

PAK ELEKTRON LIMITED

HALF YEAR REPORT

30-06-2025

Board of Directors

Mr. M. Naseem Saigol	Chairman - Non Executive
Mr. Muhammad Murad Saigol	Chief Executive Officer - Executive/Certified (DTP)
Mr. Muhammad Zeid Yousuf Saigol	Director - Executive/Certified (DTP)
Syed Manzar Hassan	Director - Executive/Certified (DTP)
Mrs. Sadaf Kashif	Director - Independent/Certified (DTP)
Mr. Muhammad Kamran Saleem	Director - Independent/Certified (DTP)
Mr. Anjum Nisar	Director - Non Executive
Mr. Javed Siddique	Director - NBP Nominee U/S 164 of the Act / Non Executive

Audit Committee

Mr. Muhammad Kamran Saleem	Chairman/Member
Mr. M. Naseem Saigol	Member
Syed Manzar Hassan	Member
Mrs. Sadaf Kashif	Member

HR & Remuneration Committee

Mr. Muhammad Kamran Saleem	Chairman/Member
Syed Manzar Hassan	Member
Mrs. Sadaf Kashif	Member

Company Secretary

Muhammad Omer Farooq

Chief Financial Officer

Syed Manzar Hassan, FCA

Auditors

M/s Rahman Sarfaraz Rahim Iqbal Rafiq
Chartered Accountants
A member of Russell Bedford International

Legal Advisor

M/s Hassan & Hassan Advocates

Shariah Advisor

Mufti Altaf Ahmed

Company Registration No.

0000802

National Tax No. (NTN)

2011386-2

Status of Company

Public Interest Company (PIC)

Stock Exchange Symbol

PAEL

Registered Office

10-G, Mushtaq Ahmed Gurmani Road,
Gulberg-II, Lahore
Tel: 042-35920151-59 (Pabx) & 042-35920133 (Direct)
E-Mail: shares@saigols.com

Share Registrar

Corplink (Pvt.) Limited
Wings Arcade, 1-K, Commercial,
Model Town, Lahore
Tel: 042-35916714, 35839182,
Fax: 042-35869037
E-Mail: shares@corplink.com.pk

Manufacturing Unit I

14-K.M. Ferozepur Road, Lahore
Tel: 042-35920151-9 (9 Lines)
Website: www.pel.com.pk

Manufacturing Unit II

34-K.M. Ferozepur Road,
Keath Village, Lahore
Tel: 042-35935151-2

Karachi

Ground Floor Baig Tower
Near Balouch Colony Bridge,
Shahrah-e-Faisal,
Karachi
Tel: 021-32200951-4

Islamabad

Room # 301, 3rd Floor,
Green Trust Tower, Blue Area, Islamabad
Tel: 051-2824543, 2828941
Fax: 051-2273858

Bankers

Albaraka Bank (Pakistan) Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Islami (Pakistan) Limited
Bank Makramah Limited
Faysal Bank Limited
First Habib Modaraba
Habib Bank Limited – Islamic Banking
MCB Bank Limited
National Bank of Pakistan
OLP Modaraba
Pak Brunei Investment Company Limited
Pak Libya Holding Company (Private) Limited
Pak Oman Investment Company Limited
Samba Bank Limited
Saudi Pak Industrial and Agriculture Investment Company Limited
Silk Bank Limited
Sindh Bank Limited
The Bank of Khyber
The Bank of Punjab
Summit Bank Limited
United Bank Limited

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DIRECTORS REVIEW

Dear Share Holders

The Directors of Pak Elektron Limited (the “Company”) are pleased to submit Company's un-audited condensed interim financial statements duly reviewed by the Company's Auditors, for the half-year ended on June 30, 2025.

FINANCIAL & OPERATIONAL REVIEW

Macro –Economic Environment

Global Economic Overview

The global economy is showing slow but steady growth, with global GDP rising around 2.4% to 2.8% in the first half of the year. Advanced economies such as the United States, Europe, and Japan are growing modestly, with growth between 1% and 1.6%, as they deal with high interest rates, slowing demand, and lingering inflation. Meanwhile, some emerging markets are performing much better. India continues to grow quickly, with strong consumer spending and business activity pushing its growth to around 6%. China, however, is seeing slower growth at about 4.6%, mainly because of its troubled property sector and weak consumer confidence.

Inflation is gradually falling in many countries, giving central banks room to start cutting interest rates. The U.S. Federal Reserve and European Central Bank have both begun to lower rates carefully to support growth without letting inflation rise again. However, there are still big concerns. Rising trade tensions—especially new tariffs from the U.S.—are causing uncertainty in global trade. Political risks, like tension in the Middle East and the threat to oil shipments through the Strait of Hormuz, are also making energy prices more unstable.

At the same time, global stock markets—especially outside the U.S.—have been performing well, helped by a weaker dollar and stronger business outlooks abroad. Green energy, technology, and infrastructure sectors are seeing strong investment. However, some industries like real estate are under pressure due to high borrowing costs and changes in work habits. Overall, while the world economy is more stable than in recent years, there are still many challenges ahead, and the second half of 2025 will depend on how global risks are managed.

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Domestic Economic Landscape

Pakistan's economy in FY25 showed signs of recovery and stabilization after several challenging years. The country's real GDP growth was recorded at 2.68%, slightly below the official target of 3.6% but still better than the previous year's 2.5%. This positive shift was driven by improvements in agriculture and certain service sectors, although industrial growth remained under pressure. Inflation remained under control, with the Consumer Price Index (CPI) recorded at 4.6%. The Ministry of Finance projected inflation to stay within the 3–4% range in June 2025, a notable decline from the high levels seen in previous fiscal periods, largely due to falling energy and food prices.

On the fiscal side, performance improved markedly. The fiscal deficit was reduced to 2.6% of GDP during the first three quarters of FY25, compared to 5.9% in the same period of the previous year. Additionally, the government recorded a primary surplus of 3.2% of GDP in the July–April period, reflecting tighter fiscal management and better revenue mobilization. These improvements suggest a more disciplined approach to public finance and greater alignment with international financial institutions' expectations.

The external sector also recorded significant gains. The current account posted a surplus of \$1.81 billion during July–April FY25, a major improvement over the prior year's deficit. This turnaround was largely supported by a strong increase in workers' remittances and improved export performance. Remittances hit a historic monthly high of \$4.1 billion in March 2025 and totaled \$31.2 billion over ten months, marking a 31% year-on-year increase. Export earnings rose by 8.7% to \$10.5 billion in the first four months of FY25, although imports also grew by 13% to \$18.8 billion. Despite the rise in imports, the improved current account and increased foreign exchange inflows helped strengthen the country's reserves, which climbed to \$16.64 billion in May 2025.

Large Scale Manufacturing (LSM), however, continued to face challenges. It declined by 1.5% during July–April FY25, a reversal from the 0.3% growth seen during the same period in the previous year. Nonetheless, LSM showed some signs of recovery, posting a 2.3% year-on-year growth in April 2025. In agriculture, the government focused on achieving self-sufficiency by ensuring timely inputs and support for key crops like wheat. These efforts were aimed at boosting output and reducing dependency on imports.

Monetary policy was adjusted in response to easing inflation. The central bank reduced the policy rate to 11% in May 2025, down from a peak of 22%, indicating a shift toward supporting growth as inflationary pressures subsided. Lower energy and food prices also contributed to this policy shift. Meanwhile, the Pakistan Stock Exchange (PSX) reflected investor optimism during this period. The KSE-100 Index posted strong performance throughout much of FY25, buoyed by macroeconomic stability, falling interest rates, and improved corporate earnings in

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key sectors like banking, energy, and cement. Increased foreign investor participation and confidence in ongoing structural reforms also contributed to a bullish trend in the market.

Overall, while Pakistan's economy still faces structural challenges, FY25 reflected a cautiously optimistic picture with progress on the fiscal and external fronts, a return to moderate growth, improved investor confidence, and early signs of recovery in key sectors.

INDUSTRY OVERVIEW

In FY25, Pakistan's Large-Scale Manufacturing (LSM) sector fell by 1.5% from July 2024 to April 2025 because of high costs, low demand, and supply problems. Important industries like textiles and automobiles were hit the hardest. Many factories faced higher energy prices and frequent power cuts, which made it harder to produce goods. High interest rates also made borrowing money expensive for businesses. But in April 2025, the sector showed signs of improvement with 2.3% growth compared to the same month last year. This was helped by lower interest rates, better energy supply, and government support. While the overall situation is still challenging, this growth hints at a slow and steady recovery ahead.

Company Performance Overview

During the period under review, the company's performance has shown significant improvement, driven by continuous research and development, the introduction of market-competitive models, and a strong focus on energy efficiency and advanced features. By launching energy-efficient and aesthetically enhanced products, the company has capitalized on rising lifestyle standards, urbanization, and the increasing purchasing power of consumers.

Export of transformers to USA and company's multi-brand strategy, in the home appliances division also contributed in this growth.

Summary of operating results is presented as below:

Rupees in Millions	Quarter Ended June 30, 2025	Quarter Ended June 30, 2024	Increase /(decrease)	Percentage %
Sales	48,738	39,862	8,876	22.27
Gross Profit	9,605	8,054	1,551	19.26
Finance Cost	1,389	2,096	-707	-33.73
Profit Before Tax	4,112	2,584	1,528	59.13
Profit After Tax	2,369	1,416	953	67.30
Earnings Per Share – Rupees	2.66	1.63		

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During the period review, the company recorded a notable revenue growth of 22.27%, reaching Rupees 48,738 million compared to Rupees 39,862 million in the corresponding period of the previous year. Gross profit also increased significantly, rising by 19.26% to Rupees 9,605 million from Rupees 8,054 million in the same period last year. Additionally, financial charges fell by Rupees 707 million due to better cash management and reduced policy rate.

As a result, the company's profit after tax increased to Rupees 2,369 million, up by Rupees 953 million from last year's Rupees 1,416 million. This growth was driven by higher sales, a stronger supply chain and improved market confidence along with early signs of economic recovery boosting household spending.

Appliances Division

During the period under review, the Appliance Division experienced a remarkable 53.90% increase in revenue, reaching Rupees 35,410 million compared to Rupees 23,008 million in the same period of the previous year.

Stable economic conditions, including a steady exchange rate and stable inflation, boosted consumer purchasing power and increased demand for home appliances. PEL capitalized on its thorough product innovation, a wider distribution network and smart pricing strategies further strengthening its market leadership.

PEL has entered into a strategic partnership under a Licensing Agreement with Electrolux AB, a global leader in multi category home appliances. The collaboration aims to leverage strength of the Company to drive sustainable growth.

Power Division

During the period under review, the Power Division recorded a 20.92% decline in revenues, amounting to Rupees 13,328 million compared to Rupees 16,854 million in the corresponding period of the previous year.

This decline is primarily attributed to a timing difference of order in-take in this segment. Nevertheless, the growing demand for electricity has led the government to initiate upgrades in the Transmission and Distribution (T&D) infrastructure, creating new growth opportunities within this sector. Additionally, continued industrial expansion and a rising housing sector are further driving demand for the Power Division's offerings.

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PEL has successfully commenced its export operations to the United States of America. The first consignment of transformers has sailed from Pakistan on March 13th, 2025. This marks a significant milestone in our business expansion strategy and reflects our commitment to exploring new international markets. We remain dedicated to enhancing our global footprint and delivering high-quality products to our customers worldwide.

Recently Tariff regime is implemented by USA resulting inflationary trend, which may affect the demand side however we think that the demand of Transformers is inelastic and with an increase in price the demand will not be affected in proportionate manner. Further certain competitive countries duty rates are even higher than Pakistan such as China, Vietnam and many other countries. There is a likely chance of reduction in raw materials cost due to imposition of Tariff and lowering of Oil prices and surplus capacities in international markets.

Future Outlook

Global Economic Outlook

The global economic outlook is cautiously positive, with steady but uneven growth expected in the coming years. Emerging markets are likely to see faster expansion, supported by technology and infrastructure investments, while advanced economies may face slower growth due to aging populations and tighter financial conditions. Key drivers include digital innovation, renewable energy, and global trade, though risks such as inflation, climate change, and political tensions may create challenges. Overall, adaptability and cooperation will be essential for long-term stability.

Country Economic Outlook

Pakistan's economic future looks cautiously hopeful. Growth in FY2025 is expected to be around 2.6–2.7%, with a gradual rise to 3.2–3.5% in the next two years. The government's "Uraan Pakistan" five-year plan aims to boost exports, improve technology, expand green energy, and create more jobs. Recent signs are positive, with inflation falling, remittances increasing, the current account showing a surplus, and foreign investment growing. Support from the World Bank's \$20 billion package will also help key sectors like energy and infrastructure.

However, challenges remain. Pakistan still faces high debt, the risk of climate-related disasters, high floods and the need for faster reforms in tax, energy, and state-owned companies. The economy is also vulnerable to changes in global prices and political uncertainty. To achieve

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long-term and stable growth, the country will need to stay focused on reforms, strengthen governance, and build resilience against future shocks.

Company Future Outlook

The company is working on expanding globally by focusing on exports and improving its products. It successfully entered the U.S. power market and plans to continue growing internationally by using its expertise and high-quality standards for long-term success.

Acknowledgement

We would like to thank our Board of Directors for continuous support and guidance. We are also thankful to our team for their dedicated efforts to make the company operationally sustainable through this challenging era.

We are confident with continued team efforts that we will meet expectation of all stake holders i.e., Shareholders, Creditors and Customers.

On behalf of the Board of Directors

Lahore
August 28, 2025.



M. Murad Saigol
Chief Executive Officer



M. Zeid Yousuf Saigol
Director

INDEPENDENT AUDITORS' REVIEW REPORT

To the members of PAK ELEKTRON LIMITED Report on the Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **PAK ELEKTRON LIMITED** [the 'Company'] as at **30 June 2025** and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows and notes to the condensed interim 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 Matters

Pursuant to the requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the six-month period, presented in the second quarter financial statements 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 comprehensive income for the three-month period ended 30 June 2025 have not been reviewed by us.

The engagement partner on the review resulting in this independent auditor's review report is **ALI RAZA JAFFERY**.


RAHMAN SARFARAZ RAHIM IQBAL RAFIQ
Chartered Accountants

Lahore | 28 August 2025

UDIN: RR2025107040K6orhpj9



PAK ELEKTRON LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2025

	Note	30-Jun-25 Rupees '000 [Un-audited]	31-Dec-24 Rupees '000 [Audited]
EQUITY AND LIABILITIES			
EQUITY			
<i>Authorized share capital</i>	6	11,000,000	11,000,000
Issued share capital	7	9,236,495	9,009,697
Share premium		5,575,128	5,610,856
Revaluation reserve		5,433,276	5,520,508
Retained earnings		25,889,898	23,623,904
TOTAL EQUITY		46,134,797	43,764,965
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term borrowings	8	3,433,333	4,250,000
Lease liabilities	9	36,568	53,795
Warranty obligations		108,729	118,765
Deferred tax liability		5,453,883	5,511,983
Deferred income		26,361	27,037
		9,058,874	9,961,580
CURRENT LIABILITIES			
Trade and other payables		3,386,976	3,067,911
Unclaimed dividend		10,241	10,301
Short term borrowings	10	11,032,030	12,314,985
Accrued interest/profit on borrowings		417,026	547,676
Income taxes payable		2,981,800	1,181,276
Current maturity of non-current liabilities		1,831,179	1,690,637
		19,659,252	18,812,786
TOTAL LIABILITIES		28,718,126	28,774,366
CONTINGENCIES AND COMMITMENTS			
	11		
TOTAL EQUITY AND LIABILITIES		74,852,923	72,539,331

The annexed notes from 1 to 22 form an integral part of these interim financial statements


M. MURAD SAIGOL
Chief Executive Officer


M. ZEID YOUSUF SAIGOL
Director


SYED MANZAR HASSAN
Chief Financial Officer

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PAK ELEKTRON LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2025

	Note	30-Jun-25 [Un-audited]	31-Dec-24 [Audited]
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	12	29,297,105	28,798,479
Intangible assets		275,832	277,745
Long term investments	13	20,810	21,888
Long term deposits		592,286	639,930
Long term advances		448,400	496,520
		30,634,433	30,234,562
CURRENT ASSETS			
Stores, spares and loose tools		934,734	921,749
Stock in trade		13,168,527	12,978,544
Trade receivables		17,859,253	17,554,764
Construction work in progress		139,689	297,922
Short term advances		3,383,416	3,356,047
Short term deposits and prepayments		1,404,265	1,393,324
Short term investments		55,636	48,499
Income taxes refundable/adjustable		6,019,913	4,470,225
Other receivables		190,133	190,096
Cash and bank balances		1,062,924	1,093,599
		44,218,490	42,304,769
TOTAL ASSETS		74,852,923	72,539,331

The annexed notes from 1 to 22 form an integral part of these interim financial statements


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M. ZEID YOUSUF SAIGOL
Director


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Chief Financial Officer

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CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

	Note	Six-month period ended		Three-month period ended	
		30-Jun-25	30-Jun-24	30-Jun-25	30-Jun-24
		Rupees '000 [Un-audited]	Rupees '000 [Un-audited]	Rupees '000 [Un-audited]	Rupees '000 [Un-audited]
Revenue from contracts with customers	14	48,738,246	39,862,307	29,351,147	23,391,148
Sales tax, excise duty and discounts	14	(13,217,179)	(9,777,626)	(8,300,777)	(6,024,409)
Net revenue		35,521,067	30,084,681	21,050,370	17,366,739
Cost of sales	15	(25,916,162)	(22,031,012)	(15,210,739)	(12,750,730)
Gross profit		9,604,905	8,053,669	5,839,631	4,616,009
Other income		46,177	60,169	23,747	34,733
Selling and distribution expenses		(2,362,421)	(2,039,741)	(1,261,201)	(1,237,239)
Administrative expenses		(1,339,145)	(1,191,353)	(679,281)	(652,112)
Other expenses		(10,601)	(9,154)	7,131	(3,106)
		(3,712,167)	(3,240,248)	(1,933,351)	(1,892,457)
Impairment allowance for expected credit losses		(101,763)	-	(38,950)	-
Operating profit		5,837,152	4,873,590	3,891,077	2,758,285
Finance cost		(1,389,237)	(2,096,902)	(680,173)	(1,099,815)
		4,447,915	2,776,688	3,210,904	1,658,470
Share of profit of associate		226	324	44	90
Profit before statutory levies and income taxes		4,448,141	2,777,012	3,210,948	1,658,560
Provision for statutory levies		(335,885)	(192,571)	(248,219)	(114,299)
Profit before income taxes		4,112,257	2,584,441	2,962,730	1,544,261
Provision for income taxes		(1,742,424)	(1,168,878)	(1,249,928)	(573,695)
Profit after income taxes		2,369,832	1,415,563	1,712,801	970,566
Basic earnings per share	[Rupees]	16	2.66	1.63	1.12

The annexed notes from 1 to 22 form an integral part of these interim financial statements


M. MURAD SAIGOL
Chief Executive Officer


M. ZEID YOUSUF SAIGOL
Director


SYED MANZAR HASSAN
Chief Financial Officer

PAK ELEKTRON LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

	Six-month period ended		Three-month period ended	
	30-Jun-25	30-Jun-24	30-Jun-25	30-Jun-24
	Rupees '000	Rupees '000	Rupees '000	Rupees '000
	[Un-audited]	[Un-audited]	[Un-audited]	[Un-audited]
Profit after income taxes	2,369,832	1,415,563	1,712,801	970,566
Other comprehensive income:				
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Revaluation surplus	-	-	-	-
Income tax relating to items that will not be reclassified	-	(26,987)	-	(26,987)
	-	(26,987)	-	(26,987)
<i>Items that may be reclassified subsequently to profit or loss</i>	-	-	-	-
Other comprehensive (loss)/income after income taxes	-	(26,987)	-	(26,987)
Total comprehensive income	2,369,832	1,388,576	1,712,801	943,579

The annexed notes from 1 to 22 form an integral part of these interim financial statements


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M. ZEID YOUSUF SAIGOL
Director


SYED MANZAR HASSAN
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PAK ELEKTRON LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

Note	Issued ordinary share capital Rupees '000	Issued preference share capital Rupees '000	Share premium Rupees '000	Revaluation reserve Rupees '000	Retained earnings Rupees '000	Total equity Rupees '000
As at 01 January 2024 - [Audited]	8,560,121	449,576	5,610,856	5,737,289	21,067,369	41,425,211
Total comprehensive income for the period						
Profit after income taxes	-	-	-	-	1,415,563	1,415,563
Other comprehensive loss after income taxes	-	-	-	(26,987)	-	(26,987)
Other transactions				(26,987)	1,415,563	1,388,576
Incremental depreciation	-	-	-	(98,819)	98,819	-
As at 30 June 2024 - [Un-audited]	8,560,121	449,576	5,610,856	5,611,483	22,581,751	42,813,787
As at 01 July 2024 - [Un-audited]	8,560,121	449,576	5,610,856	5,611,483	22,581,751	42,813,787
Total comprehensive income for the period						
Profit after income taxes	-	-	-	-	951,511	951,511
Other comprehensive loss after income taxes	-	-	-	(333)	-	(333)
Other transactions				(333)	951,511	951,178
Incremental depreciation	-	-	-	(90,642)	90,642	-
As at 31 December 2024 - [Audited]	8,560,121	449,576	5,610,856	5,520,508	23,623,904	43,764,965
As at 01 January 2025 - [Audited]	8,560,121	449,576	5,610,856	5,520,508	23,623,904	43,764,965
Total comprehensive income for the year						
Profit after income taxes	-	-	-	-	2,369,832	2,369,832
Other comprehensive loss after income taxes	-	-	-	-	-	-
Other transactions				-	2,369,832	2,369,832
Incremental depreciation	-	-	-	(87,232)	87,232	-
Conversion of preference shares into ordinary shares	7.1 676,374	(449,576)	(35,728)	-	(191,070)	-
As at 30 June 2025 - [Un-audited]	9,236,495	-	5,575,128	5,433,276	25,889,898	46,134,797

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Director

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Chief Financial Officer

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CONDENSED INTERIM STATEMENT OF CASH FLOWS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

	30-Jun-25 Rupees '000 [Un-audited]	30-Jun-24 Rupees '000 [Un-audited]
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income taxes	4,112,257	2,584,441
Adjustments for non-cash and other items:	1,671,688	2,705,177
Operating profit before working capital changes	5,783,944	5,289,618
Changes in working capital	181,933	(2,260,240)
Cash generated from operations	5,965,877	3,029,378
Payment for interest/profit and taxes/levies	(2,920,283)	(2,708,952)
Net cash generated from operating activities	3,045,594	320,426
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,176,755)	(969,658)
Proceeds from disposal of property, plant and equipment	22,332	28,737
Advances for capital expenditure	14,545	(4,975)
Net cash used in investing activities	(1,139,878)	(945,896)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long term borrowings	(628,542)	(1,153,366)
Lease liabilities paid	(24,834)	(6,734)
Dividend paid	(60)	(329)
Net (decrease)/increase in short term borrowings	(1,282,955)	1,952,169
Net cash (used in)/generated from financing activities	(1,936,391)	791,740
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(30,675)	166,270
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	1,093,599	784,116
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	1,062,924	950,386

The annexed notes from 1 to 22 form an integral part of these interim financial statements


M. MURAD SAIGOL
Chief Executive Officer


M. ZEID YOUSUF SAIGOL
Director


SYED MANZAR HASSAN
Chief Financial Officer

PAK ELEKTRON LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

1 LEGAL STATUS AND OPERATIONS

Pak Elektron Limited ['the Company'] was incorporated under the repealed Companies Act, 1913 on 03 March 1956. The Company is a 'Public Company Limited by Shares' and is listed on Pakistan Stock Exchange Limited. The principal activity of the Company is manufacturing and sale of electrical capital goods and domestic appliances.

The Company is organized into the following operating divisions:

- (i) **Power Division:** Manufacturing and sale of Transformers, Switchgears, Energy Meters and Engineering, Procurement and Construction ['EPC'] contracting.
- (ii) **Appliances Division:** Manufacturing, assembling and distribution/sale of Refrigerators, Deep Freezers, Air Conditioners, Microwave Ovens, LED Televisions, Washing Machines, Water Dispensers and other domestic appliances.

1.1 Location of business units

Registered office	17 Aziz Avenue, Canal Bank, Gulberg - V, Lahore, Pakistan
Manufacturing Unit I	14 KM, Ferozepur, Road, Lahore, Pakistan
Manufacturing Unit II	34 KM, Ferozepur, Road, Lahore, Pakistan
Islamabad Office	Office no. 301, Green Trust Tower, Blue Area, Islamabad, Pakistan
Karachi Office	Kohinoor Building, 25 West Wharf Road, Karachi, Pakistan

2 BASIS OF PREPARATION

These interim financial statements are un-audited and have been presented in condensed form and do not include all information as is required to be provided in a full set of annual financial statements. These interim financial statements should be read in conjunction with the annual audited financial statements of the Company for the year ended 31 December 2024.

These interim financial statements have been subjected to limited scope review by auditors of the company, as required under section 237 of the Companies Act, 2017. The comparative condensed interim statement of financial position as at 31 December 2024 and the related notes to the interim financial statements are based on audited financial statements. The comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows and related notes to the condensed interim financial statements for the six-month period ended 30 June 2024 are based on unaudited, reviewed interim financial statements. The condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the three-month period ended 30 June 2025 and 30 June 2024 are neither audited nor reviewed.

2.1 Statement of compliance

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

- International Accounting Standard 34 'Interim Financial Reporting' [IAS 34], issued by International Accounting Standards Board 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 Basis of measurement

These interim financial statements have been prepared on the historical cost basis except for the following items, which are measured on an alternative basis as at the reporting date.

Items	Measurement basis
Land, building, plant and machinery	Revalued amounts
Investment in associate	Equity method
Investment in listed equity securities	Fair value
Other financial assets	Amortized cost
Provisions	Present value
Other financial liabilities	Amortized cost

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025****2.3 Critical accounting judgements and key sources of estimation uncertainty**

The preparation of interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions and judgments are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which forms the basis of making judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Subsequently, actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

2.4 Presentation currency

These interim financial statements have been presented in Pak Rupees which is the Company's functional currency. The amounts reported in these interim financial statements have been rounded to the nearest Thousand Rupees unless specified otherwise.

2.5 Date of authorization for issue

These interim financial statements have been approved by the Board of Directors of the Company and authorized for issue on 28 August 2025.

3 NEW AND REVISED STANDARDS, INTERPRETATIONS AND AMENDMENTS EFFECTIVE DURING THE YEAR.

The following new and revised International Financial Reporting Standards [IFRS] and International Accounting Standards [IAS], interpretations of and amendments to IFRS and IAS are effective in the current period but are either not relevant to the Company or their application does not have any material impact on the interim financial statements of the Company other than presentation and disclosures, except as stated otherwise.

3.1 Lack of Exchangeability (Amendments to IAS 21)

The amendments contain guidance to specify when a currency is exchangeable and how to determine the exchange rate when it is not.

4 NEW AND REVISED STANDARDS, INTERPRETATIONS AND AMENDMENTS NOT YET EFFECTIVE.

The following standards, interpretations and amendments are in issue which are not effective as at the reporting date and have not been early adopted by the Company.

	Effective date (annual periods beginning on or after)
Amendments IFRS 9 and IFRS 7 regarding the classification and measurement of financial instruments	01 January 2026
Amendments IFRS 9 and IFRS 7 regarding the power purchase agreements	01 January 2026
Annual Improvements to IFRS Accounting Standards — Volume 11	01 January 2026
IFRS 17 Insurance Contracts	01 January 2026
IFRS S1 General Requirements for Disclosure of Sustainability-related Financial Information	01 July 2025
IFRS S2 Climate-related Disclosures	01 July 2025
Other than afore mentioned standards, interpretations and amendments, IASB has also issued the following standards which have not been notified by the Securities and Exchange Commission of Pakistan for adoption.	
- IFRS 1 First Time Adoption of International Financial Reporting Standards	
- IFRS 18 Presentation and Disclosures in Financial Statements	
- IFRS 19 Subsidiaries without Public Accountability: Disclosures	

The Company intends to adopt these new standards on their effective dates, subject to notification by Securities and Exchange Commission of Pakistan under section 225 of the Companies Act, 2017 regarding their adoption. The management anticipates that the adoption of the above standards, amendments and interpretations in future periods, will not have a material impact on the Company's interim financial statements other than in presentation/disclosures.

PAK ELEKTRON LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

5 ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these interim financial statements are the same as those applied in the preparation of preceding annual financial statements of the Company for the year ended 31 December 2024.

6 AUTHORIZED SHARE CAPITAL

30-Jun-25	31-Dec-24		30-Jun-25	31-Dec-24
<i>Shares</i>	<i>Shares</i>		<i>Rupees '000</i>	<i>Rupees '000</i>
[Un-audited]	[Audited]		[Un-audited]	[Audited]
1,000,000,000	1,000,000,000	Ordinary shares of Rs. 10 each	10,000,000	10,000,000
		Preference shares of Rs. 10 each		
62,500,000	62,500,000	Class 'A' preference shares	625,000	625,000
37,500,000	37,500,000	Class 'B' preference shares	375,000	375,000
100,000,000	100,000,000		1,000,000	1,000,000
1,100,000,000	1,100,000,000		11,000,000	11,000,000

7 ISSUED ORDINARY SHARE CAPITAL

30-Jun-25	31-Dec-24	Note	30-Jun-25	31-Dec-24
<i>Shares</i>	<i>Shares</i>		<i>Rupees '000</i>	<i>Rupees '000</i>
[Un-audited]	[Audited]		[Un-audited]	[Audited]
731,081,721	731,081,721	Ordinary shares	7,310,817	7,310,817
		Issued for cash		
		Issued for other than cash:		
137,500	137,500	against machinery	1,375	1,375
408,273	408,273	against acquisition of PEL Appliances Limited	4,083	4,083
73,678,166	6,040,820	against conversion of preference shares	736,782	60,408
118,343,841	118,343,841	as fully paid bonus shares	1,183,438	1,183,438
192,567,780	124,930,434		1,925,678	1,249,304
923,649,501	856,012,155		9,236,495	8,560,121
		Class 'A' preference shares		
-	44,957,592	Issued for cash	-	449,576
923,649,501	900,969,747		9,236,495	9,009,697

7.1 The entire issued preference share capital of Rs. 449.58 million along with preference dividend accumulated up to 31 December 2024 amounting to Rs. 640.65 million has been converted into ordinary shares of the Company, during the reporting period, whereby, the Company has issued 67,637,346 ordinary shares of Rs. 10 each to all preference shareholders.

	30-Jun-25	31-Dec-24
	<i>Rupees '000</i>	<i>Rupees '000</i>
	[Un-audited]	[Audited]
As at beginning of the period/year	5,472,708	3,556,091
Obtained during the period/year	-	4,000,000
Repayments made during the period/year	(628,542)	(2,083,383)
As at end of the period/year	4,844,166	5,472,708
Current maturity presented under current liabilities	(1,410,833)	(1,222,708)
	3,433,333	4,250,000

9 LEASE LIABILITIES

Present value of minimum lease payments	79,690	104,524
Current maturity presented under current liabilities	(43,122)	(50,729)
	36,568	53,795

PAK ELEKTRON LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

10 SHORT TERM BORROWINGS

These facilities have been obtained from various banking companies and financial institutions for working capital requirements and carry interest/profit at rates ranging from one to nine months KIBOR plus 0.5% to 3% per annum, payable quarterly, with the exception of certain term loans, where interest/profit is payable on maturity. These facilities are secured by pledge/hypothecation of raw material and components, work-in-process, finished goods, imported goods, machinery, spare parts, book debts and personal guarantees of the Company's directors.

11 CONTINGENCIES AND COMMITMENTS

11.1 Contingencies

11.1.1 The following guarantees and bonds are outstanding as at the reporting date:

	30-Jun-25 Rupees '000 [Un-audited]	31-Dec-24 Rupees '000 [Audited]
Tender bonds	325,233	215,168
Performance bonds	4,247,934	3,637,317
Advance guarantees	161,602	255,314
Custom guarantees	78,292	-
Foreign guarantees	6,300	-

11.1.2 There is no material changes in the status of litigations and claims the Company was a party to as at 31 December 2024.

11.2 Commitments

There is no material changes in the status of commitments as reported in the annual audited financial statements for the year ended 31 December 2024, with the exception of the following:

11.2.1 Commitments under ijarah contracts

The amount of ujarah payments for ijarah financing and the period in which these payments will become due are as follows:

	Note	30-Jun-25 Rupees '000 [Un-audited]	31-Dec-24 Rupees '000 [Audited]
Not later than one year		268,434	255,169
Later than one year and not later than five years		284,994	257,900
Later than five years		-	-
		553,428	513,069

12 PROPERTY, PLANT AND EQUIPMENT

Operating fixed assets	12.1	25,420,904	25,830,158
Right-of-use assets	12.2	68,690	107,848
Capital work in progress	12.3	3,807,511	2,860,473
		29,297,105	28,798,479

12.1 Operating fixed assets

Net book value at beginning of the period/year		25,830,158	25,409,519
Additions during the period/year			
Land		-	-
Buildings		1,591	63,942
Plant and machinery		157,583	261,644
Office equipment and fixtures		12,588	38,970
Computer hardware and allied items		44,757	60,465
Vehicles		13,198	145,071
		229,717	570,092
Net book value of assets disposed during the period/year		(7,900)	(29,750)
Depreciation for the period/year		(631,071)	(1,245,435)
Transfer from right-of-use assets		-	4,478
Transfer from capital work in progress		-	1,121,254
Net book value at end of the period/year		25,420,904	25,830,158

PAK ELEKTRON LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

	Note	30-Jun-25 Rupees '000 [Un-audited]	31-Dec-24 Rupees '000 [Audited]
12.2 Right-of-use assets			
Net book value at beginning of the period/year		107,848	98,944
Additions during the period/year		-	107,008
Net book value of assets disposed during the period/year		-	(17,955)
Depreciation for the period/year		(39,158)	(75,671)
Transfer to operating fixed assets		-	(4,478)
Net book value at end of the period/year		68,690	107,848
12.3 Capital work in progress			
As at beginning of the period/year		2,860,473	2,655,530
Additions during the period/year		947,038	1,326,197
Transfer to operating fixed assets		-	(1,121,254)
Net book value at end of the period/year		3,807,511	2,860,473
13 LONG TERM INVESTMENTS			
<i>Kohinoor Power Company Limited</i>			
2,910,600 (31-Dec-24: 2,910,600) ordinary shares of Rs. 10 each	13.1	20,810	21,888
Relationship: associate			
Ownership Interest: 23.1% (31-Dec-24: 23.1%)			
Market value: Rs. 7.15 (31-Dec-24: Rs. 7.52) per share			
		20,810	21,888

- 13.1** This represents investment in ordinary shares of Kohinoor Power Company Limited ['KPCL'], an associate. KPCL was incorporated under the repealed Companies Ordinance, 1984 on 08 December 1991. KPCL is a 'Public Company Limited by Shares' and is listed on Pakistan Stock Exchange Limited.. KPCL was formed with the objective of generation and sale of electric power. Subsequently, it amended its memorandum of association to change its principal activity to leasing out machinery and buildings under operating lease arrangements. Registered office of KPCL is situated in the Province of Punjab at 10-G, Mushtaq Ahmed Ghurmani Road, Gulberg-II, Lahore.

The investment has been accounted for by using equity method. Particulars of investment are as follows:

	Note	30-Jun-25 Rupees '000 [Un-audited]	31-Dec-24 Rupees '000 [Audited]
Cost of investment		54,701	54,701
Share of post acquisition losses	13.2	(18,897)	(19,123)
		35,804	35,578
Accumulated impairment	13.3	(14,994)	(13,690)
		20,810	21,888

13.2 Extracts of financial statements of associate

The assets and liabilities of Kohinoor Power Company Limited as at the reporting date and related revenue and profit for the year then ended based on the un-audited financial statements are as follows:

PAK ELEKTRON LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

	30-Jun-25 Rupees '000 [Un-audited]	31-Dec-24 Rupees '000 [Audited]
Non-current assets	72,835	75,170
Current assets	42,580	40,144
Non-current liabilities	-	-
Current liabilities	2,621	3,853
Revenue	5,366	5,366
Profit/(loss) for the period/year	979	(17,944)
Share of profit/(loss) for the period/year	226	(4,145)
Break-up value per share [Rupees]	8.95	8.85
Market value per share [Rupees]	7.15	7.52

	30-Jun-25 Rupees '000 [Un-audited]	31-Dec-24 Rupees '000 [Audited]
--	--	---------------------------------------

13.3 Movement in accumulated impairment

As at beginning of the year	13,690	20,455
Impairment recognized during the period/year	1,304	-
Impairment reversed during the period/year	-	(6,765)
As at end of the year	14,994	13,690

	Six-month period ended		Three-month period ended	
	30-Jun-25	30-Jun-24	30-Jun-25	30-Jun-24
	Rupees '000 [Un-audited]	Rupees '000 [Un-audited]	Rupees '000 [Un-audited]	Rupees '000 [Un-audited]

14 NET REVENUE

Sale of goods				
- local	46,245,326	39,356,586	27,657,313	22,891,231
- exports	2,492,920	505,721	1,693,834	499,917
	48,738,246	39,862,307	29,351,147	23,391,148
Construction contracts	-	-	-	-
	48,738,246	39,862,307	29,351,147	23,391,148
Sales tax and excise duty	(7,044,431)	(5,992,740)	(4,213,732)	(3,488,300)
Trade discounts	(6,172,748)	(3,784,886)	(4,087,045)	(2,536,109)
	35,521,067	30,084,681	21,050,370	17,366,739

15 COST OF SALES

Raw material and components consumed	24,364,726	18,748,985	12,924,569	10,937,314
Direct wages	711,243	603,350	315,068	264,232
Factory overheads	1,679,220	1,555,279	810,939	803,520
	26,755,189	20,907,614	14,050,576	12,005,066
Work-in-process				
at the beginning of the period	1,696,644	1,403,957	-	-
at the end of the period	(2,251,155)	(1,282,789)	(444,618)	234,356
	(554,511)	121,168	(444,618)	234,356
Cost of goods manufactured	26,200,678	21,028,782	13,605,958	12,239,422
Finished goods				
at the beginning of the period	2,484,902	2,621,666	-	-
at the end of the period	(2,769,418)	(1,619,436)	1,604,781	511,308
	(284,516)	1,002,230	1,604,781	511,308
Cost of goods sold	25,916,162	22,031,012	15,210,739	12,750,730
Cost of construction contracts	-	-	-	-
	25,916,162	22,031,012	15,210,739	12,750,730

PAK ELEKTRON LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

	Unit	30-Jun-25	30-Jun-24
		Rupees '000	Rupees '000
		[Un-audited]	[Un-audited]
16 BASIC EARNINGS PER SHARE			
<i>Earnings</i>			
Profit after income taxes	Rupees '000	2,369,832	1,415,563
Preference dividend for the period	Rupees '000	-	(21,355)
Profit attributable to ordinary shareholders	Rupees '000	2,369,832	1,394,208
<i>Shares</i>			
Weighted average number of ordinary shares outstanding during the period	No. of shares	891,886,106	856,012,155
<i>Basic earnings per share</i>	Rupees	2.66	1.63

17 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The details of the Company's related parties, with whom the Company had transactions during the year or has balances outstanding as at the reporting date, are as follows:

Name of related party	Nature and basis of relationship
Pak Elektron Limited Employees Provident Fund Trust	Post-employment Benefit Plan
Kohinoor Power Company Limited	Associate [Significant Influence]
Kohinoor Energy Limited	Associated Company [Common Directorship]
Zemura FZE	Associated Company [Common Directorship]
Mr. M. Murad Saigol	Key Management Personnel [Chief Executive]
Mr. M. Zeid Yousuf Saigol	Key Management Personnel [Director]
Mr. Syed Manzar Hassan	Key Management Personnel [Director]

The Company continues to have a policy whereby all transactions with related parties entered into in the ordinary course of business are carried out on commercial terms and conditions which are equivalent to those prevailing in an arm's length transaction. Detail of transactions with related parties during the reporting period and balances with them as at the reporting date are as follows:

		30-Jun-25	30-Jun-24
		Rupees '000	Rupees '000
		[Un-audited]	[Un-audited]
17.1 Transactions with related parties			
Nature of relationship	Nature of transactions		
Associated companies	Purchase of services	4,020	3,189
	Commission	38,772	-
Key management personnel	Short term employee benefits	26,693	25,658
Post-employment benefit plan	Contribution for the year	74,028	56,608
		30-Jun-25	31-Dec-24
		Rupees '000	Rupees '000
		[Un-audited]	[Audited]
17.2 Balances with related parties			
Nature of relationship	Nature of transactions		
Key management personnel	Short term employee benefits payable	2,344	1,719
Post-employment benefit plan	Contribution payable	27,405	27,405

PAK ELEKTRON LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

18 FINANCIAL INSTRUMENTS

The carrying amounts of the Company's financial instruments as at the reporting date are as follows:

	Note	30-Jun-25 Rupees '000 [Un-audited]	31-Dec-24 Rupees '000 [Audited]
18.1 Financial liabilities			
<i>Financial liabilities at amortized cost</i>			
Long term borrowings	8	4,844,166	5,472,708
Lease liabilities	9	79,690	104,524
Creditors		374,189	347,731
Foreign bills payable		1,840,440	1,429,936
Accrued liabilities		263,098	275,498
Employees' provident fund		27,405	27,405
Unclaimed dividend		10,241	10,301
Short term borrowings		11,032,030	12,314,985
Accrued interest/profit on borrowings		417,026	547,676
		18,888,285	20,530,764
18.2 Financial assets			
<i>Cash in hand</i>		19,335	19,524
<i>Financial assets at amortized cost</i>			
Long term deposits with suppliers and contractors		548,417	531,633
Long term advances to dealers		2,208,773	2,303,430
Trade receivables		17,859,253	17,554,764
Security deposits		365,552	349,450
Margin deposits		650,010	598,400
Bank balances		1,043,589	1,074,075
		22,675,594	22,411,752
<i>Financial assets mandatorily classified at fair value through profit or loss</i>			
Short term investments		55,636	48,499
		22,750,565	22,479,775

19 FAIR VALUE MEASUREMENTS

The Company measures some of its assets at fair value. The fair value hierarchy of financial instruments measured at fair value and the information about how the fair values of these financial instruments are determined are as follows:

19.1 Financial instruments

19.1.1 Recurring fair value measurements

For recurring fair value measurements, the fair value hierarchy and information about how the fair values are determined is as follows:

Financial instruments	Hierarchy	Valuation technique and key inputs	30-Jun-25 Rupees '000 [Un-audited]	31-Dec-24 Rupees '000 [Audited]
Short term investments	Level 1	Quoted bid prices in an active market	55,636	48,499

19.1.2 Non-recurring fair value measurements

There are no non-recurring fair value measurements of financial instruments as at the reporting date.

19.1.3 Financial instruments not measured at fair value

The management considers the carrying amount of all financial instruments not measured at fair value at the end of each reporting period to approximate their fair values as at the reporting date.

PAK ELEKTRON LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

19.2 Assets and liabilities other than financial instruments

19.2.1 Recurring fair value measurements

For recurring fair value measurements, the fair value hierarchy and information about how the fair values are determined is as follows:

Assets/liabilities	Hierarchy	Valuation technique and key inputs	30-Jun-25	31-Dec-24
			Rupees '000 [Un-audited]	Rupees '000 [Audited]
Land	Level 2	Land is valued using market comparable approach that reflects recent transaction prices for similar properties. Significant inputs include estimated purchase price, including non-refundable purchase taxes and other costs directly attributable to the acquisition.	2,285,835	2,285,835
Buildings	Level 2	Building is valued using cost approach that reflects the cost to the market participants to construct assets of comparable utility and age, adjusted for obsolescence and depreciation. Significant inputs include estimated construction costs and other ancillary expenditure.	7,844,535	8,044,058
Plant and machinery	Level 2	Plant and machinery is valued using cost approach that reflects the cost to the market participants to construct or acquire machinery of comparable utility and age, adjusted for obsolescence and depreciation. Significant inputs include estimated construction/acquisition costs and other ancillary expenditure.	14,871,751	15,092,943

19.2.2 Non-recurring fair value measurements

There are no non-recurring fair value measurements of financial instruments as at the reporting date.

20 SEGMENT REPORTING

An operating segment is a component of an entity:

- (a) that engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the same entity),
- (b) whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and
- (c) for which discrete financial information is available.

Information about the Company's reportable segments as at the reporting date is as follows:

Segments	Nature of business
Power Division	Manufacturing and sale of Transformers, Switchgears, Energy Meters and Engineering, Procurement and Construction ["EPC"] contracting.
Appliances Division	Manufacturing, assembling and distribution/sale of Refrigerators, Deep Freezers, Air Conditioners, Microwave Ovens, LED Televisions, Washing Machines, Water Dispensers and other domestic appliances.

PAK ELEKTRON LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

20.1 Segment information

	Six-month period ended 30-Jun-25			
	Power division Rupees '000 [Un-audited]	Appliances division Rupees '000 [Un-audited]	Un-allocated items Rupees '000 [Un-audited]	Total Rupees '000 [Un-audited]
Revenue from contracts with customers	13,327,901	35,410,345	-	48,738,246
Segment profit before income taxes	1,300,994	3,111,345	(300,083)	4,112,257

	Six-month period ended 30-Jun-24			
	Power division Rupees '000 [Un-audited]	Appliances division Rupees '000 [Un-audited]	Un-allocated items Rupees '000 [Un-audited]	Total Rupees '000 [Un-audited]
Revenue from contracts with customers	16,854,399	23,007,908	-	39,862,307
Segment profit before income taxes	930,289	1,795,384	(141,232)	2,584,441

	30-Jun-25			
	Power division Rupees '000 [Un-audited]	Appliances division Rupees '000 [Un-audited]	Un-allocated items Rupees '000 [Un-audited]	Total Rupees '000 [Un-audited]
Segment assets	32,374,215	36,380,771	6,097,937	74,852,923

	31-Dec-24			
	Power division Rupees '000 [Audited]	Appliances division Rupees '000 [Audited]	Un-allocated items Rupees '000 [Audited]	Total Rupees '000 [Audited]
Segment assets	33,374,932	34,622,964	4,541,435	72,539,331

21 RECOVERABLE AMOUNTS AND IMPAIRMENT

As at the reporting date, recoverable amounts of all assets/cash generating units are equal to or exceed their carrying amounts, unless stated otherwise in these financial statements.

22 GENERAL

Comparative figures have been rearranged and reclassified, where necessary, for the purpose of comparison. However, there were no significant reclassifications during the year.


M. MURAD SAIGOL
Chief Executive Officer


M. ZEID YOUSUF SAIGOL
Director


SYED MANZAR HASSAN
Chief Financial Officer

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