

Financial Statements

Un-Audited

March 31, 2025

KHYBER TOBACCO COMPANY LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

	Quarter ended		Nine Months Ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	-----Rupees-----			
Revenue from contracts with customers - net	3,963,403,380	1,895,655,185	8,847,535,391	2,852,464,638
Cost of sales	(3,105,995,901)	(817,033,267)	(7,487,318,064)	(2,367,722,743)
Gross profit	857,407,479	1,078,621,918	1,360,217,327	484,741,895
Administrative expenses	(165,930,676)	(146,712,934)	(354,238,445)	(304,843,991)
Selling and Distribution cost	(31,182,638)	(5,163,790)	(220,207,115)	(115,714,939)
Impairment loss on financial assets	-	-	-	(51,733,120)
Other expenses	(5,045,280)		(35,138,599)	(26,707,315)
Finance cost	(5,992,567)	(57,971,130)	(173,072,840)	(171,385,542)
	(208,151,161)	(209,847,853)	(782,656,999)	(670,384,906)
Other operating income	11,173,560	6,000,000	11,173,560	6,000,000
Operating (loss) / profit	660,429,878	874,774,065	588,733,888	(179,643,011)
(Loss) / profit before income tax, final tax and mir	660,429,878	874,774,065	588,733,888	(179,643,011)
Final tax and minimum tax differential			-	-
	660,429,878	874,774,065	588,733,888	(179,643,011)
Taxation	(108,106,909)	70,419,025	(163,467,111)	(77,464,145)
Profit (Loss) for the period	552,322,969	804,355,040	425,266,777	(257,107,156)
Earnings per share - basic and diluted	79.79	116.19	61.43	(37.14)

Chief Executive

Director

Director

KHYBER TOBACCO COMPANY LIMITED
CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT 31 MARCH 2024

	Un-audited March 31, 2025 Rupees	Audited 30 June 2024 Rupees
SHARE CAPITAL AND RESERVES		
Issued, subscribed and paid up share capital (ordi)nary shares of Rs. 10 each	69,226,040	69,226,040
Unappropriated Profit	2,775,250,886	2,342,162,638
Revenue reserves	3,312,465	3,312,465
surplus on revaluation of property	273,920,959	281,742,430
Plant and Equipment-net of tax	3,121,710,350	2,696,443,573
NON CURRENT LIABILITIES		
Employee benefits	120,402,304	120,231,933
Lease liability	133,674,327	133,674,327
Deferred tax liabilities-net	244,524,774	179,827,028
	498,601,405	433,733,288
CURRENT LIABILITIES		
Lease Liability-current	120,150,352	99,564,887.00
Trade and other payables	14,941,165,769	8,066,164,433
Unclaimed dividend	16,669,221	16,669,221
Loan From Director	1,062,835,638	901,035,638
Provision for Taxation	143,299,811	44,530,446
	16,284,120,791	9,127,964,625
	19,904,432,546.00	12,258,141,486


Chief Executive


Director


Director

	Un-audited March 31, 2025 Rupees	Audited 30 June 2024 Rupees
NON CURRENT ASSETS		
Property, plant and equipment	2,786,466,917.00	2,824,478,195
Right of Use Asset	110,483,374.00	147,311,167
Long term deposits	37,435,795.00	30,980,190
	2,934,386,086.00	3,002,769,552
CURRENT ASSETS		
Stock in trade	10,206,354,664.00	6,313,346,604
Trade debts	4,042,758,436.00	1,348,738,777
Advances, prepayments and other receivables	1,812,073,100.00	539,697,896
Stores Spare Parts and Other inventory	51,425,637.00	26,877,660
Advance income tax		82,025,802
Cash and bank balances	857,434,623.00	944,685,195
	16,970,046,460	9,255,371,934
	<u>19,904,432,546.00</u>	<u>12,258,141,486</u>



Chief Executive




Director



Director

KHYBER TOBACCO COMPANY LIMITED
STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

	Quarter ended		Nine Months Ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	-----Rupees-----			
Profit / (Loss) for the period	552,322,969	804,355,040	425,266,777	(257,107,156)
Items that will not be reclassified to profit or loss:				
Surplus on revaluation of property, plant and equipment	-	-	-	-
Impact of change in tax rate on revaluation surplus	-	-	-	-
Remeasurement gain/(loss) on post retirement benefits liability	-	-	-	-
Related deffered tax	-	-	-	-
Total comprehensive income for the period	552,322,969	804,355,040	425,266,777	(257,107,156)



Chief Executive



Director



Director

KHYBER TOBACCO COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

	SHARE CAPITAL AND RESERVES					
	Share capital	General reserve	Revaluation surplus	Reserves for issuance of bonus shares	Unappropriated profit	Total
	Rupees					
Balance at 01 July 2023	69,226,040	3,312,465	368,963,006		3,352,438,743	3,793,940,254
Total comprehensive income/(loss) for the period						
Profit/(loss) for the period	-	-	-	-	(257,107,156)	(257,107,156)
Other comprehensive income for the period	-	-	-	-	-	-
Surplus on revaluation of property, plant and equipment	-	-	-	-	-	-
- on account of incremental depreciation			(57,538,653)		57,538,653	-
- on account of disposal	-	-	-	-	-	-
Shares issued as fully paid bonus shares	-	-	-	-	(6,922,604)	(6,922,604)
Other comprehensive loss for the year	-	-	-	-	-	-
	-	-	(57,538,653)	-	(206,491,107)	(264,029,760)
Balance at 31 March 2024	69,226,040	3,312,465	311,424,353	-	3,145,947,636	3,529,910,494
Balance at 01 July 2024	69,226,040	3,312,465	281,742,430		2,342,162,638	2,696,443,573



Chief Executive



Director



Director

KHYBER TOBACCO COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

SHARE CAPITAL AND RESERVES					
Share capital	General reserve	Revaluation surplus	Reserves for issuance of bonus shares	Unappropriated profit	Total
Rupees					

Total comprehensive income/(loss) for the period

Profit/(loss) for the period	-	-	-	-	425,266,777.00	425,266,777
Audit Adjustment	-	-	-	-	-	-
Other comprehensive income for the period	-	-	-	-	-	-
and equipment - net of tax	-	-	-	-	-	-
- on account of incremental depreciation	-	-	(7,821,471.00)	-	7,821,471.00	-
- on account of disposal	-	-	-	-	-	-
Final dividend at Re 1 per share	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-
Shares issued as fully paid bonus shares	-	-	-	-	-	-
	-	-	(7,821,471)	-	433,088,248	425,266,777
Balance at 31 March 2025	69,226,040	3,312,465	273,920,959	-	2,775,250,886	3,121,710,350



Chief Executive



Director



Director

KHYBER TOBACCO COMPANY LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

CASH FLOWS FROM OPERATING ACTIVITIES

Profit/(loss) before taxation

Adjustments for:

Depreciation

Final tax and minimum tax differential

Provision for staff retirement benefits

Right of Use Asset-Depreciation

Impairment loss on financial assets

Exchange loss / (gain) on foreign transaction

Finance cost

Cash flows from operating activities before working capital changes

Working capital changes

(Increase) / decrease in current assets

stock in trade

store and spares

trade debts

advances and prepayments

Advance duty and Taxes

Advance income tax

trade and other payables

Cash generated from operations

Chief Executive

Director

Director

Nine Months Ended	
March 31, 2025	March 31, 2024
-----Rupees-----	
588,733,888	(179,643,011)
240,992,378	201,951,568
	-
19,318,706	21,256,534
20,585,465	27,762,119
-	51,733,120
-	26,707,315
5,704,563	171,385,542
286,601,112	500,796,198
875,335,000	321,153,187
(3,893,008,060)	(4,590,642,930)
-	(70,853,446)
(2,694,019,659)	(135,551,331)
(1,108,692,904)	(106,086,710)
(24,547,977)	(47,007,034)
82,025,802	(51,486,179)
6,875,001,336	4,496,018,594
(763,241,462)	(505,609,036)
112,093,538	(184,455,849)

Gratuity paid	(19,148,335)	(1,828,392)
Income tax paid	(163,682,300)	(230,389,931)
Levy's paid		
Lease rentals paid		
Finance cost paid	(5,704,563)	(12,604,956)
WWF/WPPF		-
Dividend paid	-	(543,034)
	(188,535,198)	(245,366,313)
Net cash generated from operating activities	(76,441,660)	(429,822,162)
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(166,153,307)	(187,178,266)
Additions to Intangible Assets	-	-
Security deposits	(6,455,605)	(2,641,360)
Proceeds from sale of Fixed Asset	-	-
Net cash used in investing activities	(172,608,912)	(189,819,626)
CASH FLOWS FROM FINANCING ACTIVITIES		
Short term loan-Unsecured	161,800,000	800,000,000
Repayment of short term loan	-	-
	161,800,000	800,000,000
Net increase (decrease) in cash and cash equivalents	(87,250,572)	180,358,212
Effects of exchange rates on cash and cash equivalents	-	
Cash and cash equivalents at beginning of the period	944,685,195	1,086,478,184
Cash and cash equivalents at end of the period	857,434,623	1,266,836,396



Chief Executive



Director



Director

KHYBER TOBACCO COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

1. THE COMPANY AND ITS OPERATIONS

Khyber Tobacco Company Limited (" the Company ") is a public limited company incorporated in Pakistan on October 15, 1954 under the Companies Act, 1913 (now the Companies Act, 2017) and is listed on the Pakistan Stock Exchange Limited. The Company is engaged in the manufacture and sale of cigarettes and tobacco. The Company's registered office and production plant is situated at Nowshera Road, Mardan.

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

These financial Statements of the Company for the period ended 31 March 2025 has been prepared in accordance with approved accounting standards as applicable in pakistan. The accounting and reporting standards applicable in Pakistan comprises of: International Financial Reporting Standards (IFRS), issued by International Accounting Standard Board (IASB) as notified under the companies Act 2017 and Provisions 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 provision of and directives issued under the Companies Act 2017 have been followed. Details oc company's accounting policies are included in note 3.

Thse Financial Statements have been prepared under historical cost convention except for the Property, Plant and Equipment which measured at revalued cost. These Financial Statements are presented in Pak Rupees, which is the Company's functional currency. All amounts have been rounded to the nearest rupee, unless otherwise indicated.



Chief Executive



Director



Director

3. SIGNIFICANT ACCOUNTING POLICIES AND ESTIMATES

The accounting policies, significant judgements, estimates and assumptions used by the management in preparation of these financial information are the same as those applied in preparation of audited annual financial statements for the year ended 30 June 2024.

4. CONTINGENCIES AND COMMITMENTS

Contingencies and Commitments are the same as disclosed in the annual financial statements for the year ended June 30, 2024

5 PROPERTY, PLANT AND EQUIPMENT

Break up of Property, Plant and Equipment is as follows:

	Un-audited March 2025 Rupees	Audited 30-Jun 2024 Rupees
Operating Fixed Assets	2,786,466,917	2,824,478,195
Long term deposits	37,435,795	30,980,190
Right of Use Asset	110,483,374	147,311,167
	<u>2,934,386,086</u>	<u>3,002,769,552</u>



Chief Executive



Director



Director

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TURNOVER - net

Gross turnover

- Local
- Export

Government levies


- Excise duty
- Sales tax

Discounts

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COST OF SALES

Quarter ended March-25		Nine Months Ended March-25	
2025 Rupees	2024 Rupees	2025 Rupees	2024 Rupees
2,457,206,260	2,235,709,131	9,766,337,904	4,950,350,712
3,653,736,956	164,252,463	6,997,356,969	787,356,436
6,110,943,216	2,399,961,594	16,763,694,873	5,737,707,148
1,654,663,190	412,519,464	6,163,983,830	2,361,167,025
407,466,025	87,733,876	1,508,594,029	500,161,476
2,062,129,215	500,253,340	7,672,577,859	2,861,328,501
85,410,621	4,053,068	243,581,623	23,914,008
3,963,403,380	1,895,655,186	8,847,535,391	2,852,464,639


Chief Executive


Director


Director

Raw and packing material consumed	2,834,707,209	800,951,043	6,913,424,981.00	2,072,018,019
Salaries, wages and benefits	66,719,660	36,935,477	231,128,993.00	191,580,677
Fuel and power	2,392,226	12,283,976	204,682,426.00	91,834,408
Store and Inventory consumption	4,852,617	2,304,642	24,113,989.00	22,027,129
Repair and maintenance	3,809,951	1,610	4,626,114.00	1,149,458
Royalty	960,000	62,340	3,405,480.00	857,943
Rent	2,458,460	37,986,287	11,590,433.00	61,809,037
Depreciation	47,490,026	72,817,849	200,159,460.80	217,966,303
Insurance	97,360	18,624,303	6,562,556.00	19,874,290
Tobacco Loading unloading				-
	2,963,487,509	981,967,526	7,599,694,432.80	2,679,117,263
Opening work in process	25,748,694	85,242,204	-	-
Closing work in process	(14,689,577)	(33,099,384)	(14,689,577.00)	(33,099,384)
Cost of goods manufactured	2,974,546,626	1,034,110,346	7,585,004,855.80	2,646,017,879
Opening finished stock	327,548,971	146,581,686	98,412,904.00	85,363,629
Closing finished stock	(196,099,696)	(363,658,765)	(196,099,696.00)	(363,658,765)
	3,105,995,901	817,033,267	7,487,318,063.80	2,367,722,743


Chief Executive


Director


Director

8 Date of authorisation for issue

This unaudited condensed interim financial statements was authorized for issue by the Board of Directors of the Company in their meeting held on **April 30, 2025**.

9 GENERAL

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



Chief Executive



Director



Director

Director's Review

The Board of Directors is pleased to present the un-audited financial results of the Company for the nine months ended March 31, 2025. This period has been marked by robust financial performance, strategic milestones, and resilient execution, underscoring the Company's ability to deliver sustained growth despite a challenging global economic landscape.


FINANCIAL RESULTS

Financial Highlights	Jul-March 2025	Jul-March 2024	%
	Rs. in Millions		
TURNOVER -Gross	16,763.69	5,737.71	192%
Turnover-net	8,847.54	2,852.46	210%
Cost of sales	7,487.32	2,367.72	216%
Gross profit	1,360.22	484.74	181%
Profit (Loss) before taxation	588.73	(179.64)	-428%
Profit (Loss) for the period	425.27	(257.11)	-265%

Economic and Business Performance Review

Macroeconomic Context

Pakistan's economy showed signs of recovery while confronting persistent challenges during the period under review. While headline inflation eased significantly and the current account deficit narrowed, the business environment remained constrained by high input costs and subdued consumer demand. The economy continues to bear the weight of substantial foreign and domestic debt servicing obligations in the short to medium term. With real GDP growth projected at 3.2% for FY 2024/25, fiscal consolidation measures and external account improvements provide cautious optimism, though structural vulnerabilities continue to temper growth prospects.



Chief Executive



Director



Director

Company Performance Highlights

The reporting period of nine months presented significant macroeconomic headwinds that affected all market participants. Amid these challenges, the Company implemented strategic initiatives to strengthen operational resilience through:

- Rigorous cost optimization measures
- Streamlined production processes
- Strategic modernization of plant and machinery

Financial Performance

The Company achieved a remarkable turnaround in its financial results:

Sales Performance

- Export sales were the primary driver behind the Rs. 8,847.54 million increase in net sales for the current period, compared to Rs. 2,852.46 million during the same period last year. Domestic market expansion efforts progressed through new customer acquisition and existing relationship strengthening.
- Management is also actively working to expand our domestic market presence by onboarding new customers and strengthening relationships with our existing client base.

Profitability Metrics

- Profit before tax: Rs. 588.73 million (vs. loss of Rs. 179.64 million in PY)
- Profit after tax: Rs. 425.27 million (vs. loss of Rs. 257.11 million in PY)
- Earnings per share: Rs. 61.43 (vs. loss per share of Rs. 37.14 in PY)



Chief Executive



Director



Director

Outlook

As Pakistan's economic reforms gain traction, the Company remains well-positioned to capitalize on emerging opportunities while maintaining its focus on operational excellence and market diversification strategies. The management continues to implement measures that will sustain this positive momentum and create long-term value for all stakeholders.

FUTURE OUTLOOK


The Company remains cautiously optimistic and is well-positioned to navigate challenges related to technology, operational efficiencies, and low sales and production:

- Continued focus on cost optimization and operational efficiency.
- Strategic investments in technology and infrastructure to drive productivity.
- Exploring new markets and opportunities for growth both nationally and internationally.

Strengthening relationships with customers, suppliers, and other stakeholders.

Acknowledgments.

On behalf of the Board, I would like to express my gratitude to our shareholders, customers, business partners, and employees for their unwavering support and dedication. It is their collective efforts that have enabled the Company to deliver a resilient performance in these challenging times. We remain committed to creating long-term value for all our stakeholders and look forward to building on this momentum in the coming months.



Chief Executive



Director



Director


The composition of the Board is as follows:

Category	Names
Independent Directors	1) Barrister Shahzad Javed Panni 2) Ms. Sonia Farooq
Executive Directors	1) Ms. Samera Irfan
Non-executive Director	1) Mr. Zia Ur Rehman 2) Mr. Rahat Ullah 3) Barrister Shahzad Javed Panni 4) Mr. Khalil Ur Rehman 5) Mr. Rahat Ullah
Female Directors	1) Mrs. Samera Irfan 2) Ms. Sonia Farooq

Mr. Rahat Ullah

April 30, 2025.

On behalf of the Board



Chief Executive



Director



Director