



PANTHER

HALF YEARLY REPORT
DECEMBER
2024



GRIP THE FUTURE

PANTHER TYRES





PANTHER

40 سال کا اعتماد



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OUR VISION

"TO BE THE LEADING AND INNOVATIVE TYRE COMPANY OF PAKISTAN, HELPING THE NATION TO ACHIEVE SPEED WITH SAFETY BY MOVING THE WHEELS OF ECONOMY TOWARDS SHARED GROWTH AND PROSPERITY OF ALL STAKEHOLDERS"



OUR MISSION

“TO ENABLE PEOPLE AND BUSINESSES TO REALIZE
THEIR FULL POTENTIAL AND MAXIMIZE VALUE TO ALL
STAKEHOLDERS”





PANTHER



PANTHER
OTR

ENGINEERED FOR THE
TOUGHEST JOBS

COMPANY INFORMATION

BOARD OF MANAGEMENT

CHAIRMAN

Mian Iftikhar Ahmed

EXECUTIVE DIRECTORS

Mian Faisal Iftikhar - CEO
Ms. Ayesha Iftikhar

INDEPENDENT DIRECTORS

Asad Sultan Chaudhary
Iqbal Ahmed Khan
Muhammad Junaid Ali

NON - EXECUTIVE DIRECTORS

Mian Iftikhar Ahmed - Chairman
Zahid Mahmud

AUDIT COMMITTEE MEMBERS

Asad Sultan Chaudhary - Chairman
Iqbal Ahmed Khan
Zahid Mahmud
Muhammad Junaid Ali
Mohsin Muzaffar Butt: Secretary of the Committee

HR & REMUNERATION COMMITTEE

Asad Sultan Chaudhary - Chairman
Iqbal Ahmed Khan
Mian Faisal Iftikhar
Mohsin Muzaffar Butt: Secretary of the Committee

RISK MANAGEMENT COMMITTEE

Mian Faisal Iftikhar - Chairman
Zahid Mahmud
Mohsin Muzaffar Butt: Secretary of the Committee

NOMINEE COMMITTEE

Mian Iftikhar Ahmed - Chairman
Mian Faisal Iftikhar
Mohsin Muzaffar Butt: Secretary of the Committee

CHIEF FINANCIAL OFFICER

Ghulam Abbas FCA FCMA

COMPANY SECRETARY

Mohsin Muzaffar Butt FCA CIA

HEAD OF INTERNAL AUDIT

Mohsin Muzaffar Butt FCA CIA

AUDITORS

KPMG Taseer Hadi & Co. Chartered Accountants

REGISTERED OFFICE

Panther House 97-B Aziz Avenue,
Gulberg 5, Canal bank Jail road,
Lahore-5400, Pakistan.
UAN: +42 111-554-444

SHARE REGISTRAR

Corplink (Private) Limited
Wings Arcade, 1-K, Commercial,
Model Town, Lahore.

FACTORY ADDRESS

29.5 KM Lahore Sheikhpura Road Sheikhpura

BANKERS

Al Baraka Bank (Pakistan) Limited
Allied Bank Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Islami Pakistan Limited
Dubai Islamic Bank (Pakistan) Limited
Faysal Bank Limited
Habib Metropolitan Bank Limited
Habib Bank Limited-Islamic Banking
JS Bank Limited
Meezan Bank Limited
National Bank of Pakistan
National Bank of Pakistan-Islamic Banking
Pak Oman Investment Company Limited
PAIR Investment Company Limited
Pak China Investment Company Limited
Standard Chartered Bank (Pakistan) Limited
Samba Bank Limited
Saudi Pak Industrial & Agricultural Investment Company Ltd.
United Bank Limited

WEBSITE

www.panther tyres.com



HEAD OFFICE



FACTORY

DIRECTORS' REVIEW REPORT

On behalf of the Board of Directors of the Company, we are pleased to present review of the financial statements and business operations of the Company for the half year ended December 31, 2024 along with review report of the auditors thereon.

MACRO ECONOMIC OVERVIEW

Pakistan's economy has maintained its positive momentum, with key indicators demonstrating significant improvement. The stability emanated from the combination of factors, including the implementation of supportive monetary policies, assistance from financial institutions, and initiation of structural reforms; GDP growth is projected to accelerate to 3.4% in FY25, up from 2.5% in the previous year. Furthermore, enhanced management of the external account, easing inflationary pressures, and an increase in non-debt foreign inflows are expected to further stimulate economic activity and contribute to sustainable growth.

OPERATIONAL PERFORMANCE

During the period under review, the Sales of the Company grew up by 9% from Rs.14,470 million to Rs.15,707 million. Although the Sales to OEMs remained under pressure, yet the Company managed to not only off-set the effect of the same but also was able to get decent net growth from exports and replacement market. This growth in sales could not be translated in higher gross profits due to the escalation in raw materials prices in international market. Resultantly, gross margins for the period slipped to 12.16% as against 15.57% reported during the same period last year. However, recovery of the margins was witnessed in the second quarter of the period where the gross margins showed the increasing trend at 12.84% as against 11.52% reported in 1st quarter ended on September 30, 2024. The improvement trend is expected to continue in the coming quarters as well.

The operating profits of the Company during the period under review stood at Rs.1,147 million which is slightly lower than that of Rs.1,256 million reported in same period last year. Selling and distribution expenses remained under control due to management's decision not to invest heavily on marketing campaigns, whereas financial charges for the period have increased from Rs.638 million to Rs.873 million mainly due to increase in utilization of working capital limits in order to support the growth in top line and business operations. Due to this increase in finance cost, the profit before income tax (minimum / final tax) for the current period slipped to Rs.275 million. Resultantly, the company has been able to post profit after tax of Rs.184 million as compared to profit of Rs.431 million earned during the same period last year.

During the period, the Company obtained long term loans of Rs.1,600 million to finance / re-finance the ongoing capital projects of the Company. The Current ratio at the period end remained slightly lower than the bench mark of 1:1; the management is cognizant of this effect and taking necessary measures to improve it further in near future.

FUTURE OUTLOOK

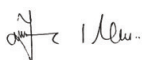
In the expected stable economic and political environment, the management maintains a positive outlook on the Company's prospects moving forward. Stable exchange rate, subsided inflation and substantial reduction in policy rates will together help the business to steer back to normalcy.

Acknowledging the recent business performance, management is closely monitoring economic variables and adapting strategies to restore margins. In this regard, the Company is closely looking at the opportunities to adjust sales prices to pass on the effect of cost escalations while ensuring that this doesn't hinder its growth. On the other hand, it is focusing on enhancing operational efficiencies, optimizing internal processes and better working capital management.

ACKNOWLEDGMENT

The Board takes this opportunity to express its gratitude towards the employees, customers, banks, suppliers and other stakeholders for the confidence and faith they have always reposed in the company.

For and on behalf of the Board



Mian Faisal Iftikhar
Chief Executive Officer



Mian Iftikhar Ahmed
Chairman

February 26, 2025
Lahore

ڈائریکٹرز جائزہ رپورٹ

بورڈ آف ڈائریکٹرز کی جانب سے ہمیں خوشی ہے کہ ہم آپ کے سامنے کمپنی کے مالیاتی بیانات اور کاروباری کارکردگی کا جائزہ پیش کر رہے ہیں جو 31 دسمبر 2024 کو ختم ہونے والے نصف مالی سال پر مشتمل ہے، نیز اس کے ساتھ ڈائریکٹرز کی جائزہ رپورٹ بھی شامل ہے۔

معاشی صورتحال کا جائزہ

پاکستان کی معیشت نے اپنی مثبت رفتار کو برقرار رکھا ہے اور اہم اشاریے نمایاں بہتری ظاہر کر رہے ہیں۔ یہ استحکام کئی عوامل کا نتیجہ ہے، جن میں معاون مالیاتی پالیسیوں کا نفاذ، مالیاتی اداروں کی معاونت، اور ساختی اصلاحات کا آغاز شامل ہے۔ مالی سال 2025 میں جی ڈی پی کی شرح نمو 3.4 فیصد تک بڑھنے کی توقع ہے جو گزشتہ سال 2.5 فیصد تھی۔ مزید برآں، بیرونی کھاتوں کے بہتر انتظام، مہنگائی میں کمی، اور غیر قرضہ جاتی غیر ملکی سرمائے کے اضافے کی بدولت اقتصادی سرگرمیوں میں مزید تیزی آئے گی اور پائیدار ترقی کو فروغ حاصل ہوگا۔

عملی کارکردگی

زیر جائزہ مدت کے دوران کمپنی کی فروخت میں 9 فیصد اضافہ ہوا، جو کہ 14,470 ملین روپے سے بڑھ کر 15,707 ملین روپے تک پہنچ گئی۔ اگرچہ OEMs (اورجنل ایکو پیمنٹ مینوفیکچررز) کو کی جانے والی فروخت دباؤ کا شکار رہی، تاہم کمپنی نے نہ صرف اس کے اثرات کو نازل کیا بلکہ برآمدات اور متبادل مارکیٹ سے معقول خالص نمو بھی حاصل کی۔ تاہم، عالمی منڈی میں خام مال کی قیمتوں میں اضافے کے باعث اس فروخت میں ہونے والا اضافہ زیادہ مجموعی منافع میں تبدیل نہ ہو سکا۔ جس کے نتیجے میں اس مدت کے دوران مجموعی مارجن کم ہو کر 12.16 فیصد تک ہو گیا جو کہ گزشتہ سال اسی مدت میں 15.57 فیصد تھا۔ تاہم، دوسرے ماہی مارجن میں بحالی دیکھی گئی، جہاں 12.84 فیصد تک پہنچ گیا، جو کہ پہلی سہ ماہی میں 11.52 فیصد تھا۔ اس بہتری کے رجحان کی آئندہ سہ ماہیوں میں بھی جاری رہنے کی توقع ہے۔

زیر جائزہ مدت میں کمپنی کا آپریٹنگ منافع 1,147 ملین روپے رہا، جو کہ گزشتہ سال اسی مدت کے 1,256 ملین روپے کے مقابلے میں قدرے کم ہے۔ سٹیز اور ڈسٹری بیوٹن اخراجات کنٹرول میں رہے کیونکہ انتظامیہ نے مارکیٹنگ مہمات پر زیادہ سرمایہ خرچ نہ کرنے کا فیصلہ کیا۔ تاہم، مالیاتی اخراجات 638 ملین روپے سے بڑھ کر 873 ملین روپے ہو گئے، جس کی بنیادی وجہ ورکنگ کپٹل کے زیادہ استعمال کے ذریعے کاروباری ترقی کو سہارا دینا تھا۔ مالیاتی اخراجات میں اضافے کے سبب، موجودہ مدت کے لیے قبل از ٹیکس (کم از کم) فائنل ٹیکس) منافع 275 ملین روپے تک کم ہو گیا۔ جس کے نتیجے میں کمپنی نے اس مدت کے دوران 184 ملین روپے کا خالص منافع حاصل کیا، جو کہ گزشتہ سال اسی مدت میں 431 ملین روپے تھا۔

اس مدت کے دوران، کمپنی نے جاری سرمایہ جاتی منصوبوں کی مالی معاونت کے لیے 1,600 ملین روپے کے طویل مدتی قرضے حاصل کیے۔ مدت کے اختتام پر کمپنی کا کرنٹ ریٹو معمولی طور پر 1:1 کے پیچھا مارک سے کم رہا، تاہم انتظامیہ اس صورتحال سے بخوبی آگاہ ہے اور اسے مزید بہتر بنانے کے لیے ضروری اقدامات کر رہی ہے۔

مستقبل کا جائزہ


متوقع طور پر مستحکم اقتصادی اور سیاسی ماحول میں، کمپنی کے مستقبل کے امکانات کے حوالے سے انتظامیہ مثبت نقطہ نظر رکھتی ہے۔ مستحکم زرمبادلہ کی شرح، مہنگائی میں کمی، اور پالیسی ریش میں نمایاں کمی سے کاروبار کو معمول پر لانے میں مدد ملے گی۔

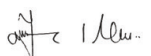
حالیہ کاروباری کارکردگی کو مد نظر رکھتے ہوئے، انتظامیہ اقتصادی اشاریوں پر گہری نظر رکھے ہوئے ہے اور مارجن کو بحال کرنے کے لیے حکمت عملی اپنا رہی ہے۔ اس ضمن میں، کمپنی لاگت میں اضافے کے اثرات کو صارفین تک منتقل کرنے کے لیے قیمتوں کے تعین میں ممکنہ ایڈجسٹمنٹ کے مواقع تلاش کر رہی ہے، جبکہ اس بات کو یقینی بنایا جا رہا ہے کہ یہ اس کی ترقی میں رکاوٹ نہ بنے۔ دوسری جانب، کمپنی اپنی عملی کارکردگی کو بہتر بنانے، داخلی نظام کو مزید موثر بنانے اور ورکنگ کپٹل کے بہتر انتظام پر توجہ مرکوز کیے ہوئے ہے۔

اظہار تشکر

بورڈ اس موقع پر کمپنی کے ملازمین، صارفین، بینکوں، سپلائرز اور دیگر تمام شراکت داروں کا شکریہ ادا کرتا ہے، جنہوں نے ہمیشہ کمپنی پر اعتماد اور یقین کا اظہار کیا ہے۔

بورڈ کی جانب سے


میاں افتخار احمد
چیئر مین


میاں فیصل افتخار
چیف ایگزیکٹو آفیسر

26 فروری 2025

RIDE FIERCE, RIDE FREE





KPMG Taseer Hadi & Co.
Chartered Accountants
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Servis House
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Lahore Pakistan

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Panther Tyres Limited

Report on review of Condensed Interim Financial Statements

Introduction

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

Scope of Review

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


Conclusion

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

Other Matter

The figures of the condensed interim statement of comprehensive income for the three months period ended 31 December 2024, have not been reviewed by us and we do not express a conclusion on them. The engagement partner on the engagement resulting in this independent auditor's report is M. Rehan Chughtai.

Lahore
Date: 28 February 2024
UDIN: RR202410183blJwupxmh

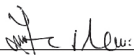

KPMG Taseer Hadi & Co.
Chartered Accountants

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2024

	Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
Rupees			
NON CURRENT ASSETS			
Property, plant and equipment	5	12,759,365,186	12,219,031,083
Right-of-use assets		29,792,602	53,564,895
Intangible assets		378,647	1,135,941
Long term advances and prepayments		42,418,509	32,402,143
Long term deposits		33,228,779	33,660,991
		12,865,183,723	12,339,795,053
CURRENT ASSETS			
Stores and spares		214,810,757	268,067,339
Stock in trade		5,421,318,457	5,839,060,139
Trade debts		3,872,012,864	3,750,533,860
Advances, deposits, prepayments and other receivables		358,031,496	309,138,662
Advance income tax-net		749,880,300	599,129,260
Short term investments		62,955,000	59,955,000
Cash and bank balances		692,483,791	471,841,940
		11,371,492,665	11,297,726,200
TOTAL ASSETS			
		24,236,676,388	23,637,521,253
EQUITY AND LIABILITIES			
Authorized Share Capital			
300,000,000 (30 June 2024: 300,000,000) ordinary shares of Rs.10/- each		3,000,000,000	3,000,000,000
Issued, subscribed and paid up capital			
168,000,000 (30 June 2024: 168,000,000) Ordinary shares of Rs. 10/- each		1,680,000,000	1,680,000,000
Share premium		1,294,433,658	1,294,433,658
Unappropriated profits		3,358,523,675	3,161,095,930
Shareholder's contribution - net of tax		63,637,522	63,637,522
Surplus on revaluation of property, plant and equipment-net of tax		1,210,564,253	1,223,369,722
		7,607,159,108	7,422,536,832
NON CURRENT LIABILITIES			
Long term loan and lease liabilities	6	3,021,327,269	1,933,303,212
Loan from director	7	770,000,000	770,000,000
Deferred grant		93,503,652	125,617,182
Deferred taxation		570,660,013	605,433,011
		4,455,490,934	3,434,353,405
CURRENT LIABILITIES			
Trade and other payables		3,115,346,117	3,641,137,178
Provisions		68,898,770	74,191,663
Current portion of long term loan and lease liabilities		1,281,537,744	991,005,682
Short term financing - secured	8	7,707,750,687	8,073,781,410
Unclaimed dividend		493,028	515,083
		12,174,026,346	12,780,631,016
TOTAL EQUITY AND LIABILITIES			
		24,236,676,388	23,637,521,253
CONTINGENCIES AND COMMITMENTS			
	9		

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR

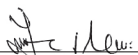

CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

FOR THE HALF YEAR ENDED DECEMBER 31, 2024

	Note	Six Months Period Ended		Three Months Period Ended	
		31 December 2024 (Un-audited) Rupees	31 December 2023 (Un-audited) Rupees	31 December 2024 (Un-audited) Rupees	31 December 2023 (Un-audited) Rupees
Revenue from contracts with customers - net	10	15,707,106,929	14,469,967,015	7,686,583,268	6,542,728,033
Cost of sales	11	(13,796,513,428)	(12,217,347,085)	(6,699,957,521)	(5,572,372,428)
Gross profit		1,910,593,501	2,252,619,930	986,625,747	970,355,605
Selling and distribution expenses		(552,666,864)	(696,361,278)	(282,118,302)	(330,853,166)
Administrative expenses		(228,846,732)	(182,556,660)	(111,174,739)	(66,616,502)
Other operating expenses		(20,685,553)	(133,637,880)	(17,921,828)	(95,697,289)
Other income		59,220,883	40,944,285	24,323,946	26,597,100
Impairment of financial assets		(20,000,000)	(25,000,000)	(20,000,000)	(25,000,000)
Profit from operations		1,147,615,235	1,256,008,397	579,734,824	478,785,748
Finance cost		(872,792,882)	(638,012,323)	(366,849,396)	(351,071,401)
Profit before income tax and minimum / final taxes		274,822,353	617,996,074	212,885,428	127,714,347
Minimum tax differential and final tax		(150,220,423)	(175,770,383)	(49,963,877)	(41,848,970)
Profit before income tax		124,601,930	442,225,691	162,921,551	85,865,377
Taxation		60,020,346	(11,270,321)	(46,484,329)	43,767,776
Profit after taxation		184,622,276	430,955,370	116,437,222	129,633,153
Other comprehensive income / (loss)					
Items not to be reclassified to profit or loss in subsequent periods:					
- Deferred tax on revaluation surplus due to change in tax rate		-	27,961,933	(7,214,349)	10,697,379
Total other comprehensive income / (loss)		-	27,961,933	(7,214,349)	10,697,379
Total comprehensive income		184,622,276	458,917,303	109,222,873	140,330,532
Earnings per share - Basic and diluted (Rs.)	12	1.10	2.57	0.69	0.78

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

CONDENSED INTERIM
STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED DECEMBER 31, 2024

CAPITAL RESERVE				REVENUE RESERVE	Total
Issued, subscribed and paid up capital	Share Premium	Surplus on property, plant and equipment- net of tax	Shareholder's contribution	"Unappropriated profit"	

Rupees

Balance as on 01 July 2023 (audited)	1,680,000,000	1,294,433,658	596,727,263	54,293,714	3,017,619,242	6,643,073,877
Profit for the period	-	-	-	-	430,955,370	430,955,370
Other comprehensive income	-	-	27,961,933	-	-	27,961,933
Total comprehensive income for the period	-	-	27,961,933	-	430,955,370	458,917,303
Transfer of incremental depreciation from surplus on revaluation of fixed assets - net of tax	-	-	(6,912,482)	-	6,912,482	-
Transactions with owners of the company, contributions						
Final dividend for the year ended 30 Jun 2023 at the rate of Rs.2 per share	-	-	-	-	(336,000,000)	(336,000,000)
Balance as at 31 Dec 2023 (un-audited)	1,680,000,000	1,294,433,658	617,776,714	54,293,714	3,119,487,094	6,765,991,180
Balance as on 01 July 2024 (audited)	1,680,000,000	1,294,433,658	1,223,369,722	63,637,522	3,161,095,930	7,422,536,832
Profit for the period	-	-	-	-	184,622,276	184,622,276
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	184,622,276	184,622,276
Transfer of incremental depreciation from surplus on revaluation of fixed assets - net of tax	-	-	(12,805,469)	-	12,805,469	-
Balance as at 31 Dec 2024 (un-audited)	1,680,000,000	1,294,433,658	1,210,564,253	63,637,522	3,358,523,675	7,607,159,108

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR

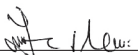

CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CASH FLOWS

FOR THE HALF YEAR ENDED DECEMBER 31, 2024

		Six Months Period Ended	
		December 31, 2024	December 31, 2023
		(Un-audited)	(Un-audited)
		Rupees	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before income tax		124,601,930	442,225,691
Adjustment for non cash charges and other items:			
Mark up on short term finances under mark-up arrangements		560,026,486	563,581,396
Mark-up on long term loans from financial institutions		284,720,489	34,927,620
Mark-up on lease liabilities - rented premises		6,824,166	9,205,495
Markup on WPPF loan		3,403,137	-
Depreciation on property, plant and equipment		318,324,104	212,361,057
Allowance for expected credit loss		20,000,000	25,000,000
Depreciation on right-of-use assets		4,965,434	7,896,073
WPPF provision		14,775,395	33,189,907
WWF provision		5,910,158	12,612,165
Provision for contribution to provident fund trust		18,629,795	15,561,748
Amortization		757,294	757,294
Gain on disposal of fixed assets		(31,978,223)	(11,584,013)
Income from TDR		(6,004,389)	-
		1,200,353,846	903,508,742
Operating profit before working capital change		1,324,955,776	1,345,734,433
Adjustment for working capital items			
Stores and spares		53,256,582	(50,536,182)
Stock in trade		417,741,682	(978,770,305)
Trade debtors		(141,479,004)	172,438,887
Advances, deposits, prepayments and other receivables		(48,892,834)	(69,272,899)
Trade payables and other payables		(504,460,813)	466,407,821
		(223,834,387)	(459,732,678)
Cash generated from operations		1,101,121,389	886,001,755
Contribution paid to provident fund trust		(17,783,998)	(15,163,123)
Workers profit participation fund paid		(51,557,628)	-
Interest received from TDR		6,004,389	-
Mark-up paid against borrowings		(970,160,666)	(406,426,477)
Income tax paid - net		(125,503,687)	(162,800,308)
Net cash (used in) / generated from operating activities	A	(57,880,201)	301,611,847
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(877,429,877)	(1,351,914,054)
Long term deposits		432,212	-
Long term receivables		(10,016,366)	4,421,198
Short term investments - net		(3,000,000)	-
Sale proceeds from disposal of property, plant and equipment		50,749,893	19,868,329
Net cash used in investing activities	B	(839,264,138)	(1,327,624,527)
CASH FLOW FROM FINANCING ACTIVITIES			
Long-term loans obtained from financial institutions		1,600,000,000	-
Long-term loans repaid to financial institutions		(262,920,323)	(216,779,303)
Short term running finance - net		(313,951,307)	1,895,532,063
Lease rentals paid		(12,000,000)	(15,213,230)
Dividend paid		(22,055)	(335,773,856)
Net cash generated from financing activities	C	1,011,106,315	1,327,765,674
NET INCREASE IN CASH AND CASH EQUIVALENTS	(A+B+C)	113,961,976	301,752,994
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD			
		(526,622,654)	(1,049,758,569)
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD			
	15	(412,660,678)	(748,005,576)

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED DECEMBER 31, 2024

1. THE COMPANY AND ITS OPERATIONS

The Company was incorporated as a private limited company under the Companies Act, 1913 and was converted into a public limited company with effect from 10 October 2003. The Company changed its name from Mian Tyre and Rubber Company Limited to Panther Tyres Limited on 25 October 2011. The Company was listed on Pakistan Stock Exchange on 22 February 2021. The Company is principally engaged in the manufacture and sale of tyres and tubes for vehicles.

Following are the business units of the Company along with their respective locations:

BUSINESS UNIT	LOCATION
Registered Office	Panther House, 97-B Aziz Avenue, Jail Road, Lahore
Production Plant	29.5 Km, Sheikhpura Road, Sheikhpura
Regional Office	4th Floor, Shafi Courts, Mereweather Road, Karachi

2. STATEMENT OF COMPLIANCE

2.1 These 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 Financial Reporting Standards (IFRS Standards) 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 provisions of and directives issued under the Companies Act, 2017 differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

- 2.2 The condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Company for the year ended 30 June 2024.
- 2.3 Comparative statement of financial position numbers are extracted from the annual audited financial statements of the Company for the year ended 30 June 2024, whereas comparative condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are stated from unaudited condensed interim financial information of the Company for the six months period ended 31 December 2023.
- 2.4 These condensed interim financial statements are unaudited and being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 and the Listing Regulations of the Pakistan Stock Exchange Limited.
- 2.5 The condensed interim financial statements have been prepared under the historical cost convention except for few items of property, plant and equipment which are carried under revaluation model. These financial statements are prepared in Pak Rupees, which is the functional currency of the Company. Figures have been rounded off to the nearest Pak Rupees.

3. MATERIAL ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are same as those applied in the preparation of the annual audited financial statements for the year ended 30 June 2024. During the period certain amendments to currently effective IFRS have become effective. However these have no significant impact on the condensed interim financial statements of the Company.

In addition to the above, following International Financial Reporting Standards (IFRS) as notified under the Companies Act, 2017 and the amendments and interpretations thereto effective for accounting periods beginning on or after 01 January 2025:

- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28)
- Lack of Exchangeability (amendments to IAS 21)
- Amendments to the Classification and Measurement of Financial Instruments
 - amendments to IFRS 9 Financial Instrument and IFRS 7 Financial Instrument Disclosure
- Annual improvement to IFRS Accounting Standards - Amendments to:
 - IFRS 1 First-time Adoption of International Financial Reporting Standards;
 - IFRS 7 Financial Instruments: Disclosures;
 - IFRS 9 Financial Instruments;
 - IFRS 10 Consolidated Financial Statements; and
 - IAS 7 Statement of Cash flows

The above amendments are not likely to have an impact on the Company's condensed interim financial statements.

4. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of condensed interim financial statements in conformity with approved accounting standards, as applicable in Pakistan, requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual audited financial statements of the Company for the year ended 30 June 2024.

5. PROPERTY, PLANT AND EQUIPMENT

	Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
		Rupees	
Operating fixed assets	5.1	9,732,052,323	9,948,981,691
Capital work-in-progress	5.2	3,027,312,863	2,270,049,392
		<u>12,759,365,186</u>	<u>12,219,031,083</u>
5.1 Opening book value		9,948,981,691	5,658,583,160
Additions during the period / year		120,166,406	4,051,170,798
Revaluation surplus arisen during period / year		-	725,716,726
Disposals - Written down value		(18,771,670)	(18,461,030)
Depreciation for the period / year		(318,324,104)	(468,027,963)
		<u>9,732,052,323</u>	<u>9,948,981,691</u>
5.2 Capital work-in-progress			
Opening balance		2,270,049,392	3,959,632,864
Additions during the period / year		850,534,028	2,111,164,704
Transfers during the period / year		(93,270,557)	(3,800,748,176)
		<u>3,027,312,863</u>	<u>2,270,049,392</u>

6 LONG-TERM LOAN AND LEASE LIABILITIES

	Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
Rupees			
Loan from financial institutions - secured	6.1	3,942,136,444	2,605,056,767
Accrued mark-up		61,032,338	49,678,993
		4,003,168,782	2,654,735,760
Less: Deferred grant		(150,253,375)	(190,194,582)
Less: Accrued mark-up shown under current liabilities		(61,032,338)	(49,678,993)
Less: Current portion shown under current liabilities		(821,980,422)	(559,790,516)
		(1,033,266,135)	(799,664,091)
Lease liabilities - rented premises	6.2	128,155,138	152,137,826
Less: Current maturity shown under current liabilities		(76,730,516)	(73,906,283)
		51,424,622	78,231,543
		3,021,327,269	1,933,303,212

6.1 These represent long term loans from financial institutions bearing mark up at the rates ranging from 2.75% per annum to 23.76% per annum (30 June 2024: 2.75% per annum to 24.15% per annum). These are repayable in quarterly instalments up to September 2031. The aggregate long term finances are secured by joint pari passu charge on the fixed assets of the Company.

6.2 This represents lease liability towards Mian Iftikhar Ahmed - Chairman of the Company, in respect of rented premises (land and building).

7 LOAN FROM DIRECTOR

Loan from director	770,000,000	770,000,000
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The Company has obtained loan from a Director (Mian Iftikhar Ahmed) of the Company in prior years bearing markup at the rate of 3 months KIBOR plus spread of 1% per annum with effect from 30 June 2024. Further, the Director has agreed to not demand repayment of the loan on or before 1st July 2026. Balance of accrued markup on the loan at 31 December 2024 amounting to Rs. 265.04 million (30 June 2024: Rs. 243.05 million) is included in 'Current portion of long term loan and lease liabilities'.

8 SHORT-TERM FINANCES - SECURED

Short-term finances having limit of aggregate amount of Rs. 10.16 billion (30 June 2024: Rs. 11.40 billion) are available from financial institutions under mark up arrangements. The mark up is charged at the rates ranging from 11.00% per annum to 21.83% per annum (30 June 2024: 14.00% per annum to 24.78% per annum). Short-term finances are secured by joint pari passu charge on the current and fixed assets of the Company. Balance of short term finances includes accrued markup of Rs. 250.44 million (30 June 2024: Rs. 409.20 million).

9 CONTINGENCIES AND COMMITMENTS**CONTINGENCIES**

There is no material change in the contingencies since the last audited financial statements for the year ended 30 June 2024 except for the following:

The Company has received a sales tax order dated 16 July 2024 under section 11 of the Sales Tax Act, 1990 for the period from July 2018 to June 2023. The Deputy Commissioner Inland Revenue (DCIR) passed an order wherein he has disallowed certain input sales tax without rebutting the reply submitted by the Company. Being aggrieved, the Company filed

an appeal before the Appellate Tribunal Inland Revenue (ATIR) which is pending adjudication. Based on the advice of legal advisor, the management anticipates favourable outcome of the appeal filed.

COMMITMENTS

The Company has opened letters of credit from various banks which stand at Rs. 1,656.38 million at 31 December 2024 (30 June 2024: 2,127.63 million).

	Six-months period ended		Three-months period ended	
	31 Dec 2024 (Un-audited) Rupees	31 Dec 2023 (Un-audited) Rupees	31 Dec 2024 (Un-audited) Rupees	31 Dec 2023 (Un-audited) Rupees
10 REVENUE FROM CONTRACTS WITH CUSTOMERS - NET				
Local sales	13,191,591,397	12,443,675,729	6,364,413,666	5,575,300,130
Export sales	2,515,515,532	2,026,291,286	1,322,169,602	967,427,904
	15,707,106,929	14,469,967,015	7,686,583,268	6,542,728,034
11 COST OF SALES				
Cost of goods manufactured	13,380,689,835	12,511,534,247	6,234,263,820	6,339,574,184
Add: Finished goods - opening	2,441,270,420	2,019,054,408	2,676,752,067	1,670,564,576
	15,821,960,255	14,530,588,655	8,911,015,887	8,010,138,760
Add: Finished goods purchased	399,194,501	214,261,096	213,582,962	89,736,334
Less: Finished goods - closing	2,424,641,328	2,527,502,666	2,424,641,328	2,527,502,666
Cost of goods sold	13,796,513,428	12,217,347,085	6,699,957,521	5,572,372,428
12 EARNINGS PER SHARE - BASIC AND DILUTED				
Profit after taxation - Rupees	184,622,276	430,955,370	116,437,222	129,633,153
Weighted average number of ordinary shares at the end of period	168,000,000	168,000,000	168,000,000	168,000,000
Earnings per share - (basic / diluted)	1.10	2.57	0.69	0.77

13 RELATED PARTY TRANSACTIONS

The related parties comprise of shareholders, directors of the Company, employees benefit funds and key management employees. Significant related party transactions are as follows and the balances as at 31 December 2024 are disclosed in notes 6.2 and 7:

Name of Related Party	Nature of Transaction	(Un-audited) Six months period ended	
		December 31, 2024 Rupees	December 31, 2023 Rupees
Mian Iftikhar Ahmed	Rent of head office for the period	12,000,000	15,213,230
	Markup on loan	74,352,888	84,561,613
Staff provident fund	Contribution to staff provident fund	18,629,795	15,561,748
Key management personnel	Remuneration and other benefits	65,638,015	52,490,092

14 Fair value of financial instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the Company is current bid price.

IFRS 13, 'Fair Value Measurements' requires the Company to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: Unobservable inputs for the asset or liability.

The following table shows the carrying amounts and fair values of financial assets and financial liabilities including their levels in the fair value hierarchy:

	Note	Financial assets	Financial liabilities	Total
31 December 2024 (Un-audited)				
Financial assets at fair value		-	-	-
Financial assets at amortized cost				
Long term receivables		16,164,193	-	16,164,193
Trade debts		3,872,012,864	-	3,872,012,864
Advances, deposits, prepayments and other receivables		145,069,221	-	145,069,221
Short term investments		62,955,000	-	62,955,000
Cash and cash equivalent		692,483,791	-	692,483,791
	14.1	4,788,685,070	-	4,788,685,070
Financial liabilities measured at fair value		-	-	-
Financial liabilities at amortized cost				
Loan from financial institutions		-	3,852,915,407	3,852,915,407
Loan from director		-	1,035,044,745	1,035,044,745
Short term financing - secured		-	7,707,750,687	7,707,750,687
Unclaimed dividend		-	493,028	493,028
Trade and other payables		-	2,899,461,369	2,899,461,369
	14.1	-	15,495,665,236	15,495,665,236
June 30, 2024 (Audited)				
Financial assets measured at fair value		-	-	-

	Note	Financial assets	Financial liabilities	Total
<u>Financial assets at amortized cost</u>				
Long term receivables		23,258,458	-	23,258,458
Trade debts		3,750,533,860	-	3,750,533,860
Advances, deposits, prepayments and other receivables		156,756,884	-	156,756,884
Short term investments		59,955,000	-	59,955,000
Cash and cash equivalent		471,841,940	-	471,841,940
	14.1	4,462,346,142	-	4,462,346,142
<u>Financial liabilities measured at fair value</u>				
		-	-	-
<u>Financial liabilities at amortized cost</u>				
Loan from financial institutions		-	2,464,541,178	2,464,541,178
Loan from director		-	1,013,052,490	1,013,052,490
Short term financing - secured		-	8,073,781,410	8,073,781,410
Unclaimed dividend		-	515,083	515,083
Trade and other payables		-	3,164,478,971	3,164,478,971
	14.1	-	14,716,369,132	14,716,369,132

- 14.1 The Company has not disclosed the fair values of these financial assets and liabilities as these are for short term or repriced over short term. Therefore, their carrying amounts are reasonable approximation of fair value. Further, there is no financial instrument which may need to be classified as level 1, 2 or 3.

15 CASH AND CASH EQUIVALENT

	Note	(Un-audited) December 31, 2024	(Audited) June 30, 2024
Rupees			
Cash and bank balances		692,483,791	471,841,940
Short term finances repayable on demand		(1,105,144,469)	(998,464,594)
		(412,660,678)	(526,622,654)

16 CHANGES IN LIABILITIES ARISING FROM FINANCING ACTIVITIES

31 December 2024 - (Un-audited)					
	Long term finances (excluding markup)	Short term financing (excluding markup)	Lease liabilities	Dividend	Total
-----Rupees-----					
Balance as at 01 July 2024	2,605,056,767	7,664,582,249	152,137,826	515,083	10,422,291,925
Changes from financing activities					
Repayments during the period	(262,920,323)	(313,951,307)	(12,000,000)	(22,055)	(588,893,685)
Proceeds during the period	1,600,000,000	-	-	-	1,600,000,000
Total changes from financing cash flows	1,337,079,677	(313,951,307)	(12,000,000)	(22,055)	1,011,106,315
Other changes					
Effect of unwinding and others	-	-	6,824,166	-	6,824,166
Remeasurement of lease	-	-	(18,806,854)	-	(18,806,854)
Change in running finance	-	106,679,875	-	-	106,679,875
Total liability related other changes	-	106,679,875	(11,982,688)	-	94,697,187
Closing as at 31 December 2024	3,942,136,444	7,457,310,817	128,155,138	493,028	11,528,095,427

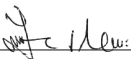
31 December 2024 - (Un-audited)					
	Long term finances (excluding markup)	Short term financing (excluding markup)	Lease liabilities	Dividend	Total
-----Rupees-----					
Balance as at 01 July 2023	2,033,249,650	5,502,287,452	110,969,945	310,463	7,646,817,510
Changes from financing activities					
Repayments during the period	(216,779,303)	-	(15,213,230)	(335,773,856)	(567,766,389)
Proceeds during the period	-	1,895,532,063	-	-	1,895,532,063
Total changes from financing cash flows	(216,779,303)	1,895,532,063	(15,213,230)	(335,773,856)	1,327,765,674
Other changes					
Effect of unwinding and others	-	-	9,205,495	-	9,205,495
Change in running finance	-	(121,398,464)	-	-	(121,398,464)
Dividend declaration	-	-	-	336,000,000	336,000,000
Total liability related other changes	-	(121,398,464)	9,205,495	336,000,000	223,807,031
Closing as at 31 December 2023	1,816,470,347	7,276,421,051	104,962,210	536,607	9,198,390,215

17 SEGMENT REPORTING

The chief operating decision maker (i.e. the Board of Directors) consider the whole business as one operating segment.

18 GENERAL

18.1 These condensed interim financial statements were authorized for issue by the Board of Directors of the Company on February 26, 2025.


CHIEF EXECUTIVE OFFICER


DIRECTOR


CHIEF FINANCIAL OFFICER