



INTERNATIONAL PACKAGING FILMS LIMITED



# Bridging Innovation

QUARTERLY REPORT  
SEPTEMBER 2024



An aerial photograph of a long, straight bridge spanning a wide river. The bridge has multiple lanes and a single car is visible on it. The river is dark and calm, reflecting the sky. The banks are covered in dense green trees and vegetation. The overall scene is peaceful and scenic.

# Bridging Innovation

At IPAK, Bridging Innovation is our commitment to connecting cutting-edge technology with practical solutions.

We fuse forward-thinking ideas with sustainable practices to reshape the future of packaging. Join us in bridging today's innovations with tomorrow's breakthroughs.





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# Company Information

## Board of Directors

Mr. Muhammed Amin  
Mr. Naveed Godil  
Mr. Sarfaraz Ahmed Rehman  
Mr. Saad Amanullah Khan  
Mr. Aftab Zahoor Raja  
Mr. Mushtaq Ali Tejani  
Mr. Arsalan Pirani  
Mr. Taimoor Iqbal  
Mr. Abdul Aleem Tinwala  
Mr. Fazal ur Rehman

Chairman  
Chief Executive Officer  
Independent Director  
Independent Director  
Non- Executive Director  
Non- Executive Director  
Non- Executive Director  
Non- Executive Director  
Non- Executive Director  
Non- Executive Director

## Chief Executive Officer

Mr. Naveed Godil

## Audit Committee

Mr. Saad Amanullah Khan  
Mr. Muhammed Amin  
Mr. Arsalan Pirani

Chairman  
Member  
Member

## Human Resource and Remuneration (HR&R) Committee

Mr. Sarfaraz Ahmed Rehman  
Mr. Saad Amanullah Khan  
Mr. Mushtaq Ali Tejani

Chairman  
Member  
Member

## Executive Management Team

Mr. Naveed Godil  
Mr. Mohsin Anwer  
Mr. Muhammad Arif Malik  
Mr. Muhammad Kamran Khan  
Mr. Muhammad Asadullah Butt  
Mr. Syed Athar Bukhari  
Mr. Muhammad Adnan Saleem  
Mr. Khalid Mahmood

Chairman  
Group Chief Financial Officer  
Group Director (Technical & Projects)  
Group Director (Production Operations)  
Group Head Research & Development  
Group Head HR & Admin  
Head of Commercial  
Group Head Sales & Marketing

## Chief Financial Officer

Mr. Mohsin Anwer

## Company Secretary

Mr. Fahad Alam

## External Auditors & Advisor

A.F. Ferguson & Co. Chartered Accountants

## Legal Advisors

Mohsin Tayebaly & Co.  
Fazle Ghani Advocates  
K-Legal Advocates

## Shares Registrar

CDC Share Registrar Services Limited  
Email: info@cdcsrsl.com

## Website

<https://www.ipak.com.pk/>

## Registered Office

Plot # 40-L-1, P.E.C.H.S, Block 6, Near Jason Trade Centre, Karachi 75400, Pakistan

## Plant

IPAK Plant, Manga Chowk, Raiwind, Bypass Road, Raiwind District, Lahore 55150, Pakistan

## Banks

Bank Al Habib Limited  
Meezan Bank Limited  
Habib Bank Limited  
Habib Metropolitan Bank Limited  
Dubai Islamic Bank Pakistan Limited  
Faysal Bank Limited  
Bank Alfalah Limited  
Askari Bank Limited  
JS Bank Limited  
MCB - Islamic Bank Limited  
Standard Chartered Pakistan Limited  
Muslim Commercial Bank  
United Bank Limited



# Directors’ Review Report

## For the quarter ended September 30, 2024

The Directors are pleased to submit their review report, together with the unaudited condensed interim financial statements (both standalone & consolidated) for the first quarter ended September 30, 2024.

### Financial Performance

	Standalone		Consolidated	
	Quarter ended 30th September,			
	2024	2023	2024	2023
	←-----PKR in millions-----→			
Sales	3,427	4,187	7,636	5,158
Gross Profit	430	1,066	976	1,298
Operating Profit	394	869	738	1,175
Finance Costs	(381)	(331)	(586)	(372)
Profit before levies and income tax	13	538	152	803
Net profit for the period	10	332	80	593
Profit attributable to:				
- Holding Company (IPAK)			236	553
- Minority shareholders of PPAK			( 156)	40
Earning per share (in PKR)	0.01	0.53	0.34	0.88

During the reporting period, there was a slight growth in sales volume, as we continue to operate at almost full capacity. However, due to shift in our sales mix and lower average selling price sales value has declined by 18%. In a strategic effort to enhance our market presence, the Company has made a concerted decision to expand its export portfolio. While this initiative opens new avenues for growth, it is essential to recognize that the margins associated with our export sales are generally lower than those from our domestic sales. As a result, this shift has led to a decrease in our overall gross margins during the period.

The 48% increase in Group’s sales reflected in our consolidated financial statements is attributed to the successful commissioning of two new subsidiaries: 52% owned Petpak Films (Private) Limited (PPAK) and wholly-owned Global Packaging Films (Private) Limited (GPAK). While the sales performance of Cast Packaging Films (Private) Limited (CPAK), another wholly owned subsidiary has remained stable compared to the previous year. Both CPAK and GPAK have earned positive bottom lines, demonstrating their effective operational strategies and market positioning. PPAK in its second quarter of operations has incurred a net loss. The recent rise in BoPET prices, coupled with increasing production volume expected to improve the financial performance of PPAK.

Finance cost increased mainly as a result of increase in debt level to fund working capital requirements of two newly commissioned subsidiaries.

### Future Outlook

The successful launh of our newly commissioned subsidiaries, Petpak Films (Private) Limited (PPAK) and Global Packaging Films (Private) Limited (GPAK), has laid a solid foundation for growth. We are focused in driving growth both domestic and export markets. At the same time, we will be making efforts to improve sales mix. Our Strategy is optimal use of group wise capacities and technologies to capture all synergies. All these efforts will improve operational and financial performance. Needless to say IPAK is the only Group in the country which offers all three variants of the most commonly used packaging films. This is a significant competitive advantage which solidify and expand our already strong customer base.

We are dedicated to fostering a culture of innovation and continuous improvement, which will enable us to capitalize on emerging opportunities while managing risks effectively.

We appreciate the ongoing support of our stakeholders as we work diligently towards achieving sustainable growth and profitability. Our focus is on building a robust and adaptable business model that not only meets the needs of our customers but also delivers long-term value to our investors.

For and on behalf of the Board of Directors



Naveed Godil  
Chief Executive Officer

October 23, 2024



# UNCONSOLIDATED FINANCIAL STATEMENTS

FOR THE QUARTER ENDED SEPTEMBER 2024





# CONDENSED UNCONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2024

		(Un-audited) September 30, 2024	(Audited) June 30, 2024
	Note	(Rupees In '000)	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	4,626,245	4,706,987
Intangible assets		55,692	54,380
Right-of-use assets	6	10,054	12,247
Long-term loans		20,215	22,262
Long-term deposit		52,671	52,671
Long-term investments - subsidiaries		14,019,335	13,853,022
		18,784,212	18,701,569
CURRENT ASSETS			
Stores, spares and consumables	7	419,187	291,403
Stock-in-trade	8	2,500,712	2,357,955
Trade receivables		2,830,720	3,431,798
Trade deposits and short-term prepayments		46,666	15,294
Loans and advances		222,665	221,336
Other receivables		115,888	157,076
Loan to subsidiaries		2,769,268	2,374,865
Sales tax refundable		119,409	-
Cash and bank balances		177,113	80,752
		9,201,628	8,930,479
TOTAL ASSETS		27,985,840	27,632,048
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital			
930,000,000 (2024: 930,000,000) ordinary shares of Rs. 10/- each		9,300,000	9,300,000
Issued, subscribed and paid-up capital			
700,200,000 (2024: 700,200,000) ordinary shares of Rs.10/- each		7,002,000	7,002,000
Capital reserve			
Share premium		2,470,722	2,470,722
Reserves for investment in subsidiaries		3,259,000	3,259,000
Revaluation Surplus on property, plant and equipment		1,529,708	1,555,685
Revenue reserve			
Unappropriated profits		1,295,707	1,259,985
TOTAL SHAREHOLDERS' EQUITY		15,557,137	15,547,392
NON-CURRENT LIABILITIES			
Deferred taxation - net		1,203,538	1,242,928
Staff retirement benefits		171,705	153,093
Long-term financing - secured		2,116,005	2,148,695
Lease liabilities		16,017	18,013
Deferred income - government grant		7,667	7,714
		3,514,932	3,570,443
CURRENT LIABILITIES			
Trade and other payables		2,973,804	3,468,182
Contract liabilities		129,143	172,076
Short-term borrowings - secured	9	5,312,945	4,185,917
Accured Markup		211,783	184,588
Current portion of long-term financing - secured		76,549	76,549
Sales tax payable		-	38,788
Taxation - net		208,670	387,139
Current portion of lease liabilities		525	622
Current portion of deferred Income - government grant		352	352
		8,913,771	8,514,213
CONTINGENCIES AND COMMITMENTS	10		
TOTAL EQUITY AND LIABILITIES		27,985,840	27,632,048

The annexed notes from 1 to 16 form an integral part of these condensed interim financial information.

  
Naveed Godil

  
Saad Amanullah Khan  
Director & Chairman

  
Mohsin Anwer  
Chief Financial Officer

# CONDENSED UNCONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE PERIOD ENDED SEPTEMBER 30, 2024 (UN-AUDITED)

		September 30, 2024	(Restated) September 30, 2023
	Note	(Rupees In '000)	
Revenue from contracts with customers	11	3,426,632	4,187,447
Cost of goods sold		(2,996,259)	(3,120,957)
<b>Gross profit</b>		<b>430,373</b>	<b>1,066,490</b>
Selling and distribution expenses		(87,046)	(65,106)
Administrative expenses		(101,722)	(81,865)
Other operating income / (expenses)		2,625	(62,938)
		(186,143)	(209,909)
Other income		149,665	12,669
<b>Operating profit</b>		<b>393,895</b>	<b>869,250</b>
Finance costs		(380,708)	(330,897)
<b>Profit before levies and income tax</b>		<b>13,187</b>	<b>538,353</b>
Levies - final tax		(25,223)	(159)
<b>Profit before income tax</b>		<b>(12,036)</b>	<b>538,194</b>
Income tax expense	12	(17,610)	(227,185)
- Current		39,391	21,342
- Deferred		21,781	(205,843)
<b>Net profit for the period after taxation</b>		<b>9,745</b>	<b>332,351</b>
Other comprehensive income		-	-
<b>Total comprehensive income for the period</b>		<b>9,745</b>	<b>332,351</b>
		----- Rupees -----	
<b>Earnings per share - basic and diluted</b>	13	<b>0.01</b>	<b>0.53</b>

The annexed notes from 1 to 16 form an integral part of these condensed interim financial information.

  
Naveed Godil  
Chief Executive

  
Saad Amanullah Khan  
Director & Chairman  
Board Audit Committee

  
Mohsin Anwer  
Chief Financial Officer



## CONDENSED UNCONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED SEPTEMBER 30, 2024 (UN-AUDITED)

	Issued, subscribed and paid-up capital	Share premium	Capital reserves	Revaluation surplus on property, plant and equipment	Revenue reserve Unappropriated profits	Total
			Reserve for investment in subsidiaries			
	(Rupees in '000)					
Balance as at July 01, 2023	6,300,945	1,487,566	-	1,575,520	3,251,135	12,615,166
Profit for the period	-	-	-	-	332,351	332,351
Other comprehensive income / (loss) for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	332,351	332,351
Transferred from revaluation surplus on property, plant and equipment on account of incremental depreciation - net of tax	-	-	-	25,979	(25,979)	-
Reserves for investment in subsidiaries	-	-	3,259,000	-	(3,259,000)	-
Balance as at September 30, 2023	6,300,945	1,487,566	3,259,000	1,601,499	298,507	12,947,517
Balance as at July 01, 2024	7,002,000	2,470,722	3,259,000	1,555,685	1,259,985	15,547,392
Profit for the period	-	-	-	-	9,745	9,745
Other comprehensive income / (loss) for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	9,745	9,745
Transferred from revaluation surplus on property, plant and equipment on account of incremental depreciation - net of tax	-	-	-	(25,977)	25,977	-
Balance as at September 30, 2024	7,002,000	2,470,722	3,259,000	1,529,708	1,295,707	15,557,137

The annexed notes from 1 to 16 form an integral part of these condensed interim financial information.

  
Naveed Godil  
Chief Executive

  
Saad Amanullah Khan  
Director & Chairman

  
Mohsin Anwer  
Chief Financial Officer

# CONDENSED UNCONSOLIDATED INTERIM STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED SEPTEMBER 30, 2024 (UN-AUDITED)

	September 2024	September 2023
	(Rupees In '000)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before levies and income tax	13,187	538,353
<b>Adjustments for non-cash charges and other items:</b>		
Depreciation of property, plant and equipment	85,062	86,094
Amortization on intangible assets	1,759	1,706
Depreciation on right-of-use assets	2,193	3,492
Unrealised exchange loss / (gain)	36	(34,211)
Return on PLS savings accounts	(3,305)	(2,248)
Provision for gratuity	19,235	11,236
Amortization of deferred income	(47)	(47)
Markup income on loan to subsidiary - PETPAK	(121,183)	-
Finance costs	380,708	330,897
	364,458	396,919
<b>Working capital changes</b>		
<b>(Increase) / decrease in current assets</b>		
Stores, spares and consumables	(127,784)	(7,936)
Stock-in-trade	(142,757)	107,761
Trade receivables	601,078	(331,575)
Trade deposits and short-term prepayments	(31,372)	(25,739)
Loans and advances	718	(223,766)
Other receivables	41,188	-
Sales tax refundable	(158,197)	(67,446)
	182,874	(548,701)
<b>Increase / (decrease) in current liabilities</b>		
Trade and other payables	(494,413)	57,714
Sales tax payable	-	92,972
Contract liabilities	(42,933)	72,930
	(537,346)	223,616
<b>Cash generated from operations</b>	23,173	610,187
Long-term deposits	-	(46,300)
Income tax and levies paid	(221,302)	(203,941)
Staff retirement benefits paid	(623)	(1,985)
Finance costs paid	(352,968)	(198,657)
	(574,893)	(450,883)
<b>Net cash generated from operating activities</b>	(551,720)	159,304
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure	(4,320)	(4,901)
Loan to subsidiaries	(273,220)	162,652
Advance for investment in shares	(166,313)	(2,163,186)
Additions under intangibles	(3,071)	-
Return on PLS savings accounts	3,305	2,248
<b>Net cash used in investing activities</b>	(443,619)	(2,003,187)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayments of lease liabilities	(2,638)	(2,490)
Receipt of short term borrowings - net	1,127,028	1,129,831
Proceeds from long-term financing	-	649,697
Repayment of long-term financing	(32,690)	-
<b>Net cash used in from financing activities</b>	1,091,700	1,777,038
<b>Net increase / (decrease) in cash and cash equivalents</b>	96,361	(66,845)
<b>Cash and cash equivalents at the beginning of the period</b>	80,752	162,618
<b>Cash and cash equivalents at the end of the period</b>	177,113	95,773

The annexed notes from 1 to 16 form an integral part of these condensed interim financial information.

  
Naveed Godil  
Chief Executive

  
Saad Amanullah Khan  
Director & Chairman  
Board Audit Committee

  
Mohsin Anwer  
Chief Financial Officer



# NOTES TO AND FORMING PART OF THE CONDENSED UNCONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE PERIOD ENDED SEPTEMBER 30, 2024 (UN-AUDITED)

## 1 THE COMPANY AND ITS OPERATIONS

International Packaging Films Limited (the "Company") was incorporated in Pakistan as a private limited company under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) on October 2, 2015, and is domiciled in the province of Sindh. On June 11, 2021, the Company's status was converted into a public limited company, and the Company was subsequently listed on the Pakistan Stock Exchange Limited on June 3, 2024.

The Company is principally engaged in the manufacturing and sale of flexible packaging materials mainly comprising of BOPP (Biaxially-oriented Polypropylene) films and allied products. The Company commenced its commercial operations effective in September 2017.

The geographical locations and addresses of the Company's business units, including plants are as under:

- The registered office of the Company is situated at Plot No. 40-L-1, P.E.C.H.S., Block 6, near Jason Trade Centre, Karachi, Sindh.
- The manufacturing plant of the Company is situated at IPAK Plant, Manga Chowk, Raiwind, Bypass road, Raiwind district, Lahore, Punjab.

These condensed unconsolidated financial statements are separate financial statements of the Company in which investments in subsidiaries have been accounted for at cost less accumulated impairment losses, if any. As of the reporting date, the Company has the following subsidiaries:

	% of shareholding	
	2025	2024
Cast Packaging Films (Private) Limited	100%	100%
PETPAK Films (Private) Limited	52%	52%
Global Packaging Films (Private) Limited	100%	100%

## 2 BASIS OF PREPARATION

### 2.1 Statement of compliance

These condensed interim financial information has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34, Interim Financial Reporting and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed.

The condensed interim financial information should be read in conjunction with the financial statements for the year ended June 30, 2024.

### 2.2 Basis of measurement

These condensed financial information have been prepared under the historical cost convention unless otherwise specifically stated.

### 2.3 Functional and presentation currency

These condensed financial information have been presented in Pakistani rupee, which is the Company's functional and presentation currency.

## 3 ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements for the year ended June 30, 2024.

### 3.1 Restatement

During the year, the Institute of Chartered Accountants of Pakistan (ICAP) has withdrawn the Technical Release 27 "IAS 12, Income Taxes (Revised 2012)" and issued guidance - "IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes". The said guidance requires certain amounts of tax paid under minimum (which is not adjustable against future income tax liability) and final tax regime to be shown separately as a levy instead of showing it in current tax.

Accordingly, the impact has been incorporated in these condensed unconsolidated interim financial statements retrospectively in accordance with the requirement of International Accounting Standard (IAS 8) – 'Accounting Policies, Change in Accounting Estimates and Errors'. There has been no effect on the unconsolidated statement of financial position, unconsolidated statement of cash flows and earnings per share as a result of this change.

	For the period ended September 30, 2024			For the period ended September 30, 2023		
	Had there been no change in accounting policy	Impact of change in accounting policy	After incorporating effects of change in accounting policy	Had there been no change in accounting policy	Impact of change in accounting policy	After incorporating effects of change in accounting policy
	----- Rupees in '000 -----					
Effect on unconsolidated statement of profit or loss						
Levies	-	(25,223)	(25,223)	-	(159)	(159)
Profit before income tax	13,187	(25,223)	(12,036)	538,353	(159)	538,194
Income tax expense	(3,442)	25,223	21,781	(206,002)	159	(205,843)

#### 4 SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of unconsolidated financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Judgements and estimates made by the management in the preparation of these condensed interim financial statements are the same as those that were applied to annual audited financial statements for the year ended June 30, 2024.

	Note	(Un-audited) September 30, 2024	(Audited) June 30, 2024
		(Rupees In '000)	
5 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	5.1	4,625,624	4,681,058
Capital work-in-progress		621	25,929
		<u>4,626,245</u>	<u>4,706,987</u>

5.1 Additions and disposals to operating fixed assets during the period are as follows:

	Additions/Transfers from CWIP (at cost)		Disposals/Transfers (at net book value)	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
	(Rupees In '000)			
Buildings on free hold Land	1,359	2,852	-	-
Plant and Machinery	19,364	468	-	-
Office and other equipments	2,290	1,581	-	-
Motor vehicles	6,616	-	-	-
	<u>29,629</u>	<u>4,901</u>	<u>-</u>	<u>-</u>

	(Un-audited) September 30, 2024	(Audited) June 30, 2024
	(Rupees In '000)	
6 RIGHT-OF-USE ASSETS		
Opening balance	12,247	36,671
Modification during the period	-	(13,083)
Depreciation for the period	(2,193)	(11,341)
Net book value	<u>10,054</u>	<u>12,247</u>

#### 7 STORES, SPARES AND CONSUMABLES

Lubricants	8,031	12,712
Fuel	8,316	8,596
Spare parts and consumables	402,840	270,095
	<u>419,187</u>	<u>291,403</u>



		(Un-audited)	
		September 30, 2024	September 30, 2023
		(Rupees In '000)	
<b>8 STOCK-IN-TRADE</b>			
Raw material			
- In hand		541,602	598,796
- In transit		814,164	893,625
		1,355,766	1,492,421
Work-in-process		497,664	256,887
Finished goods			
- in hand		134,628	245,625
- in transit		484,732	338,316
		619,360	583,941
Packaging materials		27,922	24,706
		2,500,712	2,357,955
<b>9 SHORT-TERM BORROWINGS - SECURED</b>			
Islamic			
Short-term borrowings under Musawammah Facility	9.1	3,483,119	2,905,726
Short-term borrowings under Tijarah Facility	9.2	1,531,007	1,059,250
Short-term borrowings under Running Musharakah	9.3	298,819	220,941
		5,312,945	4,185,917

9.1 This represents Musawammah facility obtained from commercial banks, having limit of Rs. 5,100 million (2024: Rs. 4,800 million) out of which Rs. 1,616.88 million (2024: Rs. 1,894.27 million) remains unutilised for Musawammah facility at the reporting date. The rates of mark-up on these facilities range from 3 months KIBOR + 0.75% to 6 months KIBOR + 0.75% per annum (2024: 3 months KIBOR + 0.75% to 6 months KIBOR + 1%) per annum.

9.2 This represents Tijarah facility obtained from commercial banks, having limit of Rs. 1,600 million (2024: Rs. 1,600 million) out of which Rs. 68.99 million (2024: 540.75 million) remains unutilised for Tijarah Finance at the reporting date. The rates of mark-up on these facilities range from 3 months KIBOR + 0.5% to 6 months KIBOR + 1% per annum (2024: 3 months KIBOR + 0.75%) per annum.

9.3 This represents a Running Musharakah facility having limit of Rs. 300 million (2024: Rs. 300 million) out of which Rs. 1.18 million (2024: 79.06 million) remains unutilised at the reporting date. The rate of mark-up on this facility is 3 months KIBOR + 1% (2024: 3 months KIBOR + 1%) per annum.

#### 10 CONTINGENCIES AND COMMITMENTS

##### 10.1 Contingencies:

As of the reporting date, there are no contingencies to report.

10.2 The facilities for opening letters of credit and guarantees issued from banks as at September 30, 2024 amounted to Rs. 7,700 million (2024: Rs. 7,200 million) and Rs. 726 million (2024: Rs. 676 million) respectively, of which the utilised balance at period end amounted to Rs. 2,326 million (2024: Rs. 3,179 million) and Rs. 665 million (2024: Rs. 615 million) respectively.

		(Un-audited)	
		September 30, 2024	September 30, 2023
		(Rupees In '000)	
<b>11 REVENUE FROM CONTRACTS WITH CUSTOMERS</b>			
Local sales		2,383,607	4,950,133
Export sales		1,424,547	9,762
		3,808,154	4,959,895
Less: Sales tax		(372,712)	(771,868)
Sales return		(8,810)	(580)
		3,426,632	4,187,447

#### 12 TAXATION

12.1 The returns of income tax have been filed up to and including tax year 2023, which is deemed assessed u/s 120 of the Income Tax Ordinance, 2001 (the Ordinance).

12.2 The company has challenged the vires of amendment before the Islamabad High Court (IHC) concerning to the chargeability of super tax on high earning persons through Finance Act, 2023 for the tax year 2023 and onwards. In accordance with the said amendment, the rate of super tax increased from 4% to 10% for tax year 2023 and onwards to all sectors having income more than Rs. 500 million in addition to the corporate tax at the rate of 29%. In response, the Islamabad High Court (IHC) issued an interim relief order (W.P. No. 4305/2023) dated December 18, 2023, directing that no super tax at the enhanced rate will be recovered from the petitioners until the final disposal of the case. The court instructed that the petitioners should continue to pay super tax at the pre-amendment rate of 4%. In compliance with IHC order, the company has discharged its super tax liability for the tax year 2023 by paying Rs. 113.381 million, which represents the 4% super tax rate (pre-amendment rate). Keeping in view the above, the management, as a matter of prudence, has provided full tax expense on account of super tax amounting to Rs. 185.19 million being 10% of the income chargeable to super tax for the tax year 2024.

		(Un-audited)	
		September 30, 2024	September 30, 2023
		(Rupees In '000)	
<b>13 EARNINGS PER SHARE</b>			
Net profit for the period		9,745	332,351
Weighted average number of ordinary shares in issue		700,200,000	630,094,545
Earnings per share - basic and diluted		0.01	0.53

#### 14 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of the subsidiary companies, associated undertakings, directors of the Company and key management personnel. The Company continues to follow a policy whereby transactions with related parties are entered into at commercial terms and at rate agreed under a contract / arrangement / agreement. Remuneration of key management personnel are in accordance with their terms of engagements.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company. The Company considers its Chief Executive Officer, Chief Financial Officer, Company Secretary, non-executive directors and departmental heads to be its key management personnel. There are no transactions with key management personnel other than their terms of employment / entitlement.

	(Un-audited)	
	September 30, 2024	September 30, 2023
	(Rupees In '000)	
<b>Transactions with related parties</b>		
<b>Subsidiary companies</b>		
Sales	554,382	-
Advance paid against future issue of shares	166,313	2,162,186
Loan stock received	381,339	-
Loan stock issued	608,918	-
Loan issued	273,220	162,652
Markup income on loan issue	121,183	-
<b>Associated companies</b>		
Sales	164,240	656,868
Receipts against sales	408,302	503,690
Purchase	602	-
<b>Key management personnel</b>		
Remuneration	38,905	37,034
<b>Non-executive directors</b>		
Directors' fee	5,820	3,600

	(Un-audited)	
	September 30, 2024	September 30, 2023
	Metric Tonnes	

#### 15 PLANT CAPACITY AND ACTUAL PRODUCTION

Nameplate capacity available during the period	10,340	10,340
Actual Production	7,145	7,242

#### 16 DATE OF AUTHORISATION FOR ISSUE

These unconsolidated interim financial statement were authorised for issue on October 23, 2024 by the Board of Directors of the Company.

  
Naveed Godil  
Chief Executive

  
Saad Amanullah Khan  
Director & Chairman  
Board Audit Committee

  
Mohsin Ahwer  
Chief Financial Officer



# CONSOLIDATED FINANCIAL STATEMENTS

FOR THE QUARTER ENDED SEPTEMBER 2024





# CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2024

		(Un-audited) September 30, 2024	(Audited) June 30, 2024
		Rupees in '000	
Note			
ASSETS			
NON CURRENT ASSETS			
	5	32,914,732	32,997,316
	6	10,054	12,247
		56,849	55,153
		20,214	22,262
		104,359	104,359
		33,106,208	33,191,337
CURRENT ASSETS			
	7	502,328	335,475
	8	4,589,262	4,532,240
		5,960,821	5,788,935
		665,991	552,475
		122,364	77,125
		116,534	167,756
		132,576	-
		924,272	856,316
		430,185	245,918
		13,444,333	12,556,240
TOTAL ASSETS			
		46,550,541	45,747,577
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised capital			
930,000,000 (2024: 930,000,000) ordinary shares of Rs. 10/- each		9,300,000	9,300,000
Issued, subscribed and paid-up capital			
700,200,000 (2024: 700,200,000) ordinary shares of Rs.10/- each		7,002,000	7,002,000
Capital reserves			
Share premium		2,470,722	2,470,722
Reserve for investment in subsidiaries		3,259,000	3,259,000
Revaluation surplus on property, plant and equipment		3,479,157	3,505,136
Revenue reserves			
Accumulated loss / unappropriated profits		233,367	(28,903)
Exchange translation reserves		245	245
TOTAL SHAREHOLDERS' EQUITY			
		16,444,491	16,208,200
NON-CONTROLLING INTEREST			
		3,551,665	3,707,543
		19,996,156	19,915,743
NON-CURRENT LIABILITIES			
Long-term financing - secured		3,333,532	3,545,420
Deferred income - government grant		871,482	909,519
Deferred taxation - net		3,809,017	3,780,195
Staff retirement benefits		201,462	178,665
Suppliers' credit		-	2,235,642
Lease liabilities		16,017	18,013
		8,231,510	10,667,454
CURRENT LIABILITIES			
Trade and other payables		7,184,424	8,560,158
Contract liabilities		328,775	261,805
Short-term borrowings - secured		7,848,930	5,651,785
Current portion of long-term financing - secured		298,797	303,474
Current portion of deferred income - government grant		23,691	23,691
Current portion of lease liabilities		525	622
Suppliers' credit		2,279,874	-
Taxation - net		-	102,060
Accrued mark-up		357,858	260,785
		18,322,874	15,164,380
TOTAL LIABILITIES			
		26,554,385	25,831,834
CONTINGENCIES AND COMMITMENTS			
TOTAL EQUITY AND LIABILITIES			
		46,550,541	45,747,577

The annexed notes from 1 to 16 form an integral part of these condensed consolidated interim financial information.

  
Naveed Godil  
Chief Executive

  
Saad Amanullah Khan  
Director & Chairman

  
Mohsin Anwer  
Chief Financial Officer

## CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE PERIOD ENDED SEPTEMBER 30, 2024 (UN-AUDITED)

			(Restated)
		September 30, 2024	September 30, 2023
Note		(Rupees In '000)	
Revenue from contracts with customers	11	7,636,046	5,157,672
Cost of sales		(6,659,822)	(3,859,715)
<b>Gross profit</b>		<b>976,224</b>	<b>1,297,957</b>
Selling and distribution expenses		(135,068)	(71,109)
Administrative expenses		(155,476)	(103,182)
Other operating (expenses) / income		(42,488)	29,642
		(333,032)	(144,649)
Other income		95,308	21,955
<b>Operating profit</b>		<b>738,500</b>	<b>1,175,263</b>
Finance costs		(586,433)	(372,470)
<b>Profit before levies and income tax</b>		<b>152,067</b>	<b>802,793</b>
Levies - final tax		(25,223)	(159)
<b>Profit before income tax</b>		<b>126,844</b>	<b>802,634</b>
Income tax expense	12		
- Current		(17,610)	(227,185)
- Deferred		(28,821)	17,191
		(46,431)	(209,994)
<b>Net profit for the period after taxation</b>		<b>80,413</b>	<b>592,640</b>
Other comprehensive income		-	-
<b>Total comprehensive income for the period</b>		<b>80,413</b>	<b>592,640</b>
<b>Profit attributable to:</b>			
- Owners of Holding Company		236,291	552,861
- Non-controlling interest (NCI)		(155,878)	39,779
		<b>80,413</b>	<b>592,640</b>
<b>Total comprehensive income attributable to:</b>			
- Owners of Holding Company		236,291	552,861
- Non-controlling interest (NCI)		(155,878)	39,779
		<b>80,413</b>	<b>592,640</b>
		----- Rupees -----	
<b>Earnings per share - basic and diluted</b>	13	<b>0.34</b>	<b>0.88</b>

The annexed notes from 1 to 16 form an integral part of these condensed consolidated interim financial information.

  
Naveed Godil  
Chief Executive

  
Saad Amanullah Khan  
Director & Chairman

  
Mohsin Anwer  
Chief Financial Officer



## CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED SEPTEMBER 30, 2024 (UN-AUDITED)

	Issued, subscribed and paid-up capital	Share Premium	Capital reserves	Reserves for investment in subsidiaries	Revaluation surplus on property, plant and equipment	Revenue reserves	Unappropriated profits / accumulated loss - restated	Exchange translation reserves	Non-controlling interest - restated	Total
------(Rupees '000)-----										
Balance as at July 01, 2023 - restated	6,300,945	1,487,566	-	-	1,642,280	3,138,416	-	-	3,183,774	15,752,981
Profit for the period	-	-	-	-	-	552,861	-	-	39,779	592,640
Other comprehensive income / (loss) for the period	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	552,861	-	-	39,779	592,640
Advance against future issuance of shares - Petpak Films (Private) Limited	-	-	-	-	-	-	-	-	100,000	100,000
Transferred from revaluation surplus on property, plant and equipment on account of incremental depreciation - net of tax	-	-	-	-	(25,979)	25,979	-	-	-	-
Transferred from unappropriated profits to reserve for investment in subsidiaries	-	-	-	3,259,000	-	(3,259,000)	-	-	-	-
Balance as at September 30, 2023	6,300,945	1,487,566	3,259,000	-	1,616,301	458,256	-	-	3,323,553	16,445,621
Balance as at July 01, 2024	7,002,000	2,470,722	3,259,000	-	3,505,136	(28,903)	245	245	3,707,543	19,915,743
Profit / (loss) for the period	-	-	-	-	-	236,291	-	-	(155,878)	80,413
Other comprehensive income / (loss) for the period	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	236,291	-	-	(155,878)	80,413
Transferred from revaluation surplus on property, plant and equipment on account of incremental depreciation - net of tax	-	-	-	-	(25,979)	25,979	-	-	-	-
Balance as at September 30, 2024	7,002,000	2,470,722	3,259,000	-	3,479,157	233,367	245	245	3,551,665	19,996,156

The annexed notes from 1 to 16 form an integral part of these condensed consolidated interim financial information.

  
Naveed Godil  
Chief Executive

  
Saad Amanullah Khan  
Director & Chairman  
Board Audit Committee

  
Mohsin Anwer  
Chief Financial Officer

# CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED SEPTEMBER 30, 2024 (UN-AUDITED)

	September 2024	September 2023
	(Rupees In '000)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before levies and income tax	152,067	802,793
<b>Adjustments for non-cash charges and other items:</b>		
Depreciation on property, plant and equipment	308,031	108,350
Amortisation on intangible asset	1,759	1,706
Depreciation on right-of-use assets	2,193	3,492
Unrealized exchange loss / (gain)	18,437	(213,040)
Return on PLS savings accounts	(8,977)	(6,598)
Provision for gratuity	23,609	12,349
Amortization of deferred income	(38,035)	330
Finance costs	586,433	372,470
	893,450	279,059
<b>Working capital changes</b>		
<b>(Increase) / decrease in current assets</b>		
Stores, spares and consumables	(166,853)	(23,139)
Stock-in-trade	(57,022)	74,980
Trade receivables	(171,886)	(336,361)
Trade deposits and short-term prepayments	(45,239)	(55,679)
Loans and advances	(111,469)	(118,410)
Other receivables	51,222	-
Sales tax refundable	(67,956)	44,908
Margin against bank guarantee	-	(67,446)
	(569,203)	(481,147)
<b>Increase / (decrease) in current liabilities</b>		
Trade and other payables	(1,394,171)	841,858
Contract liabilities	66,970	125,481
	(1,327,201)	967,339
<b>Cash generated from operations</b>	(850,887)	1,568,044
Long-term deposits	-	(46,300)
Income tax and levies paid	(277,469)	(228,806)
Staff retirement benefits paid	(813)	(1,985)
Finance costs paid	(444,582)	(215,043)
<b>Net cash generated from operating activities</b>	(1,573,751)	1,075,910
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Payment for acquisition of property, plant and equipment	(225,447)	(3,502,526)
Short term investment encashed	-	93,000
Payment for acquisition of intangible assets	(3,455)	-
Return on PLS savings accounts	8,977	6,598
<b>Net cash used in investing activities</b>	(219,925)	(3,402,928)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Lease rentals paid	(2,637)	(2,489)
Receipt against issue of shares to non-controlling interest	-	100,000
Proceeds from long-term financing	-	1,141,304
Repayment of long-term financing	(216,565)	(1,755)
Receipt of short term borrowings - net	2,197,145	1,003,909
<b>Net cash used in from financing activities</b>	1,977,943	2,240,969
<b>Net increase / (decrease) in cash and cash equivalents</b>	184,267	(86,049)
<b>Cash and cash equivalents at the beginning of the period</b>	245,918	240,144
<b>Cash and cash equivalents at the end of the period</b>	430,185	154,095

The annexed notes from 1 to 16 form an integral part of these condensed consolidated interim financial information.

  
Naveed Godil  
Chief Executive

  
Saad Amanullah Khan  
Director & Chairman  
Board Audit Committee

  
Mohsin Anwer  
Chief Financial Officer

# NOTES TO AND FORMING PART OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE PERIOD ENDED SEPTEMBER 30, 2024 (UN-AUDITED)

## 1 THE GROUP AND ITS OPERATIONS

- 1.1 The Group consists of International Packaging Films Limited (the Holding Company), its wholly owned subsidiaries namely Cast Packaging Films (Private) Limited and Global Packaging Films (Private) Limited, its 52% owned subsidiary namely PETPAK Films (Private) Limited, its 52% indirectly owned subsidiary PETPAK Plus (Private) Limited and its wholly owned foreign subsidiary namely IPAK Connect Packaging Materials Trading - FZCO [together referred to as "the Group" and individually as "Group entities"].
- 1.2 The Holding Company was incorporated in Pakistan as a private limited company under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) on October 2, 2015. On June 11, 2021, the Holding Company's status was converted into a public limited company, and it was subsequently listed on the Pakistan Stock Exchange Limited on June 3, 2024. The Holding Company is principally engaged in the manufacturing and sale of flexible packaging materials mainly comprising of BOPP (Biaxially-oriented Polypropylene) films and allied products. It commenced its commercial operations effective in September 2017.

The geographical locations and addresses of the Holding Company's business units, including plants are as under:

- The registered office of the Company is situated at 40-L-1, P.E.C.H.S., Block 6, near Jason Trade Centre, Karachi, Sindh.
- The manufacturing plant of the Holding Company is situated at IPAK Plant, Manga Chowk, Raiwind, Bypass road, Raiwind district, Lahore, Punjab.

- 1.3 Cast Packaging Films (Private) Limited (CPAK) was incorporated in Pakistan as a private limited company under the Companies Act, 2017 on April 01, 2020. It is principally engaged in the manufacturing and sale of flexible packaging materials mainly comprising of CPP (Cast Polypropylene) film and its allied products. It commenced its commercial operations effective in April 2021.

The geographical locations and addresses of the Subsidiary Company's business units, including plants are as under:

- The registered office of the Subsidiary Company is situated at 40-L-1, P.E.C.H.S., Block 6, near Jason Trade Centre, Karachi, Sindh.
- The manufacturing plant of the Subsidiary Company is situated at Kharsa No. 557 and 563, Qita No. 7 and 13, 3.5 KM, Manga Bypass Road, Raiwand, Lahore.

- 1.4 Global Packaging Films (Private) Limited (GPAK) was incorporated in Pakistan as a private limited company under the Companies Act, 2017 on January 15, 2021. It is principally engaged in the manufacturing and sale of flexible packaging materials mainly comprising of BOPP (Biaxially-oriented Polypropylene) films and its allied products. It commenced its commercial operations effective in June 2024.

The geographical locations and addresses of the Subsidiary Company's business units, including plants are as under:

- The registered office of the Subsidiary Company is situated at 40-L-1, P.E.C.H.S., Block 6, near Jason Trade Centre, Karachi, Sindh.
- The manufacturing plant of the Subsidiary Company is situated at Plot No. 5D - 9D, Quaid-e-Azam Business Park, Sheikhpura, Punjab.

- 1.5 PETPAK Films (Private) Limited (the Company) is incorporated in Pakistan as a private limited company under the Companies Act, 2017 on September 21, 2020. The Company is principally engaged in the manufacturing and sale of flexible packaging materials mainly comprising of BO-PET (biaxially-oriented polyethylene terephthalate) films and allied products of PET Packaging. It commenced its commercial operations effective in February 2024.

The geographical locations and addresses of the Subsidiary Company's business units, including plants are as under:

- The registered office of the Subsidiary Company is situated at 40-L-1, P.E.C.H.S., Block 6, near Jason Trade Centre, Karachi, Sindh.
- The manufacturing plant of the Subsidiary Company is situated at Plot No. 1D - 4D, Quaid-e-Azam Business Park, Sheikhpura, Punjab.

- 1.6 PETPAK Plus (Private) Limited (PPPAK) is a 52% indirectly owned subsidiary through PETPAK Films (Private) Limited and was incorporated in Pakistan as a private limited company under the Companies Act, 2017 on October 05, 2020. The Board of Directors of the subsidiary company have approved to dissolve the Company and filed an application under Companies (Easy Exit) Regulation, 2014 with Securities and Exchange Commission of Pakistan (SECP) to strike off the name of the subsidiary company from the register of the Companies under section 426 of the Companies Act, 2017.

- The registered office of the Subsidiary Company is situated at 40-L-1, P.E.C.H.S., Block 6, near Jason Trade Centre, Karachi, Sindh.

- 1.7 IPAK Connect Packaging Materials Trading - FZCO was incorporated in Dubai Economic Integrated Zones, Dubai, United Arab Emirates on January 10, 2024. It is principally engaged in the trading of flexible packaging materials and its allied products trading under the license no. 40083. Its registered office and sales office is situated at Building A2, Dubai Digital Park, Silicon Oasis, Dubai.

## 2 BASIS OF PREPARATION

### 2.1 Statement of compliance

These condensed consolidated interim financial information has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34, Interim Financial Reporting and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed.

The condensed consolidated interim financial information should be read in conjunction with the financial statements for the year ended June 30, 2024.



## 2.2 Basis of measurement

These condensed consolidated financial statements have been prepared under the historical cost convention unless otherwise specifically stated.

## 2.3 Functional and presentation currency

These condensed consolidated financial statements have been presented in Pakistani rupee, which is the Group's functional and presentation currency.

## 2.4 Basis of consolidation

### i) Subsidiaries

Subsidiaries are all entities over which the Group has the power to govern the financial and operating policies generally accompanying a shareholding of more than 50% of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group controls another entity. Further, the Group also considers whether:

- it has power to direct the activities of the subsidiaries;
- is exposed to variable returns from the subsidiaries; and
- decision-making power allows the Group to affect its variable returns from the subsidiaries.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are derecognised from the date the control ceases. These consolidated financial statements include International Packaging Films Limited (the Holding Company) and all companies which it directly or indirectly controls, beneficially owns or holds more than 50% of the voting securities or otherwise has power to elect and appoint more than 50% of its directors (the Subsidiaries).

The financial statements of the Subsidiaries have been consolidated on a line-by-line basis. Inter-company transactions, balances, income and expenses on transactions between group companies are eliminated. Profits and losses (unrealised) are also eliminated. Subsidiaries have same reporting period as that of the Group. The accounting policies of subsidiaries have been changed to conform with accounting policies of the Group, wherever needed.

Where the ownership of a subsidiary is less than 100% and therefore, a non controlling interest (NCI) exists, the NCI is allocated its share of the total comprehensive income of the period, even if that results in a deficit balance.

### ii) Transactions and non-controlling interests

The Group treats transactions with non-controlling interests that do not result in loss of control as transactions with equity owners of the Group. The difference between fair value of any consideration paid and the relevant share acquired of the carrying value of net assets of a subsidiary is recorded in equity. Gains or losses on disposals to non-controlling interests are also recorded in equity.

## 3 ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of this condensed consolidated interim financial information are the same as those applied in the preparation of the financial statements for the year ended June 30, 2024.

### 3.1 Restatement

During the year, the Institute of Chartered Accountants of Pakistan (ICAP) has withdrawn the Technical Release 27 "IAS 12, Income Taxes (Revised 2012)" and issued guidance - "IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes". The said guidance requires certain amounts of tax paid under minimum (which is not adjustable against future income tax liability) and final tax regime to be shown separately as a levy instead of showing it in current tax.

Accordingly, the impact has been incorporated in these condensed consolidated interim financial statements retrospectively in accordance with the requirement of International Accounting Standard (IAS 8) — 'Accounting Policies, Change in Accounting Estimates and Errors'. There has been no effect on the consolidated statement of financial position, consolidated statement of cash flows and earnings per share as a result of this change.

	For the period ended September 30, 2024			For the period ended September 30, 2023		
	Had there been no change in accounting policy	Impact of change in accounting policy	After incorporating effects of change in accounting policy	Had there been no change in accounting policy	Impact of change in accounting policy	After incorporating effects of change in accounting policy
----- Rupees in '000 -----						
Effect on consolidated statement of profit or loss						
Levies	-	(25,223)	(25,223)	-	(159)	(159)
Profit before income tax	152,067	(25,223)	126,844	802,793	(159)	802,634
Income tax expense	(71,654)	25,223	(46,431)	(210,153)	159	(209,994)

## 4 SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of consolidated financial statements in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Judgements and estimates made by the management in the preparation of these condensed consolidated interim financial statements are the same as those that were applied to annual audited financial statements for the year ended June 30, 2024.

	Note	(Un-audited) September 30, 2024	(Audited) June 30, 2024
(Rupees In '000)			
<b>5 PROPERTY, PLANT AND EQUIPMENT</b>			
Operating fixed assets	5.1	29,446,443	29,723,045
Capital work-in-progress		3,468,289	3,274,271
		<b>32,914,732</b>	<b>32,997,316</b>

5.1 Additions and disposals to operating fixed assets during the period are as follows:

	Additions/Transfers from CWIP (at cost)		Disposals/Transfers (at net book value)	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
(Rupees In '000)				
Buildings on free hold Land	1,359	2,852	-	-
Plant and Machinery	19,364	468	-	-
Office and other equipments	3,790	6,735	-	-
Furniture and Fittings	-	9,212	-	-
Motor vehicles	6,916	-	-	-
	<b>31,429</b>	<b>19,267</b>	<b>-</b>	<b>-</b>

	Note	(Un-audited) September 30, 2024	(Audited) June 30, 2024
(Rupees In '000)			
<b>6 RIGHT-OF-USE ASSETS</b>			
Balance as at July 01		12,247	36,671
Modification during the period		-	(13,083)
Depreciation charge for the period		(2,193)	(11,341)
Net book value		<b>10,054</b>	<b>12,247</b>

<b>7 STORES, SPARES AND CONSUMABLES</b>			
Lubricants		12,482	19,118
Fuel		10,719	11,557
Spare parts and consumables		479,127	304,800
		<b>502,328</b>	<b>335,475</b>

<b>8 STOCK-IN-TRADE</b>			
Raw material			
- In hand		1,491,667	1,607,792
- In transit		1,114,208	1,176,656
		<b>2,605,875</b>	<b>2,784,448</b>
Work-in-process		951,561	706,684
Finished goods			
- In hand		294,554	437,852
- In transit		654,352	560,025
Packaging materials		103,702	64,013
		<b>2,004,169</b>	<b>1,768,574</b>
Less: provision for net realisable value		(20,782)	(20,782)
		<b>4,589,262</b>	<b>4,532,240</b>

<b>9 SHORT-TERM BORROWINGS - secured</b>			
Islamic			
Short-term borrowings under Musawammah Facility	9.1	3,483,119	2,905,726
Short-term borrowings under Tijarah Facility	9.2	1,531,007	1,059,250
Short-term borrowings under Murabaha Facility	9.5 & 9.8	409,285	96,368
Short-term borrowings under Istisna Finance	9.4, 9.6 & 9.7	2,126,700	1,369,500
Short-term borrowings under Running Musharakah	9.3	298,819	220,941
		<b>7,848,930</b>	<b>5,651,785</b>

9.1 This represents Musawammah facility obtained from commercial banks, having limit of Rs. 5,100 million (2024: Rs. 4,800 million) out of which Rs. 1,616.83 million (2024: Rs. 1,894.27 million) remains unutilised for Musawammah facility at the reporting date. The rates of mark-up on these facilities range from 3 months KIBOR + 0.75% to 6 months KIBOR + 0.75% per annum (2024: 3 months KIBOR + 0.75% to 6 months KIBOR + 1%) per annum.

9.2 This represents Tijarah facility obtained from commercial banks, having limit of Rs. 1,600 million (2024: Rs. 1,600 million) out of which Rs. 68.99 million (2024: 540.75 million) remains unutilised for Tijarah Finance at the reporting date. The rates of mark-up on these facilities range from 3 months KIBOR + 0.5% to 6 months KIBOR + 1% per annum (2024: 3 months KIBOR + 0.75%) per annum.

9.3 This represents a Running Musharakah facility having limit of Rs. 300 million (2024: Rs. 300 million) out of which Rs. 1.18 million (2024: 79.06 million) remains unutilised at the reporting date. The rate of mark-up on this facility is 3 months KIBOR + 1% (2024: 3 months KIBOR + 1%) per annum.

9.4 Represents Istisna Finance obtained by subsidiary company - Cast Packaging Films (Private) Limited, from a commercial bank, having a limit of Rs. 1,375 million (2024: Rs.1,375 million) out of which Rs. 201.30 million (2024: Rs. 405.5 million) remains unutilised for Istisna Finance at the reporting date. These facilities carry mark-up of 3 month's KIBOR + 0.75% per annum (2024: 3 month's KIBOR + 0.75%) and is repayable within 120 days from the disbursement date.

9.5 This represents Murabaha facility obtained by subsidiary company - Global Packaging Films (Private) Limited, from commercial bank, having limit of Rs. 189 million (2024: 189 million) out of which Rs. 39.20 million (2024: 92.63 million) remains unutilized for Murabaha facility at the reporting date. The rate of mark-up on this facility is 6 months KIBOR + 0.75% per annum (2024: 6 months KIBOR + 0.75% per annum).

- 9.6 This represents Istisna Finance obtained by subsidiary company - Global Packaging Films (Private) Limited, from a commercial bank, having a limit of Rs. 356 million (2024: Rs. Nil million) out of which Rs. Nil million (2024: Rs. Nil million) remains unutilised for Istisna Finance at the reporting date. These facilities carry mark-up of 3 month's KIBOR + 0.75% per annum (2024: Nil) and is repayable within 30 days from the disbursement date.
- 9.7 Represents Istisna Finance obtained by subsidiary company - Petpak Films (Private) Limited, from commercial banks, having a limit of Rs. 600 million (2024: 400 million) which were fully utilized at the reporting date. These facilities carry mark-up of KIBOR + 0.75% per annum (2024: Nil) and is repayable within 120-180 days from the disbursement date.
- 9.8 This represents Murabaha facility obtained by subsidiary company - Petpak Films (Private) Limited, from commercial bank, having limit of Rs. 400 million (2024: Nil million) out of which Rs. 140.52 million (2024: Nil million) remains unutilized for Murabaha facility at the reporting date. The rate of mark-up on this facility is 6 months KIBOR + 0.75% per annum (2024: NIL).

## 10 CONTINGENCIES AND COMMITMENTS

Contingencies:

As of the reporting date, there are no contingencies to report.

Commitments:

Commitments under letter of credits for raw material and plant and machinery as at September 30, 2024 amounted to Rs. 6,698 million (2024: Rs. 4,644 million).

The facilities for opening letters of credit and guarantees issued from banks as at September 30, 2024 amounted to Rs. 10,564 million (2024: Rs. 9,664 million) and Rs. 1,431 million (2024: Rs. 1,264 million) respectively, of which the utilised balance at period end amounted to Rs. 6,698 million (2024: Rs. 5,384 million) and Rs. 1,237 million (2024: Rs. 1,157 million) respectively.

## 11 REVENUE FROM CONTRACTS WITH CUSTOMERS

Local sales

Export sales

Less: Sales tax

Sales return

(Un-Audited)	
September 30, 2024	September 30, 2023
(Rupees In '000)	
7,161,027	6,100,516
1,602,967	9,762
8,763,994	6,110,278
(1,117,936)	(951,759)
(10,012)	(847)
7,636,046	5,157,672

## 12 TAXATION

- 12.1 The returns of income tax have been filed up to and including tax year 2023, which is deemed assessed u/s 120 of the Income Tax Ordinance, 2001 (the Ordinance).
- 12.2 The company has challenged the vires of amendment before the Islamabad High Court (IHC) concerning to the chargeability of super tax on high earning persons through Finance Act, 2023 for the tax year 2023 and onwards. In accordance with the said amendment, the rate of super tax increased from 4% to 10% for tax year 2023 and onwards to all sectors having income more than Rs. 500 million in addition to the corporate tax at the rate of 29%.

In response, the Islamabad High Court (IHC) issued an interim relief order (W.P. No. 4305/2023) dated December 18, 2023, directing that no super tax at the enhanced rate will be recovered from the petitioners until the final disposal of the case. The court instructed that the petitioners should continue to pay super tax at the pre-amendment rate of 4%. In compliance with IHC order, the company has discharged its super tax liability for the tax year 2023 by paying Rs. 113.381 million, which represents the 4% super tax rate (pre-amendment rate).

Keeping in view the above, the management, as a matter of prudence, has provided full tax expense on account of super tax amounting to Rs. 185.19 million being 10% of the income chargeable to super tax for the tax year 2024.

(Un-Audited)	
September 30, 2024	September 30, 2023
(Rupees In '000)	

## 13 EARNINGS PER SHARE

Profit for the period attributable to owners of the Holding Company

Weighted average number of ordinary shares in issue

Earnings per share - basic and diluted

236,291	552,861
700,200,000	630,094,545
0.34	0.88

## 14 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of the associated undertakings, directors of the group entities and key management personnel. The group entities continue to follow a policy whereby transactions with related parties are entered into at commercial terms and at rate agreed under a contract / arrangement / agreement. Remuneration of key management personnel are in accordance with their terms of engagements.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the respective group entities. The Group entities considers their Chief Executive Officer, Chief Financial Officer, Company Secretary, non-executive directors and departmental heads to be their key management personnel. There are no transactions with key management personnel other than their terms of employment / entitlement.



## Transactions with related parties

### Associated companies

Sales

Receipts against sales

Purchase

Payment against purchases

### Key management personnel

Remuneration

### Non-executive directors

Directors' fee

(Un-Audited)  
September 2024      September 2023  
(Rupees In '000)

Sales	603,317	799,155
Receipts against sales	558,376	703,690
Purchase	602	-
Payment against purchases	-	-
Remuneration	46,089	37,034
Directors' fee	5,820	3,600

(Un-Audited)  
September 2024      September 2023  
Metric Tonnes

## 15 PLANT CAPACITY AND ACTUAL PRODUCTION

Nameplate capacity available during the period

Actual production of the group

Nameplate capacity available during the period	38,165	12,815
Actual production of the group	15,084	9,107

## 16 DATE OF AUTHORISATION FOR ISSUE

These consolidated financial statements were approved and authorised for issue by the Board of Directors of the Holding Company on October 23, 2024.

  
**Naveed Godil**  
Chief Executive

  
**Saad Amanullah Khan**  
Director & Chairman  
Board Audit Committee

  
**Mohsin Anwer**  
Chief Financial Officer

## ڈائریکٹرز کا جائزہ رپورٹ

### 30 ستمبر 2024 کو ختم ہونے والی سہ ماہی کے لیے

ڈائریکٹرز کو یہ خوشی ہے کہ وہ 03 ستمبر 2024 کو ختم ہونے والی پہلی سہ ماہی کے لیے غیر تصدیق شدہ مختصر مدت کے مالی بیانات (اسٹینڈ لون اور کنسولیڈیٹڈ) کے ساتھ اپنا جائزہ رپورٹ پیش کر رہے ہیں۔

#### مالی کارکردگی

اسٹینڈ لون		کنسولیڈیٹڈ	
ستمبر کو ختم ہونے والی سہ ماہی			
2023	2024	2023	2024
--- ملین روپوں میں ---			

سیلز	7,636	5,158	3,427	4,187
گراس منافع	976	1,298	430	1,066
آپریٹنگ منافع	738	1,175	394	869
فنانس پر خرچہ	(586)	(372)	(381)	(331)
ٹیکس اور لیویز سے پہلے منافع	152	803	13	538
مدت کے لیے خالص منافع	80	593	10	332
منافع کا انتساب				
- (آئی پاک) ولڈنگ کمپنی	236	553		
- (پی پاک) اقلیتی شیئر ہولڈرز	( 156)	40		
(روپے میں) فی شیئر آمدنی	0.34	0.88	0.01	0.53

رپورٹنگ مدت کے دوران، ہماری سیلز حجم میں معمولی اضافہ ہوا کیونکہ ہم تقریباً مکمل صلاحیت پر کام جاری رکھے ہوئے ہیں۔ تاہم، سیلز مکس کی تبدیلی اور اوسط فروخت کی قیمت میں کمی کے باعث ہماری سیلز ویلیو میں ۸۱٪ کمی واقع ہوئی ہے۔ مارکیٹ میں ہماری موجودگی بڑھانے کی حکمت عملی کے تحت، کمپنی نے اپنے برآمدی پورٹ فولیو کو وسعت دینے کا فیصلہ کیا ہے۔ اگرچہ اس سے نئی ترقی کے مواقع پیدا ہوتے ہیں، لیکن برآمدی فروخت کے مارجن عام طور پر ملکی فروخت کے مقابلے میں کم ہوتے ہیں، جس کی وجہ سے اس دوران ہمارے مجموعی مارجن میں کمی آئی ہے۔

گروپ کی فروخت میں ۸۴٪ اضافہ ہمارے کنسولیڈیٹڈ مالی بیانات میں ظاہر ہوتا ہے، جو دو نئی ذیلی کمپنیوں کی کامیاب کمیشننگ سے منسوب ہے: ۲۵٪ ملکیت والی پیٹ پیک فلمز (پرائیویٹ) لمیٹڈ (پی پاک) اور مکمل ملکیت والی گلوبل پیکیجنگ فلمز (پرائیویٹ) لمیٹڈ (جی پاک)۔ جبکہ کاسٹ پیکیجنگ فلمز (پرائیویٹ) لمیٹڈ (سی پاک)، جو ایک اور مکمل ملکیت والی ذیلی کمپنی ہے، کی فروخت کی کارکردگی پچھلے سال کے مقابلے میں مستحکم رہی ہے۔ سی پاک اور جی پاک دونوں نے مثبت نتائج حاصل کیے ہیں، جو ان کی مؤثر آپریشنل حکمت عملیوں اور مارکیٹ میں پوزیشننگ کا مظہر ہیں۔ پی پاک نے اپنی آپریشنز کی دوسری سہ ماہی میں خالص نقصان اٹھایا ہے۔ حالیہ بوپیٹ کی قیمتوں میں اضافے اور پیداواری حجم میں اضافے سے توقع کی جا رہی ہے کہ پی پاک کی مالی کارکردگی میں بہتری آئے گی۔

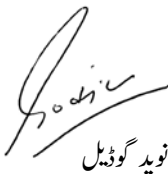
#### مستقبل کی توقعات

ہمارے نئی کمیشن کردہ ذیلی کمپنیوں، پیٹ پیک فلمز (پرائیویٹ) لمیٹڈ (پی پاک) اور گلوبل پیکیجنگ فلمز (پرائیویٹ) لمیٹڈ (جی پاک) کی کامیاب لانچ نے ترقی کے لیے ایک مضبوط بنیاد فراہم کی ہے۔ ہم ملکی اور برآمدی دونوں مارکیٹوں میں ترقی کی کوششوں پر توجہ مرکوز کیے ہوئے ہیں۔ ساتھ ہی ہم سیلز مکس کو بہتر بنانے کی کوششیں بھی کریں گے۔ ہماری حکمت عملی گروپ کی صلاحیتوں اور ٹیکنالوجیز کے بہترین استعمال پر مبنی ہے تاکہ تمام ہم آہنگیوں کا فائدہ اٹھایا جاسکے۔ یہ تمام کوششیں آپریشنل اور مالی کارکردگی کو بہتر کریں گی۔ یہ کہنا بے جا نہ ہوگا کہ آئی پاک ملک کا واحد گروپ ہے جو سب سے زیادہ استعمال ہونے والی پیکیجنگ فلموں کی تینوں اقسام فراہم کرتا ہے۔ یہ ایک اہم مسابقتی فائدہ ہے جو ہماری پہلے سے مضبوط صارف بنیاد کو مزید مستحکم اور وسعت دے گا۔

ہم جدیدیت اور مسلسل بہتری کے کلچر کو فروغ دینے کے لیے پرعزم ہیں، جو ہمیں ابھرتے ہوئے مواقع سے فائدہ اٹھانے اور خطرات کو مؤثر طریقے سے سنبھالنے کے قابل بنائے گا۔

ہم اپنے اسٹیک ہولڈرز کے مسلسل تعاون کو سراہتے ہیں، کیونکہ ہم پائیدار ترقی اور منافع کے حصول کے لیے انتھک محنت کر رہے ہیں۔ ہماری توجہ ایک مضبوط اور قابل موافق کاروباری ماڈل بنانے پر مرکوز ہے، جو نہ صرف ہمارے صارفین کی ضروریات کو پورا کرے، بلکہ ہمارے سرمایہ کاروں کو طویل مدتی قدر بھی فراہم کرے۔

ڈائریکٹرز کے بورڈ کی جانب سے



نوید گوڈیل

چیف ایگزیکٹو آفیسر

23 اکتوبر 2024



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