

Hi-Tech Lubricants Ltd

Condensed Interim Financial Information

For the Quarter Ended 30 September 2026
(Un-Audited)



FROM FRICTION TO FLOW

COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Shaukat Hassan
Chairman of the Board / Non Executive Director

Mr. Hassan Tahir
Chief Executive Officer / Executive Director

Mr. Muhammad Ali Hassan
Executive Director

Ms. Mavira Tahir
Non Executive Director

Mr. Faraz Akhtar Zaidi
Non Executive Director

Miss Mehvish Khan
Non Executive Director

Mr. Shafiq Ur Rehman
Non Executive Independent Director

Mr. Murtizer Abbas Hussain
Non Executive Independent Director

Mr. Mahmood Akhtar
Non Executive Independent Director

Mr. Donghyun Kim (Nominee of SK Ennove Co., Ltd.)
Non Executive Director

SENIOR MANAGEMENT

Chief Financial Officer

Mr. Saeed Ullah Khan Niazi
Phone: +92-42-111-645-645
Fax: +92-42-3631-18-14

Company Secretary & Chief Compliance Officer

Mr. Fraz Amjad Khawaja
Phone: +92-42-111-645-645
Fax: +92-42-3631-18-14

External Auditors

M/S Riaz Ahmed & Company, Chartered Accountants
10-B, Saint Mary Park, Main Boulevard Gulberg, Lahore
Phone: +92-42-35718137
Fax: +92-42-35714340

Share Registrar

M/S Cdc Share Registrar Services Limited
Cdc House, 99-B, Block 'B', S.M.C.H.S. Main Shahra-E-Faisal, Karachi-74400
Phone: +92-21-111-111-500, Fax: +92-21-34326053
Toll Free: 0800 23275 (Cdcpl)
Email Address: info@cdcsrsl.com
Website: www.cdcsrsl.com

Legal Advisor

Mr. Ijaz Lashari
Lashari Law Associates, 22-Munawar Chamber, 1-Mozang Road, Lahore
Phone: +92-42-37359287
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Stock Symbol

HTL

Registered / Head Office

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Phone: +92-42-111-645-645
Fax: +92-42-3631-18-14
Email Address: info@masgroup.org

REGIONAL OFFICES

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OMC Office:

57-C, Gulberg III, MM Alam Road, Near Janun Restaurant, Lahore
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HTBL PLANT SITE

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COMPANY WEBSITES:

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www.zicoil.pk



BANKERS



Directors' Review

For The Quarter Ended 30 September 2026

Dear Shareholders,

On behalf of the Board of Directors of Hi-Tech Lubricants Limited ("the Company" or "HTL"), we are pleased to present the un-audited condensed interim consolidated financial statements of the Company with its wholly owned subsidiary, Hi-Tech Blending (Private) Limited, together referred to as "the Group", along with the un-audited condensed interim unconsolidated financial statements of the Company, for the first quarter ended 30 September 2026 (Q1 of the financial year 2026-27).

Economic and industry overview

The quarter was shaped by renewed inflation and high fuel prices, as the prolonged Middle East conflict pushed global commodity prices up. Headline CPI inflation averaged 10.2% in July-September 2026, against 4.3% in the same quarter last year, and stood at 10.3% in September. The State Bank of Pakistan held the policy rate at 11.5% on 14 September 2026, citing the intensifying Middle East conflict and higher commodity prices; external account pressures stayed contained on strong remittances.

Petroleum product sales by the oil marketing industry rose about 6% to 4.11 million tons in Q1 FY27. Excluding furnace oil, which rose more than five-fold on higher oil-fired power generation, sales were flat year on year. Motor spirit (petrol) grew 4% while high-speed diesel fell 3%. By September, average retail prices were about 42% (petrol) and 48% (diesel) higher than a year earlier, which weighed on demand.

Against this backdrop, the Company's petroleum volumes grew ahead of plan, while demand for lubricants remained subdued.

Financial performance (consolidated)

The Group earned a profit after tax of Rs 434.7 million in Q1, four times the Rs 107.2 million earned in the same quarter last year, on net revenue that grew 28.4% to Rs 11,061.8 million.

	Rs in million	Rs in million	Percentage
	Q1 FY27 (Jul-Sep 2026)	Q1 FY26 (Jul-Sep 2025)	Change
Net revenue	11,061.8	8,618.0	+28.4%
Gross profit	1,265.6	858.6	+47.4%
Gross margin	11.4%	10.0%	+1.4 pts
Profit from operations	686.3	271.0	+153.3%
Finance cost	173.0	111.7	+54.9%
Profit before levy and taxation	513.3	159.3	+222.2%
Levy and taxation	78.6	52.1	+50.8%
Profit after taxation	434.7	107.2	+305.5%
Earnings per share (Rs)	3.12	0.73	+2.39

Gross profit rose 47.4% as margins improved in both businesses: petroleum products benefited from the rising price environment, and lubricants delivered a higher margin on a better product and price mix. Distribution and administrative expenses grew by 6.0% and 9.4% respectively, well below the growth in revenue, while other expenses fell by Rs 28.5 million.

Finance cost rose by Rs 61.3 million, mainly due to two deliberate decisions explained under Financial position and liquidity below. Despite this, profit from operations covered finance cost 4.0 times, against 2.4 times last year.

Operational performance

Petroleum products were the main growth driver this quarter, with segment profit before tax rising to Rs 236.0 million from Rs 44.0 million.

Segment, Rs in million	Net revenue Q1 FY27	Net revenue Q1 FY26	Profit before tax Q1 FY27	Profit before tax Q1 FY26
Petroleum products	8,393.0	6,118.3	236.0	44.0
Lubricants	2,402.5	2,383.4	250.5	109.0
Polymer	266.3	116.3	26.8	6.3
Group	11,061.8	8,618.0	513.3	159.3

Directors' Review

For The Quarter Ended 30 September 2026

Petroleum products. The Company sold 25.18 million litres of fuel in the quarter: 18.60 million litres of motor spirit, 6.43 million litres of high-speed diesel and 0.16 million litres of HI-Octane. Segment revenue grew 37.2% and gross margin improved to 5.5% from 4.0%, helped due to rising price and product mix.

Lubricants. Demand for lubricants remained subdued as high retail prices held back consumer spending. Revenue was broadly unchanged, but gross margin rose to 31.9% from 25.0% on better pricing and product mix, and segment profit before tax more than doubled.

Polymer. External sales of plastic packaging more than doubled to Rs 266.3 million.

Segment figures are as reported in the segment note of the consolidated financial statements; segment results are before levy and taxation.

Financial position and liquidity

The Group's total assets rose to Rs 17,441.6 million from Rs 15,244.6 million at 30 June 2026, and equity increased to Rs 7,119.5 million on the quarter's profit.

Strategic stock build. Management increased stock-in-trade by Rs 425.9 million to Rs 3,677.4 million, ahead of a rising price trend, inventory levels were raised to secure supply continuity aimed Middle East disruption.

Exchange-risk management. In view of the situation in the Middle East and the risk of a stronger US dollar, all import letters of credit were opened at sight rather than on usance terms. This removed exposure to exchange-rate movements on import payments, at the cost of higher short-term borrowing and interest.

Long-term financing. The Group drew a new long-term loan from Askari Bank Limited during the quarter. Total borrowings, including the current portion, stood at Rs 4,427.8 million (30 June 2026: Rs 3,903.6 million), a borrowings-to-equity ratio of 0.62 times.

Cash flow. Operating cash flow was an outflow of Rs 124.7 million as working capital expanded with the stock build and higher receivables. Subsequent to the quarter-end, Rs 700 million was collected from receivables within ten days, which has strengthened liquidity. The current ratio was 1.14 times (30 June 2026: 1.11 times).

Earnings per share and dividend

Consolidated earnings per share were Rs 3.12, against Rs 0.73 in the same quarter last year.

Future outlook

The Board expects fuel demand to keep growing through the year, while price volatility linked to the Middle East remains the main risk. Industry analysts expect petroleum sales to grow 8–10% in FY27, but inflation near 10% and a policy rate of 11.5% will keep pressure on consumer demand and on the cost of funding.

For the rest of the year, management will focus on:

growing lubricant sales through stronger retail and distribution channels, with emphasis on ranges where demand has softened;

growing petroleum volumes through the Company's retail network, including continued investment in dealer fuel stations;

managing exchange-rate and inventory price risk with discipline, as conditions in the Middle East evolve; and

converting the quarter's profit into cash through tighter receivables and working-capital management, and reducing the cost of borrowing.

Corporate governance and compliance

These condensed interim financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting and the Companies Act, 2017, and are being circulated under section 237 of the Act and the PSX Rule Book. They are unaudited and were reviewed by the Board Audit Committee on 27 October 2026 before approval by the Board on 27 October 2026.

Related party transactions. All transactions with related parties, including the Company's subsidiary, were carried out at arm's length and reviewed by the Board Audit Committee, as disclosed in the notes to the financial statements.

Subsequent event. Except for the collection of Rs 700 million from receivables within ten days after the quarter-end, no material changes or commitments affecting the financial position of the Group have occurred between 30 September 2026 and the date of this review.

Acknowledgement

The Board thanks our customers, dealers, distributors, suppliers, bankers and shareholders for their continued trust and support. We also recognize the commitment and hard work of our employees, whose efforts made this quarter's results possible.



Mr. Hassan Tahir

(Chief Executive Officer / Executive Director)

Lahore, 27 October, 2026



Mr. Shaukat Hassan

(Chairman BOD/ Non-Executive Director)

ڈائریکٹرز کا جائزہ

30 ستمبر 2026 کو ختم ہونے والی سہ ماہی کے لیے

محترم شیئر ہولڈرز

ہائی ٹیک لبریکنٹس لمیٹڈ ("کمپنی" یا "HTL") کے بورڈ آف ڈائریکٹرز کی جانب سے ہمیں 30 ستمبر 2026 کو ختم ہونے والی پہلی سہ ماہی (مالی سال 2026-27 کی پہلی سہ ماہی) کے لیے کمپنی کی غیر آڈٹ شدہ، مختصر مددی مجموعی (consolidated) مالیاتی گوشوارے پیش کرتے ہوئے خوشی ہو رہی ہے۔ ان گوشواروں میں کمپنی اور اس کی مکمل ملکیتی ذیلی کمپنی، ہائی ٹیک لبریکنٹنگ (پرائیویٹ) لمیٹڈ جنہیں مجموعی طور پر "گروپ" کہا جاتا ہے کے مالیاتی گوشوارے، نیز کمپنی کے اپنے (انفرادی/ unconsolidated) غیر آڈٹ شدہ مختصر مددی مالیاتی گوشوارے شامل ہیں۔

معاشی اور صنعتی جائزہ

اس سہ ماہی کے دوران مہنگائی میں دوبارہ اضافہ ہوا اور ایجنٹوں کی قیمتیں بلند رہیں، جس کی بڑی وجہ مشرق وسطیٰ میں جاری طویل تنازعہ تھا، جس نے عالمی سطح پر اشیاء (commodities) کی قیمتوں کو بڑھا دیا۔ جولائی تا ستمبر 2026 کے دوران بیڈ لائن "سی بی آئی" (CPI) مہنگائی کی اوسط شرح 10.2 فیصد رہی (جبکہ گزشتہ سال کی اسی سہ ماہی میں یہ 4.3 فیصد تھی)، اور ستمبر میں یہ شرح 10.3 فیصد ریکارڈ کی گئی۔ اسٹیٹ بینک آف پاکستان نے 14 ستمبر 2026 کو پالیسی ریٹ 11.5 فیصد پر برقرار رکھا؛ اس فیصلے کی وجہ مشرق وسطیٰ میں شدت اختیار کرتا تنازعہ اور اشیاء کی بلند قیمتیں تھیں۔ تاہم، ترسیلات زر (remittances) کی مضبوط آمد کے باعث بیرونی کھاتے (external account) پر دباؤ قابو میں رہا۔

مالی سال 2026-27 کی پہلی سہ ماہی کے دوران، آئل مارکیٹنگ انڈسٹری کی جانب سے پیٹرولیم مصنوعات کی فروخت میں تقریباً 6 فیصد اضافہ ہوا اور یہ 4.11 ملین ٹن تک پہنچ گئی۔ اگر فرس آئل کو نکال دیا جائے جس کی فروخت میں تیل سے بننے والے پٹرول کے عمل میں اضافے کے باعث پانچ گنا سے زیادہ اضافہ ہوا | تو دیگر مصنوعات کی فروخت میں گزشتہ سال کے مقابلے میں کوئی نمایاں تبدیلی نہیں آئی۔ سوزا سپرٹ (بیٹرول) کی فروخت میں 4 فیصد اضافہ ہوا، جبکہ ہائی اسپید ڈیزل کی فروخت میں 3 فیصد کمی آئی۔ سمیریک، اشیاء کی اوسط خوردہ قیمتیں گزشتہ سال کے مقابلے میں بیٹرول کے لیے تقریباً 42 فیصد اور ڈیزل کے لیے 8 فیصد زیادہ تھیں، جس کا اثر طلب (demand) پر پڑا۔

اس میں منظر میں، کمپنی کے پیٹرولیم مصنوعات کے حجم میں منصوبہ بندی سے بڑھ کر اضافہ ہوا، جبکہ لبریکینٹس (lubricants) کی طلب کمزور رہی۔

مالیاتی کارکردگی (مجموعی/ کنسولیڈیٹڈ)

گروپ نے پہلی سہ ماہی (Q1) میں 434.7 ملین روپے کا بعد از ٹیکس منافع کمایا، جو گزشتہ سال کی اسی سہ ماہی میں حاصل ہونے والے 107.2 ملین روپے کے منافع کے مقابلے میں چار گنا زیادہ ہے۔ اس دوران خالص آمدنی (net revenue) میں 28.4 فیصد اضافہ ہوا اور یہ 11,061.8 ملین روپے تک پہنچ گئی۔

	Rs in million	Rs in million	Percentage
	Q1 FY27 (Jul-Sep 2026)	Q1 FY26 (Jul-Sep 2025)	Change
Net revenue	11,061.8	8,618.0	+28.4%
Gross profit	1,265.6	858.6	+47.4%
Gross margin	11.4%	10.0%	+1.4 pts
Profit from operations	686.3	271.0	+153.3%
Finance cost	173.0	111.7	+54.9%
Profit before levy and taxation	513.3	159.3	+222.2%
Levy and taxation	78.6	52.1	+50.8%
Profit after taxation	434.7	107.2	+305.5%
Earnings per share (Rs)	3.12	0.73	+2.39

مجموعی منافع (Gross profit) میں 47.4 فیصد اضافہ ہوا کیونکہ ردولوں کا روپاری شعبوں میں مارجن بہتر ہوئے؛ پیٹرولیم مصنوعات کو براہقی ہوئی قیمتوں کے ماحول سے فائدہ پہنچا، جبکہ بہتر مصنوعات اور قیمتوں کے استخراج (product and price mix) کی بدلت لبریکینٹس (lubricants) کے شعبے میں مارجن میں اضافہ ہوا۔ تقسیم اور انتظامی اخراجات میں بالترتیب 6.0 فیصد اور 9.4 فیصد اضافہ ہوا، جو کہ آمدنی میں ہونے والے اضافے کی شرح سے کافی کم ہے، جبکہ دیگر اخراجات میں 28.5 ملین روپے کی کمی آئی۔

مالیاتی لاگت (Finance cost) میں 61.3 ملین روپے کا اضافہ ہوا، جس کی بنیادی وجہ دو ایسے دائرے فیصلے تھے جن کی وضاحت ذیل میں مالیاتی پوزیشن اور لیکویڈیٹی (Financial position and liquidity) کے تحت کی گئی ہے۔ اس کے باوجود، آپریشنز سے حاصل ہونے والا منافع مالیاتی لاگت کا 4.0 گنا رہا، جبکہ گزشتہ برس یہ شرح 2.4 تھی۔

آپریشنز کا کارکردگی

اس سہ ماہی میں پیٹرولیم مصنوعات ترقی کا بنیادی محرک رہا، جس کے نتیجے میں اس شعبے کا قبل از ٹیکس منافع 44.0 ملین روپے سے بڑھ کر 236.0 ملین روپے تک پہنچ گیا۔

ڈائریکٹر زکا جائزہ

30 ستمبر 2026 کو ختم ہونے والی سہ ماہی کے لیے

Segment, Rs in million	Net revenue Q1 FY27	Net revenue Q1 FY26	Profit before tax Q1 FY27	Profit before tax Q1 FY26
Petroleum products	8,393.0	6,118.3	236.0	44.0
Lubricants	2,402.5	2,383.4	250.5	109.0
Polymer	266.3	116.3	26.8	6.3
Group	11,061.8	8,618.0	513.3	159.3

پٹرولیم مصنوعات - کمپنی نے اس سہ ماہی میں 25.18 ملین لیٹر ایندھن فروخت کیا: جس میں 18.60 ملین لیٹر سٹراپہرٹ (پٹرول)، 6.43 ملین لیٹر ہائی اسپینڈیل اور 0.16 ملین لیٹر ہائی اوکٹین شامل ہیں۔ قیمتوں میں اضافے کے درمیان کی بدولت، اس شعبے (سگمنٹ) کی آمدنی میں 37.2 فیصد اضافہ ہوا اور مجموعی مارچن (gross margin) 4.0 فیصد سے بہتر ہو کر 5.5 فیصد ہو گیا۔

لبریکینٹس (پچھائی والی مصنوعات) - لبریکینٹس کی طلب کمزور رہی کیونکہ خوردہ قیمتیں زیادہ ہونے کی وجہ سے صارفین کی خریداری متاثر ہوئی۔ آمدنی میں کوئی خاص تبدیلی نہیں آئی، تاہم بہتر قیمتوں اور مصنوعات کے اختراع (product mix) کی بدولت مجموعی مارچن 25.0 فیصد سے بڑھ کر 31.9 فیصد ہو گیا، اور ٹیکس سے قبل اس شعبے کے منافع میں دو گنا سے بھی زیادہ اضافہ ہوا۔

پولمر - پلاسٹک پیکیجنگ کی بیرونی فروخت دو گنا سے بھی زیادہ ہو کر 266.3 ملین روپے تک پہنچی گئی۔

شعبہ دار (سگمنٹ) (اعداد و شمار وہ ہیں جو مجموعی مالیاتی گوشواروں (consolidated financial statements) کے سگمنٹ نوٹ میں درج ہیں؛ یہ نتائج لیوی (محصولات) اور ٹیکس کے تغاٹ سے قبل کے ہیں۔

مالیاتی پوزیشن اور لیکویڈیٹی (نقد بہاؤ کی صلاحیت)۔

گروپ کے کل اثاثے 15,244.6 ملین روپے سے بڑھ کر 17,441.6 ملین روپے ہو گئے، اور سہ ماہی کے منافع کی بدولت ایکویٹی (مالکانہ سرمایہ) بڑھ کر 7,119.5 ملین روپے ہو گئی۔

اسٹریٹجک اسٹاک میں اضافہ - قیمتوں میں اضافے کے درمیان کو دیکھتے ہوئے، انتظامیہ نے جان بوجھ کر اپنے پاس موجود اسٹاک (stock-in-trade) میں 425.9 ملین روپے کا اضافہ کیا، جس سے یہ 3,677.4 ملین روپے تک پہنچ گیا۔ اس کا مقصد یہ تھا کہ موجودہ اسٹاک پر بڑھتی ہوئی قیمتوں سے فائدہ اٹھایا جاسکے۔

درمیانہ دورے کے خطرے کا انتظام - مشرق وسطیٰ کی صورتحال اور امریکی ڈالر کے مزید مضبوط ہونے کے خدشے کے پیش نظر، درآمدات کے لیے تمام لیٹرز آف کریڈٹ (LCs) کو پوزیشن 'ادائیگی میں تاخیر کی شرائط' کے بجائے ایٹ سائٹ (فوری ادائیگی کی شرائط) پر کھولا گیا۔ اس اقدام سے درآمدی ادائیگیوں پر درمیانہ دورے کی شرح میں تبدیلیوں سے لاحق خطرہ ختم ہو گیا، لیکن اس کے نتیجے میں قلیل مدتی قرضوں اور سود کی لاگت میں اضافہ ہوا۔

طویل مدتی فنانسنگ - گروپ نے سہ ماہی کے دوران عسکری بینک لیٹلڈ سے ایک نیا طویل مدتی قرض حاصل کیا۔ کل قرضہ جات، بشمول موجودہ حصہ (current portion)، 4,427.8 ملین روپے رہے (30 جون 2026: 3,903.6 ملین روپے)، جو کہ قرضہ جات اور ایکویٹی کا تناسب 0.62 گنا رہا ہے۔

کیش فلو - آپریٹنگ کیش فلو 124.7 ملین روپے یعنی (outflow) رہا، جس کی وجہ اسٹاک میں اضافے اور وصول طلب رقم (receivables) بڑھنے کے باعث ورکنگ کپٹل میں اضافہ تھا۔ سہ ماہی کے اختتام کے بعد، دس دنوں کے اندر وصول طلب رقم سے 700 ملین روپے وصول ہوئے، جس سے لیکویڈیٹی (نقد دستیابی) میں بہتری آئی ہے۔ کرنٹ ریٹوشو 1.14 گنا رہا (30 جون 2026: 1.11 گنا)۔

فی حصص آمدنی اور ڈیویڈنڈ

مجموعی (consolidated) فی حصص آمدنی 3.12 روپے رہی، جبکہ گزشتہ سال کی اسی سہ ماہی میں یہ 0.73 روپے تھی۔

مستقبل کا منظر نامہ

بورڈ کو توقع ہے کہ پورے سال کے دوران ایندھن کی طلب میں اضافہ جاری رہے گا، جبکہ مشرق وسطیٰ سے خشک قیمتوں میں اتار چڑھاؤ ایک بڑا خطرہ ہے۔ صنعت کے تجزیہ کاروں کو توقع ہے کہ مالی سال (FY27) 27 میں پٹرولیم کی فروخت میں 8 سے 10 فیصد اضافہ ہوگا، تاہم تقریباً 10 فیصد افراط زر اور 11.5 فیصد پالیسی ریٹ، صارفین کی طلب اور فنڈنگ کی لاگت پر ذہن قرار رکھیں گے۔

ڈائریکٹرز کا جائزہ

30 ستمبر 2026 کو ختم ہونے والی سہ ماہی کے لیے

باقی سال کے لیے، انتظامیہ اس پر توجہ دے گی:

مضبوط ریشیل اور ڈسٹری بیوٹن چیلنجز کے ذریعے چکانا کرنے والے مادوں کی فروخت میں اضافہ، ان حدود پر زور دینے کے ساتھ جہاں مانگ میں کمی آئی ہے۔

کمپنی کے ریشیل نیٹ ورک کے ذریعے ہیڈ ولیم کے حجم میں اضافہ، بشمول ڈیلر فیول اسٹیشنوں میں مسلسل سرمایہ کاری؛

مبادلہ کی شرح اور انٹرنیٹ کی قیمت کے خطرے کا نظم و ضبط کے ساتھ انتظام کرنا، جیسا کہ مشرق وسطیٰ میں حالات تیار ہوتے ہیں۔ اور سخت وصولیوں اور ورکنگ کپٹل مینجمنٹ کے ذریعے سہ ماہی کے منافع کو نقد میں تبدیل کرنا، اور قرض لینے کی لاگت کو کم کرنا۔

کارپوریٹ گورننس اور تعمیل

یہ کنٹریسٹ ممبری مالی بیانات 34 IAS عبوری مالیاتی رپورٹنگ اور کمپنیز ایکٹ 2017 کے مطابق تیار کیے گئے ہیں، اور ایکٹ کے سیکشن 237 اور PSX رولز بک کے تحت گردش کر رہے ہیں۔ وہ غیر آڈٹ ہیں اور بورڈ کی منظوری سے قبل 27 اکتوبر 2026 کو بورڈ آڈٹ کمیٹی نے ان کا جائزہ لیا تھا۔

متعلقہ پارٹی کے لین دین۔ متعلقہ فریقوں کے ساتھ تمام لین دین، بشمول کمپنی کے ذیلی ادارے، کو مکمل طور پر انجام دیا گیا اور بورڈ آڈٹ کمیٹی کے ذریعہ جائزہ لیا گیا، جیسا کہ مالیاتی گوشواروں کے نوٹس میں ظاہر کیا گیا ہے۔

بعد میں پیش آنے والا واقعہ۔ سہ ماہی کے اختتام کے دس دنوں کے اندر قابل وصول رقم (receivables) سے 700 ملین روپے کی وصولی کے علاوہ، 30 ستمبر 2026 اور اس جائزے کی تاریخ کے درمیان گروپ کی مالی پوزیشن پر اثر انداز ہونے والی کوئی اہم تبدیلیاں یا وعدے (commitments) کو نشانہ نہیں ہوئے ہیں۔

انتہا تشکر

بورڈ اپنے صارفین، ڈیلرز، ڈسٹری بیوٹرز، سپلائرز، بینکرز اور شیئر ہولڈرز کا ان کے مسلسل اعتماد اور تعاون کے لیے شکریہ ادا کرتا ہے۔ ہم اپنے ملازمین کے عزم اور سخت محنت کو بھی سراہتے ہیں، جن کی کوششوں سے اس سہ ماہی کے نتائج ممکن ہوئے۔

بورڈ آف ڈائریکٹرز کی جانب سے

(چیف ایگزیکٹو آفیسر/ ایگزیکٹو ڈائریکٹر)

لاہور، 27 اکتوبر، 2026

(چیئر مین بورڈ)

HI-TECH LUBRICANTS LIMITED

**Consolidated Condensed Interim
Financial Information (Un-audited)**

Consolidated Condensed Interim Statement Of Financial Position (Un-audited)

As At 30 September 2026

	Note	Un-Audited September 30 2026 Rupees	Audited June 30 2026 Rupees
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital 150,000,000 (2026: 150,000,000) ordinary shares of Rupees 10 each		1,500,000,000	1,500,000,000
Issued, subscribed and paid-up share capital		1,392,048,000	1,392,048,000
Capital reserve - share premium		1,441,697,946	1,441,697,946
Capital reserve - surplus on revaluation of freehold land		2,076,539,748	2,076,539,748
Revenue reserve - un-appropriated profit		2,209,221,664	1,774,554,469
Total equity		7,119,507,358	6,684,840,163
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term financing	4	1,011,760,433	750,259,137
Lease liabilities		444,232,240	330,465,373
Long term deposits		24,956,000	26,000,000
Deferred liabilities		271,386,395	275,198,378
		1,752,335,068	1,381,922,888
CURRENT LIABILITIES			
Trade and other payables	5	4,968,115,101	3,892,256,275
Contract liabilities - un-secured		84,008,314	49,714,306
Accrued mark-up / profit		95,920,256	77,183,965
Short term borrowings		3,164,228,129	2,891,043,596
Current portion of non-current liabilities		251,827,324	262,306,054
Unclaimed dividend		5,299,202	5,299,202
		8,569,398,326	7,177,803,398
Total liabilities		10,321,733,394	8,559,726,286
CONTINGENCIES AND COMMITMENTS	6		
TOTAL EQUITY AND LIABILITIES		17,441,240,752	15,244,566,449

The annexed notes form an integral part of these consolidated condensed interim financial statements.



Chief Executive



Director



Chief Financial Officer

		Un-Audited September 30 2026 Rupees	Audited June 30 2026 Rupees
	Note		
ASSETS			
NON-CURRENT ASSETS			
Fixed assets	7	7,131,099,736	6,893,493,941
Right-of-use assets	8	480,151,975	346,398,131
Intangible assets	9	6,027,995	397,499
Long term security deposits		39,888,050	26,188,050
Long term loans to employees		-	231,512
		<u>7,657,167,756</u>	<u>7,266,709,133</u>
CURRENT ASSETS			
Stores		163,395,801	145,846,988
Stock-in-trade	10	3,677,364,878	3,251,441,379
Trade debts		2,581,748,802	1,988,018,574
Loans and advances		1,678,805,452	1,069,355,170
Short term deposits and prepayments		53,461,492	32,786,696
Other receivables		852,497,502	732,043,007
Advance income tax and prepaid levy - net		264,224,574	296,471,521
Accrued interest		13,807	13,102
Short term investments		224,367,329	234,147,953
Cash and bank balances		288,193,359	82,732,926
		<u>9,784,072,996</u>	<u>7,832,857,316</u>
Non-current assets classified as held for sale		-	145,000,000
		<u>9,784,072,996</u>	<u>7,977,857,316</u>
TOTAL ASSETS		<u><u>17,441,240,752</u></u>	<u><u>15,244,566,449</u></u>


Chief Executive


Director


Chief Financial Officer

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

For The Quarter Ended 30 September 2026

	Un-Audited September 30 2026 Rupees	Un-Audited September 30 2025 Rupees
GROSS REVENUE FROM CONTRACTS WITH CUSTOMERS	12,259,344,479	9,490,809,451
Discounts	(484,183,444)	(242,688,435)
Sales tax	(713,354,643)	(630,115,492)
NET REVENUE FROM CONTRACTS WITH CUSTOMERS	11,061,806,392	8,618,005,524
COST OF SALES	(9,796,252,278)	(7,759,397,402)
GROSS PROFIT	1,265,554,114	858,608,122
DISTRIBUTION COST	(329,193,788)	(310,530,031)
ADMINISTRATIVE EXPENSES	(269,391,996)	(246,272,861)
OTHER EXPENSES	(55,089,297)	(83,545,219)
	(653,675,081)	(640,348,111)
OTHER INCOME	74,397,946	52,710,563
PROFIT FROM OPERATIONS	686,276,979	270,970,574
FINANCE COST	(173,006,936)	(111,665,178)
PROFIT BEFORE LEVY AND TAXATION	513,270,043	159,305,396
LEVY	-	(50,705,722)
PROFIT BEFORE TAXATION	513,270,043	108,599,674
TAXATION	(78,602,848)	(1,411,835)
PROFIT AFTER TAXATION	434,667,195	107,187,839
EARNINGS PER SHARE - BASIC AND DILUTED	3.12	0.73

The annexed notes form an integral part of these consolidated condensed interim financial statements.



Chief Executive



Director



Chief Financial Officer

Consolidated Condensed Interim Statement of Comprehensive Income (Un-audited)

For The Quarter Ended 30 September 2026

	Un-Audited September 30 2026 Rupees	Un-Audited September 30 2025 Rupees
PROFIT AFTER TAXATION	434,667,195	107,187,839
OTHER COMPREHENSIVE INCOME		
Items that will not be reclassified to profit or loss:	-	-
Items that may be reclassified subsequently to profit or loss	-	-
Other comprehensive income for the period	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>434,667,195</u>	<u>107,187,839</u>

The annexed notes form an integral part of these consolidated condensed interim financial statements.


Chief Executive


Director


Chief Financial Officer

Consolidated Condensed Interim Statement OF Cash Flows (Un-audited)

For The Quarter Ended 30 September 2026

		Un-Audited September 30 2026 Rupees	Un-Audited September 30 2025 Rupees
Note			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	11	156,808,114	419,273,931
Finance cost paid		(145,784,531)	(114,289,662)
Income tax paid		(50,167,884)	(8,982,026)
Income tax refunds received		-	-
Workers' profit participation fund paid		(71,096,876)	-
Workers' welfare fund paid		-	-
Long term loans to employees - net		231,512	(700,625)
(Increase) / decrease in long term security deposits		(13,700,000)	-
Increase in long term deposits		(1,044,000)	-
Net cash (used in) / generated from operating activities		(124,753,665)	295,301,618
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on fixed assets		(386,417,269)	(174,207,677)
Capital expenditure on intangible assets		(6,231,432)	-
Proceeds from disposal of fixed assets		84,871,338	254,393,223
Proceeds from disposal of non-current assets classified as held for sale		145,000,000	-
Short term investments made		14,434,605	-
Dividends received		116,127	8,971
Profit on bank deposits received		427,644	227,729
Net cash used in investing activities		(147,798,987)	80,422,246
CASH FLOWS FROM FINANCING ACTIVITIES			
Short term borrowings - net		273,184,533	(359,809,431)
Long term financing obtained		278,878,186	-
Repayment of long term financing		(17,376,890)	(19,154,352)
Repayment of lease liabilities		(56,672,744)	(37,971,087)
Net cash from financing activities		478,013,085	(416,934,870)
Net decrease in cash and cash equivalents		205,460,433	(41,211,006)
Cash and cash equivalents at beginning of the period		82,732,926	154,503,454
Cash and cash equivalents at end of the period		288,193,359	113,292,448

The annexed notes form an integral part of these consolidated condensed interim financial statements.



Chief Executive



Director



Chief Financial Officer

Consolidated Condensed Interim Statement Of Changes In Equity (Un-audited)

For The Quarter Ended 30 September 2026

SHARE CAPITAL	RESERVES					TOTAL RESERVES	TOTAL EQUITY
	CAPITAL RESERVES			REVENUE RESERVE			
	SHARE PREMIUM	SURPLUS ON REVALUATION OF FREEHOLD LAND	SUB TOTAL	UN-APPROPRIATED PROFIT			
----- Rupees -----							
1,392,048,000	1,441,697,946	2,214,713,998	3,656,411,944	1,076,599,030	4,733,010,974	6,125,058,974	
-	-	-	-	472,955,439	472,955,439	472,955,439	
-	-	86,825,750	86,825,750	-	86,825,750	86,825,750	
-	-	86,825,750	86,825,750	472,955,439	559,781,189	559,781,189	
-	-	(225,000,000)	(225,000,000)	225,000,000	-	-	
1,392,048,000	1,441,697,946	2,076,539,748	3,518,237,694	1,774,554,469	5,292,792,163	6,684,840,163	
-	-	-	-	434,667,195	434,667,195	434,667,195	
-	-	-	-	-	-	-	
-	-	-	-	434,667,195	434,667,195	434,667,195	
1,392,048,000	1,441,697,946	2,076,539,748	3,518,237,694	2,209,221,664	5,727,459,358	7,119,507,358	

The annexed notes form an integral part of these consolidated condensed interim financial statements.


Chief Executive


Director


Chief Financial Officer

Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

1. THE GROUP AND ITS OPERATIONS

The Group consists of:

Holding Company

- Hi-Tech Lubricants Limited

Subsidiary Company

- Hi-Tech Blending (Private) Limited

1.1 Hi-Tech Lubricants Limited

Hi-Tech Lubricants Limited ("the Holding Company") was incorporated under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and listed on Pakistan Stock Exchange Limited. The registered office of the Holding Company is situated at 1-A, Danepur Road, GOR-1, Lahore. The principal activity of the Holding Company is to procure and distribute lubricants and petroleum products. During the year ended 30 June 2017, Oil and Gas Regulatory Authority (OGRA) granted license to the Holding Company to establish an Oil Marketing Company (OMC), subject to some conditions. On 31 May 2019, Oil and Gas Regulatory Authority (OGRA) has granted permission to the Holding Company to operate new storage facility at Sahiwal and marketing of petroleum products in the Province of Punjab. On 20 January 2020, the Holding Company has started marketing and sale of petroleum products. On 21 February 2020, OGRA has granted permission to the Holding Company to apply for No Objection Certificates (NOCs) from concerned departments to setup petrol pumps in Khyber Pakhtunkhwa Province. On 09 August 2021, OGRA has acknowledged the satisfactory completion of oil storage facility at Nowshera, Khyber Pakhtunkhwa. On 13 January 2022, OGRA has further extended / renewed the provisional license for setting up of an OMC upto 31 December 2023. On 16 March 2023, OGRA has granted permission to the Holding Company to operate new storage facility at Nowshera and marketing of petroleum products in the province of Khyber Pakhtunkhwa. On 21 December 2023, OGRA further extended / renewed the provisional license for setting up of an OMC upto 31 December 2025. On 30 December 2025, OGRA has further extended / renewed the provisional license for setting up of an OMC upto 31 December 2027.

1.2 Hi-Tech Blending (Private) Limited

Hi-Tech Blending (Private) Limited ("the Subsidiary Company") was incorporated in Pakistan as a private company limited by shares on 13 March 2014 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The principal activity of the Subsidiary Company is to construct, own and operate lubricating oil blending plant and manufacturing and sale of plastic products. The registered office of the Subsidiary Company is situated at 1-A, Danepur Road, GOR-1, Lahore. The Subsidiary Company is a wholly owned subsidiary of Hi-Tech Lubricants Limited.

2. BASIS OF PREPARATION

- 2.1 These consolidated condensed interim financial statements have 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 Standard 34: 'Interim Financial Reporting' (IAS 34), issued by the International Accounting Standards Board (IASB) 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, the provisions of and directives issued under the Companies Act, 2017 have been followed.

- 2.2 These consolidated condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Group for the year ended 30 June 2026.

3. ACCOUNTING POLICIES

The accounting policies and methods of computations adopted for the preparation of these consolidated condensed interim financial statements are the same as applied in the preparation of the preceding audited annual published financial statements of the Group for the year ended 30 June 2026.

Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

	Un-Audited September 30 2026 Rupees	Audited June 30 2026 Rupees
4. LEASE LIABILITIES		
Total lease liabilities	520,081,639	405,705,755
Less: Current portion shown under current liabilities	(75,849,399)	(75,240,382)
	<u>444,232,240</u>	<u>330,465,373</u>

4.1 Implicit rates against lease liabilities 11.98% (2026: 7.40% to 24.48%) per annum.

4.2 Leases from banking companies are secured against the leased assets, personal guarantees of directors of the Holding Company and Subsidiary Company, corporate guarantee of the Holding Company and security deposits of Rupees 0.971 million (2026: Rupees 0.973 million).

5. SHORT TERM BORROWINGS

From banking companies - secured

- Holding Company

Short term finances (Note 5.1 and Note 5.2)	1,181,819,392	1,202,341,715
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- Subsidiary Company

Short term finances (Note 5.3 and Note 5.4)	1,982,408,737	1,688,701,881
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	<u>3,164,228,129</u>	<u>2,891,043,596</u>
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5.1 These finances are obtained from banking companies under mark-up arrangements and are secured against trust receipts, first joint pari passu hypothecation charge over present and future current assets of the Holding Company, first equitable mortgage charge over land and building of the Holding Company, first specific charge over plant and machinery of the Holding Company, personal guarantees of sponsor directors of the Holding Company and hypothecation charge over land, building and plant and machinery of the Subsidiary Company.

5.2 The effective rates of mark-up ranged from 11.74% to 11.89% (2026: 11.58% to 18.25%) per

5.3 These finances are obtained from banking companies under mark-up arrangements. These short term borrowings and long term financing are secured against trust receipts, first pari passu hypothecation charge and ranking charge over current assets and plant and machinery of the Subsidiary Company, first pari passu mortgage charge over land and building of the Subsidiary Company, personal guarantees of directors of the Subsidiary Company and corporate

5.4 The effective rates of mark-up ranged from 11.74% (2026: 11.38% to 13.96%) per annum.

Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

6. CONTINGENCIES AND COMMITMENTS

6.1 Contingencies

- 6.1.1** Deputy Commissioner Inland Revenue (DCIR) passed an order under section 122(1) and 122(5A) of the Income Tax Ordinance, 2001 for tax year 2013 whereby a demand of Rupees 83.595 million has been raised. On 26 October 2018, the Holding Company filed an appeal before Commissioner Inland Revenue (Appeals) [CIR(A)] against the order of DCIR. CIR(A) vide order dated 18 December 2018 upheld some of the additions made by DCIR and also directed the DCIR to give opportunity of hearing to the Holding Company in one of the said matters. Being aggrieved by the order of CIR(A), the Holding Company filed appeal before the Appellate Tribunal Inland Revenue (ATIR) on 19 May 2021. ATIR decided the case in favour of the Holding Company. The tax authorities have filed an income tax reference before Honourable Lahore High Court, Lahore against the order of the ATIR which is pending for adjudication. No provision against the case has been made in these consolidated financial statements, as the management, based on the advice of the legal counsel, is confident of favorable outcome of litigation.
- 6.1.2** During the year ended 30 June 2018, assessment under section 161 and section 205 of the Income Tax Ordinance, 2001 for the tax year 2014 was finalized by the Deputy Commissioner Inland Revenue (DCIR) creating a demand of Rupees 18.207 million against the Holding Company. Being aggrieved, the Holding Company filed an appeal before the CIR(A) on 14 November 2017 who decided the case in favor of the Holding Company and reduced the total demand to Rupees 0.191 million which was duly paid by the Holding Company. However, the department filed an appeal against the order of CIR(A) before the ATIR on 31 March 2018. On 09 April 2024, ATIR granted partial relief to the Holding Company and confirmed demand of Rupees 0.430 million. Further, ATIR remanded back the issue relating to default surcharge to assessing officer for fresh calculation. On 29 June 2026, DCIR passed an order to recover demand of Rupees 0.430 million and held that no default surcharge is payable by the Holding Company has duly paid the demand raised by DCIR.
- 6.1.3** Deputy Commissioner Inland Revenue (DCIR) passed an assessment order on 28 November 2018 under section 161 and section 205 of the Income Tax Ordinance, 2001 for the tax year 2015 whereby a demand of Rupees 22.358 million has been raised. On 21 December 2018, the Holding Company filed an appeal before the CIR(A) against the order of DCIR. CIR(A) accepted the Holding Company's stance on certain issues assailed in the appeal and reduced the aggregate demand to Rupees 10.735 million. Being aggrieved by the order of CIR(A), the Holding Company and tax department filed appeals before ATIR. On 25 August 2025, ATIR dismissed the department's appeal and upheld the relief provided by CIR(A). ATIR also dismissed the Holding Company's appeal on 25 August 2025 based on the grounds that judgement of Honourable Sindh High Court as well as various earlier judgements of ATIR on similar issue exists. However, the Holding Company's management has filed income tax reference before Honourable Lahore High Court, Lahore against the order passed by ATIR. No provision against the case has been made in these consolidated financial statements, as the Holding Company's management, based on the advice of the legal counsel, is confident of favorable outcome of the matter.
- 6.1.4** On 27 June 2022, Deputy Commissioner Inland Revenue (DCIR) passed an assessment order under section 161 and section 205 of the Income Tax Ordinance, 2001 for the tax year 2016 whereby a demand of Rupees 5.467 million including default surcharge has been raised against the Holding Company on account of non / short deduction of withholding tax in respect of certain payments. The Holding Company filed an appeal before CIR(A) against the order of DCIR. On 17 November 2022, CIR(A) decided the appeal in favor of the Holding Company. On 12 January 2023, the tax department has filed appeal before the ATIR against the order passed by CIR(A) which is pending adjudication. No provision has been recognized in these consolidated financial statements, as the Holding Company's management, based on advice of the tax advisor, is confident of favorable outcome of the matter.

Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

- 6.1.5** On 24 March 2022, the Deputy Commissioner Inland Revenue (DCIR) passed an amended assessment order under section 122(1) of the Income Tax Ordinance, 2001 for the tax year 2018 creating a demand of Rupees 1,115.673 million on account of various issues. Against the aforesaid order, the Holding Company preferred an appeal before CIR(A) on 19 April 2022. On 29 August 2022, CIR(A) provided the partial relief to the Holding Company. However, in respect of various issues, the matter has been remanded back to assessing officer for fresh consideration. Against the order of CIR(A), the Holding Company has filed an appeal before ATIR, which is pending adjudication. No provision has been recognized in these consolidated financial statements, as the Holding Company's management, based on advice of the tax advisor, is confident of favorable outcome of the matter.
- 6.1.6** On 26 February 2022, Deputy Commissioner Inland Revenue (DCIR) passed an assessment order under section 177 and section 122(1) of the Income Tax Ordinance, 2001 for the tax year 2019 whereby a demand of Rupees 843.451 million has been raised against the Holding Company on various issues. Against the order of DCIR, the Holding Company preferred an appeal before CIR(A) on 22 March 2022. On 16 May 2022, CIR(A) vacated the tax demand. However, in respect of certain issues, the case has been remanded back to assessing officer for fresh consideration. On 13 July 2022, the department has filed an appeal before ATIR against the order of CIR(A) which is pending adjudication. The Holding Company's management, based on the advise of the tax advisor, is confident of favourable outcome of the matter. Therefore, no provision has been recognized in these consolidated financial statements.
- 6.1.7** During the year ended 30 June 2020, Deputy Commissioner Inland Revenue (DCIR) issued a notice to recover an amount of Rupees 21.124 million against super tax for the tax year 2019 under section 4B of the Income Tax Ordinance, 2001. The Holding Company through its tax advisor submitted its reply that liability on account of super tax did not arise for subject year. However, on 29 September 2021, DCIR confirmed the matter and re-issued an order to recover Rupees 21.124 million against super tax for the tax year 2019 under section 4B of the Income Tax Ordinance, 2001. Against the aforesaid order, the Holding Company preferred an appeal before CIR(A). On 25 February 2022, CIR(A) remanded back the case to department for fresh consideration. However, these remand back proceedings have not been initiated yet. The Holding Company's management, based on advise of the tax advisor, is confident of favourable outcome of the matter. Therefore, no provision has been recognized in these consolidated financial statements.
- 6.1.8** On 15 March 2022, Deputy Commissioner Inland Revenue (DCIR) issued an order for tax periods from July 2018 to June 2019 creating a demand of Rupees 901.257 million alongwith penalty and default surcharge on various issues under relevant provisions of the Sales Tax Act, 1990. Against the aforesaid order, the Holding Company preferred an appeal before CIR(A) on 11 April 2022. On 31 May 2022, CIR(A) provided partial relief to the Holding Company. However, sales tax default in respect of certain issues was upheld by CIR(A). Being aggrieved with the order of CIR(A), the Holding Company and tax department filed appeals before ATIR. On 07 December 2022, ATIR accepted the Holding Company's stance in respect of all matters except for imposition of penalty and default surcharge relating to late filing of sales tax returns and late payment of due sales tax liability. No legal proceedings against the order passed by ATIR have been initiated by the department yet.
- 6.1.9** On 28 February 2022, Deputy Commissioner Inland Revenue (DCIR) issued an order for tax periods from July 2016 to June 2017 creating a demand of Rupees 1,353.135 million along with penalty and default surcharge on various issues under relevant provisions of the Sales Tax Act, 1990. Against the aforesaid order, the Holding Company preferred an appeal before CIR(A) on 22 March 2022. On 27 May 2022, CIR(A) provided partial relief to the Holding Company. However, sales tax default in respect of certain issues was upheld by

Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

CIR(A). Being aggrieved with the order of CIR(A), the Holding Company and tax department filed appeals before ATIR. On 07 December 2022, ATIR accepted the Holding Company's stance in respect of all matters except for imposition of penalty and default surcharge relating to late filing of sales tax returns and late payment of due sales tax liability. On 12 December 2024, ATIR disposed of the appeal filed by tax department and remanded back the case to assessing officer for fresh consideration. Being aggrieved with the order of ATIR, the Holding Company filed a sales tax reference before the Honourable Lahore High Court, Lahore on 17 January 2025 which is pending adjudication. On 02 February 2025, the tax department has initiated remand back proceedings in accordance with the directives of ATIR. The Holding Company's management, based on advice of the legal advisor, is confident of favourable outcome of the matter. Therefore, no provision has been recognized in these consolidated financial statements.

- 6.1.10** On 30 May 2023, Deputy Commissioner Inland Revenue (DCIR) passed an assessment order under section 161 and section 205 of the Income Tax Ordinance, 2001 for the tax year 2017 whereby a demand of Rupees 22.545 million including default surcharge has been raised against the Holding Company on account of non / short deduction of withholding tax in respect of certain payments. On 25 June 2023, the Holding Company filed an appeal before CIR(A). On 01 January 2024, CIR(A) granted partial relief to the Holding Company and accepted the Holding Company's stance in respect of certain matters. Further, CIR(A) remanded back certain matters to assessing officer for verification of Holding Company's position. However, the department has not yet initiated the remand back proceedings. The Holding Company's management, based on advice of tax advisor, is confident of favorable outcome of the matter. Therefore, no provision has been recognized in these consolidated financial statements.
- 6.1.11** On 01 March 2024, Deputy Commissioner Inland Revenue (DCIR) passed an assessment order under section 161 and section 205 of the Income Tax Ordinance, 2001 for the tax year 2020 to recover an amount of Rupees 43.575 million in respect of withholding tax default along with default surcharge of Rupees 19.168 million. The Holding Company filed an application before Commissioner Inland Revenue (CIR) on the grounds that the order was passed without considering the documents / records submitted by the Holding Company. On 07 March 2024, CIR set aside the order of DCIR and remanded back the case to assessing officer. The remand back proceedings have not been initiated yet. The Holding Company's management, based on advice of tax advisor, is confident of favorable outcome of the matter. Therefore, no provision has been recognized in these consolidated financial statements.
- 6.1.12** On 19 February 2026, Additional Commissioner Inland Revenue (ACIR) passed an assessment order under section 122(5A) of the Income Tax Ordinance, 2001 for the tax year 2020 whereby a demand of Rupees 18.915 million has been raised against the Holding Company on account of application of turnover tax at reduced rate. On 17 March 2026, the Holding Company filed an appeal before CIR(A) against the order of ACIR which is pending adjudication. The Holding Company's management, based on advice of the tax advisor, is confident of favorable outcome of the matter. Therefore, no provision has been recognized in these consolidated financial statements.
- 6.1.13** On 17 July 2026, subsequent to the reporting period, Additional Commissioner Inland Revenue (ACIR) passed an assessment order under section 122(5A) of the Income Tax Ordinance, 2001 for the tax year 2023 whereby a demand of Rupees 59.987 million has been raised against the Holding Company on account of application of turnover tax at reduced rate. On 11 August 2026, subsequent to the reporting period, the Holding Company filed an appeal before CIR(A) against the order passed by ACIR which is pending adjudication. The Holding Company's management, based on advice of the tax advisor, is confident of favorable outcome of the matter. Therefore, no provision has been recognized in these consolidated financial statements.

Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

- 6.1.14** On 18 March 2024, Deputy Commissioner Inland Revenue (DCIR) passed an order under section 11 of the Sales Tax Act, 1990 for tax periods from July 2018 to June 2019 creating a demand of Rupees 405.983 million along with default surcharge and penalty on the issue of difference between value of closing stocks as per the Holding Company's financial statements and the amount adopted in sales tax declaration. Against the aforesaid order, the Holding Company preferred an appeal before CIR(A). However, consequent to amendments introduced through the Tax Laws (Amendment) Act, 2024, the appeal was transferred to ATIR. On 10 September 2024, ATIR decided the case in favor of the Holding Company. Being aggrieved with the order of ATIR, the tax department filed an appeal before Honourable Lahore High Court, Lahore which is pending for hearing. The Holding Company's management, based on advice of the tax advisor, is confident of favorable outcome of the matter. Therefore, no provision has been recognized in these consolidated financial statements.
- 6.1.15** On 31 March 2018, Deputy Commissioner Inland Revenue (DCIR) passed an assessment order under section 161 and 205 of the Income tax Ordinance, 2001 for the tax year 2013 whereby a demand of Rupees 7.814 million including default surcharge has been raised against the Holding Company on account of non / short deduction of withholding tax in respect of stock given under sales promotional scheme. On 06 April 2018, the Holding Company filed an appeal before CIR(A) against the order of DCIR. On 19 June 2018, CIR(A) decided the appeal in favor of the Holding Company. On 16 August 2018, tax department filed an appeal before ATIR against the order passed by CIR(A). On 20 May 2024, ATIR remanded back the case to assessing officer for fresh consideration. On 15 June 2026, tax department initiated the remand back proceedings in accordance with the directives of ATIR. On 29 June 2026, DCIR raised a demand of Rupees 4.890 million. On 02 July 2026, subsequent to the reporting period, the Holding Company filed an appeal before CIR(A) against the order passed by DCIR which is pending adjudication. The Holding Company's management, based on the advice of tax advisor, is confident of favorable outcome of the matter. Therefore, no provision has been recognized in these consolidated financial statements.
- 6.1.16** On 03 March 2026, Additional Commissioner Inland Revenue (ACIR) passed an assessment order under section 122(5A) of the Income Tax Ordinance, 2001 for the tax year 2021 whereby a demand of Rupees 15.708 million has been raised against the Holding Company on account of various issues. On 17 March 2026, the Holding Company filed an appeal before CIR(A) against the order of ACIR which is pending adjudication. The Holding Company's management, based on advice of the tax advisor, is confident of favorable outcome of the matter. Therefore, no provision has been recognized in these consolidated financial statements.
- 6.1.17** On 11 June 2026, Deputy Commissioner Inland Revenue (DCIR) passed an order under section 205 of the Income Tax Ordinance, 2001 for the tax year 2022 whereby a demand of Rupees 23.725 million on account of default surcharge relating to late payment of super tax has been raised against the Holding Company. Being aggrieved with the order, the Holding Company has filed an appeal before CIR(A) on 23 June 2026 which is pending adjudication. The Holding Company's management, based on advice of the tax advisor, is confident of favorable outcome of the matter. Therefore, no provision has been recognized in these consolidated financial statements.

Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

- 6.1.18** On 21 July 2026, subsequent to the reporting period, the Holding Company has received a show cause notice from the Collector of Customs (Adjudication) alleging repeated mis-declarations and removal of bonded petroleum products without payment of leviable duties/taxes/levies amounting to Rupees 116.753 million during the period from 01 January 2024 to 30 June 2026. The Holding Company's management is in the process of filing reply of the aforementioned show cause notice. Based on advice of the legal advisor, the Holding Company's management is confident of favorable outcome of the matter. Therefore, no provision has been recognized in these consolidated financial statements.
- 6.1.19** During the year ended 30 June 2022, Additional Commissioner Inland Revenue (ACIR) issued amended assessment orders under section 122(5A) of the Income Tax Ordinance, 2001 for the tax years 2017, 2018, 2019, 2020 and 2021 raising demands aggregating to Rupees 533.277 million on various issues. Against the aforesaid orders, the Subsidiary Company preferred appeals before Commissioner Inland Revenue (Appeals) [CIR(A)] on 15 October 2021, 06 January 2022, 21 February 2022, 15 March 2022 and on 16 June 2022 respectively. On 04 November 2021, CIR(A) passed an order whereby the order of ACIR was annulled in respect of all matters relating to tax year 2017 except in the matter of Workers' Profit Participation Fund (WPPF) which was remanded back to ACIR for consideration in view of judgement passed by Honorable Lahore Court, Lahore. Remand back proceedings by ACIR have not been initiated against the Subsidiary Company. During the year ended 30 June 2023, CIR(A) decided most of the matters in favour of the Subsidiary Company, while remanded back the case on certain matters to ACIR for tax years 2018, 2019, 2020 and 2021 to the tune of Rupees 290.311 million. Further, demand in respect of donation amounting to Rupees 1 million for tax year 2021 was confirmed which was duly provided for in consolidated financial statements for the year ended 30 June 2023. However, remand back proceedings have not been initiated against the Subsidiary Company. Against the orders of CIR(A), the department has filed appeals before Appellate Tribunal Inland Revenue (ATIR) on 20 October 2022 for the tax year 2018 and on 12 October 2022 for the tax year 2019 and 2020 which are pending adjudication. Based on the opinion of tax advisor, the Subsidiary Company's management has strong grounds to believe that these cases will be decided in favour of the Subsidiary Company. Therefore, no provision has been made in these consolidated financial statements.
- 6.1.20** On 04 February 2022, Deputy Commissioner Inland Revenue (DCIR) passed an order under section 11 of the Sales Tax Act, 1990 for tax periods November 2019 and March 2020 creating a demand of Rupees 2.040 million on account of disallowance of input sales tax on building materials alongwith default surcharge and penalty against the Subsidiary Company. The Subsidiary Company filed an appeal before the CIR(A) on 02 March 2022 against the order of DCIR. CIR(A) through its order dated 31 May 2022 upheld the decision of DCIR. Being aggrieved with the order of CIR(A), the Subsidiary Company filed an appeal before ATIR on 08 June 2022 who vide its order dated 17 November 2022 decided the case against the Subsidiary Company. However, the Subsidiary Company filed a rectification application against the aforesaid decision of ATIR on account of Subsidiary Company's name wrongly mentioned in the decision alongwith challenging the grounds of decision addressed by ATIR. On 15 June 2023, ATIR accepted the Subsidiary Company's stance in rectification application and also directed to re-start the proceedings afresh. On 13 June 2025, ATIR remanded back the matter to the department for adjudication afresh. On 28 August 2025, the Subsidiary Company received a notice to initiate the remand back proceedings which was duly responded by the Subsidiary Company. However, the proceedings have not yet been concluded. The Subsidiary Company's management, based on the advice of its tax advisor, has strong grounds to believe that the case will be decided in favour of the Subsidiary Company. Therefore, no provision has been made in the consolidated financial statements.

Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

- 6.1.21** On 18 September 2023, Deputy Commissioner Inland Revenue (DCIR) passed an order under section 11 of the Sales Tax Act, 1990 for the tax periods July 2017 to June 2018 creating a demand of Rupees 80.602 million on account of various issues under relevant provisions of the Act. Being aggrieved with the order, the Subsidiary Company preferred an appeal before CIR(A) on 12 October 2023. CIR(A) through its order dated 25 April 2024 granted partial relief to the Subsidiary Company whereas default surcharge on various issues was upheld. Being aggrieved with the order of CIR(A), the Subsidiary Company filed an appeal before ATIR on 15 May 2024 except for default surcharge in respect of short declaration of taxable supplies amounting to Rupees 0.110 million which was duly provided for in the consolidated financial statements for the year ended 30 June 2024. On 13 October 2025, ATIR remanded back the case for fresh adjudication. Being aggrieved by the order of ATIR, the Subsidiary Company has filed sales tax reference before the Honourable Lahore High Court, Lahore on 13 December 2025 which has not been taken up for hearing yet. The Subsidiary Company's management, based on the advice of legal advisor, has strong grounds to believe that the case will be decided in favour of the Subsidiary Company. Therefore, no provision has been made in these consolidated financial statements.
- 6.1.22** On 11 December 2023, Enforcement Officer, Punjab Revenue Authority [EO(PRA)] passed an order under sections 14, 19 and 52 of the Punjab Sales Tax on Services Act, 2012 against the Subsidiary Company whereby demand of Rupees 0.671 million along with penalty of Rupees 0.034 million was raised on account of non-payment of sales tax on taxable services. On 30 May 2026, the department has issued a recovery notice in respect of the demand raised. On 11 June 2026, the Subsidiary Company deposited an amount of Rupees 0.383 million along with penalty amounting to Rupees 0.034 million. However, for remaining disputed demand, the Subsidiary Company has filed appeal before Commissioner Appeals, PRA which has not been taken up yet for hearing. The Subsidiary Company's management, based on the advice of tax advisor, has strong grounds to believe that the case will be decided in favor of the Subsidiary Company. Therefore, no provision has been made in these consolidated financial statements.
- 6.1.23** Corporate guarantees of Rupees 4,059 million (2026: Rupees 4,059 million) have been given by the Holding Company to the banks in respect of financing to the Subsidiary Company.
- 6.1.24** Guarantees of Rupees 123 million (2026: Rupees 123 million) are given by the banks of the Group to Director Excise and Taxation, Karachi against disputed amounts of infrastructure cess.
- 6.1.25** Guarantees of Rupees 66.314 million (2026: Rupees 66.314 million) are given by the banks of the Group to Chairman, Punjab Revenue Authority, Lahore against disputed amounts of infrastructure cess.
- 6.1.26** Guarantees of Rupees 20.2 million (2026: Rupees 20.2 million) and Rupees 2.25 million (2026: Rupees 2.25 million) are given by the banks of the Group to PARCO Gunvor Limited and Pakistan State Oil Company Limited respectively against fuel cards obtained by the Group for its employees.
- 6.1.27** Guarantee of Rupees 250 million (2026: Rupees 250) is given by the bank of the Holding Company to Pak Arab Refinery Limited against procurement of petroleum products.

	Un-Audited September 30 2026 Rupees	Audited June 30 2026 Rupees
6.2 Commitments		
Contracts for capital expenditure	661,306,260	65,210,726
Letters of credit for other than capital expenditures	-	113,855,656

Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

	Un-Audited September 30 2026 Rupees	Audited June 30 2026 Rupees
7. FIXED ASSETS		
Operating fixed assets:		
Owned (Note 7.1)	6,596,302,730	6,612,596,883
Capital work-in-progress (Note 7.2)	534,797,006	280,897,058
	<u>7,131,099,736</u>	<u>6,893,493,941</u>
7.1 Operating fixed assets – owned		
Opening book value	6,612,596,883	6,520,662,345
Add: Cost of additions during the period / year (Note 7.1.1)	136,512,732	492,484,805
Add: Revaluation of Surplus	-	86,825,750
Add: Book value of assets transferred from right-of-use of assets	-	32,433,226
	<u>6,749,109,615</u>	<u>7,132,406,126</u>
Less: Book value of deletions during the period / year (Note 7.1.2)	<u>66,931,877</u>	<u>150,478,873</u>
	6,682,177,738	6,981,927,253
Less: Book value of written off during the period / year	-	13,686,407
	<u>6,682,177,738</u>	<u>6,968,240,846</u>
Less: Transferred to 'non-current assets classified as held for sale'	-	14,567,501
	<u>6,682,177,738</u>	<u>6,953,673,345</u>
Less: Depreciation charged during the period / year	85,875,008	341,076,462
Closing book value	<u>6,596,302,730</u>	<u>6,612,596,883</u>
7.1.1 Cost of additions during the period / year		
Buildings on freehold land	-	46,480,503
Buildings on leasehold land	-	16,736,482
Machinery	-	170,294,332
Tanks and Pipeline	-	4,055,820
Dispensing Pumps	-	16,893,646
Electric Installation	29,209,417	24,761,567
Moulds	-	1,900,000
Furniture and fittings	2,151,553	7,228,613
Vehicles	89,674,146	167,885,834
Leasehold Improvements	439,833	10,456,143
Office equipment	1,507,500	6,453,881
Computers	13,530,283	19,337,984
	<u>136,512,732</u>	<u>492,484,805</u>

Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

	Un-Audited September 30 2026 Rupees	Audited June 30 2026 Rupees
7.1.2 Book value of deletions during the period / year		
Cost:		
Building on freehold Land	-	23,537,896
Moulds	-	123,850,386
Tanks & Pipelines	-	4,371,529
Dispensing Pumps	-	1,158,276
Vehicles	84,419,874	71,683,219
Office Equipments	-	136,263
Computers	1,408,645	8,593,374
Less: Accumulated depreciation	18,896,642	82,852,070
	<u>66,931,877</u>	<u>150,478,873</u>
7.2. Capital work-in-progress		
Civil works	323,391,416	9,020,450
Dispensing pumps	12,685,741	6,878,817
Electric and other installation	-	9,155,668
Advance for purchase of apartment	-	10,621,431
Advances for capital expenditure	197,544,307	-
Advance for purchase of vehicles	1,175,542	245,220,692
	<u>534,797,006</u>	<u>280,897,058</u>
8. RIGHT-OF-USE ASSETS		
Following represent commitments arising from short-term leases recognized on a straight-line basis as expense under the practical expedients applied by the Company. The amount of future payments under these leases and the period in which these payments will become due are as follows:		
Opening book value	346,398,131	438,073,505
Add: Cost of additions during the period / year (Note 8.1)	177,793,816	119,871,293
Less: Impact of lease terminations during the period / year	(10,360,452)	(61,268,211)
Less: Book value of assets transferred to fixed assets	-	(32,433,226)
Less: Depreciation expense for the period / year	(33,679,520)	(117,845,230)
Closing book value	<u>480,151,975</u>	<u>346,398,131</u>
8.1 Cost of additions during the period / year		
Land	-	22,259,883
Buildings	177,793,816	97,611,410
Vehicles	-	-
	<u>177,793,816</u>	<u>119,871,293</u>

Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

	Un-Audited September 30 2026 Rupees	Audited June 30 2026 Rupees
9. INTANGIBLE ASSETS - Computer softwares		
Opening net book value	397,500	5,229,515
Add: Cost of additions during the year	6,231,431	-
Less: Written off during the year:		
Cost	-	(2,777,527)
Accumulated amortization	-	555,511
	-	(2,222,016)
Less: Amortization charged during the year (Note)	(600,936)	(2,610,000)
Closing net book value	6,027,995	397,499
9.1		
Cost as at 30 June	-	-
Accumulated amortization	80,954,342	74,722,910
Net book value as at 30 September	(74,926,347)	(74,325,411)
	6,027,995	397,499
10. STOCK-IN-TRADE		
Raw materials (Note 10.1)	2,393,488,812	1,963,954,943
Work-in-process	79,067,626	108,520,052
	2,472,556,438	2,072,474,995
Lubricants and polymer products	277,473,875	575,260,269
Less: Provision for slow moving and damaged stock items	(16,326,574)	16,326,573
	261,147,301	558,933,696
Petroleum products		
- Stock in hand (Note 10.2 and Note 10.3)	621,380,900	294,806,892
- Stock in pipeline system (Note 10.4)	303,879,766	303,295,250
	925,260,666	598,102,142
Dispensing pumps and other installations (Note 10.5)	18,400,473	21,930,546
	3,677,364,878	3,251,441,379
10.1		
These include raw materials in transit amounting to Rupees 624.649 million (2026: Rupees 847.510 million) and raw materials amounting to Rupees 437.249 million (2026: Rupees 1,233.240 million) lying at customs bonded warehouse.		
10.2		
This includes stock of petroleum products in possession of third parties as follows:		
Askar Oil Services (Private) Limited	571,181	478,301
Be Energy Limited	158,678,950	31,573,961
Gas and Oil Pakistan Limited	2,213,668	1,823,859
Karachi Hydrocarbon Terminal Limited	1,950,423	1,560,793
PARCO Gunvor Limited	31,037,893	19,625,165
Z.Y. & Co. Bulk Terminals (Private) Limited	23,291	18,638
	194,475,406	55,080,717

Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

- 10.3** These includes stock in transit of Rupees 188,499 million (2026: Rupees 13,555 million)
- 10.4** This represents the Holding Company's share of pipeline stock of High Speed Diesel and Petroleum Motor Gasoline amounting to Rupees 181,426 million (2026: Rupees 98,257 million) and Rupees 182,191 million (2026: Rupees 205,038 million) respectively held by Pak-Arab Pipeline Company Limited.
- 10.5** These dispensing pumps and other installations have been purchased by the Holding Company for resale to service and filling station dealers as part of OMC operations.

	Un-Audited September 30 2026 Rupees	Un-Audited September 30 2025 Rupees
11. CASH GENERATED FROM OPERATIONS		
Profit before levy and taxation	513,270,043	159,305,396
Adjustments for non-cash charges and other items:		
Depreciation on operating fixed assets	85,875,008	83,317,043
Depreciation on right-of-use assets	33,679,520	28,499,328
Amortization of intangible assets	600,936	860,867
Amortization of deferred income - Government grant	-	(5,109,764)
Gain on disposal of operating fixed assets	(17,939,461)	63,953,358
Dividend income	(116,127)	(8,971)
Profit on bank deposits	(428,349)	(65,434)
Unrealized gain on remeasurement of investments carried at fair value through profit or loss - net	218,790	(5,843,080)
Gain on disposal of investments at fair value through profit or loss	(4,872,771)	(1,792,826)
Gain on termination of leases	(7,472,483)	-
Finance cost	173,006,936	111,665,178
Exchange loss - net	-	8,047,410
Workers' profit participation fund	37,089,672	2,866,504
Workers' welfare fund	1,165,066	1,146,602
Fixed assets written off	(3,995,411)	-
	(653,273,255)	(27,567,680)
	<u>156,808,114</u>	<u>419,273,931</u>
Working capital changes (Note 11.1)		
11.1 Working capital changes		
(Increase) / decrease in current assets:		
Stores	(17,548,813)	(14,441,179)
Stock-in-trade	(425,923,499)	(1,221,474,149)
Trade debts	(593,730,228)	(226,642,537)
Loans and advances	(609,450,282)	(136,032,709)
Short term deposits and prepayments	(20,674,796)	5,359,209
Other receivables	(120,454,495)	(102,182,813)
	(1,787,782,113)	(1,695,414,178)
Increase / (decrease) in Trade and other payables	1,134,902,399	1,667,846,498
	<u>(652,879,714)</u>	<u>(27,567,680)</u>

Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

12. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of associated undertakings, other related parties, key management personnel and provident fund trusts. The Group in the normal course of business carries out transactions with various related parties. Detail of significant transactions with related parties, other than those which have been disclosed elsewhere in these consolidated financial statements, are as follows:

		Un-Audited September 30 2026 Rupees	Un-Audited September 30 2025 Rupees	
i	Transactions			
	Relationship	Nature of transaction		
	Associated company			
	MAS Associates (Private)	Share of common expenses	4,379,628	593,170
	Other related parties			
	SK On Co., Ltd. (formerly SK Enmove Co., Ltd.)	Purchase of lubricants	1,339,509,075	136,929,479
	Hi-Tech Lubricants Limited	Contribution	8,357,506	8,337,352
	Hi-Tech Blending (Pvt)	Contribution	2,123,763	2,014,491
	Sabra Hamida Trust	Donations	14,500,000	4,500,000
	Key management personnel	Remuneration	122,439,076	120,166,500
		Un-Audited September 30 2026 Rupees	Audited June 30 2026 Rupees	
ii	Period end balances			
	Associated companies			
	Receivable from MAS Associates (Private) Limited	13,794,038	16,768,488	
	Other related parties			
	Receivable from SK On Co., Ltd. (Formerly SK Enmove Co., Ltd.)	55,632,280	5,964,546	
	Payable to SK On Co., Ltd. (Formerly SK Enmove Co., Ltd.)	1,136,003,891	34,000	
	Payable to employees' provident fund trust	9,933,179	68,394,864	

Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

13 SEGMENT INFORMATION

The Group has three reportable segments. The following summary describes the operation in each of the Group's reportable segments:

Lubricants: Purchase, blend, package and sale of lubricants and rendering of services
 Petroleum products: Marketing and sale of petroleum products
 Polymer: Manufacturing and sale of plastic bottles

	LUBRICANTS			PETROLEUM PRODUCTS			POLYMER			UNALLOCATED			TOTAL - GROUP		
	Un-Audited September 30 2026	Un-Audited September 30 2025	0	Un-Audited September 30 2026	Un-Audited September 30 2025	0	Un-Audited September 30 2026	Un-Audited September 30 2025	0	Un-Audited September 30 2026	Un-Audited September 30 2025	0	Un-Audited September 30 2026	Un-Audited September 30 2025	0
Revenue from contracts with customers - net	2,402,620,398	2,363,437,068		6,392,994,170	6,116,300,639		266,291,825	116,267,801		-	-		11,061,825,392	8,618,035,524	
Cost of sales	(1,638,826,956)	(1,789,276,626)		(7,933,254,916)	(8,871,497,363)		(227,170,366)	(99,173,434)		-	-		(9,794,263,218)	(17,759,327,421)	
Gross profit	763,793,442	574,160,442		459,739,254	244,803,276		39,121,458	17,094,367		-	-		1,267,562,174	858,708,103	
Depreciation cost	(188,710,842)	(176,607,307)		(1,37,940,313)	(1,31,736,925)		(2,622,423)	(2,265,799)		-	-		(320,193,768)	(310,530,031)	
Administrative expenses	(230,946,462)	(192,640,367)		(83,972,796)	(62,943,041)		(6,472,738)	(789,433)		-	-		(257,391,996)	(246,272,891)	
Other expenses	(26,752,065)	(87,840,095)		(28,263,371)	(26,005,126)		(273,868)	(35,289,297)		-	-		(35,289,297)	(83,545,219)	
Other income	(425,409,372)	(416,607,790)		(219,996,482)	(220,686,089)		(8,269,229)	(3,055,232)		-	-		(653,675,081)	(640,348,111)	
Profit / (loss) from operations	36,040,669	8,700,729		38,567,297	44,009,834		26,772,844	6,274,040		-	-		74,397,946	52,710,563	
Finance cost	377,304,676	186,803,402		278,120,372	70,128,037		30,862,229	14,039,135		-	-		584,276,979	270,970,574	
Finance cost	(126,794,956)	(77,786,717)		(42,132,596)	(26,111,366)		(4,079,585)	(7,563,095)		-	-		(173,226,936)	(111,685,178)	
Profit / (loss) before taxation and levy	253,659,722	109,014,685		235,967,477	44,016,671		26,772,844	6,274,040		-	-		513,270,043	199,305,395	
Levy	-	-		-	-		-	-		-	-		-	-	
Profit / (loss) before taxation	253,659,722	109,014,685		235,967,477	44,016,671		26,772,844	6,274,040		-	-		513,270,043	199,305,395	
Taxation	-	-		-	-		-	-		-	-		-	-	
(Loss) / profit after taxation	253,659,722	109,014,685		235,967,477	44,016,671		26,772,844	6,274,040		-	-		513,270,043	199,305,395	
13.1 Reconciliation of reportable segment assets and liabilities:															
	Un-Audited September 30 2026	Audited June 30 2026		Un-Audited September 30 2026	Audited June 30 2026		Un-Audited September 30 2026	Audited June 30 2026		Un-Audited September 30 2026	Audited June 30 2026		Un-Audited September 30 2026	Audited June 30 2026	
Total assets for reportable segments	9,451,090,896	8,104,461,938		4,264,824,992	3,373,115,669		1,175,423,789	1,217,067,764		-	-		14,891,319,674	12,694,645,371	
Unallocated assets	-	-		-	-		-	-		-	-		-	-	
Total assets as per consolidated statement of financial position	9,451,090,896	8,104,461,938		4,264,824,992	3,373,115,669		1,175,423,789	1,217,067,764		-	-		14,891,319,674	12,694,645,371	
Unallocated liabilities	-	-		-	-		-	-		-	-		-	-	
Total liabilities as per consolidated statement of financial position	7,020,267,316	5,996,992,330		582,541,846	431,893,484		237,722,714	249,738,456		-	-		7,840,631,377	6,078,624,269	
13.2 At the close of the Group relates to customers in Pakistan.															
13.3 At non-current assets of the Group as at the reporting date are located and operating in Pakistan.															
13.4 Revenue from major customers															
	Un-Audited September 30 2026	Audited June 30 2026		Un-Audited September 30 2026	Audited June 30 2026		Un-Audited September 30 2026	Audited June 30 2026		Un-Audited September 30 2026	Audited June 30 2026		Un-Audited September 30 2026	Audited June 30 2026	
The Group's revenue is earned from a large mix of customers	10,321,733,364	8,589,726,265		17,461,240,762	16,264,566,449		7,840,631,377	6,078,624,269		-	-		2,481,102,017	2,481,102,017	

Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

14 RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

(i) Fair value hierarchy

Judgements and estimates are made in determining the fair values of the financial instruments that are recognized and measured at fair value in these consolidated financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Group has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements at 30 September 2026	Level 1	Level 2	Level 3	Total
----- Rupees -----				

Financial assets

Financial assets at fair value through
profit or loss

224,367,329	-	-	224,367,329
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Recurring fair value measurements at 30 June 2026	Level 1	Level 2	Level 3	Total
----- Rupees -----				

Financial assets

Financial assets at fair value through
profit or loss

234,147,953	-	-	234,147,953
-------------	---	---	-------------

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the year. Further there was no transfer in and out of level 3 measurements.

The Group's policy is to recognize transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

(ii) Valuation techniques used to determine fair values

Specific valuation technique used to value financial instruments is the use of quoted market prices on Pakistan Stock Exchange and for funds, Net Asset Value (NAV) of respective Asset Management Company.

Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

15 DISCLOSURE REQUIREMENT FOR COMPANY NOT ENGAGED IN SHARIAH NON-PERMISSIBLE BUSINESS ACTIVITIES AS ITS CORE BUSINESS ACTIVITIES

Description	Un-Audited September 30 2026 Rupees	Audited June 30 2026 Rupees
Financing (long-term, short-term, or lease financing) obtained as per Islamic mode	158,084,401	83,549,045
Interest or mark-up accrued on any conventional loan or advance	32,131,422	31,797,344
Long-term and short-term Shariah compliant Investments	10,786,374	10,984,217
Shariah-compliant bank deposits, bank balances, and TDRs	7,294,929	24,527,225
Revenue earned from a Shariah-compliant business segment	12,259,344,479	9,490,809,541
Break-up of late payments or liquidated damages	-	-
Gain or loss or dividend earned on Shariah compliant investments or share of profit from Shariah-compliant associates	87,864	836,377
Profit earned from Shariah-compliant bank deposits, bank balances, or TDRs	-	-
Exchange gain earned from actual currency	-	-
Exchange gains earned using conventional derivative financial instruments	-	-
Profit paid on Islamic mode of financing	916,036	5,069,359
Total Interest earned on any conventional loan or advance	-	-
	Un-Audited September 30 2026 Rupees	Un-Audited September 30 2025 Rupees
Source and detailed breakup of other income, including breakup of other or miscellaneous portions of other income into Shariah-compliant and noncompliant income		
Shariah-compliant		
Dividend income	836,377	836,377
Gain on disposal of operating fixed assets	17,939,461	-
Gain on termination of leases	7,472,483	-
Income from handling and storage services	23,804,630	33,769,310
Amortization of deferred income - Government grant	5,022,254	5,109,764
Common facility charges	4,379,628	297,649
Exchange gain - net	-	1,770,018
Rental income from HIL Express Centres	10,562,153	4,059,882
Unrealized gain on remeasurement of investment at fair value	661,320	661,320
Miscellaneous	18,880	-
Non-shariah compliant		
Profit on bank deposits and term deposit receipt	428,349	65,434
Gain on disposal of short term investments	4,872,771	1,786,455
Unrealized gain on remeasurement of investments at fair value through profit or loss - net	(880,110)	5,181,760
Dividend income	(720,250)	(827,406)

**Notes To The Consolidated Condensed
Interim Financial Statements (Un-audited)**

For The Quarter Ended 30 September 2026

Relationship with Shariah-compliant financial institutions, including banks, takaful operators and their windows, etc

Relationship with shariah-compliant banks:

Name	Relationship as at reporting date
Al-Baraka Bank (Pakistan) Limited	Bank balance
Meezan Bank Limited	Bank balance
Dubai Islamic Bank Pakistan Limited	Bank balance
Faysal Bank Limited	Bank balance
First Habib Modaraba	Long term financing

16. FINANCIAL RISK MANAGEMENT

The Group's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual financial statements of the Holding Company for the year ended 30 June 2026.

17. CORRESPONDING FIGURES

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, no significant rearrangements have been made in these consolidated condensed interim financial statements.

18. DATE OF AUTHORIZATION FOR ISSUE

These consolidated financial statements were authorized for issue on 27 October 2026 by the Board of Directors of the Holding Company.

19. GENERAL

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



Chief Executive



Director



Chief Financial Officer

HI-TECH LUBRICANTS LIMITED

**Standalone Condensed Interim
Financial Information (Un-audited)**

Unconsolidated Condensed Interim Statement Of Financial Position (Un-audited)

As At 30 September 2026

	Note	Un-Audited September 30 2026 Rupees	Audited June 30 2026 Rupees
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital 150,000,000 (2026: 150,000,000) ordinary shares of Rupees 10 each		1,500,000,000	1,500,000,000
Issued, subscribed and paid-up share capital		1,392,048,000	1,392,048,000
Capital reserve - share premium		1,441,697,946	1,441,697,946
Capital reserve - surplus on revaluation of freehold land		635,049,706	635,049,706
Revenue reserve - un-appropriated profit		974,493,216	663,197,436
Total equity		4,443,288,868	4,131,993,088
LIABILITIES			
NON-CURRENT LIABILITIES			
Lease liabilities	4	460,668,469	346,596,554
Long term financing		158,084,401	69,021,292
Long term deposits		24,956,000	26,000,000
		643,708,870	441,617,846
CURRENT LIABILITIES			
Trade and other payables		3,665,800,415	2,324,811,129
Contract liabilities - un-secured		81,450,876	46,349,763
Short term borrowings	5	1,181,819,392	1,202,341,715
Accrued mark-up / profit		33,047,458	32,617,789
Current portion of non-current liabilities		81,761,927	89,126,512
Provision for taxation and levy payable - net		96,878,807	-
Unclaimed dividend		5,299,202	5,299,202
		5,146,058,077	3,700,546,110
Total liabilities		5,789,766,947	4,142,163,956
CONTINGENCIES AND COMMITMENTS			
TOTAL EQUITY AND LIABILITIES	6	10,233,055,815	8,274,157,044

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive



Director



Chief Financial Officer

	Note	Un-Audited September 30 2026 Rupees	Audited June 30 2026 Rupees
ASSETS			
NON-CURRENT ASSETS			
Fixed assets	7	2,726,330,078	2,678,902,495
Right-of-use assets	8	490,884,180	356,630,501
Intangible assets	9	6,027,995	37,500
Investment in subsidiary company		1,300,000,600	1,300,000,600
Long term security deposits		34,893,250	21,193,250
Long term loans to employees		-	231,512
Deferred income tax asset - net		3,223,314	3,223,314
		<u>4,561,359,417</u>	<u>4,360,219,172</u>
CURRENT ASSETS			
Stock-in-trade	10	1,044,189,245	739,725,145
Trade debts		2,308,860,402	1,790,371,378
Loans and advances		1,132,064,344	149,810,840
Short term deposits and prepayments		50,908,507	30,068,757
Other receivables		852,497,503	764,009,693
Accrued interest		13,807	13,102
Short term investments		224,367,329	234,147,953
Cash and bank balances		58,795,261	60,791,004
		<u>5,671,696,398</u>	<u>3,768,937,872</u>
Non-current assets classified as held for sale		-	145,000,000
		<u>5,671,696,398</u>	<u>3,913,937,872</u>
TOTAL ASSETS		<u><u>10,233,055,815</u></u>	<u><u>8,274,157,044</u></u>


Chief Executive


Director


Chief Financial Officer

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

For The Quarter Ended 30 September 2026

	Un-Audited September 30 2026 Rupees	Un-Audited September 30 2025 Rupees
GROSS REVENUE FROM CONTRACTS WITH CUSTOMERS	11,945,075,816	9,173,677,631
Discounts	(484,183,444)	(242,688,435)
Sales tax	(665,377,805)	(575,218,795)
NET REVENUE FROM CONTRACTS WITH CUSTOMERS	10,795,514,567	8,355,770,401
COST OF SALES	(9,840,808,796)	(7,737,100,787)
GROSS PROFIT	954,705,771	618,669,614
DISTRIBUTION COST	(311,055,356)	(296,694,973)
ADMINISTRATIVE EXPENSES	(214,164,895)	(187,356,444)
OTHER EXPENSES	(44,656,564)	(55,568,764)
	(569,876,815)	(539,620,181)
OTHER INCOME	69,375,692	47,607,170
PROFIT FROM OPERATIONS	454,204,648	126,656,603
FINANCE COST	(64,306,020)	(67,399,675)
PROFIT BEFORE LEVY AND TAXATION	389,898,628	59,256,928
LEVY	-	(41,778,852)
PROFIT BEFORE TAXATION	389,898,628	17,478,076
TAXATION	(78,602,848)	(910,485)
PROFIT AFTER TAXATION	311,295,780	16,567,591
EARNINGS PER SHARE - BASIC AND DILUTED	2.24	0.12

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive



Director



Chief Financial Officer

Unconsolidated Condensed Interim Statement of Comprehensive Income (Un-audited)

For The Quarter Ended 30 September 2026

	Un-Audited September 30 2026 Rupees	Un-Audited September 30 2025 Rupees
PROFIT AFTER TAXATION	311,295,780	16,567,591
OTHER COMPREHENSIVE INCOME		
Items that will not be reclassified to profit or loss:	-	-
Items that may be reclassified subsequently to profit or loss	-	-
Other comprehensive income for the period	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>311,295,780</u>	<u>16,567,591</u>

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.


Chief Executive


Director


Chief Financial Officer

Unconsolidated Condensed Interim Statement Of Cash Flows (Un-audited)

For The Quarter Ended 30 September 2026

	Note	Un-Audited September 30 2026 Rupees	Un-Audited September 30 2025 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	11	(23,582,227)	69,262,559
Finance cost paid		(63,657,613)	(70,490,079)
Income tax and levy		18,275,959	(22,253,615)
Workers' profit participation fund paid		(12,314,893)	-
Workers' welfare fund paid		(2,714,919)	-
Long term loans to employees - net		231,512	(700,623)
Long term security deposits - net		(13,700,000)	-
Increase/(Decrease) in long term deposits		(1,044,000)	-
Net cash generated from operating activities		(98,506,181)	(24,181,758)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on fixed assets		(161,399,580)	(18,266,293)
Capital expenditure on intangible assets		(6,231,431)	-
Proceeds from disposal of fixed assets		88,875,840	254,393,223
Proceeds from disposal of non-current assets classified as held for sale		145,000,000	-
Short term investments		14,434,605	-
Dividends received		116,127	8,971
Profit on bank deposits received		427,644	51,631
Net cash from / (used in) investing activities		81,223,205	236,187,532
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of lease liabilities		(53,253,553)	(44,841,435)
Long term financing obtained		96,382,162	-
Long term financing repaid		(7,319,053)	-
Short term borrowings - net		(20,522,323)	(210,051,031)
Net cash used in financing activities		15,287,233	(254,892,466)
Net decrease in cash and cash equivalents		(1,995,743)	(42,886,692)
Cash and cash equivalents at the beginning of the period		60,791,004	145,889,901
Cash and cash equivalents at the end of the period		58,795,261	103,003,209

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive



Director



Chief Financial Officer

Unconsolidated Condensed Interim Statement of Changes in Equity (Un-audited)

For The Quarter Ended 30 September 2026

SHARE CAPITAL	RESERVES					TOTAL EQUITY
	CAPITAL			REVENUE	TOTAL RESERVES	
	SHARE PREMIUM	SURPLUS ON REVALUATION OF FREEHOLD LAND	SUB-TOTAL	UN-APPROPRIATED PROFIT		
----- Rupees -----						
1,392,048,000	1,441,697,946	829,069,706	2,270,767,652	24,975,378	2,295,743,030	3,687,791,030
-	-	-	-	413,222,058	413,222,058	413,222,058
-	-	30,980,000	30,980,000	-	30,980,000	30,980,000
-	-	30,980,000	30,980,000	413,222,058	444,202,058	444,202,058
-	-	(225,000,000)	(225,000,000)	225,000,000	-	-
1,392,048,000	1,441,697,946	635,049,706	2,076,747,652	663,197,436	2,739,945,088	4,131,993,088
-	-	-	-	311,295,780	311,295,780	311,295,780
-	-	-	-	-	-	-
-	-	-	-	311,295,780	311,295,780	311,295,780
1,392,048,000	1,441,697,946	635,049,706	2,076,747,652	974,493,216	3,051,240,868	4,443,288,868

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.


Chief Executive


Director


Chief Financial Officer

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

1. THE COMPANY AND ITS OPERATIONS

Hi-Tech Lubricants Limited ("the Company") was incorporated under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017) and listed on Pakistan Stock Exchange Limited. The registered office of the Company is situated at 1-A, Dandepur Road, GOR-1, Lahore. The principal activity of the Company is to procure and distribute lubricants and petroleum products. During the year ended 30 June 2017, Oil and Gas Regulatory Authority (OGRA) granted license to the Company to establish an Oil Marketing Company (OMC), subject to some conditions. On 31 May 2019, Oil and Gas Regulatory Authority (OGRA) has granted permission to the Company to operate new storage facility at Sahiwal and marketing of petroleum products in province of Punjab. On 20 January 2020, the Company has started marketing and sale of petroleum products. On 21 February 2020, OGRA has granted permission to the Company to apply for No Objection Certificates (NOCs) from concerned departments to setup petrol pumps in Khyber Pakhtunkhwa. On 09 August 2021, OGRA has acknowledged the satisfactory completion of oil storage facility at Nowshera, Khyber Pakhtunkhwa. On 13 January 2022, OGRA extended / renewed the provisional license for setting up of an OMC upto 31 December 2023. On 16 March 2023, OGRA has granted permission to the Company to operate new storage facility at Nowshera and marketing of petroleum products in the province of Khyber Pakhtunkhwa. On 21 December 2023, OGRA further extended / renewed the provisional license for setting up of an OMC upto 31 December 2025. On 30 December 2025, OGRA has further extended / renewed the provisional license for setting up of an OMC upto 31 December 2027.

2. BASIS OF PREPARATION

2.1 These unconsolidated condensed interim financial statements have 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 Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) 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, the provisions of, directives and notifications issued under the Companies Act, 2017 have been followed.

2.2 These unconsolidated condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 30 June 2026.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information and methods of computations adopted for the preparation of these unconsolidated condensed interim financial statements are same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2026.

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

	Un-Audited September 30 2026 Rupees	Audited June 30 2026 Rupees
4. LEASE LIABILITIES		
Total lease liabilities	535,221,696	421,195,313
Less: Current portion shown under current liabilities	(74,553,227)	(74,598,759)
	<u>460,668,469</u>	<u>346,596,554</u>

4.1 Implicit rates against lease liabilities range 11.98% (2026: 7.40% to 24.48%) per annum.

4.2 Lease from banking company is secured against the leased asset, personal guarantees of directors and security deposit of Rupees 0.371 million (2026: Rupees 0.371 million).

	Un-Audited September 30 2026 Rupees	Audited June 30 2026 Rupees
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5. SHORT TERM BORROWINGS

From banking companies - secured

Short term finances (Note 5.1 and Note 5.2)	<u>1,181,819,392</u>	<u>1,202,341,715</u>
5.1 These finances are obtained from banking companies under mark-up arrangements and are secured against trust receipts, first joint pari passu hypothecation charge over present and future current assets of the Company, first equitable mortgage charge over land and building of the Company, first specific charge over plant and machinery of the Company, personal guarantees of sponsor directors of the Company and hypothecation charge over land, building and plant and machinery of Hi-Tech Blending (Private) Limited - subsidiary company.		
5.2 The effective rates of mark-up ranged from 11.74% to 11.89% (2026: 11.58% to 18.25%) per annum.		

6. CONTINGENCIES AND COMMITMENTS

6.1 Contingencies

6.1.1 Deputy Commissioner Inland Revenue (DCIR) passed an order under section 122(1) and 122(5A) of the Income Tax Ordinance, 2001 for tax year 2013 whereby a demand of Rupees 83.595 million has been raised. On 26 October 2018, the Company filed an appeal before Commissioner Inland Revenue (Appeals) [CIR(A)] against the order of DCIR. CIR(A) vide order dated 18 December 2018 upheld some of the additions made by DCIR and also directed the DCIR to give opportunity of hearing to the Company in one of the said matters. Being aggrieved by the order of CIR(A), the Company filed appeal before the Appellate Tribunal Inland Revenue (ATIR) on 19 May 2021. ATIR decided the case in favour of the Company. The tax authorities have filed an income tax reference before Honourable Lahore High Court, Lahore against the order of the ATIR which is pending for adjudication. No provision against the case has been made in these financial statements, as the management, based on the advice of the legal counsel, is confident of favorable outcome of litigation.

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

- 6.1.2** During the year ended 30 June 2018, assessment under section 161 and section 205 of the Income Tax Ordinance, 2001 for the tax year 2014 was finalized by the Deputy Commissioner Inland Revenue (DCIR) creating a demand of Rupees 18.207 million against the Company. Being aggrieved, the Company filed an appeal before the CIR(A) on 14 November 2017 who decided the case in favor of the Company and reduced the total demand to Rupees 0.191 million which was duly paid by the Company. However, the department filed an appeal against the order of CIR(A) before the ATIR on 31 March 2018. On 09 April 2024, ATIR granted partial relief to the Company and confirmed demand of Rupees 0.430 million. Further, ATIR remanded back the issue relating to default surcharge to assessing officer for fresh calculation. On 29 June 2026, DCIR passed an order to recover demand of Rupees 0.430 million and held that no default surcharge is payable by the Company. On 30 June 2026, the Company has duly paid the demand raised by DCIR.
- 6.1.3** Deputy Commissioner Inland Revenue (DCIR) passed an assessment order on 28 November 2018 under section 161 and section 205 of the Income Tax Ordinance, 2001 for the tax year 2015 whereby a demand of Rupees 22.358 million has been raised. On 21 December 2018, the Company filed an appeal before the CIR(A) against the order of DCIR. CIR(A) accepted the Company's stance on certain issues assailed in the appeal and reduced the aggregate demand to Rupees 10.735 million. Being aggrieved by the order of CIR(A), the Company and tax department filed appeals before ATIR. On 25 August 2025, ATIR dismissed the department's appeal and upheld the relief provided by CIR(A). ATIR also dismissed the Company's appeal on 25 August 2025 based on the grounds that judgement of Honourable Sindh High Court as well as various earlier judgements of ATIR on similar issue exists. However, the management has filed income tax reference before Honourable Lahore High Court, Lahore against the order passed by ATIR. No provision against the case has been made in these financial statements, as the management, based on the advice of the legal counsel, is confident of favorable outcome of the matter.
- 6.1.4** On 27 June 2022, Deputy Commissioner Inland Revenue (DCIR) passed an assessment order under section 161 and section 205 of the Income Tax Ordinance, 2001 for the tax year 2016 whereby a demand of Rupees 5.467 million including default surcharge has been raised against the Company on account of non / short deduction of withholding tax in respect of certain payments. The Company filed an appeal before CIR(A) against the order of DCIR. On 17 November 2022, CIR(A) decided the appeal in favor of the Company. On 12 January 2023, the tax department has filed appeal before the ATIR against the order passed by CIR(A) which is pending adjudication. No provision has been recognized in these financial statements, as the management, based on advice of the tax advisor, is confident of favorable outcome of the matter.
- 6.1.5** On 24 March 2022, the Deputy Commissioner Inland Revenue (DCIR) passed an amended assessment order under section 122(1) of the Income Tax Ordinance, 2001 for the tax year 2018 creating a demand of Rupees 1,115.673 million on account of various issues. Against the aforesaid order, the Company preferred an appeal before CIR(A) on 19 April 2022. On 29 August 2022, CIR(A) provided the partial relief to the Company. However, in respect of various issues, the matter has been remanded back to assessing officer for fresh consideration. Against the order of CIR(A), the Company has filed an appeal before ATIR, which is pending adjudication. No provision has been recognized in these financial statements, as the management, based on advice of the tax advisor, is confident of favorable outcome of the matter.
- 6.1.6** On 26 February 2022, Deputy Commissioner Inland Revenue (DCIR) passed an assessment order under section 177 and section 122(1) of the Income Tax Ordinance, 2001 for the tax year 2019 whereby a demand of Rupees 843.451 million has been raised against the Company on various issues. Against the order of DCIR, the Company preferred an appeal before CIR(A) on 22 March 2022. On 16 May 2022, CIR(A) vacated the tax demand. However, in respect of certain issues, the case has been remanded back to assessing officer for fresh consideration. On 13 July 2022, the department has filed an appeal before ATIR against the order of CIR(A) which is pending adjudication. The management, based on the advice of the tax advisor, is confident of favourable outcome of the matter. Therefore, no provision has been recognized in these financial statements.

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

- 6.1.7** During the year ended 30 June 2020, Deputy Commissioner Inland Revenue (DCIR) issued a notice to recover an amount of Rupees 21.124 million against super tax for the tax year 2019 under section 4B of the Income Tax Ordinance, 2001. The Company through its tax advisor submitted its reply that liability on account of super tax did not arise for subject year. However, on 29 September 2021, DCIR confirmed the matter and re-issued an order to recover Rupees 21.124 million against super tax for the tax year 2019 under section 4B of the Income Tax Ordinance, 2001. Against the aforesaid order, the Company preferred an appeal before CIR(A). On 25 February 2022, CIR(A) remanded back the case to department for fresh consideration. However, these remand back proceedings have not been initiated yet. The management, based on advise of the tax advisor, is confident of favourable outcome of the matter. Therefore, no provision has been recognized in these financial statements.
- 6.1.8** On 28 February 2022, Deputy Commissioner Inland Revenue (DCIR) issued an order for tax periods from July 2016 to June 2017 creating a demand of Rupees 1,353.135 million along with penalty and default surcharge on various issues under relevant provisions of the Sales Tax Act, 1990. Against the aforesaid order, the Company preferred an appeal before CIR(A) on 22 March 2022. On 27 May 2022, CIR(A) provided partial relief to the Company. However, sales tax default in respect of certain issues was upheld by CIR(A). Being aggrieved with the order of CIR(A), the Company and tax department filed appeals before ATIR. On 07 December 2022, ATIR accepted the Company's stance in respect of all matters except for imposition of penalty and default surcharge relating to late filing of sales tax returns and late payment of due sales tax liability. On 12 December 2024, ATIR disposed of the appeal filed by tax department and remanded back the case to assessing officer for fresh consideration. Being aggrieved with the order of ATIR, the Company filed a sales tax reference before the Honourable Lahore High Court, Lahore on 17 January 2025 which is pending adjudication. On 02 February 2025, the tax department has initiated remand back proceedings in accordance with the directives of ATIR. The management, based on advise of the legal advisor, is confident of favourable outcome of the matter. Therefore, no provision has been recognized in these financial statements.
- 6.1.9** On 15 March 2022, Deputy Commissioner Inland Revenue (DCIR) issued an order for tax periods from July 2018 to June 2019 creating a demand of Rupees 901.257 million alongwith penalty and default surcharge on various issues under relevant provisions of the Sales Tax Act, 1990. Against the aforesaid order, the Company preferred an appeal before CIR(A) on 11 April 2022. On 31 May 2022, CIR(A) provided partial relief to the Company. However, sales tax default in respect of certain issues was upheld by CIR(A). Being aggrieved with the order of CIR(A), the Company and tax department filed appeals before ATIR. On 07 December 2022, ATIR accepted the Company's stance in respect of all matters except for imposition of penalty and default surcharge relating to late filing of sales tax returns and late payment of due sales tax liability. No legal proceedings against the order passed by ATIR have been initiated by the department yet.
- 6.1.10** On 30 May 2023, Deputy Commissioner Inland Revenue (DCIR) passed an assessment order under section 161 and section 205 of the Income Tax Ordinance, 2001 for the tax year 2017 whereby a demand of Rupees 22.545 million including default surcharge has been raised against the Company on account of non / short deduction of withholding tax in respect of certain payments. On 25 June 2023, the Company filed an appeal before CIR(A). On 01 January 2024, CIR(A) granted partial relief to the Company and accepted the Company's stance in respect of certain matters. Further, CIR(A) remanded back certain matters to assessing officer for verification of Company's position. However, the department has not yet initiated the remand back proceedings. The management, based on advise of tax advisor, is confident of favorable outcome of the matter. Therefore, no provision has been recognized in these financial statements.
- 6.1.11** On 01 March 2024, Deputy Commissioner Inland Revenue (DCIR) passed an assessment order under section 161 and section 205 of the Income Tax Ordinance, 2001 for the tax year 2020 to recover an amount of Rupees 43.575 million in respect of withholding tax default along with default surcharge of Rupees 19.168 million. The Company filed an application before Commissioner Inland Revenue (CIR) on the grounds that the order was passed without considering the documents / records submitted by the Company. On 07 March 2024, CIR set aside the order of DCIR and remanded back the case to assessing officer. The remand back proceedings have not been initiated yet. The management, based on advise of tax advisor, is confident of favorable outcome of the matter. Therefore, no provision has been recognized in these financial statements.

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

- 6.1.12** On 19 February 2026, Additional Commissioner Inland Revenue (ACIR) passed an assessment order under section 122(5A) of the Income Tax Ordinance, 2001 for the tax year 2020 whereby a demand of Rupees 18.915 million has been raised against the Company on account of application of turnover tax at reduced rate. On 17 March 2026, the Company filed an appeal before CIR(A) against the order of ACIR which is pending adjudication. The management, based on advice of the tax advisor, is confident of favorable outcome of the matter. Therefore, no provision has been recognized in these financial statements.
- 6.1.13** On 17 July 2026, subsequent to the reporting period, Additional Commissioner Inland Revenue (ACIR) passed an assessment order under section 122(5A) of the Income Tax Ordinance, 2001 for the tax year 2023 whereby a demand of Rupees 59.987 million has been raised against the Company on account of application of turnover tax at reduced rate. On 11 August 2026, subsequent to the reporting period, the Company filed an appeal before CIR(A) against the order passed by ACIR which is pending adjudication. The management, based on advice of the tax advisor, is confident of favorable outcome of the matter. Therefore, no provision has been recognized in these financial statements.
- 6.1.14** On 18 March 2024, Deputy Commissioner Inland Revenue (DCIR) passed an order under section 11 of the Sales Tax Act, 1990 for tax periods from July 2018 to June 2019 creating a demand of Rupees 405.983 million along with default surcharge and penalty on the issue of difference between value of closing stocks as per Company's financial statements and the amount adopted in sales tax declaration. Against the aforesaid order, the Company preferred an appeal before CIR(A). However, consequent to amendments introduced through the Tax Laws (Amendment) Act, 2024, the appeal was transferred to ATIR. On 10 September 2024, ATIR decided the case in favor of the Company. Being aggrieved with the order of ATIR, the tax department filed an appeal before Honourable Lahore High Court, Lahore which is pending for hearing. The management, based on advice of the tax advisor, is confident of favorable outcome of the matter. Therefore, no provision has been recognized in these financial statements.
- 6.1.15** On 31 March 2018, Deputy Commissioner Inland Revenue (DCIR) passed an assessment order under section 161 and 205 of the Income tax Ordinance, 2001 for the tax year 2013 whereby a demand of Rupees 7.814 million including default surcharge has been raised against the Company on account of non / short deduction of withholding tax in respect of stock given under sales promotional scheme. On 06 April 2018, the Company filed an appeal before CIR(A) against the order of DCIR. On 19 June 2018, CIR(A) decided the appeal in favor of the Company. On 16 August 2018, tax department filed an appeal before ATIR against the order passed by CIR(A). On 20 May 2024, ATIR remanded back the case to assessing officer for fresh consideration. On 15 June 2026, tax department initiated the remand back proceedings in accordance with the directives of ATIR. On 29 June 2026, DCIR raised a demand of Rupees 4.890 million. On 02 July 2026, subsequent to the reporting period, the Company filed an appeal before CIR(A) against the order passed by DCIR which is pending adjudication. The management, based on the advice of tax advisor, is confident of favorable outcome of the matter. Therefore, no provision has been recognized in these financial statements.
- 6.1.16** On 03 March 2026, Additional Commissioner Inland Revenue (ACIR) passed an assessment order under section 122(5A) of the Income Tax Ordinance, 2001 for the tax year 2021 whereby a demand of Rupees 15.708 million has been raised against the Company on account of various issues. On 17 March 2026, the Company filed an appeal before CIR(A) against the order of ACIR which is pending adjudication. The management, based on advice of the tax advisor, is confident of favorable outcome of the matter. Therefore, no provision has been recognized in these financial statements.
- 6.1.17** On 11 June 2026, Deputy Commissioner Inland Revenue (DCIR) passed an order under section 205 of the Income Tax Ordinance, 2001 for the tax year 2022 whereby a demand of Rupees 23.725 million on account of default surcharge relating to late payment of super tax has been raised against the Company. Being aggrieved with the order, the Company has filed an appeal before CIR(A) on 23 June 2026 which is pending adjudication. The management, based on advice of the tax advisor, is confident of favorable outcome of the matter. Therefore, no provision has been recognized in these financial statements.

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

- 6.1.18** On 21 July 2026, subsequent to the reporting period, the Company has received a show cause notice from the Collector of Customs (Adjudication) alleging repeated mis-declarations and removal of bonded petroleum products without payment of leviable duties/taxes/levies amounting to Rupees 116.753 million during the period from 01 January 2024 to 30 June 2026. The management is in the process of filing reply of the aforementioned show cause notice. Based on advice of the legal advisor, the management is confident of favorable outcome of the matter. Therefore, no provision has been recognized in these financial statements.
- 6.1.19** Corporate guarantees of Rupees 4,059 million (2026: Rupees 4,059 million) have been given by the Company to the banks in respect of financing to Hi-Tech Blending (Private) Limited - subsidiary company.
- 6.1.20** Guarantee of Rupees 58 million (2026: Rupees 58 million) is given by the bank of the Company to Director Excise and Taxation, Karachi against disputed amount of infrastructure cess.
- 6.1.21** Guarantees of Rupees 22,314 million (2026: Rupees 22,314 million) are given by the bank of the Company to Chairman, Punjab Revenue Authority, Lahore against disputed amount of infrastructure cess.
- 6.1.22** Guarantees of Rupees 17.5 million (2026: Rupees 17.5 million) and Rupees 2.25 million (2026: Rupees 2.25 million) are given by the banks of the Company to PARCO Gunvor Limited and Pakistan State Oil Company Limited respectively against fuel cards obtained by the Company for its employees.
- 6.1.23** Guarantee of Rupees 250 million (2026: Rupees 250 million) is given by the bank of the Company to Pak Arab Refinery Limited against procurement of petroleum products.

	Un-Audited September 30 2026 Rupees	Audited June 30 2026 Rupees
6.2 Commitments		
6.2.1 For capital expenditures	-	-
6.2.2 Letters of credit for other than capital expenditures	-	-
7. FIXED ASSETS		
Operating fixed assets (Note 7.1)	2,643,883,277	2,652,672,018
Capital work-in-progress (Note 7.2)	82,446,801	26,230,477
	<u>2,726,330,078</u>	<u>2,678,902,495</u>
7.1 Operating fixed assets – owned		
Opening book value	2,652,672,018	2,565,629,540
Add: Cost of additions during the period / year (Note 7.1.1)	105,183,255	251,237,618
Add: Revaluation Surplus	-	30,980,000
Add: Book value of assets transferred from right-of-use of assets	-	32,433,226
	<u>2,757,855,273</u>	<u>2,880,280,384</u>
Less: Transferred to 'non-current assets classified as held for sale'	-	14,567,501
	<u>2,757,855,273</u>	<u>2,865,712,883</u>
Less: Book value of deletions during the period / year (Note 7.1.2)	66,931,877	39,494,746
	<u>2,690,923,396</u>	<u>2,826,218,137</u>
Less: Book value of written off during the period / year	-	-
	<u>2,690,923,396</u>	<u>2,826,218,137</u>
Less: Depreciation charged during the period / year	47,040,119	173,546,119
Closing book value	<u>2,643,883,277</u>	<u>2,652,672,018</u>

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

	Un-Audited September 30 2026 Rupees	Audited June 30 2026 Rupees
7.1.1 Cost of additions during the period / year		
Buildings on leasehold land	-	16,736,482
Machinery	-	7,369,400
Tanks and Pipeline and Tanks	-	4,055,820
Dispensing Pumps	-	16,893,646
Furniture and fittings	2,151,553	4,707,888
Vehicles	89,674,146	167,885,834
Leasehold Improvements	439,833	10,456,143
Office equipment	710,500	6,453,881
Computers	12,207,223	16,678,524
	<u>105,183,255</u>	<u>251,237,618</u>
7.1.2 Book value of deletions during the period / year		
Cost:		
Buildings on leasehold land	-	23,537,896
Tanks & Pipelines	-	4,371,529
Dispensing Pumps	-	1,158,276
Vehicles	84,419,874	64,922,079
Office Equipments	-	136,263
Computers	1,408,645	6,792,524
Less: Accumulated depreciation	<u>18,896,642</u>	<u>61,423,821</u>
	<u>66,931,877</u>	<u>39,494,746</u>
7.2 Capital work-in-progress		
Civil works	68,585,519	9,020,450
Dispensing pumps	12,685,741	9,155,668
Tanks and Pipelines	-	6,878,817
Advance against purchase of vehicles	<u>1,175,541</u>	<u>1,175,542</u>
	<u>82,446,801</u>	<u>26,230,477</u>
8. RIGHT-OF-USE ASSETS		
Opening book value	356,630,501	449,029,213
Add: Cost of additions during the period / year (Note 8.1)	177,793,816	119,871,293
Add: Impact of lease modifications during the period / year	-	-
Add: Impact of lease reassessment during the period / year	-	-
Less: Impact of lease terminations during the period / year	(10,360,452)	(61,268,211)
Less: Book value of assets transferred to fixed assets during the period / year (Note 8.2)	-	(32,433,226)
Less: Depreciation expense	(33,179,685)	(118,568,568)
Closing book value	<u>490,884,180</u>	<u>356,630,501</u>

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

	Un-Audited September 30 2026 Rupees	Audited June 30 2026 Rupees
8.1 Cost of additions during the period / year		
Land	-	22,259,883
Buildings	177,793,816	97,611,410
Vehicles	-	-
	<u>177,793,816</u>	<u>119,871,293</u>
8.2 Book value of assets transferred to fixed assets during the period / year		
Vehicles	<u>-</u>	<u>32,433,226</u>
9. INTANGIBLE ASSETS - Computer softwares		
Opening net book value	37,500	2,709,516
Add: Cost of additions during the period	6,231,431	-
Less: Written off during the period		
Cost	-	(2,777,527)
Accumulated	-	555,511
	-	(2,222,016)
Less: Amortization charged during the period	(240,936)	(450,000)
Closing net book value	<u>6,027,995</u>	<u>37,500</u>
9.1		
Cost as at 30 September	53,442,549	47,211,118
Accumulated	(47,414,554)	(47,173,618)
Net book value as at 30	<u>6,027,995</u>	<u>37,500</u>
9.2		
Intangible assets - computer softwares have been amortized at the rate of 30% (2026: 30%) per annum.		
10. STOCK-IN-TRADE		
Lubricants (Note 10.1)	114,428,433	133,592,784
Less: Provision for slow moving inventory items	(13,900,327)	(13,900,327)
	<u>100,528,106</u>	<u>119,692,457</u>
Petroleum products (Note 10.3)		
- Stock in hand (Note 10.2 and Note 10.3)	621,380,900	294,806,892
- Stock in pipeline system (Note 10.4)	303,879,766	303,295,250
	<u>925,260,666</u>	<u>598,102,142</u>
Dispensing pumps and other installations (Note 10.5)	18,400,473	21,930,546
	<u>1,044,189,245</u>	<u>739,725,145</u>
10.1		
This includes stock amounting to Rupees Nil (2026: Rupees 41.437 million) lying at customs bonded warehouse.		
10.2		
This includes stock of petroleum products in possession of third parties as follows:		

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

	Un-Audited September 30 2026 Rupees	Audited June 30 2026 Rupees
Askar Oil Services (Private) Limited	571,181	478,301
Be Energy Limited	158,678,950	31,573,961
Gas and Oil Pakistan Limited	2,213,668	1,823,859
Karachi Hydrocarbon Terminal Limited	1,950,423	1,560,793
PARCO Gunvor Limited	31,037,893	19,625,165
Z.Y. & Co. Bulk Terminals (Private) Limited	23,291	18,638
	<u>194,475,406</u>	<u>55,080,717</u>

- 10.3** These includes stock in transit of Rupees 188.499 million (2026: Rupees 13.555 million)
- 10.4** This represents the Holding Company's share of pipeline stock of High Speed Diesel and Petroleum Motor Gasoline amounting to Rupees 181.426 million (2026: Rupees 98.257 million) and Rupees 182.191 million (2026: Rupees 205.038 million) respectively held by Pak-Arab Pipeline Company Limited.
- 10.5** These dispensing pumps and other installations have been purchased by the Holding Company for resale to service and filling station dealers as part of OMC operations.

	Un-Audited September 30 2026 Rupees	Un-Audited September 30 2025 Rupees
11. CASH GENERATED FROM / (USED IN) OPERATIONS		
Profit / (loss) before levy and taxation	389,898,628	59,256,928
Adjustments for non-cash charges and other items:		
Depreciation on operating fixed assets	47,040,119	39,483,192
Depreciation on right-of-use assets	33,179,687	28,374,368
Amortization on intangible assets	240,936	320,867
Gain on disposal of operating fixed assets	(17,948,551)	49,871,432
Dividend income	(116,127)	(8,971)
Profit on bank deposits	(428,349)	(65,434)
Gain on disposal of investments at fair value through profit or loss	(4,872,771)	(1,792,826)
Unrealized gain on remeasurement of investments at fair value through profit or loss - net	218,790	(5,843,080)
Reversal of disposal of capital work-in-progress	(3,995,411)	-
Gain on termination of leases	(7,472,483)	-
Exchange loss - net	(25,031)	-
Workers' profit participation fund	34,177,006	-
Finance cost	64,306,020	67,399,675
Working capital changes (Note 11.1)	(557,784,690)	(167,733,592)
	<u>(23,582,227)</u>	<u>69,262,559</u>
11.1 Working capital changes		
(Increase) / decrease in current assets:		
Stock-in-trade	(304,464,100)	(489,863,818)
Trade debts	(518,489,024)	(168,431,380)
Loans and advances	(982,253,504)	(55,155,932)
Short term deposits and prepayments	(20,839,750)	11,466,792
Other receivables	(88,487,810)	(40,054,531)
	<u>(1,914,534,188)</u>	<u>(742,038,869)</u>
Increase / (decrease) in Trade and other payables	1,357,143,039	574,305,277
	<u>(557,391,149)</u>	<u>(167,733,592)</u>

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

12. TRANSACTIONS WITH RELATED PARTIES

Related parties of the Company comprise of subsidiary company, associated undertakings, other related parties, key management personnel and provident fund trust. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties, other than those which have been disclosed else where in these financial statements, are as follows:

		Un-Audited September 30 2026 Rupees	Un-Audited September 30 2025 Rupees
i Transactions			
Relationship	Nature of transaction		
Subsidiary company			
Hi-Tech Blending (Private)	Sale of lubricants	1,238,429	40,543
	Sale of petroleum products	11,584,991	-
	Purchase of lubricants	1,797,672,297	1,770,215,939
	Lease rentals paid	750,000	750,000
Associated company			
MAS Associates (Private)	Share of common expenses	4,379,628	593,170
Other related parties			
SK On Co., Ltd. (formerly SK Enmove Co., Ltd.)	Purchase of lubricants	-	136,929,479
Hi-Tech Lubricants Limited	Contribution	8,357,506	8,337,352
Employee's Provident Fund Trust			
Saira Hamida Trust	Donations	14,500,000	4,500,000
Key management personnel	Remuneration	105,375,808	120,166,500
		Un-Audited September 30 2026 Rupees	Audited June 30 2026 Rupees
ii Period end balances			
Subsidiary company			
Investment in Hi-Tech Blending (Private) Limited		1,300,000,600	1,300,000,600
Receivable from Hi-Tech Blending (Private) Limited		-	17,131
Payable to Hi-Tech Blending (Private) Limited		573,436,830	249,849,370
Associated companies			
Receivable from MAS Associates (Private) Limited		13,794,038	9,412,610
Other related parties			
Receivable from SK Enmove Co., Ltd. (Formerly SK Lubricants Co., Ltd.)		55,632,280	55,632,280
Payable to SK Enmove Co., Ltd. (Formerly SK Lubricants Co., Ltd.)		34,000	34,000
Payable to employees' provident fund trust		9,933,179	9,698,019

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

13. SEGMENT INFORMATION

The Company has two reportable segments. The following summary describes the operation in each of the Company's reportable segments:
Lubricants
Petroleum products

	LUBRICANTS		PETROLEUM PRODUCTS		UNALLOCATED		TOTAL - COMPANY	
	Un-Audited September 30 2026	Un-Audited September 30 2025	Un-Audited September 30 2026	Un-Audited September 30 2025	Un-Audited September 30 2026	Un-Audited September 30 2025	Un-Audited September 30 2026	Un-Audited September 30 2025
Rupees								
Net revenue from contracts with customers	2,402,520,397	2,237,449,766	8,392,994,170	6,118,300,635	-	-	10,795,514,567	8,355,770,401
Cost of sales	(1,907,553,880)	(1,855,503,444)	(7,933,254,916)	(5,871,497,343)	-	-	(9,840,808,796)	(7,737,100,787)
Gross profit	494,966,516	371,866,322	459,739,255	246,803,292	-	-	954,705,771	618,669,614
Distribution cost	(173,095,043)	(164,958,048)	(137,960,313)	(131,736,925)	-	-	(311,055,356)	(296,694,973)
Administrative expenses	(160,192,099)	(124,413,405)	(53,972,796)	(62,943,041)	-	-	(214,164,895)	(187,356,444)
Other expenses	(16,593,193)	(29,563,640)	(28,063,371)	(26,005,124)	-	-	(44,656,564)	(55,568,764)
Other income	(349,880,335)	(318,935,092)	(219,996,480)	(220,685,089)	-	-	(559,876,815)	(539,620,181)
Profit from operations	31,018,395	3,597,336	38,357,297	44,009,834	-	-	69,375,692	47,607,170
Finance cost	(22,173,425)	(41,288,309)	(42,132,595)	(26,111,366)	-	-	(64,306,020)	(67,399,675)
Profit / (loss) before tax and taxation	153,931,151	15,240,257	235,967,477	44,016,671	-	-	369,898,628	59,256,928
Levy	-	-	-	-	-	(41,778,852)	-	(41,778,852)
Profit / (loss) before taxation	153,931,151	15,240,257	235,967,477	44,016,671	-	(41,778,852)	369,898,628	17,478,076
Taxation	-	-	-	-	(78,602,848)	(910,485)	(78,602,848)	(910,485)
Profit / (loss) after taxation	153,931,151	15,240,257	235,967,477	44,016,671	(78,602,848)	(42,689,337)	311,295,780	16,567,591

13.1 Reconciliation of reportable segment assets and liabilities:

	LUBRICANTS		PETROLEUM PRODUCTS		TOTAL - COMPANY	
	Un-Audited September 30 2026	Audited June 30 2026	Un-Audited September 30 2026	Audited June 30 2026	Un-Audited September 30 2026	Audited June 30 2026
Rupees						
Total assets for reportable segments	5,645,875,025	4,578,272,034	4,264,804,990	3,373,115,669	9,910,286,474	7,951,387,703
Unallocated assets	-	-	-	-	322,769,341	322,769,341
Total assets as per statement of financial position	-	-	-	-	10,233,055,815	8,274,157,044
Total liabilities for reportable segments	3,652,764,107	2,155,415,439	582,541,346	431,893,484	4,234,911,914	2,587,308,923
Unallocated liabilities	-	-	-	-	1,554,855,033	1,554,855,033
Total liabilities as per statement of financial position	-	-	-	-	5,789,766,947	4,142,163,956

13.2 All of the sales of the Company relates to customers in Pakistan.

13.3 All non-current assets of the Company as at the reporting dates are located and operating in Pakistan.

13.4 Revenue from major customers

The Company's revenue is earned from a large mix of customers.

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

14. RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

(i) Fair value hierarchy

Judgements and estimates are made in determining the fair values of the financial instruments that are recognised and measured at fair value in these financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements at 30 September 2026	Level 1	Level 2	Level 3	Total
----- Rupees -----				
Financial assets				
Financial assets at fair value through profit or loss	224,367,329	-	-	224,367,329
Recurring fair value measurements at 30 June 2026	Level 1	Level 2	Level 3	Total
----- Rupees -----				
Financial assets				
Financial assets at fair value through profit or loss	234,147,953	-	-	234,147,953

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the year. Further there was no transfer in and out of level 3 measurements.

The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

(ii) Valuation techniques used to determine fair values

Specific valuation technique used to value financial instruments is the use of quoted market prices on Pakistan Stock Exchange and for funds, Net Asset Value (NAV) of respective Asset Management Company.

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

15 DISCLOSURE REQUIREMENT FOR COMPANY NOT ENGAGED IN SHARIAH NON-PERMISSIBLE BUSINESS ACTIVITIES AS ITS CORE BUSINESS ACTIVITIES

Description	Un-Audited September 30 2026 Rupees	Audited June 30 2026 Rupees
Financing (long-term, short-term, or lease financing) obtained as per Islamic mode	158,084,401	83,549,045
Interest or mark-up accrued on any conventional loan or advance	32,131,422	317,797,344
Long-term and short-term Shariah compliant Investments	10,786,374	10,984,217
Shariah-compliant bank deposits, bank balances, and TDRs	7,294,929	24,527,225
Revenue earned from a Shariah-compliant business segment	11,279,698,011	40,412,792,151
Break-up of late payments or liquidated damages	-	17,952,620
Gain or loss or dividend earned on Shariah compliant investments or share of profit from Shariah-compliant associates	87,864	8,971
Profit earned from Shariah-compliant bank deposits, bank balances, or TDRs	-	-
Exchange gain earned from actual currency	-	-
Exchange gains earned using conventional derivative financial instruments	-	-
Profit paid on Islamic mode of financing	916,036	5,069,359
Total Interest earned on any conventional loan or advance	-	-
	Un-Audited September 30 2026 Rupees	Un-Audited September 30 2025 Rupees
Source and detailed breakup of other income, including breakup of other or miscellaneous portions of other income into Shariah-compliant and noncompliant income		
<i>Shariah-compliant</i>		
Fair value gain on investment property classified as held for sale	-	-
Dividend income	87,864	8,971
Gain on disposal of operating fixed assets	17,939,461	-
Gain on termination of leases	7,472,483	-
Income from handling and storage services	23,804,630	33,769,310
Reversal of provision for slow moving and damaged inventory items	-	-
Common facility charges	4,379,628	297,649
Scrap sales	-	-
Reversal of allowance for expected credit losses	-	-
Exchange gain - net	-	1,770,018
Rental and other income from HTL Express Centres	10,562,153	4,059,882
Unrealized gain on remeasurement of investment at fair value through profit or loss	(218,790)	661,320
Miscellaneous	18,880	-
<i>Non shariah-compliant</i>		
Profit on bank deposits	428,349	65,434
Gain on disposal of investments at fair value through profit or loss	4,872,771	1,792,826
Interest on short term loan to subsidiary company	-	-
Unrealized gain on remeasurement of investments at fair value through profit or loss - net	(747,497)	580,235
Dividend income	28,263	-

Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Quarter Ended 30 September 2026

Relationship with Shariah-compliant financial institutions, including banks, takaful operators and their windows, etc.

Relationship with shariah-compliant banks:

Name	Relationship as at reporting date
Al-Baraka Bank (Pakistan) Limited	Bank balance
Meezan Bank Limited	Bank balance
Dubai Islamic Bank Pakistan Limited	Bank balance
Faysal Bank Limited	Bank balance
First Habib Modaraba	Long term financing

16. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual financial statements of the Company's for the year ended 30 June 2026.

17. DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on 27 October 2026 by the Board of Directors of the Company.

18. CORRESPONDING FIGURES

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, no significant rearrangements have been made in these unconsolidated financial statements.

19. GENERAL

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


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Director


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