9,755,625)	(12,965,235)
Proceeds from borrowings - net	246,669,418	125,511,661
Net cash generated from financing activities	183,605,792	16,629,827
Net increase / (decrease) in cash and cash equivalents	55,970,603	(99,064,753)
Cash and cash equivalents at the beginning of the period	65,091,237	146,593,352
Cash and cash equivalents at the end of the period	121,061,840	47,528,599

The annexed notes from 1 to 20 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 period ended December 31, 2025

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.

The comparative statement of financial position presented in these condensed interim financial statements as at December 31, 2025 has been extracted from the audited financial statements of the Company for the year ended June 30, 2025, 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, 2024.

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 audited financial statements of the Company as at and for the year ended June 30, 2025. 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, 2025 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, directives and notifications issued under the Companies Act, 2017.

Where the provisions of, directives and notifications issued under the Companies Act, 2017 differ with the requirements of IAS 34 or IFAS, the provisions of, directives and notifications 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 unaudited submitted to the shareholders as required vide section 237 of the Companies Act, 2017.



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, 2025.

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 amendments to the approved accounting standards that became effective for accounting periods beginning on or after 1 January 2025. However, these do not have any significant impact on the Company's financial statements and therefore have not been stated in these condensed interim financial statements.

The following new standards and amendments are effective for the period beginning 1 January 2025, however they are not relevant to the entity's operations:

	Effective from accounting period beginning on or after
- Lack of Exchangeability – Amendments to IAS 21 The Effects of Changes in Foreign Exchange Rates	January 01, 2025

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
- 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 amendments to IFRS 9 address:

- Conflict between IFRS 9 and IFRS 15 Revenue from Contracts with Customers over the initial measurement of trade receivables; and
- How a lessee accounts for the derecognition of a lease liability under paragraph 23 of IFRS 9.

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, 2025.

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6	PROPERTY, PLANT AND EQUIPMENT		December 31, 2025 (Un-audited)	June 30, 2025 (Audited)
		Note	----- (Rupees) -----	
	Operating fixed assets	6.1	2,262,492,825	2,283,415,030
	Right-of-use assets	6.2	30,690,216	36,684,686
	Capital work-in-progress (CWIP)	6.3	142,730,555	38,372,725
			<u>2,435,913,596</u>	<u>2,358,472,441</u>
6.1	Operating fixed assets			
	Opening book value		2,283,415,030	2,073,196,043
	Transfers during period / year	6.1.1	62,718,605	392,250,266
	Disposals / transfers during the period / year at book value		(6,333,081)	(40,746,086)
	Depreciation during the period / year		(77,307,729)	(141,285,193)
			<u>2,262,492,825</u>	<u>2,283,415,030</u>
6.1.1	Additions / transfers from CWIP to operating fixed assets			
	Buildings on leasehold land		5,405,376	7,457,571
	Leasehold Improvement		-	7,756,744
	Plant and machinery		28,231,883	265,909,296
	Furniture and fixtures		-	5,325,347
	Electrical installations		-	9,554,204
	Refrigeration and air conditioning		78,000	1,757,608
	Generators		25,914,263	37,448,352
	Office equipment		1,209,802	1,729,910
	Computers		1,739,697	3,977,990
	Motor vehicles		139,584	51,333,244
			<u>62,718,605</u>	<u>392,250,266</u>
6.2	Right-of-use assets			
	As at 1 July		36,684,686	49,217,902
	Depreciation during the period / year		(5,994,470)	(12,533,216)
			<u>30,690,216</u>	<u>36,684,686</u>
6.3	Capital work-in-progress			
	Opening balance		38,372,725	112,222,554
	Additions during the period / year	6.3.1	167,076,435	318,400,437
	Transfers to operating fixed assets during the period / year		(62,718,605)	(392,250,266)
	Closing balance		<u>142,730,555</u>	<u>38,372,725</u>
6.3.1	Additions during the period / year			
	Buildings on leasehold land		6,684,258	6,040,829
	Leasehold Improvement		-	953,574
	Plant and machinery		30,110,535	240,126,220
	Furniture and fixtures		-	759,123
	Electrical installations		80,101,005	4,964,479
	Refrigeration and air conditioning		78,000	-
	Generators and solar		41,031,722	8,515,069
	Office equipment		6,651,668	1,729,910
	Computers		1,838,580	3,977,990
	Motor vehicles		580,667	51,333,243
			<u>167,076,435</u>	<u>318,400,437</u>

7 TRADE RECEIVABLES - NET

7.1 This includes an amount of Rs. 386.5 million (June 30, 2025: Rs.349.58 million) due from related parties.

		December 31, 2025 (Un-audited)	June 30, 2025 (Audited)
	Note	----- (Rupees) -----	
8 SHORT TERM INVESTMENT			
Investment in Term Deposit Receipt - at amortised cost	8.1	<u>48,524,062</u>	<u>48,524,062</u>

8.1 This comprise of shariah compliant investment (TDRs) at rate ranging from 6.5% to 8.5%. These TDRs are submitted as bank guarantee to SSGC being a security deposit.

9 CASH AND BANK BALANCES

As at 31st December 2025 the Shariah compliant bank deposits/bank balances are Rs. 101.37 million (June 30, 2025: Rs. 62.69 million)

9.1 Relationship with shariah compliant banks

Bank Name	Relationship
Dubai Islamic Bank	Agent, partner and account holder
Al Baraka Bank (Pakistan) Limited	Agent, partner and account holder
Bank AL Habib Limited	Account holder
Meezan Bank Limited	Partner and account holder
Bank Alfalah Limited	Account holder
Faysal Bank Limited	Account holder
Habib Metropolitan Bank Limited	Account holder
The Bank of Punjab	Agent and account holder
Standard Chartered Bank (Pakistan) Limited	Agent and account holder
First Habib Modarba	Partner

10 SHORT-TERM BORROWINGS - SECURED

Istisna' financing comprises Rs. 500 million from Dubai Islamic Bank (June 30, 2025: Rs. 250.18 million) and Rs. 245.8 million from Al Barakah (June 30, 2025: Rs. 208.1 million).

	December 31, 2025 (Un-audited)	June 30, 2025 (Audited)
	----- (Rupees) -----	
11 PROVISION FOR GAS INFRASTRUCTURE DEVELOPMENT CESS		
Gas Infrastructure Development Cess	232,668,440	232,668,440
Less: Current portion shown under current liabilities	<u>(232,668,440)</u>	<u>(232,668,440)</u>
	<u>-</u>	<u>-</u>

12 CONTINGENCIES AND COMMITMENTS**12.1 Contingencies**

The status of contingencies as reported in the annual financial statements for the year ended June 30, 2025 remained unchanged during the current period.

		December 31, 2025 (Un-audited)	June 30, 2025 (Audited)
	Note	----- (Rupees) -----	
12.2 Commitments			
Outstanding bank guarantees		<u>57,774,062</u>	<u>50,774,062</u>
Outstanding letters of credit	12.2.1	<u>842,863,777</u>	<u>894,560,890</u>

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

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13 REVENUE FROM CONTRACTS WITH CUSTOMERS - NET	December 31, 2025 (Un-audited)	December 31, 2024 (Un-audited)
	----- (Rupees) -----	
Gross Sales		
- Local	3,636,683,314	3,466,221,668
- Exports	7,053,562	12,921,697
	<u>3,643,736,876</u>	<u>3,479,143,365</u>
Less: Sales tax	(576,640,074)	(548,097,916)
	<u><u>3,067,096,802</u></u>	<u><u>2,931,045,449</u></u>

13.1 All sales revenue earned by the Company is Shariah compliant.

14 FINANCE COSTS

This includes mark-up on shariah compliant financing arrangements of long term diminishing musharika and short term istisna arrangement of Rs. 18.20 million (2024: Rs. 3.828 million) and Rs. 40.822 million (2024: Rs. 31.799 million) respectively.

15 OTHER INCOME

This includes Profit earned from shariah compliant bank deposits/bank balances amounting to Rs. 17,953 (June 30, 2025: Rs. 1,427,238.42)

16 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 these condensed interim financial statements are as follows:

Name of the related party	Basis of relationship	Transactions during the period	Six months ended	
			December 31, 2025	December 31, 2024
			----- (Un-audited) ----- ----- (Rupees) -----	
TOYO Packaging (Private) Limited	Common Directorship	Sales	<u>136,989,246</u>	<u>88,907,770</u>
		Receipt	<u>117,165,500</u>	<u>134,887,305</u>
Hilal Foods (Private) Limited	Common Directorship	Sales	<u>20,559,502</u>	<u>21,922,641</u>
		Receipt	<u>17,946,922</u>	<u>16,467,615</u>
Shalimar Food Products (Private) Limited	Common Directorship	Sales	<u>18,205,957</u>	<u>9,814,081</u>
		Receipt	<u>18,696,904</u>	<u>5,846,235</u>
Mac Business Solution (Private) Limited	Common Directorship	Sales	<u>58,579,945</u>	<u>124,098,688</u>
		Receipt	<u>63,186,050</u>	<u>115,694,610</u>
TGA Sustainability (Private) Limited	Common Directorship	Sales	<u>110,957,655</u>	<u>65,599,388</u>
		Receipt	<u>91,380,255</u>	<u>36,154,072</u>
Board of Directors (executive and non-executive) and Key Management Personnel	Directors and Key management personnel	Salary and other benefits	<u>65,102,420</u>	<u>56,833,750</u>

Name of the related party	Basis of relationship	Nature of outstanding balances	December 31, 2025	June 30, 2025
			(Un-audited)	(Audited)
			----- (Rupees) -----	
TOYO Packaging (Private) Limited	Common Directorship	Receivable	<u>133,150,752</u>	<u>113,327,006</u>
Hilal Foods (Private) Limited	Common Directorship	Receivable	<u>14,350,954</u>	<u>11,738,374</u>
Shalimar Food Products (Private) Limited	Common Directorship	Receivable	<u>15,664,519</u>	<u>16,155,466</u>
Mac Business Solution (Private) Limited	Common Directorship	Receivable	<u>68,211,545</u>	<u>72,817,650</u>
TGA Sustainability (Private) Limited	Common Directorship	Receivable	<u>155,118,783</u>	<u>135,541,383</u>

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17 FINANCIAL INSTRUMENTS - FAIR VALUES 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, 2025.

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.

18 CORRESPONDING FIGURES

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

19 GENERAL

19.1 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, 2025 are located in Pakistan.

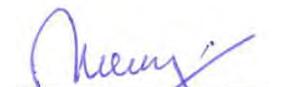
20 DATE OF AUTHORISATION

These condensed interim financial statements were authorised and approved for issue on Feb 10, 2026 by the Board of Directors of the Company.

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Chief Executive



Chief Financial Officer



Director