



**HALF YEARLY  
FINANCIAL STATEMENTS  
JUNE 30, 2025 (Un - Audited)**

**COVER STORY**

Driving sustainable growth where innovation and agriculture converge: FFC shaping the future of food security.

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**SAY NO TO CORRUPTION**

## Company Information

### BOARD OF DIRECTORS

Lt Gen Anwar Ali Hyder, HI(M) (Retd)

#### Chairman

Mr. Jahangir Piracha

#### Managing Director & Chief Executive Officer

Mr. Saad Amanullah Khan

Ms. Maryam Aziz

Syed Bakhtiyar Kazmi

Mr. Shoaib Javed Hussain

Mr. Yassir Ghiyati Ibn Ziyad

Mr. Qamar Haris Manzoor

Mr. Saif Anjum

Maj Gen Muhammad Aneeq Ur Rehman Malik, HI(M) (Retd)

Dr. Shamshad Akhtar

Mr. Farhad Shaikh Mohammad

### CHIEF FINANCIAL OFFICER

Syed Atif Ali

Tel No. +92-51-8456101, Fax No. +92-51-8459961

E-mail: atif.ali@ffc.com.pk

### COMPANY SECRETARY

Brig Khurram Shahzada, SI(M) (Retd)

Tel No. +92-51-8453101, Fax No. +92-51-8458831

E-mail: secretary@ffc.com.pk

### REGISTERED OFFICE

156 The Mall, Rawalpindi Cantt, Pakistan

Website: www.ffc.com.pk

Tel No. +92-51-111-332-111, +92-51-8450001

Fax No. +92-51-8459925, E-mail: ffcrrwp@ffc.com.pk

### PLANTSITES

#### Goth Machhi, Sadiqabad

(Distt: Rahim Yar Khan), Pakistan

Tel No. +92-68-5954550-64, Fax No. +92-68-5954510-11

#### Mirpur Mathelo

(Distt: Ghotki), Pakistan

Tel No. +92-723-661500-09, Fax No. +92-723-661462

#### Port Qasim

Plot No. EZ/II/P-1, Eastern Zone, Port Qasim, Karachi 75020

Tel No. +92 21 34724500-29, Fax No. +92-21-34724530-31

### MARKETING DIVISION

Lahore Trade Centre, 11 Shahrah-e-Aiwan-e-Tijarat,

Lahore, Pakistan

Tel No. +92-42-36369137-40, Fax No. +92-42-36366324

### KARACHI OFFICE

B-35, KDA Scheme No. 1, Karachi, Pakistan

Tel No. +92-21-34390115-16, Fax No. +92-21-34390117 & 34390122

### AUDITORS

A.F.Ferguson & Co

Chartered Accountants

74-East, Blue Area, Jinnah Avenue, Islamabad

Tel No. +92-51-2273457-9, 2870045-85, Fax No. +92-51-2206473

### SHARES REGISTRAR

CDC Share Registrar Services Limited

CDC House, 99 - B, Block - B, S.M.C.H.S., Main Shahra-e-Faisal, Karachi – 74400

Tel: +92-0800-23275, Fax: +92-21-34326053



## **DIRECTORS' REVIEW**

### **Dear Shareholders,**

On behalf of the Board of Directors, we are pleased to present the operational and financial overview for the half year ended June 30, 2025.

FFC delivered encouraging results backed by operating efficiencies and higher returns from our strategic investments, amidst challenges in the agricultural sector characterized by weak farm economics that resulted in an oversupplied market.

### **Operational Performance**

Plant-I Goth Machhi and Plant-IV Port Qasim underwent maintenance turnaround of Urea and DAP plants during the period. Aggregate Urea of 1,419 thousand tonnes was produced for the period, while DAP production stood at 393 thousand tonnes. No DAP was imported during the period due to long market situation.

Poor farm economics, limited purchasing power, drought conditions, non-procurement of wheat crop by Government and its low market prices resulted in a historic slowdown in the fertilizer market. Industry Urea offtake thus declined by 23% whereas DAP sales decreased by 18%, compared to the last year.

FFC achieved 43% of total Urea production by the industry, but held only 26% of inventory at the close of period, owing to its strong market outreach, with Urea offtake reaching 1,122 thousand tonnes.

DAP production by the Company was registered at 57% of the total production/imports by the industry, while closing stock stood at 40%. DAP offtake was 288 thousand tonnes with a market share of 64%.

### **Financial Performance**

FFC attained an aggregate revenue of PKR 155 billion, compared to PKR 116 billion during same period last year. The increase is attributable to integration of revenues from marketing of Sona DAP and Sona Urea Granular. However, higher input costs at the Port Qasim plants, compressed the gross margin to 34% from 42% of last year. The long market situation also caused the company to offer discounts to offload inventories, which led to further dilution of operating profitability.

Improved Investment income of PKR 28 billion registered a significant increase which enabled the Company to earn a higher net profitability of PKR 38.5 billion compared to PKR 26 billion same period last year, with an earnings per share of PKR 27.02.

The Company continued to offer Urea at PKR 4,400 per bag, well below the import parity of around PKR 9,000 per bag, delivering a PKR 81 billion benefit to farmers. Our nationwide network of Sona Centers also continued to offer our products directly to the farmers at company's prescribed rates for the overall support of the farming community and ensuring national food

security.

The Board of Directors has approved an interim dividend of Rs 12 per share, reaffirming its commitment to delivering consistent shareholders' returns with a total distribution of Rs 19 per share for half year.

The Government has offered privatization of 51-100% of equity of Pakistan International Airline Corporation (PIAC). The Company submitted an expression of interest (EOI) and statement of qualification, and FFC has prequalified for the process of acquisition. We shall be commencing the due diligence exercise to evaluate the potential benefits of acquiring PIA.

### Future Outlook

Subdued farm economics, owing to elevated input costs and low crop profitability, resulted in reduced demand and accumulation of fertilizer inventory. Stabilization in farm economics would revive the supply demand equilibrium vital for food security in the Country.

The Board remains focused in supporting the agricultural sector by timely provision of quality fertilizer, and is also committed to continue offering attractive returns to the shareholders.

On behalf of the Board,



**Lt Gen Anwar Ali Hyder, HI(M), (Retd)**  
**Chairman**



**Jahangir Piracha**  
**Managing Director &  
Chief Executive Officer**

Rawalpindi  
July 29, 2025

کمپنی نے یوریا کھاد کی قیمت 4,400 روپے فی بوری برقرار رکھی، جو کہ تقریباً 9,000 روپے فی بوری کی درآمدی قیمت سے نمایاں طور پر کم ہے، اور اس طرح کسانوں کو 81 ارب روپے کا فائدہ پہنچایا گیا۔ ہمارے ملک گیر سونا سینٹرز کے نیٹ ورک نے بھی کسانوں کو کمپنی کے مقرر کردہ نرخوں پر کھاد کی براہ راست فراہمی جاری رکھی، تاکہ کسانوں کے ساتھ تعاون اور قومی غذائی تحفظ کو یقینی بنایا جاسکے۔

بورڈ آف ڈائریکٹرز نے 12 روپے فی حصہ عبوری منافع منقسمہ کی منظوری دے دی ہے، جو کہ حصہ داران کو مستقل منافع کی فراہمی کے عزم کی توثیق ہے۔ اس طرح سال کی پہلی ششماہی کے دوران مجموعی تقسیم 19 روپے فی حصہ ہو گئی۔

حکومت پاکستان نے پاکستان انٹرنیشنل ایئر لائن کارپوریشن (PIAC) کے 51 سے 100 فیصد شیئرز کی نجکاری کی پیشکش کی ہے۔ کمپنی نے اظہارِ دلچسپی (EOI) اور Statement of Qualification جمع کرادی ہے، اور ایف ایف سی نجکاری کے اس عمل کے لیے پری کوالیفائی کر چکی ہے۔ ہم پی آئی اے کی خریداری کے ممکنہ فوائد کا جائزہ لینے کے لیے Due Diligence کے عمل کا جلد آغاز کریں گے۔

## متوقع مستقبل

زائد پیداواری لاگت اور فصلوں کے کم منافع کے باعث زرعی معیشت باؤ کا شکار رہی، جس کے نتیجے میں کھاد کی طلب میں کمی اور اسٹاک میں اضافہ دیکھنے میں آیا۔ زرعی معیشت میں استحکام ہی طلب و رسد کے توازن کو بحال کر سکتا ہے جو کہ ملک میں غذائی تحفظ کے لیے ناگزیر ہے۔

بورڈ زرعی شعبے کی بھرپور معاونت کے لیے معیاری کھاد کی بروقت فراہمی پر توجہ مرکوز کرنے کے ساتھ ساتھ حصہ داران کو پُرکشش منافع کی فراہمی کے لیے بھی پُر عزم ہے۔

بورڈ کی جانب سے

*Jalangi Pinach*

جہانگیر پراچہ

میجنگ ڈائریکٹر و چیف ایگزیکٹو آفیسر

*Amer Ali Hyder*

لیفٹیننٹ جنرل انور علی حیدر

ہلال امتیاز (ملٹری) ریٹائرڈ

چیئرمین

راولپنڈی

29 جولائی 2025



## ڈائریکٹر کا تجزیہ

معزز حصہ داران!

بورڈ آف ڈائریکٹرز کی جانب سے، 30 جون 2025 کو ختم ہونے والی ششماہی کے لئے عملیاتی اور مالیاتی جائزہ پیش کرتے ہوئے ہمیں مسرت ہو رہی ہے۔

ایف ایف سی نے عملیاتی افادیت اور اسٹریٹجک سرمایہ کاریوں سے حاصل ہونے والے زائد منافع کی بنیاد پر حوصلہ افزا نتائج حاصل کیے، حالانکہ زرعی شعبے کو زرعی معیشت کی کمزوری کے باعث مشکلات کا سامنا رہا جس کے نتیجے میں مارکیٹ زائد الرسد رہی۔

## عملیاتی کارکردگی

سال 2025 کی پہلی ششماہی کے دوران، ایف ایف سی نے پلانٹ-1 کو ٹھہرا چھٹی اور پلانٹ-4 پورٹ قاسم میں یوریا اور ڈی اے پی پلانٹس کی مرمت و بحالی کا کام سرانجام دیا گیا۔ زیر جائزہ مدت میں یوریا کی مجموعی پیداوار 1،419 ہزار ٹن رہی، جبکہ ڈی اے پی کی پیداوار 393 ہزار ٹن ریکارڈ کی گئی۔ مارکیٹ کی زائد الرسد صورت حال کے باعث زیر جائزہ مدت میں ڈی اے پی کی درآمد نہیں کی گئی۔

کمزور زرعی معیشت، خریداری کی محدود صلاحیت، خشک سالی کی صورت حال، حکومت کی جانب سے گندم کی فصل کی خریداری نہ کرنے اور مارکیٹ میں گندم کی فصل کی کم قیمتوں کے باعث کھاد کی مارکیٹ میں تاریخی سست روی دیکھی گئی۔ اس کے نتیجے میں یوریا کی فروخت میں گزشتہ برس کے مقابلے میں 23 فیصد کمی آئی، جبکہ ڈی اے پی کی فروخت 18 فیصد کم ہوئی۔

ایف ایف سی نے صنعتی سطح پر مجموعی یوریا پیداوار کا 43 فیصد حاصل کیا، جبکہ زیر جائزہ مدت کے اختتام پر اس کے پاس صرف 26 فیصد اسٹاک موجود تھا، جو کہ صارفین کے ساتھ کمپنی کے مضبوط تعلق کا آئینہ دار ہے۔ یوریا کی فروخت 1،122 ہزار ٹن رہی۔

کمپنی کی ڈی اے پی کی پیداوار صنعت کی مجموعی پیداوار اور درآمدات کا 57 فیصد رہی، جبکہ اختتامی اسٹاک 40 فیصد تھا۔ ڈی اے پی کی فروخت 288 ہزار ٹن رہی، جس کے ساتھ مارکیٹ شیئر 64 فیصد رہا۔

## مالیاتی کارکردگی

ایف ایف سی نے مجموعی طور پر 155 ارب روپے کی آمدن حاصل کی، جبکہ گزشتہ سال اسی مدت کے دوران حاصل کردہ آمدن 116 ارب روپے تھی۔ اس اضافے کا سبب سونا ڈی اے پی اور سونا یوریا گریڈوں کی فروخت سے حاصل ہونے والی آمدن کا انضمام ہے۔ تاہم، پورٹ قاسم پلانٹس پر زائد پیداواری لاگت کے باعث مجموعی منافع کی شرح گزشتہ سال کے 42 فیصد سے کم ہو کر 34 فیصد رہ گئی۔ مارکیٹ کی زائد الرسد صورت حال کے پیش نظر کمپنی کو فروخت بڑھانے کے لیے رعایتی قیمتوں کی پیشکش کرنا پڑی، جس کے نتیجے میں عملیاتی منافع میں مزید کمی واقع ہوئی۔

سرمایہ کاری آمدن نمایاں اضافے کے ساتھ 28 ارب روپے رہی، جس کے نتیجے میں کمپنی نے 38.5 ارب روپے کا خالص منافع حاصل کیا، جو کہ گزشتہ برس اسی مدت کے دوران 26 ارب روپے تھا۔ فی حصہ آمدن 27.02 روپے رہی۔

## **INDEPENDENT AUDITOR'S REVIEW REPORT**

To the members of Fauji Fertilizer Company Limited

Report on review of Interim Financial Statements

### **Introduction**

We have reviewed the accompanying condensed interim statement of financial position of Fauji Fertilizer Company Limited as at June 30, 2025 and the related condensed interim statement of profit or loss, condensed interim statement of profit or loss and other 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.

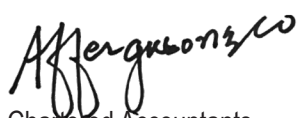
### **Conclusion**

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**

Pursuant to the requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the company. Accordingly, the figures of the condensed interim statement of profit or loss and condensed interim statement of profit or loss and other comprehensive income for the three months period ended June 30, 2025 and June 30, 2024 have not been reviewed by us.

The engagement partner on the audit resulting in this independent auditor's report is Aftab Ahmed.



Chartered Accountants  
Islamabad

Date: August 21, 2025

UDIN: RR202510610wv192H764







# Condensed Interim Financial Statements



## CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at June 30, 2025

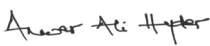
	Note	Un-audited June 30, 2025	Audited December 31, 2024
(Rupees '000)			
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY AND RESERVES</b>			
Share capital	4	14,231,086	14,231,086
Capital reserves		28,000,080	28,000,080
Revenue reserves			
General reserves		8,802,360	8,802,360
Unappropriated profit		79,354,649	80,749,891
		88,157,009	89,552,251
Surplus on remeasurement of investments to fair value - net		119,434	96,700
		130,507,609	131,880,117
<b>NON - CURRENT LIABILITIES</b>			
Long term borrowings - secured	5	25,775,000	31,300,000
Deferred tax liability		7,245,885	7,452,030
Compensated leave absences		2,649,200	2,614,823
		35,670,085	41,366,853
<b>CURRENT LIABILITIES</b>			
Current portion of long term borrowings - secured	5	8,975,000	6,900,000
Trade and other payables	6	174,609,750	186,051,998
Mark-up and profit accrued		1,069,083	923,406
Short term borrowings - secured	7	26,062,632	31,278,908
Unclaimed dividend		754,313	662,885
Provision for taxation		8,379,262	17,887,555
		219,850,040	243,704,752
<b>TOTAL LIABILITIES</b>		255,520,125	285,071,605
<b>TOTAL EQUITY AND LIABILITIES</b>		386,027,734	416,951,722
<b>CONTINGENCIES AND COMMITMENTS</b>			
	8		

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

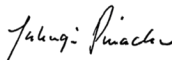
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**

As at June 30, 2025

	Note	Un-audited June 30, 2025	Audited December 31, 2024
(Rupees '000)			
<b>ASSETS</b>			
<b>NON - CURRENT ASSETS</b>			
Property, plant and equipment	9	62,947,784	58,210,729
Intangible assets		1,570,470	1,571,651
Long term investments	10	79,067,162	76,780,298
Long term loans and advances - secured		1,965,561	1,785,266
Long term deposits and prepayments		91,021	91,874
		145,641,998	138,439,818
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		15,812,796	14,027,639
Stock in trade		56,702,572	23,744,157
Trade debts		2,450,161	943,632
Loans and advances - secured		4,192,927	4,617,195
Deposits and prepayments		254,786	1,058,628
Other receivables	11	22,874,694	17,746,496
Short term investments	12	131,023,538	203,982,113
Cash and bank balances		7,074,262	12,392,044
		240,385,736	278,511,904
<b>TOTAL ASSETS</b>		<b>386,027,734</b>	<b>416,951,722</b>



Chairman



Chief Executive Officer



Director



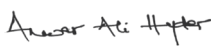
Chief Financial Officer

## CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

For the six month period ended June 30, 2025

	Note	Three month period ended		Six month period ended	
		June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
		(Rupees '000)		(Rupees '000)	
Turnover - net	13	91,811,688	57,166,944	155,448,542	115,574,198
Cost of sales		(60,853,656)	(26,034,250)	(101,841,854)	(67,154,274)
<b>GROSS PROFIT</b>		<b>30,958,032</b>	<b>31,132,694</b>	<b>53,606,688</b>	<b>48,419,924</b>
Distribution cost		(8,719,507)	(5,543,428)	(14,817,383)	(10,736,484)
		22,238,525	25,589,266	38,789,305	37,683,440
Finance cost		(1,707,685)	(1,380,253)	(3,406,776)	(2,885,696)
Other losses					
-Unwinding of GIDC liability		-	(66,630)	-	(198,747)
-Reversal of loss allowance / (loss allowance) on subsidy receivable from GoP and others		-	75,000	-	(955,000)
		-	8,370	-	(1,153,747)
Other expenses		(2,857,503)	(2,558,310)	(4,750,596)	(4,234,291)
		17,673,337	21,659,073	30,631,933	29,409,706
Other income		20,716,206	5,494,264	28,161,501	15,770,138
<b>PROFIT BEFORE INCOME TAX AND FINAL TAX</b>		<b>38,389,543</b>	<b>27,153,337</b>	<b>58,793,434</b>	<b>45,179,844</b>
Final taxes - levies	14	(271)	(1,082,968)	(7,206)	(1,971,478)
<b>PROFIT BEFORE INCOME TAX</b>		<b>38,389,272</b>	<b>26,070,369</b>	<b>58,786,228</b>	<b>43,208,366</b>
Provision for taxation		(13,215,292)	(10,521,625)	(20,334,426)	(17,137,722)
<b>PROFIT FOR THE PERIOD</b>		<b>25,173,980</b>	<b>15,548,744</b>	<b>38,451,802</b>	<b>26,070,644</b>
Earnings per share - basic and diluted (Rupees)		17.69	12.22	27.02	20.49

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.



**Chairman**



**Chief Executive Officer**



**Director**



**Chief Financial Officer**

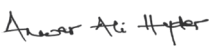
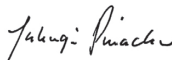


**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)**

For the six month period ended June 30, 2025

	Three month period ended		Six month period ended	
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
	(Rupees '000)		(Rupees '000)	
<b>PROFIT FOR THE PERIOD</b>	<b>25,173,980</b>	15,548,744	<b>38,451,802</b>	26,070,644
<b>OTHER COMPREHENSIVE INCOME / (LOSS)</b>				
Items that may be subsequently reclassified to profit or loss:				
Surplus on re-measurement of investments to fair value - net of tax	<b>14,994</b>	67,350	<b>22,734</b>	135,488
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>25,188,974</b>	15,616,094	<b>38,474,536</b>	26,206,132

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.


**Chairman**

**Chief Executive Officer**

**Director**

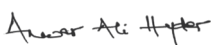
**Chief Financial Officer**

## CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

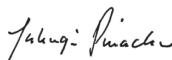
For the six month period ended June 30, 2025

	Share capital	Capital reserves			Revenue reserves		(Deficit) / surplus on remeasurement of investments to fair value - net	Total
		Share premium	Capital redemption reserve	Merger reserve	General reserves	Unappropriated profit		
					(Rupees '000)			
Balance as at January 1, 2024 (Audited)	12,722,382	40,000	120,000	-	8,802,360	40,272,228	(104,460)	61,852,510
Total comprehensive income								
Profit for the period	-	-	-	-	-	26,070,644	-	26,070,644
Other comprehensive income - net of tax	-	-	-	-	-	-	135,488	135,488
	-	-	-	-	-	26,070,644	135,488	26,206,132
Transactions with owners of the Company								
Distributions:								
Final dividend 2023: Rs 4.10 per share	-	-	-	-	-	(5,216,177)	-	(5,216,177)
First interim dividend 2024: Rs 5.50 per share	-	-	-	-	-	(6,997,310)	-	(6,997,310)
	-	-	-	-	-	(12,213,487)	-	(12,213,487)
Balance as at June 30, 2024 (Un-audited)	12,722,382	40,000	120,000	-	8,802,360	54,129,385	31,028	75,845,155
Balance as at January 1, 2025 (Audited)	14,231,086	40,000	120,000	27,840,080	8,802,360	80,749,891	96,700	131,880,117
Total comprehensive income								
Profit for the period	-	-	-	-	-	38,451,802	-	38,451,802
Other comprehensive income - net of tax	-	-	-	-	-	-	22,734	22,734
	-	-	-	-	-	38,451,802	22,734	38,474,536
Transactions with owners of the Company								
Distributions:								
Final dividend 2024: Rs 21.00 per share	-	-	-	-	-	(29,885,283)	-	(29,885,283)
First interim dividend 2025: Rs 7.00 per share	-	-	-	-	-	(9,961,761)	-	(9,961,761)
	-	-	-	-	-	(39,847,044)	-	(39,847,044)
Balance as at June 30, 2025 (Un-audited)	14,231,086	40,000	120,000	27,840,080	8,802,360	79,354,649	119,434	130,507,609

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.



**Chairman**



**Chief Executive Officer**



**Director**



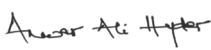
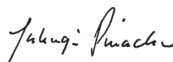
**Chief Financial Officer**

**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)**

For the six month period ended June 30, 2025

	Note	June 30, 2025	June 30, 2024
		(Rupees ‘000)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash (used in) / generated from operations	15	(119,543)	50,701,781
Finance cost paid		(3,261,099)	(3,254,713)
Income taxes paid		(30,096,116)	(8,716,514)
Levies paid		(5,147)	(1,182,887)
		(33,362,362)	(13,154,114)
Net cash (used in) / generated from operating activities		(33,481,905)	37,547,667
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Fixed capital expenditure		(7,186,553)	(4,315,981)
Proceeds from disposals of property, plant and equipment		47,194	17,818
Investment in Agritech Limited		(1,588,838)	-
Investment in Fauji Fresh n Freeze Limited		-	(5,000,000)
Advance against issue of shares - OLIVE Technical Services (Private) Limited		-	(80,000)
Other investments - net		32,717	(70,727)
Interest and profit received		881,304	780,552
Dividend received		11,861,572	5,784,919
Net cash generated from / (used in) investing activities		4,047,396	(2,883,419)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Long term financing - Repayments		(3,450,000)	(3,047,500)
Repayment of lease liabilities		-	(17,437)
Dividend paid		(39,755,616)	(12,203,564)
Net cash (used in) financing activities		(43,205,616)	(15,268,501)
Net (decrease) / increase in cash and cash equivalents		(72,640,125)	19,395,747
Cash and cash equivalents at beginning of the period		176,715,058	79,766,068
Effect of exchange rate changes		(382,032)	(62,905)
Cash and cash equivalents at end of the period		103,692,901	99,098,910
<b>CASH AND CASH EQUIVALENTS</b>			
Cash and bank balances		7,074,262	1,317,912
Short term borrowings - secured		(26,062,632)	(7,290,885)
Short term highly liquid investments		128,727,259	105,071,883
Bank balance under lien		(6,045,988)	-
		103,692,901	99,098,910

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.


**Chairman**

**Chief Executive Officer**

**Director**

**Chief Financial Officer**

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the six month period ended June 30, 2025

### 1. THE COMPANY AND ITS OPERATIONS

Fauji Fertilizer Company Limited (the Company) is a public company incorporated in Pakistan under the Companies Act, 1913, (now the Companies Act, 2017) and its shares are quoted on the Pakistan Stock Exchange. The registered office of the Company is situated at 156 - The Mall, Rawalpindi, Pakistan. The Company is domiciled in Rawalpindi. The principal activity of the Company is manufacturing, purchasing and marketing of fertilizers and chemicals, including investment in other fertilizer, chemical, cement, energy generation, food processing, technical and engineering services and banking operations. The Company is a subsidiary of Fauji Foundation (FF), which is also its ultimate parent entity.

### 2. BASIS OF PREPARATION

#### 2.1 Statement of compliance

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 Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 The disclosures in these condensed interim financial statements do not include the information reported for full annual financial statements and should therefore be read in conjunction with the annual financial statements of the Company for the year ended December 31, 2024. Comparative condensed interim statement of financial position is extracted from annual financial statements as at December 31, 2024, whereas comparative condensed interim statement of profit or loss, condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows are extracted from un-audited condensed interim financial statements of the Company for the six month period ended June 30, 2024.

2.3 These condensed interim financial statements are un-audited and are being submitted to the members as required under Section 237 of the Companies Act, 2017 and the listing regulations of the Pakistan Stock Exchange.

### 3. MATERIAL ACCOUNTING POLICY INFORMATION AND OTHER ACCOUNTING POLICIES

The material and other accounting policies, significant judgements made in the application of accounting policies, key sources of estimations, the methods of computation adopted in preparation of these condensed interim financial statements and financial risk management policy are the same as those applied in preparation of annual financial statements of the Company for the year ended December 31, 2024.

### 4. SHARE CAPITAL

#### AUTHORISED SHARE CAPITAL

This represents 3,000,000,000 (December 31, 2024: 3,000,000,000) ordinary shares of Rs 10 each amounting to Rs 30,000,000 thousand (December 31, 2024: Rs 30,000,000 thousand).

#### ISSUED, SUBSCRIBED AND PAID UP CAPITAL

Un-audited June 30, 2025	Audited December 31, 2024		Un-audited June 30, 2025	Audited December 31, 2024
(Number of shares)			(Rupees '000)	
256,495,902	256,495,902	Ordinary shares of Rs 10 each, issued for consideration in cash	2,564,959	2,564,959
1,015,742,345	1,015,742,345	Ordinary shares of Rs 10 each, issued as fully paid bonus shares	10,157,423	10,157,423
150,870,449	150,870,449	Shares issued pursuant to merger of FFBL with and into the Company	1,508,704	1,508,704
<b>1,423,108,696</b>	<b>1,423,108,696</b>		<b>14,231,086</b>	<b>14,231,086</b>

4.1 Fauji Foundation holds 43.51% (December 31, 2024: 43.51%) ordinary shares of the Company at the period end.

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**

For the six month period ended June 30, 2025

	Note	Un-audited June 30, 2025	Audited December 31, 2024
(Rupees '000)			
<b>5. LONG TERM BORROWINGS - SECURED</b>			
From conventional banks	5.1	13,125,000	14,700,000
From Islamic banks	5.2	21,625,000	23,500,000
		34,750,000	38,200,000
Mark-up and profit accrued on:			
Conventional borrowings		96,041	151,713
Islamic borrowings		419,162	565,959
		515,203	717,672
Less: current portion shown under current liabilities			
From conventional banks		3,600,000	3,150,000
From Islamic banks		5,375,000	3,750,000
		8,975,000	6,900,000
Less: mark-up and profit accrued on long term borrowings		515,203	717,672
		25,775,000	31,300,000
<b>5.1 Movement during the period / year is as follows:</b>			
Opening balance		14,700,000	11,295,000
Acquisition pursuant to merger of FFBL		-	9,020,833
Draw-downs during the period / year		-	7,000,000
Repayments during the period / year		(1,575,000)	(12,615,833)
Closing balance	5.1.1	13,125,000	14,700,000

- 5.1.1** These borrowings are secured by way of hypothecation of Company's assets including plant, machinery, tools & spares and other moveable properties, ranking pari passu with each other with 25% margin.

These carry mark-up ranging between 6 month KIBOR minus 0.50% to plus 0.10% per annum (December 31, 2024: 6 month KIBOR minus 0.50% to plus 0.10% per annum) and are repayable up to December 2029 (December 31, 2024: December 2029).

	Note	Un-audited June 30, 2025	Audited December 31, 2024
(Rupees '000)			
<b>5.2 Movement during the period / year is as follows:</b>			
Opening balance		23,500,000	13,000,000
Acquisition pursuant to merger of FFBL		-	4,062,500
Draw-downs during the period / year		-	13,000,000
Repayments during the period / year		(1,875,000)	(6,562,500)
Closing balance	5.2.1	21,625,000	23,500,000

- 5.2.1** These borrowings are secured by way of hypothecation of Company's assets including plant, machinery, tools & spares and other moveable properties, ranking pari passu with each other with 25% margin.

These carry profit rates ranging between 6 month KIBOR minus 0.50% to plus 0.10% per annum (December 31, 2024: 6 month KIBOR minus 0.50% to plus 0.10% per annum) and are repayable up to December 2029 (December 31, 2024: December 2029).

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the six month period ended June 30, 2025

### 6. TRADE AND OTHER PAYABLES

This includes Gas Infrastructure Development Cess (GIDC) payable as follows:

	Note	Un-audited June 30, 2025	Audited December 31, 2024
		(Rupees '000)	
Balance at the beginning		84,977,267	62,437,223
Acquisition pursuant to merger of FFBL		-	22,327,638
Unwinding of GIDC liability - charge to profit or loss		-	212,406
	6.1	84,977,267	84,977,267

- 6.1** This represents amount payable on account of Gas Infrastructure Development Cess (GIDC) under Gas Infrastructure Development Cess Act, 2015 (GIDC Act) up to July 31, 2020. The Company along with other industrial gas consumers had previously challenged the GIDC Act on constitutional grounds. The Honorable Supreme Court of Pakistan (SCP) in its judgment dated August 13, 2020 declared GIDC Act a valid legislation. As per the latest orders from Government of Pakistan (GoP), this cess is recoverable in 48 equal monthly installments, instead of 24 equal monthly installments. The Company also filed a suit with the Sindh High Court (SHC) in September 2020 against collection of GIDC, and SHC granted a stay against recovery of GIDC from the Company, till the finalisation of matter by SHC. The matter is currently pending in Sindh High Court.

During the period, no payments were made by the Company on account of GIDC due to the stay granted by SHC. Further, the Company has also contested and not accounted for late payment surcharge in these condensed interim financial statements, on GIDC payments against recovery stay granted by SHC.

	Note	Un-audited June 30, 2025	Audited December 31, 2024
		(Rupees '000)	
<b>7. SHORT TERM BORROWINGS - SECURED</b>			
From conventional banks	7.1	18,433,697	27,532,737
From Islamic banks	7.2	7,628,935	3,746,171
		26,062,632	31,278,908
Mark-up and profit accrued on:			
Conventional borrowings		323,685	113,220
Islamic borrowings		230,195	92,514
		553,880	205,734
		26,616,512	31,484,642
Less: mark-up and profit accrued on short-term borrowings		553,880	205,734
		26,062,632	31,278,908

- 7.1** These represent short term running finance facilities available from various banking companies under mark-up arrangements amounting to Rs 30,494,000 thousand (December 31, 2024: Rs 58,177,000 thousand) which represent the aggregate of all facility agreements between the Company and respective banks.

These facilities are secured by pari passu / ranking hypothecation charges on assets of the Company besides lien over mutual fund investments and PIBs in certain cases. The per annum rates of mark-up are 1 month KIBOR plus 0.05% to 0.50% and 3 month KIBOR plus 0.00% to 0.45% (December 31, 2024: 1 month KIBOR plus 0.05% to 0.50% and 3 month KIBOR minus 2.00% to plus 0.45%).

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**

For the six month period ended June 30, 2025

- 7.2 These represent shariah compliant short term running finance facilities available from various banking companies under profit arrangement amounting to Rs 9,700,000 thousand (December 31, 2024: Rs 16,200,000 thousand).

These facilities are secured by ranking hypothecation charge on assets of the Company besides lien over PIBs in certain cases. The per annum rate of profit is 3 month KIBOR minus 0.15% to plus 0.05% (December 31, 2024: 3 month KIBOR minus 3.70% to plus 0.20%).

	Un-audited June 30, 2025	Audited December 31, 2024
<b>8. CONTINGENCIES AND COMMITMENTS</b>	<b>(Rupees '000)</b>	
<b>8.1 Contingencies:</b>		
i) Guarantees issued by banks on behalf of the Company	7,551,526	13,365,563
ii) Claims against the Company and / or potential exposure not acknowledged as debt	50,696	50,696
iii) The Company has issued corporate bank guarantee and letters of comfort in favour of its subsidiary i.e. Fauji Fresh n Freeze Limited amounting to Rs 3,721,054 thousand (December 31, 2024: Rs 4,077,552 thousand).		
iv) Penalty of Rs 5,500,000 thousand (December 31, 2024: Rs 5,500,000 thousand) imposed by the Competition Commission of Pakistan (CCP) in 2013, for alleged unreasonable increase in urea prices, which was set aside by the Competition Appellate Tribunal, in appeal filed by the Company, who also remanded the case back to CCP to decide the case afresh under guidelines provided by the Tribunal. CCP did not challenge this order before the Supreme Court of Pakistan in appeal within the stipulated time, thus making the appeal time barred. However, in prior years, CCP under the said Tribunal guidelines resumed the proceedings and the Company duly joined these proceedings through counsel. The Company filed writ petition before Islamabad High Court which was disposed of, directing CCP to proceed with regular hearings. CCP is yet to initiate its proceedings and the Company is awaiting hearing notice. The Company remains confident of successfully defending these unreasonable claims.		
v) The Company has provided financial guarantees, obtained from commercial banks, in the name of Excise and Taxation Department, Government of Sindh, with an aggregate amount of Rs 8,339 million (December 31, 2024: Rs 7,262 million), representing unpaid levy due under the Sindh Development and Maintenance of Infrastructure Cess Act, 2017 (Sindh Cess Act); deposited pursuant to instructions of the Honorable Sindh High Court (SHC) under a petition filed by the Company (along with various other importers of goods) challenging the constitutionality of the power exercised by the provincial legislature to levy the Cess. The Company was also depositing the 50% levy, in cash, on monthly basis since June 2011. On June 4, 2021, SHC has upheld the Sindh Cess Act as valid legislation, retrospectively with effect from July, 1, 1994. On the advice of its legal counsel, the Company filed an appeal against the decision, with the Honorable Supreme Court of Pakistan (SCP) and obtained stay order from the SCP against the decision, on September 1, 2021.		
As a matter of prudence, the Company is recognizing the provision at the time of the activity that triggers the payment of the levy in accordance with the Sindh Cess Act; amounting to Rs 8,339 million as of June 30, 2025. During the period, the Company has recognized the levy amounting to Rs 1,077 million fully covered by bank guarantee.		
vi) The Company was liable to repay loans originally obtained from Export Credit Agencies (ECA), amounting to Rs 9,723 million (December 31, 2024: Rs 9,723 million) to the Government of Pakistan (GoP), in 15 annual equal installments, with a 1-year grace period, at zero percent, effective November 30, 2001. As per the restructuring agreement, the final installment was paid in June 2017.		

These loans from ECA, which were assumed by the GoP, were initially secured with a guarantee issued by Habib Bank Limited (HBL) on behalf of a local syndicate of banks and financial institutions. The guarantee was secured by a first equitable mortgage created on all immovable properties of the Company, and by way of hypothecation of movable properties of the Company. The charge ranked pari passu with the charges to be created in favor of other foreign and local lenders. The local syndicate had requested the Company to obtain an indemnity from the GoP confirming that it is GoP's absolute obligation to indemnify and keep related banks and financial institutions harmless from any possible exposure on this account. Accordingly, on December 16, 2002, the GoP had conveyed its agreement by assuming the ECA loan liabilities by absolving related banks and financial institutions of their liabilities, for which they earlier issued guarantees to the ECA. As a result, three ECAs have released the guarantee of HBL and have returned the original documents.

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the six month period ended June 30, 2025

Since one ECA is yet to release HBL from its responsibility as guarantor, therefore the charge related to the portion of the said guarantee on the assets of the Company, has not been vacated up to June 30, 2025. The Company is making efforts in getting this guarantee released.

	Un-audited June 30, 2025	Audited December 31, 2024
<b>8.2 Commitments in respect of:</b>	<b>(Rupees '000)</b>	
(i) Capital expenditure commitments (including commitments amounting to Rs 14,225,881 thousand (December 31, 2024: Rs 14,236,243 thousand) relating to PEF joint operations)	25,651,555	23,945,484
(ii) Purchase of fertilizer, stores, spares and other operational items	29,361,505	26,760,469
(iii) Investment in Thar Energy Limited	90,912	89,232
(iv) Contracted out services	495,890	507,895
(v) Revolving credit facilities to:		
- Foundation Wind Energy Limited - I	1,500,000	1,500,000
- FFC Energy Limited	1,700,000	1,700,000
- Fauji Fresh n Freeze Limited	920,000	1,750,000
(vi) Guarantees on behalf of OLIVE Technical Services (Private) Limited	500,000	-

	Un-audited June 30, 2025	Audited December 31, 2024
<b>9. PROPERTY, PLANT AND EQUIPMENT</b>	<b>(Rupees '000)</b>	

Operating fixed assets	9.1	46,412,842	44,086,856
Capital work in progress	9.2	16,534,942	14,123,873
		62,947,784	58,210,729
<b>9.1 Operating fixed assets</b>			
Opening written down value		44,086,856	28,794,420
Acquisition pursuant to merger of FFBL		-	9,285,295
Additions during the period / year		4,775,484	9,604,338
Written down value of disposals		(14,369)	(11,612)
Depreciation during the period / year		(2,435,129)	(3,585,585)
		46,412,842	44,086,856

9.1.1 Additions in and depreciation on operating fixed assets during the six month period ended June 30, 2024 were Rs 4,932,202 thousand and Rs 1,401,418 thousand, respectively.

	Un-audited June 30, 2025	Audited December 31, 2024
<b>9.2 Capital work in progress</b>	<b>(Rupees '000)</b>	
Opening value	14,123,873	11,422,748
Acquisition pursuant to merger of FFBL	-	171,113
Additions during the period / year	4,784,376	6,130,587
Transfers during the period / year	(2,373,307)	(3,600,575)
	16,534,942	14,123,873



**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**

For the six month period ended June 30, 2025

- 9.2.1** Capital work in progress include Rs 2,621,617 thousand (December 31, 2024: Rs 2,400,058 thousand) being Company's share in Joint Operation related to Gas Pressure Enhancement Facility (PEF).

Note	Un-audited June 30, 2025	Audited December 31, 2024
	(Rupees '000)	

**9.3 Depreciation charge has been allocated as follows:**

Cost of sales	2,328,203	3,451,191
Distribution cost	105,252	130,582
Other expenses	1,674	2,167
Charged to FFBL under Inter Company Services Agreement prior to merger of FFBL with and into the Company	-	7,648
	<b>2,435,129</b>	<b>3,591,588</b>

**10. LONG TERM INVESTMENTS****Investments held at cost****In associated companies (Quoted)**

Fauji Cement Company Limited	1,500,000	1,500,000
Askari Bank Limited	15,692,912	15,692,912
Agritech Limited		
Investment at cost	7,307,542	4,855,105
Advance against issue of shares	-	69,644
	<b>7,307,542</b>	<b>4,924,749</b>
	<b>24,500,454</b>	<b>22,117,661</b>

**In associated company (Unquoted)**

Thar Energy Limited	5,986,908	5,986,908
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**In joint venture (Unquoted)**

Pakistan Maroc Phosphore S.A., Morocco	2,117,075	2,117,075
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**In subsidiary company (Quoted)**

Fauji Foods Limited		
Investment at cost	14,055,516	14,055,516
Less: Impairment loss	(1,999,000)	(1,999,000)
	<b>12,056,516</b>	<b>12,056,516</b>

**In subsidiary companies (Unquoted)**

FFC Energy Limited	2,438,250	2,438,250
Foundation Wind Energy - I Limited	7,493,051	7,493,051
Foundation Wind Energy - II Limited	6,019,288	6,019,288
FFBL Power Company Limited	6,440,625	6,440,625
OLIVE Technical Services (Private) Limited	100,000	100,000
Fauji Fresh n Freeze Limited		
Investment at cost	11,335,500	11,335,500
Less: Impairment loss	(6,100,000)	(6,100,000)
	<b>5,235,500</b>	<b>5,235,500</b>
	<b>27,726,714</b>	<b>27,726,714</b>

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the six month period ended June 30, 2025

	Note	Un-audited June 30, 2025	Audited December 31, 2024
(Rupees '000)			
<b>Other long term investments</b>			
Arabian Sea Country Club Limited		-	-
		<b>72,387,667</b>	70,004,874
<b>Investments measured at fair value through profit or loss</b>			
Investment in listed preference shares		-	1,715,978
Investment in un-listed preference shares		<b>4,384,133</b>	3,299,093
Advance against issue of privately placed term finance certificates		<b>1,539,986</b>	1,020,171
	10.1	<b>5,924,119</b>	6,035,242
<b>Investments measured at fair value through other comprehensive income</b>			
Bank Alfalah Term Finance Certificates		<b>300,000</b>	300,000
Pakistan Investment Bonds		<b>2,751,655</b>	2,714,385
		<b>3,051,655</b>	3,014,385
<b>Less: Current portion shown under short term investments measured at fair value through other comprehensive income</b>			
Pakistan Investment Bonds	12	<b>2,296,279</b>	2,274,203
		<b>79,067,162</b>	76,780,298

**10.1** During the period, the Company exercised its option to convert 77,998 thousand listed convertible preference shares of AGL into 91,666 thousand ordinary shares of AGL. The Company has also acquired further ordinary shares, unlisted preference shares and advance against issue of privately placed term finance certificates of AGL. The Company's equity interest in AGL has increased from 28.86% to 37.36% as at June 30, 2025.

### 11. OTHER RECEIVABLES

Other receivables include Rs 10,122,870 thousand (December 31, 2024: Rs 10,122,870 thousand) on account of subsidy receivable against which provision for loss allowance amounting to Rs 10,083,396 thousand (December 31, 2024: Rs 10,083,396 thousand) has been recognised. This also includes Rs 40,464,119 thousand (December 31, 2024: Rs 38,377,333 thousand) on account of sales tax receivable against which provision for input tax amounting to Rs 28,870,580 thousand (December 31, 2024: Rs 25,231,061 thousand) has been recognised.

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**

For the six month period ended June 30, 2025

	Note	Un-audited June 30, 2025	Audited December 31, 2024
<b>12. SHORT TERM INVESTMENTS</b>		<b>(Rupees '000)</b>	
<b>Amortised cost - conventional investments</b>			
Term deposits with banks and financial institutions			
Local currency		-	1,000,000
Foreign currency		5,482,617	5,258,558
		5,482,617	6,258,558
<b>Investments at fair value through profit or loss</b>			
Conventional investments		46,285,899	115,866,035
Shariah compliant investments		76,958,743	79,583,317
		123,244,642	195,449,352
<b>Current maturity of long term investments</b>			
Fair value through other comprehensive income	10	2,296,279	2,274,203
		131,023,538	203,982,113

	Three month period ended		Six month period ended	
	Un-audited June 30, 2025	Un-audited June 30, 2024	Un-audited June 30, 2025	Un-audited June 30, 2024
<b>13. TURNOVER - NET</b>	<b>(Rupees '000)</b>		<b>(Rupees '000)</b>	
Manufactured fertilizers	97,601,504	52,918,892	160,275,742	100,102,741
Purchased and packaged fertilizers	1,294,464	7,471,197	7,485,570	21,539,018
	98,895,968	60,390,089	167,761,312	121,641,759
Less: Trade discounts	(44,406)	-	(1,036,650)	-
Less: Sales tax & excise duty	(7,039,874)	(3,223,145)	(11,276,120)	(6,067,561)
	91,811,688	57,166,944	155,448,542	115,574,198

**14. FINAL TAXES - LEVIES**

This represents final taxes paid under section 5 and section 8 of Income Tax Ordinance, 2001 (ITO, 2001), representing levy in terms of requirements of IAS 37/ IFRIC 21.

**14.1 Reconciliation between current tax and levy:**

Reconciliation of current tax charged as per tax laws for the period, with current tax recognized in the profit and loss accounts is as follows:

	Three month period ended		Six month period ended	
	Un-audited June 30, 2025	Un-audited June 30, 2024	Un-audited June 30, 2025	Un-audited June 30, 2024
	<b>(Rupees '000)</b>		<b>(Rupees '000)</b>	
Current tax liability for the period as per applicable tax laws	13,110,060	10,238,510	20,595,029	16,655,940
Less:				
Portion of current tax liability as per tax laws, representing income tax under IAS 12	(13,109,789)	(9,155,542)	(20,587,823)	(14,684,462)
Portion of current tax computed as per tax laws, representing levy in terms of requirements of IAS 37/ IFRIC 21	(271)	(1,082,968)	(7,206)	(1,971,478)
	-	-	-	-

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the six month period ended June 30, 2025

- 14.2** The aggregate of final tax and income tax amounting to Rs 20,595,029 thousand (June 30, 2024: Rs 16,655,940 thousand) represents tax liability of the Company calculated under the relevant provisions of the Income Tax Ordinance, 2001.

	Note	June 30, 2025	June 30, 2024
(Rupees '000)			
<b>15. CASH GENERATED FROM OPERATIONS</b>			
<b>Profit before income tax</b>		<b>58,786,228</b>	43,208,366
<b>Adjustments for:</b>			
Unwinding of GIDC liability		-	198,747
Loss allowance on subsidy receivable from GoP and others		-	955,000
Impact of present value of loans and advances to employees		(3,352)	-
Provision for input tax disallowance		3,639,519	4,141,000
Depreciation	9	2,435,129	1,397,076
Amortization		1,181	1,236
Finance cost		3,406,776	2,885,696
Provision for slow moving spares		35,135	14,383
Gain on disposal of property, plant and equipment		(32,825)	(17,812)
Income on loans, deposits and investments		(711,624)	(656,833)
Final taxes - levies	14	7,206	1,971,478
Exchange loss		382,032	62,905
Remeasurement gain on Agritech Limited		(682,833)	-
Gain on re-measurement of investments at fair value through profit or loss		-	(600,646)
Dividend income		(18,937,341)	(6,614,750)
		<b>(10,460,997)</b>	3,737,480
		<b>48,325,231</b>	46,945,846
<b>Changes in:</b>			
Stores, spares and loose tools		(1,820,292)	(884,802)
Stock in trade		(32,958,415)	(1,713,530)
Trade debts		(1,506,529)	(164,247)
Loans and advances		424,268	1,033,977
Deposits and prepayments		803,842	637,311
Other receivables		(1,861,628)	(455,201)
Trade and other payables		(11,444,307)	5,522,570
Bank balance under lien		60,000	-
		<b>(48,303,061)</b>	3,976,078
Changes in long term loans and advances		(176,943)	(430,969)
Changes in long term deposits and prepayments		853	(2,984)
Changes in compensated leave absences		34,377	213,810
		<b>(119,543)</b>	50,701,781

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**

For the six month period ended June 30, 2025

**16. FINANCIAL RISK MANAGEMENT AND FAIR VALUES**

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements for the year ended December 31, 2024. There is no change in the nature and corresponding hierarchies of fair value levels of financial instruments from those as disclosed in the audited financial statements of the Company for the year ended December 31, 2024.

The carrying amount of all financial assets and liabilities are estimated to approximate their fair values.

	June 30, 2025	June 30, 2024
<b>17. TRANSACTIONS AND BALANCES WITH RELATED PARTIES</b>	<b>(Rupees '000)</b>	
Significant transactions and balances with the related parties are as follows:		
<b>HOLDING COMPANY</b>		
<b>Transactions</b>		
Dividend paid	17,337,449	5,416,681
Cost recharge	577,960	379,222
Others	88,118	67
<b>Balances</b>		
Balance payable - unsecured*	423,426	835,271
<b>SUBSIDIARY COMPANIES</b>		
<b>Transactions</b>		
(Decrease) / increase in letters of comfort/ guarantees against loan	(356,498)	234,696
Equity investment	-	5,000,000
Advance against issue of shares	-	80,000
Advance under revolving credit facility	1,390,000	538,000
Payment received under revolving credit facility	560,000	1,800,000
Interest income	20,076	39,160
Rental income	18,580	19,580
Dividend income	9,047,572	3,577,566
Services and materials provided	552,592	-
Services and materials received	9,476,512	-
Expenses incurred on behalf of subsidiary companies	90,721	87,804
<b>Balances</b>		
Balances receivable - unsecured*	1,787,560	991,225
Balances payable - unsecured*	1,667,845	2,341,368
<b>ASSOCIATED UNDERTAKINGS / COMPANIES</b>		
<b>DUE TO COMMON DIRECTORSHIP</b>		
<b>Transactions</b>		
Expenses charged on account of marketing of fertilizer on behalf of associated company	186,842	679,653
Commission on sale of products	1,011	11,337
Sale of fertilizer	77,861	84,471
Payments under consignment account - net	3,732,457	76,743,428
Payments against purchase of gas and PEF project	28,238,829	29,159,568
Purchase of raw materials and others	44,799,474	-
Investment in Agritech Limited	1,588,838	-
Services and materials provided	17,771	21,343
Donations	1,237,510	84,157
Interest expense	441,542	141,353
Interest income	32,545	2,822
Dividend income	9,889,769	3,037,184

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the six month period ended June 30, 2025

	June 30, 2025	June 30, 2024
	(Rupees '000)	
<b>Balances</b>		
Short term borrowings*	6,816,392	17,954,517
Cash and Bank Balances*	87,486	24,485
Balances receivable - unsecured*	443,241	465,280
Balances payable - unsecured*	89,512,715	89,817,341
<b>STAFF RETIREMENT BENEFITS</b>		
<b>Contributions</b>		
Employees' Provident Fund Trust	396,330	309,650
Employees' Gratuity Fund Trust	394,051	385,115
Employees' Pension Fund Trust	28,507	43,448
Employees' Funds as dividend on equity holding of 0.23% (2024: 0.25%)	91,648	30,661
<b>Balances</b>		
Balance payable - Gratuity Fund - I*	307,550	504,575
Balance receivable - Gratuity Fund - II*	152,369	181,166
Balance receivable - Pension Fund Trust*	926,879	912,625
<b>OTHERS</b>		
<b>Transactions</b>		
Remuneration and benefits of key management personnel (No. of person(s): 32 (2024: 21))	567,899	345,590
<b>Balances</b>		
Loans and advances*	143,027	173,470

\*Comparative audited figures of receivable / payable balances are as at December 31, 2024.

### 18. OPERATING SEGMENTS

These condensed interim financial statements have been prepared on the basis of a single reportable segment. Revenue from external customers for products of the Company is disclosed in note 13 to these condensed interim financial statements.

### 19. INTEREST IN JOINT ARRANGEMENTS

In 2022, the Company, Engro Fertilizer Company Limited (EFERT) and Fatima Fertilizer Company Limited (FATIMA) entered into a Framework Agreement (the Agreement) for Gas Pressure Enhancement Facilities (PEF) project dated November 30, 2022. Under the Agreement, the Company, EFERT and FATIMA have decided to jointly develop and install pressure enhancement facilities at the MPCL's delivery node to sustain the current level of pressure of gas supply from HRL reservoir of Mari Petroleum Company Limited (MPCL). The Company has classified this arrangement as a joint operation. Current cost sharing percentages in PEF of the Company, EFERT and FATIMA are 47.7%, 33.9% and 18.4%, respectively. The Company has recognised its share of jointly held assets and liabilities of the joint operation under the appropriate heads and disclosed the same in the related notes to these condensed interim financial statements.

### 20. NON ADJUSTING EVENTS AFTER REPORTING DATE

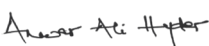
The Board of Directors of the Company in its meeting held on July 29, 2025 proposed second interim dividend of Rs 12 per share.

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**

For the six month period ended June 30, 2025

**21. GENERAL**

- 21.1** Figures have been rounded off to the nearest thousand of rupees unless otherwise stated.
- 21.2** In the year 2024, under a scheme of arrangement sanctioned by Lahore High Court, Fauji Fertilizer Bin Qasim Limited (previously an associate of the Company) merged/ amalgamated with and into the Company with effect from July 1, 2024. In accordance with the requirements of applicable financial reporting framework, comparative figures in the condensed interim statement of profit or loss, condensed interim statement of profit or loss and other comprehensive income and condensed interim statement of cashflows have not been revised and represent the pre-merger/ amalgamation results of the Company only. Whereas, the comparative figures in the condensed interim statement of financial position as at December 31, 2024, represents the merged/ amalgamated assets, liabilities and equity and reserves of the Company.
- 21.3** These condensed interim financial statements have been authorized for issue by the Board of Directors of the Company on July 29, 2025.


**Chairman**

**Chief Executive Officer**

**Director**

**Chief Financial Officer**







# **Condensed Interim Consolidated Financial Statements**



## CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at June 30, 2025

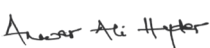
	Note	Un-audited June 30, 2025	Audited December 31, 2024
(Rupees '000)			
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Share capital	4	14,231,086	14,231,086
Capital reserves		42,582,882	41,335,049
Revenue reserves			
General reserves		8,802,360	8,802,360
Unappropriated profit		168,953,770	172,169,158
		177,756,130	180,971,518
Surplus on remeasurement of investments to fair value - net		1,874,896	4,132,721
Non-controlling interest		4,791,317	3,922,535
		241,236,311	244,592,909
Share in revaluation reserve of associates - net		366,742	297,678
<b>NON - CURRENT LIABILITIES</b>			
Long term borrowings - secured	5	26,614,538	32,491,030
Lease liabilities		377,462	290,770
Deferred government grant		66,573	73,400
Deferred tax liability		30,986,454	30,721,809
Compensated leave absences		2,971,667	2,958,960
		61,016,694	66,535,969
<b>CURRENT LIABILITIES</b>			
Current portion of long term borrowings - secured	5	9,561,683	7,417,960
Current portion of lease liabilities		103,998	60,377
Current portion of deferred government grant		29,361	30,810
Trade and other payables	6	185,667,880	196,832,347
Mark-up and profit accrued		1,267,237	980,779
Short term borrowings - secured	7	31,286,032	38,340,517
Unclaimed dividend		755,279	663,851
Provision for taxation		8,406,521	17,930,211
		237,077,991	262,256,852
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>539,697,738</b>	<b>573,683,408</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	8		

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

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at June 30, 2025

	Note	Un-audited June 30, 2025	Audited December 31, 2024
(Rupees '000)			
<b>ASSETS</b>			
<b>NON - CURRENT ASSETS</b>			
Property, plant and equipment	9	120,447,662	116,419,750
Intangible assets		1,988,595	1,990,233
Long term investments	10	129,369,210	124,629,228
Long term loans and advances - secured		1,965,561	1,785,266
Long term deposits and prepayments		129,662	135,045
		253,900,690	244,959,522
<b>CURRENT ASSETS</b>			
Stores, spares and loose tools		18,225,840	16,187,525
Stock in trade		64,170,195	29,698,865
Trade debts		18,991,915	15,315,117
Loans and advances		4,478,114	6,715,734
Deposits and prepayments		604,677	1,398,914
Other receivables	11	25,652,178	21,016,416
Short term investments	12	141,384,087	222,415,276
Cash and bank balances		12,290,042	15,976,039
		285,797,048	328,723,886
<b>TOTAL ASSETS</b>		<b>539,697,738</b>	<b>573,683,408</b>


**Chairman**

**Chief Executive Officer**

**Director**

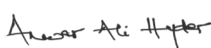
**Chief Financial Officer**

## CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

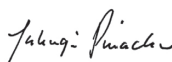
For the six month period ended June 30, 2025

	Note	Three month period ended		Six month period ended	
		June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
		(Rupees '000)		(Rupees '000)	
Turnover - net	13	106,594,788	64,527,728	182,292,183	126,840,686
Cost of sales		(69,474,372)	(28,330,284)	(119,492,217)	(71,993,724)
<b>GROSS PROFIT</b>		<b>37,120,416</b>	<b>36,197,444</b>	<b>62,799,966</b>	<b>54,846,962</b>
Administrative and distribution expenses		(10,318,798)	(5,998,715)	(17,752,085)	(11,452,611)
		<b>26,801,618</b>	<b>30,198,729</b>	<b>45,047,881</b>	<b>43,394,351</b>
Finance cost		(1,899,216)	(1,468,826)	(3,823,944)	(3,110,476)
Other losses					
-Unwinding of GIDC liability		-	(66,630)	-	(198,747)
-Reversal of loss allowance / (loss allowance) on subsidy receivable from GoP and others		-	75,000	-	(955,000)
		-	8,370	-	(1,153,747)
Other expenses		(2,635,816)	(2,404,709)	(4,631,670)	(4,234,291)
Other income		4,797,691	5,088,628	9,974,819	10,101,888
Share of profit of associates and joint venture		6,689,482	6,084,209	13,225,048	15,024,200
<b>PROFIT BEFORE INCOME TAX AND FINAL TAX</b>		<b>33,753,759</b>	<b>37,506,401</b>	<b>59,792,134</b>	<b>60,021,925</b>
Final taxes - levies		20,958	(1,195,108)	(21,980)	(2,145,038)
<b>PROFIT BEFORE INCOME TAX</b>		<b>33,774,717</b>	<b>36,311,293</b>	<b>59,770,154</b>	<b>57,876,887</b>
Provision for taxation		(13,457,590)	(11,298,670)	(21,816,833)	(20,189,691)
<b>PROFIT FOR THE PERIOD</b>		<b>20,317,127</b>	<b>25,012,623</b>	<b>37,953,321</b>	<b>37,687,196</b>
<b>ATTRIBUTABLE TO:</b>					
Equity Holders of Fauji Fertilizer Company Limited		19,683,730	24,591,289	37,084,539	37,151,445
Non - Controlling Interest		633,397	421,334	868,782	535,751
		<b>20,317,127</b>	<b>25,012,623</b>	<b>37,953,321</b>	<b>37,687,196</b>
Earnings per share - basic and diluted (Rupees)		<b>14.28</b>	<b>19.24</b>	<b>26.67</b>	<b>29.20</b>

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



**Chairman**



**Chief Executive Officer**



**Director**



**Chief Financial Officer**

# CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)

For the six month period ended June 30, 2025

	Three month period ended		Six month period ended	
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
	(Rupees '000)		(Rupees '000)	
<b>PROFIT FOR THE PERIOD</b>	<b>20,317,127</b>	25,012,623	<b>37,953,321</b>	37,687,196
<b>OTHER COMPREHENSIVE INCOME / (LOSS)</b>				
Items that may be subsequently reclassified to profit or loss:				
Surplus on re-measurement of investments to fair value - net of tax	14,994	67,350	22,734	135,488
Share of equity accounted investees - share of OCI, net of tax	(83,262)	(444,694)	(1,845,880)	1,598,464
	(68,268)	(377,344)	(1,823,146)	1,733,952
Items that will not be subsequently reclassified to profit or loss				
Equity accounted investees - share of OCI, net of tax	262,425	-	978,935	17,827
<b>Comprehensive income taken to equity</b>	<b>20,511,284</b>	24,635,279	<b>37,109,110</b>	39,438,975
<b>Comprehensive income not recognised in equity</b>				
Items that may be subsequently reclassified to profit or loss				
Share in revaluation reserve of associates - net of tax	-	(133,095)	69,064	(81,862)
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>20,511,284</b>	24,502,184	<b>37,178,174</b>	39,357,113

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

Chairman

Chief Executive Officer

Director

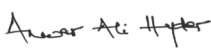
Chief Financial Officer

## CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

For the six month period ended June 30, 2025

	Capital reserves				Revenue reserves		(Deficit) / surplus on revaluation of investments to fair value-net	Share in revaluation reserve of associates - net	Non-controlling interest	Total
	Share capital	Share premium	Capital redemption reserve	Merger reserve	Translation reserve	Statutory reserve	Acquisition reserve	General reserve	Unappropriated profit	
<b>Balance as at January 1, 2024</b>	12,722,382	40,000	120,000	-	6,871,041	6,671,664	-	8,802,380	114,118,741	1,462,850
<b>Total comprehensive income</b>	-	-	-	-	-	-	-	-	-	3,589,019
Profit for the period	-	-	-	-	-	-	-	-	37,687,196	-
Other comprehensive income / (loss) - net of tax	-	-	-	-	(32,327)	-	-	(81,862)	1,669,917	-
<b>Transactions with owners of the Group</b>	-	-	-	-	(32,327)	-	-	-	37,168,272	535,751
<b>Distributions:</b>	-	-	-	-	-	-	-	-	-	(81,862)
<b>FFC Dividends:</b>	-	-	-	-	-	-	-	-	-	-
Final dividend 2023: Rs 4.10 per share	-	-	-	-	-	-	-	-	(5,216,177)	-
First interim dividend 2024: Rs 5.50 per share	-	-	-	-	-	-	-	-	(6,987,310)	-
<b>FWEL-I dividends to non-controlling interest holders:</b>	-	-	-	-	-	-	-	-	(12,213,487)	-
Final dividend 2023: Rs 4.5 per share	-	-	-	-	-	-	-	-	-	-
Other changes in equity	-	-	-	-	-	570,082	-	-	(570,082)	-
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-	-
<b>Balance as at June 30, 2024</b>	12,722,382	40,000	120,000	-	6,549,714	7,241,746	-	8,802,380	138,504,444	3,007,271
<b>Balance as at January 1, 2025</b>	14,231,086	40,000	120,000	27,047,377	7,701,637	7,866,404	(1,440,369)	8,802,380	172,168,158	297,678
<b>Total comprehensive income</b>	-	-	-	-	-	-	-	-	37,084,539	3,922,535
Profit for the period	-	-	-	-	-	-	-	-	37,084,539	888,782
Other comprehensive (loss) / income - net of tax	-	-	-	-	333,651	-	-	-	978,935	-
Effect of reclassification on adoption of IFRS - 9 by an associate - net of tax	-	-	-	-	333,651	-	-	-	38,063,474	69,064
Effect of adoption of IFRS - 9 - ECL by an associate - net of tax	-	-	-	-	-	-	-	-	(56,796)	-
Gain on disposal of equity securities measured at FVOCI by an associate - net of tax	-	-	-	-	-	-	-	-	197,475	-
<b>Transactions with owners of the Group</b>	-	-	-	-	-	-	-	-	96,611	(96,611)
<b>Distributions:</b>	-	-	-	-	-	-	-	-	-	-
<b>FFC Dividends:</b>	-	-	-	-	-	-	-	-	(29,885,283)	-
Final dividend 2024: Rs 21 per share	-	-	-	-	-	-	-	-	(9,861,761)	-
First interim dividend 2025: Rs 7 per share	-	-	-	-	-	-	-	-	(39,847,044)	-
<b>FWEL-I dividends to non-controlling interest holders:</b>	-	-	-	-	-	-	-	-	(754,926)	-
Interim dividend 2025: Rs 10.4 per share	-	-	-	-	-	-	-	-	-	-
<b>Other changes in equity</b>	-	-	-	-	-	914,182	-	-	(914,182)	-
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-	-
<b>Balance as at June 30, 2025</b>	14,231,086	40,000	120,000	27,047,377	8,035,288	8,780,586	(1,440,369)	8,802,380	168,953,770	366,742
										4,791,317
										241,603,053

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



**Chairman**



**Chief Executive Officer**



**Director**



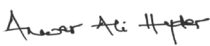
**Chief Financial Officer**

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (UN-AUDITED)**

For the six month period ended June 30, 2025

	Note	June 30, 2025	June 30, 2024
(Rupees '000)			
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash generated from operations	15	7,437,788	54,951,840
Finance cost paid		(3,498,777)	(3,540,750)
Income taxes and levies paid		(31,344,138)	(9,930,899)
		(34,842,915)	(13,471,649)
Net cash (used in) / generated from operating activities		(27,405,127)	41,480,191
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Fixed capital expenditure		(8,666,066)	(5,132,566)
Proceeds from disposal of property, plant and equipment		74,950	32,992
Investment in Agritech Limited		(1,588,838)	-
Other investments - net		426,549	792,091
Interest and profit received		1,493,022	803,231
Dividend received		2,814,000	2,207,352
Net cash used in investing activities		(5,446,383)	(1,296,900)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Long term financing:			
Drawdowns		11,442	320,512
Repayments		(3,744,211)	(3,272,298)
Repayment of lease liabilities		(92,396)	(23,223)
Dividend paid		(40,510,542)	(12,521,057)
Net cash used in financing activities		(44,335,707)	(15,496,066)
Net (decrease) / increase in cash and cash equivalents		(77,187,217)	24,687,225
Cash and cash equivalents at beginning of the period		191,619,934	86,315,120
Effect of exchange rate changes		(386,887)	(63,316)
Cash and cash equivalents at end of the period		114,045,830	110,939,029
<b>CASH AND CASH EQUIVALENTS</b>			
Cash and bank balances		12,290,042	1,917,984
Short term highly liquid investments		139,087,808	116,311,930
Short term borrowings - secured		(31,286,032)	(7,290,885)
Bank balance held under lien		(6,045,988)	-
		114,045,830	110,939,029

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


**Chairman**

**Chief Executive Officer**

**Director**

**Chief Financial Officer**

## NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the six month period ended June 30, 2025

### 1. THE COMPANY AND ITS OPERATIONS

- 1.1 Fauji Fertilizer Company Limited (the Group) comprises of Fauji Fertilizer Company Limited (FFC) and its subsidiaries, FFC Energy Limited (FFCEL), Foundation Wind Energy - I Limited (FWEL-I), Foundation Wind Energy - II Limited (FWEL-II), FFBL Power Company Limited (FPCL), Fauji Fresh n Freeze Limited (FFF), Fauji Foods Limited (FFL), Fauji Infravest Foods Limited (FIFL) and OLIVE Technical Services (Private) Limited (OLIVE). The shares of FFC and FFL are quoted on Pakistan Stock Exchange. FFC is a subsidiary of Fauji Foundation (FF), which is also its ultimate parent entity.

The principal activity of FFC is manufacturing, purchasing and marketing of fertilizers and chemicals including investment in chemical, other manufacturing and banking operations. FFCEL has setup a 49.5 MW wind energy power project. FWEL-I and FWEL-II individually operate setups of 50 MW wind energy power projects. FPCL has been established to build, own and operate a 118 MW coal based power generation facility. FFF is principally engaged in the business of processing fresh, frozen fruits, vegetables, fresh meat, frozen cooked and semi cooked food. FFL is principally engaged in processing and sale of toned milk, milk powder, fruit juices, allied dairy and food products. FIFL manufactures macaroni, couscous and farinaceous products. OLIVE is engaged in provision of technical and engineering services.

### 2. BASIS OF PREPARATION

#### 2.1 Statement of compliance

These condensed interim consolidated financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

The applicable framework for banks also includes the Banking Companies Ordinance 1962 and the provisions of and directives issued by the State Bank of Pakistan.

- 2.2 The disclosures in these condensed interim consolidated financial statements do not include the information reported for full annual consolidated financial statements and should therefore be read in conjunction with the consolidated financial statements of the Group for the year ended December 31, 2024. Comparative figures of condensed interim statement of financial position is extracted from audited consolidated financial statements as at December 31, 2024 whereas comparative figures of condensed interim statement of profit or loss account, condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows are extracted from unaudited condensed interim consolidated financial information of the Group for the six month period ended June 30, 2024.
- 2.3 These condensed interim consolidated financial statements are unaudited and are being submitted to the members as required under Section 237 of the Companies Act, 2017 and the listing regulations of the Pakistan Stock Exchange.

### 3. MATERIAL ACCOUNTING POLICY INFORMATION AND OTHER ACCOUNTING POLICIES

The accounting policies, significant judgements made in the application of accounting policies, key sources of estimations, the methods of computation adopted in preparation of these condensed interim consolidated financial statements and financial risk management policy are the same as those applied in preparation of financial statements of the Group for the year ended December 31, 2024.

### 4. SHARE CAPITAL

#### AUTHORISED SHARE CAPITAL

This represents 3,000,000,000 (December 31, 2024: 3,000,000,000) ordinary shares of Rs 10 each amounting to Rs 30,000,000 thousand (December 31, 2024: Rs 30,000,000 thousand).



**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

For the six month period ended June 30, 2025

**ISSUED, SUBSCRIBED AND PAID UP CAPITAL**

Un-audited June 30, 2025	Audited December 31, 2024		Un-audited June 30, 2025	Audited December 31, 2024
(Number of shares)			(Rupees '000)	
256,495,902	256,495,902	Ordinary shares of Rs 10 each, issued for consideration in cash	2,564,959	2,564,959
1,015,742,345	1,015,742,345	Ordinary shares of Rs 10 each issued as fully paid bonus shares	10,157,423	10,157,423
150,870,449	150,870,449	Fully paid shares issued pursuant to merger with FFBL	1,508,704	1,508,704
<b>1,423,108,696</b>	<b>1,423,108,696</b>		<b>14,231,086</b>	<b>14,231,086</b>

- 4.1 Fauji Foundation (FF) holds 43.51% (December 31, 2024: 43.51%) ordinary shares of the Company at the period end.

Note	Un-audited June 30, 2025	Audited December 31, 2024
(Rupees '000)		

**5. LONG TERM BORROWINGS - SECURED****From conventional banks**

Fauji Fertilizer Company Limited	5.1	13,125,000	14,700,000
Fauji Fresh n Freeze Limited	5.2	1,426,221	1,708,990

**From Islamic banks**

Fauji Fertilizer Company Limited	5.3	21,625,000	23,500,000
		<b>36,176,221</b>	<b>39,908,990</b>

**Less: Current portion shown under current liabilities**

From conventional banks	4,186,683	3,667,960
From Islamic banks	5,375,000	3,750,000
	<b>9,561,683</b>	<b>7,417,960</b>
	<b>26,614,538</b>	<b>32,491,030</b>

**5.1 Movement during the period / year is as follows:**

Opening balance	14,700,000	11,295,000
Acquisition pursuant to merger of FFBL	-	9,020,833
Draw-downs during the period / year	-	7,000,000
Repayments during the period / year	(1,575,000)	(12,615,833)
Closing balance	<b>13,125,000</b>	<b>14,700,000</b>

## NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the six month period ended June 30, 2025

- 5.1.1** The borrowings are secured by way of hypothecation of Company's assets including plant, machinery, tools & spares and other moveable properties, ranking pari passu with each other with 25% margin.

These carry mark-up ranging between 6 month KIBOR minus 0.50% to plus 0.10% per annum (December 31, 2024: 6 month KIBOR minus 0.50% to plus 0.10% per annum) and are repayable up to December 2029 (December 31, 2024: December 2029).

	Un-audited June 30, 2025	Audited December 31, 2024
<b>5.2 Movement during the period / year is as follows:</b>	(Rupees '000)	
Opening balance	1,708,990	1,814,411
Draw-downs during the period / year	11,442	344,506
Repayments during the period / year	(294,211)	(449,927)
Closing balance	1,426,221	1,708,990

- 5.2.1** The borrowings are secured by way of hypothecation of FFF's present and future fixed assets (excluding land and building), ranking pari passu charge, certain FFC's corporate guarantees etc.

These carry mark-up ranging between 3 month KIBOR + 0.5% to 6 month KIBOR + 0.5% (2024: 3 month KIBOR + 0.5% to 6 month KIBOR + 0.5%), additionally TERF facilities included have markup ranging between 2.5% to 3.5%. (2024: 2.5% to 3.5%) and are repayable up to September 2031 (2024: September 2031)

	Un-audited June 30, 2025	Audited December 31, 2024
<b>5.3 Movement during the period / year is as follows:</b>	(Rupees '000)	
Opening balance	23,500,000	13,000,000
Acquisition pursuant to merger of FFBL	-	4,062,500
Draw-downs during the period / year	-	13,000,000
Repayments during the period / year	(1,875,000)	(6,562,500)
Closing Balance	21,625,000	23,500,000

- 5.3.1** The borrowings are secured by way of hypothecation of Company's assets including plant, machinery, tools & spares and other moveable properties, ranking pari passu with each other with 25% margin.

These carry profit rates ranging between 6 month KIBOR minus 0.50% to plus 0.10% per annum (December 31, 2024: 6 month KIBOR minus 0.50% to plus 0.10 % per annum) and are repayable up to December 2029 (December 31, 2024: December 2029).

## 6. TRADE AND OTHER PAYABLES

This includes Gas Infrastructure Development Cess (GIDC) payable as follows:

Note	Un-audited June 30, 2025	Audited December 31, 2024
	(Rupees '000)	
Balance at the beginning	84,977,267	62,437,223
Acquisition pursuant to merger of FFBL	-	22,327,638
Unwinding of GIDC liability - charge to profit or loss	-	212,406
6.1	84,977,267	84,977,267

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

For the six month period ended June 30, 2025

- 6.1 This represents amount payable on account of Gas Infrastructure Development Cess (GIDC) under Gas Infrastructure Development Cess Act, 2015 (GIDC Act) up to July 31, 2020. FFC along with other industrial gas consumers had previously challenged the GIDC Act on constitutional grounds. The Honorable Supreme Court of Pakistan (SCP) in its judgment dated August 13, 2020 declared GIDC Act a valid legislation. As per the latest orders from Government of Pakistan (GoP), this cess is recoverable in 48 equal monthly installments, instead of 24 equal monthly installments. FFC also filed a suit with the Sindh High Court (SHC) in September 2020 against collection of GIDC, and SHC granted a stay against recovery of GIDC from FFC, till the finalisation of matter by SHC. The matter is currently pending in Sindh High Court.

During the period, no payments were made by FFC on account of GIDC due to the stay granted by SHC. Further, FFC has also contested and not accounted for late payment surcharge in these condensed interim financial statements, on GIDC payments against recovery stay granted by SHC.

Un-audited June 30, 2025	Audited December 31, 2024
(Rupees '000)	

**7. SHORT TERM BORROWINGS - SECURED**

From conventional banks	23,657,097	30,794,346
From Islamic banks	7,628,935	7,546,171
	<b>31,286,032</b>	<b>38,340,517</b>

**8. CONTINGENCIES AND COMMITMENTS****8.1 Contingencies:**

i) Guarantees issued by banks on behalf of the Group companies	7,803,354	13,365,563
ii) Claims against Group and/or potential exposure not acknowledged as debt	50,696	50,696
iii) Group's share of contingencies in Thar Energy Limited as at March 31, 2025 (2024: September 30, 2024)	449,820	449,820
iv) Group's share of contingencies in Agritech Limited as at June 30, 2025 (2024: December 31, 2024)	6,691,033	6,691,033
v) Group's share of contingencies in Fauji Cement Company Limited as at March 31, 2025 (2024: September 30, 2024)	237,337	237,337
vi) Group's share of contingencies in Askari Bank Limited as at March 31, 2025 (2024: September 30, 2024)	184,400,506	192,488,712
vii) Penalty of Rs 5,500,000 thousand (December 31, 2024: Rs 5,500,000 thousand) imposed by the Competition Commission of Pakistan (CCP) in 2013, for alleged unreasonable increase in urea prices, which was set aside by the Competition Appellate Tribunal, in appeal filed by FFC, who also remanded the case back to CCP to decide the case afresh under guidelines provided by the Tribunal. CCP did not challenge this order before the Supreme Court of Pakistan in appeal within the stipulated time, thus making the appeal time barred. However, in prior years, CCP under the said Tribunal guidelines resumed the proceedings and FFC duly joined these proceedings through counsel. FFC filed writ petition before Islamabad High Court which was disposed of, directing CCP to proceed with regular hearings. CCP is yet to initiate its proceedings and FFC is awaiting hearing notice. The Company remains confident of successfully defending these unreasonable claims.		
viii) FFC has provided financial guarantees, obtained from commercial banks, in the name of Excise and Taxation Department, Government of Sindh, with an aggregate amount of Rs 8,339 million (December 31, 2024: Rs 7,262 million), representing unpaid levy due under the Sindh Development and Maintenance of Infrastructure Cess Act, 2017 (Sindh Cess Act); deposited pursuant to instructions of the Honorable Sindh High Court (SHC) under a petition filed by FFC (along with various other importers of goods) challenging the constitutionality of the power exercised by the provincial legislature to levy the Cess. FFC was also depositing the 50% levy, in cash, on monthly basis since June 2011. On June 4, 2021, SHC has upheld the Sindh Cess Act as valid legislation, retrospectively with effect from July, 1, 1994. On the advice of its legal counsel, FFC filed an appeal against the decision, with the Honorable Supreme Court of Pakistan (SCP) and obtained stay order from the SCP against the decision, on September 1, 2021.		

## NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the six month period ended June 30, 2025

As a matter of prudence, FFC is recognizing the provision at the time of the activity that triggers the payment of the levy in accordance with the Sindh Cess Act; amounting to Rs 8,339 million as of June 30, 2025. During the period, FFC has recognized the levy amounting to Rs 1,077 million fully covered by bank guarantee.

- ix) FFC was liable to repay loans originally obtained from Export Credit Agencies (ECA), amounting to Rs 9,723 million (December 31, 2024: Rs 9,723 million) to the Government of Pakistan (GoP), in 15 annual equal installments, with a 1-year grace period, at zero percent, effective November 30, 2001. As per the restructuring agreement, the final installment was paid in June 2017.

These loans from ECA, which were assumed by the GoP, were initially secured with a guarantee issued by Habib Bank Limited (HBL) on behalf of a local syndicate of banks and financial institutions. The guarantee was secured by a first equitable mortgage created on all immovable properties of FFC, and by way of hypothecation of movable properties of FFC. The charge ranked pari passu with the charges to be created in favor of other foreign and local lenders. The local syndicate had requested FFC to obtain an indemnity from the GoP confirming that it is GoP's absolute obligation to indemnify and keep related banks and financial institutions harmless from any possible exposure on this account. Accordingly, on December 16, 2002, the GoP had conveyed its agreement by assuming the ECA loan liabilities by absolving related banks and financial institutions of their liabilities, for which they earlier issued guarantees to the ECA. As a result, three ECAs have released the guarantee of HBL and have returned the original documents.

Since one ECA is yet to release HBL from its responsibility as guarantor, therefore the charge related to the portion of the said guarantee on the assets of FFC, has not been vacated up to June 30, 2025. FFC is making efforts in getting this guarantee released.

		Un-audited June 30, 2025	Audited December 31, 2024
Note			
		(Rupees '000)	
<b>8.2</b>	<b>Commitments in respect of:</b>		
i)	Capital expenditure	26,168,248	24,851,152
ii)	Purchase of fertilizer, stores, spares and other operational items	31,205,617	27,540,495
iii)	Investment in Thar Energy Limited	90,912	89,232
iv)	Contracted out services	495,890	507,895
v)	Group's share of commitments of PMP as at March 31, 2025 (2024: September 30, 2024)	36,204	22,434
vi)	Group's share of commitments of FCCL as at March 31, 2025 (2024: September 30, 2024)	56,259	203,174
vii)	Group's share of commitments of AGL as at June 30, 2025 (2024: December 31, 2024)	4,528	58,084
viii)	Group's share of commitments of Askari Bank Limited as at March 31, 2025 (2024: September 30, 2024)	293,543,410	450,694,060
ix)	Group's share of commitments of TEL as at March 31, 2025 (2024: September 30, 2024)	2,114,001	2,114,001
<b>9.</b>	<b>PROPERTY PLANT AND EQUIPMENT</b>		
	Operating fixed assets	9.1	101,138,773
	Capital work in progress	9.2	18,592,666
	Right of use assets	9.3	716,223
			120,447,662
<b>9.1</b>	<b>Operating fixed assets</b>		
	Opening written down value		100,454,154
	Acquisition pursuant to merger		-
	Additions during the period / year		5,464,333
	Written down value of disposals / adjustments		(45,047)
	Depreciation during the period / year		(4,734,667)
	Impairment charge		-
			101,138,773

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

For the six month period ended June 30, 2025

- 9.1.1** Additions in and depreciation on operating fixed assets during the six month period ended June 30, 2024 were Rs 5,046,400 thousand and Rs 2,221,046 thousand respectively.

	Note	Un-audited June 30, 2025	Audited December 31, 2024
		(Rupees '000)	
<b>9.2 Capital work in progress</b>			
Opening value		15,397,691	11,901,414
Acquisition pursuant to merger		-	660,150
Additions during the period / year		5,870,305	7,635,919
Transfers during the period / year		(2,675,330)	(4,799,792)
		<b>18,592,666</b>	<b>15,397,691</b>
<b>9.3 Right of use assets</b>			
Opening balance		567,905	13,716,353
Acquisition pursuant to merger		-	594,681
Additions during the period / year		184,000	93,350
Written down value of disposals		(2,655)	(12,474,981)
Depreciation during the period / year		(33,027)	(1,361,498)
		<b>716,223</b>	<b>567,905</b>
<b>9.4 Depreciation charge has been allocated as follows:</b>			
Cost of sales		4,572,018	7,177,732
Administrative and distribution expenses		194,002	227,479
Other expenses		1,674	2,167
Charged to FFBL under the Company Services Agreement		-	7,648
		<b>4,767,694</b>	<b>7,415,026</b>
<b>10. LONG TERM INVESTMENTS</b>			
Equity accounted investments	10.1	122,689,715	117,853,804
Other long term investments	10.2	6,679,495	6,775,424
		<b>129,369,210</b>	<b>124,629,228</b>
<b>10.1 Equity accounted investments</b>			
<b>Investment in associated companies - under equity method</b>			
<b>Fauji Cement Company Limited</b>			
Balance at the beginning		3,691,749	3,417,302
Share of profit for the period / year		264,277	379,916
Dividend received		-	(105,469)
		<b>3,956,026</b>	<b>3,691,749</b>

## NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the six month period ended June 30, 2025

	Note	Un-audited June 30, 2025	Audited December 31, 2024
(Rupees '000)			
<b>Fauji Fertilizer Bin Qasim Limited</b>			
Balance at the beginning		-	35,008,094
Share of impact of adoption of IFRS - 9 by an associate		-	(280,623)
Share of acquisition reserve created during the year		-	(810,593)
Share of profit for the year		-	7,508,421
Share of OCI for the year		-	914,754
Dividend received		-	(644,019)
Derecognised pursuant to merger of FFBL		-	(41,696,034)
		-	-
<b>Fauji Foods Limited</b>			
Balance at the beginning		-	4,787,277
Share of acquisition reserve created during the year		-	(501,839)
Share of profit for the year		-	60,788
Share of OCI for the year		-	(996)
Derecognised upon gain of control pursuant to merger of FFBL		-	(4,345,230)
		-	-
<b>Askari Bank Limited</b>			
Balance at the beginning		73,508,398	36,947,033
Carrying amount of investment in AKBL acquired pursuant to merger of FFBL		-	20,082,299
Share of impact of adoption of IFRS - 9		181,682	(1,954,350)
Share of profit for the period / year		9,007,840	10,554,727
Share of OCI for the period / year		(1,472,371)	9,442,022
Dividend		(2,814,000)	(1,563,333)
		78,411,549	73,508,398
<b>Thar Energy Limited</b>			
Balance at the beginning		10,899,478	8,662,870
Share of profit for the period / year		1,624,103	2,240,852
Share of OCI for the period / year		-	(4,244)
		12,523,581	10,899,478
<b>Agritech Limited (AGL)</b>			
Balance at the beginning		5,343,667	-
Investment during the period / year	10.3	2,452,437	4,855,105
Share of (loss) / profit for the period / year		881,532	483,104
Share of OCI for the period / year		-	5,458
		8,677,636	5,343,667
Advance against issue of shares		-	69,644
		8,677,636	5,413,311

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

For the six month period ended June 30, 2025

Note	Un-audited June 30, 2025	Audited December 31, 2024
	(Rupees '000)	
	24,340,868	6,271,304
	-	15,253,389
	1,447,296	2,495,441
	408,528	1,257,540
	(7,075,769)	(936,806)
	19,120,923	24,340,868
	122,689,715	117,853,804

**10.2 Other long term investments****Investment at fair value through profit or loss (FVTPL)**

Investment in listed preference shares	-	1,715,978
Investment in un-listed preference shares	4,384,133	3,299,093
Advance against issue of privately placed term finance certificates (PPTFCs)	1,539,986	1,020,171
10.3	5,924,119	6,035,242

**Investment at fair value through other comprehensive income**

Term Finance Certificates - from conventional bank	300,000	300,000
Pakistan Investment Bonds	2,751,655	2,714,385
	3,051,655	3,014,385

**Less: Current portion shown under short term investments measured at fair value through other comprehensive income**

Pakistan Investment Bonds	12	2,296,279	2,274,203
		6,679,495	6,775,424

- 10.3** During the period, FFC exercised its option to convert 77,998 thousand listed convertible preference shares of AGL into 91,666 thousand ordinary shares of AGL. FFC has also acquired further ordinary shares, unlisted preference shares and advance against issue of privately placed term finance certificates of AGL. FFC's equity interest in AGL has increased from 28.86% to 37.36% as at June 30, 2025.

**11. OTHER RECEIVABLES**

Other receivables include Rs 10,122,870 thousand (December 31, 2024: Rs 10,122,870 thousand) on account of subsidy receivable against which provision for loss allowance amounting to Rs 10,083,396 thousand (December 31, 2024: Rs 10,083,396 thousand) has been recognised. This also includes Rs 41,820,437 thousand (December 31, 2024: Rs 39,364,336 thousand) on account of sales tax receivable against which provision for input tax disallowance amounting to Rs 28,870,580 thousand (December 31, 2024: Rs 25,231,061 thousand) has been recognised.

## NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the six month period ended June 30, 2025

Note	Un-audited June 30, 2025	Audited December 31, 2024
	(Rupees '000)	

### 12. SHORT TERM INVESTMENTS

#### Amortized cost - conventional instruments

Local currency	1,950,750	3,700,750
Foreign currency	5,482,617	5,258,558
	7,433,367	8,959,308

#### Investments at fair value through profit or loss

Conventional investments	56,532,053	128,931,182
Shariah compliant investments	75,122,388	82,250,583
	131,654,441	211,181,765

#### Current maturity of long term investments

Investments measured at fair value through other comprehensive income	10	2,296,279	2,274,203
		141,384,087	222,415,276

Three month period ended		Six month period ended	
Un-audited June 30, 2025	Un-audited June 30, 2024	Un-audited June 30, 2025	Un-audited June 30, 2024
(Rupees '000)		(Rupees '000)	

### 13. TURNOVER - NET

Fertilizer	99,888,212	62,951,797	167,761,312	121,641,759
Power	7,292,176	6,478,389	10,194,353	9,005,998
Food	12,114,184	1,587,884	22,553,204	3,597,116
Technical services	177,523	151,104	320,701	255,202
	119,472,095	71,169,174	200,829,570	134,500,075
Sales tax & excise duty	(10,552,675)	(6,579,633)	(15,948,999)	(7,386,122)
Trade discount	(2,324,632)	(61,813)	(2,588,388)	(273,267)
	(12,877,307)	(6,641,446)	(18,537,387)	(7,659,389)
	106,594,788	64,527,728	182,292,183	126,840,686



**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

For the six month period ended June 30, 2025

**14. SEGMENT INFORMATION**

The detail of utilization of the Group assets by the segments as well as related liabilities is as follows:

	Reportable segments				
	Fertilizers*	Power	Food	Technical Services	Total
	(Rupees ‘000)				
June 30, 2025 (Un-audited)					
Assets					
Segment assets (Total)	357,818,913	48,419,048	9,824,167	945,895	417,008,023
Equity accounted investees	122,689,715	-	-	-	122,689,715
Liabilities					
Segment liabilities (Total)	292,186,675	1,506,240	4,207,287	194,483	298,094,685
Capital expenditure	7,186,553	400,305	1,071,410	1,040	8,659,308
Depreciation	2,435,129	1,816,316	515,771	478	4,767,694
December 31, 2024 (Audited)					
Assets					
Segment assets (Total)	340,031,586	89,417,552	25,235,936	1,144,530	455,829,604
Equity accounted investees	117,853,804	-	-	-	117,853,804
Liabilities					
Segment liabilities (Total)	304,139,583	11,877,787	12,227,368	548,083	328,792,821
Capital expenditure	12,134,350	291,619	1,366,325	906	13,793,200
Depreciation	3,618,122	2,999,522	796,898	484	7,415,026

\*net of consolidated adjustments / eliminations

## NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)

For the six month period ended June 30, 2025

	June 30, 2025	June 30, 2024
<b>15. CASH GENERATED FROM OPERATIONS</b>	<b>(Rupees '000)</b>	
<b>Profit before tax</b>	<b>59,770,154</b>	<b>57,876,887</b>
<b>Adjustments for:</b>		
Depreciation and impairment	4,767,694	2,812,273
Amortization	11,051	1,236
Unwinding of GIDC liability	-	198,747
Loss allowance on subsidy receivable from GoP	-	955,000
Impact of present value of loans and advances to employees	(3,352)	-
Provision for input tax disallowance	3,639,519	4,141,000
Finance cost	3,823,944	3,110,476
Provision for slow moving spares	35,135	14,383
Gain on sale of property, plant and equipment	(29,903)	(28,102)
Income on loans, deposits and investments	(1,035,666)	(768,346)
Share of profit of associated companies and joint venture	(13,225,048)	(15,024,200)
Amortization of government grant	(8,276)	(18,267)
Final and minimum taxes - levies	21,980	2,145,038
Exchange loss - net	386,887	63,316
Remeasurement gain on Agritech Limited	(682,833)	-
Gain on investments at fair value through profit or loss	-	(641,016)
	<b>(2,298,868)</b>	<b>(3,038,462)</b>
	<b>57,471,286</b>	<b>54,838,425</b>
<b>Changes in:</b>		
Stores and spares	(2,073,450)	(985,391)
Stock in trade	(34,471,330)	(3,900,553)
Trade debts	(3,676,798)	(2,074,033)
Loans and advances	2,237,620	609,422
Deposits and prepayments	794,237	230,125
Other receivables	(1,656,868)	603,317
Trade and other payables	(11,138,729)	5,850,201
Bank balances held under lien	110,673	-
	<b>(49,874,645)</b>	<b>333,088</b>
Changes in long term loans and advances	(176,943)	(430,969)
Changes in long term deposits and prepayments	5,383	(2,984)
Changes in compensated leave absences	12,707	214,280
	<b>7,437,788</b>	<b>54,951,840</b>

## NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)

For the six month period ended June 30, 2025

### 16. FINANCIAL RISK MANAGEMENT AND FAIR VALUES

The Groups's financial risk management objectives and policies are consistent with those disclosed in the annual consolidated financial statements for the year ended December 31, 2024. There is no change in the nature and corresponding hierarchies of fair value levels of financial instruments from those as disclosed in the audited consolidated financial statements of the Company for the year ended December 31, 2024.

The carrying amount of all financial assets and liabilities are estimated to approximate their fair values.

	June 30, 2025	June 30, 2024
17. TRANSACTIONS AND BALANCES WITH RELATED PARTIES	(Rupees '000)	
Significant transactions and balances with the related parties are as follows:		
<b>HOLDING COMPANY</b>		
<b>Transactions</b>		
Dividend	17,337,449	5,416,681
Cost recharge	577,960	379,222
Others	376,230	67
<b>Balances</b>		
Balance payable - unsecured*	6,368,420	6,743,826
Balance receivable - unsecured*	324,818	-
<b>ASSOCIATED UNDERTAKINGS / COMPANIES DUE TO COMMON DIRECTORSHIP</b>		
<b>Transactions</b>		
Expenses charged on account of marketing of fertilizer on behalf of associated company	186,842	679,653
Commission on sale of products	1,011	11,337
Sale of fertilizer	77,861	84,471
Payments under consignment account - net	3,732,457	76,743,428
Payments against purchase of gas and PEF project	28,238,829	29,159,568
Purchase of raw materials and others	44,799,474	-
Investment in Agritech Limited	1,588,838	-
Services and materials provided	137,452	21,343
Donations	1,237,510	256,057
Interest expense	452,270	141,353
Interest income	232,494	65,415
Dividend income	9,889,769	3,037,184
<b>Balances</b>		
Long term borrowings*	349,652	370,808
Short term borrowings*	6,816,392	17,954,517
Bank balances*	2,360,664	2,729,844
Balance receivable - unsecured*	456,616	558,761
Balance payable - unsecured*	89,624,731	89,819,235

## NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)

For the six month period ended June 30, 2025

	June 30, 2025	June 30, 2024
<b>STAFF RETIREMENT BENEFITS</b>	<b>(Rupees '000)</b>	
<b>Contributions</b>		
Employees' Provident Fund Trust	474,600	322,017
Employees' Gratuity Fund Trust	451,596	391,787
Employees' Pension Fund Trust	28,507	43,448
Employees' Funds as dividend on equity holding of 0.23% (2024: 0.25%)	91,648	-
<b>Balances</b>		
Balance payable - Gratuity Fund - I and others*	325,340	543,118
Balance receivable - Gratuity Fund - II*	152,369	181,166
Balance receivable - Pension Fund Trust*	926,879	912,625
<b>OTHERS</b>		
<b>Transactions</b>		
Remuneration and benefits of key management personnel (Number of person(s): 39 (June 30, 2024: 21))	857,236	345,590
<b>Balances</b>		
Loans and advances*	143,027	173,470

\*Comparative figures of receivable / payable balances are as of December 31, 2024.

### 18. NON ADJUSTING EVENTS AFTER REPORTING DATE

The Board of Directors of the Company in its meeting held on July 29, 2025 proposed second interim dividend of Rs 12 per share.

### 19. GENERAL

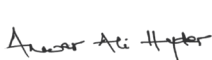
19.1 Figures have been rounded off to the nearest thousand of rupees, unless otherwise stated.

19.2 In the year 2024, under a scheme of arrangement sanctioned by Lahore High Court, Fauji Fertilizer Bin Qasim Limited (previously an associate of FFC) merged/ amalgamated with and into FFC with effect from July 1, 2024. In accordance with the requirements of applicable financial reporting framework, comparative figures in the condensed interim consolidated statement of profit or loss, condensed interim consolidated statement of profit or loss and other comprehensive income and condensed interim consolidated statement of cashflows have not been revised and represent the pre-merger/ amalgamation results of the Group only. Whereas, the comparative figures in the condensed interim consolidated statement of financial position as at December 31, 2024, represents the merged/ amalgamated assets, liabilities and equity and reserves of the Group.

19.3 Corresponding figures have been rearranged and reclassified, wherever necessary, to conform to current year basis and presentation.

### 20. DATE OF AUTHORIZATION

These condensed interim consolidated financial statements have been authorized for issue by the Board of Directors of the Company on July 29, 2025.



**Chairman**



**Chief Executive Officer**



**Director**



**Chief Financial Officer**

**If Undelivered please return to:**

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