



SHAPING
INDUSTRIES,
EMPOWERING
LIVES

ANNUAL
REPORT
20
25

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Company Information

BOARD OF DIRECTORS

Syed Shahid Ali	(Chairman/ Non-Executive Director)
Syed Sheharyar Ali	(Chief Executive Officer)
Mr. Imran Azim	(Non-Executive Director)
Dr. Salman Faridi	(Non-Executive Director)
Mr. Munir Karim Bana	(Non-Executive Director)
Dr. Haroon Latif Khan	(Independent Director)
Ms. Sidra Fatima Sheikh	(Female/Independent Director)
Mr. Ahmad Shahid Hussain	(Independent Director)

AUDIT COMMITTEE

Ms. Sidra Fatima Sheikh	(Chairperson/ Member)
Mr. Imran Azim	(Member)
Dr. Salman Faridi	(Member)
Mr. Munir Karim Bana	(Member)
Mr. Ahmad Shahid Hussain	(Member)

CHIEF FINANCIAL OFFICER

Mr. Muhammad Zubair	Modaraba Management Company
Mr. Mansoor Murad	Modaraba

COMPANY SECRETARY

Ms. Zunaira Dar

EXTERNAL AUDITORS

M/s Rahman Sarfaraz Rahim Iqbal Rafiq Chartered Accountants

EXTERNAL AUDITORS OF MODARABA

M/s Yousuf Adil Chartered Accountants

MANAGEMENT COMPANY

LEGAL ADVISORS

Asad & Asad Attorney At Law

CORPORATE ADVISORS

Cornelius, Lane & Mufti

SHARIAH ADVISORS

Mufti Muhammad Javed Hassan

SHARE REGISTRAR

Corplink (Private) Limited

Wing Arcade, -1K Commercial, Model town, Lahore

Tel: 042-35916714

Fax: 042-35839182

BANKERS

Meezan Bank Limited
National Bank of Pakistan
Askari Bank Limited
Habib Bank Limited
United Bank Limited
Habib Metropolitan Bank Limited
Allied Bank Limited
Bank Alfalah Limited
MCB Islamic Bank Limited
Dubai Islamic Bank Pakistan Limited

REGISTERED OFFICE

72-B, Industrial Area, Kot Lakhpat, Lahore.

Tel: 042-35830881, 35156567 & 35122296

Fax: 042-35114127 & 35215825

E-Mail: Corporate@treetcorp.com

Home Page: www.ftmm.com.pk

PACKING SOLUTIONS

SOAP

Kacha Tiba Rohi Nala, 22-KM, Ferozpur Road, Lahore
Ghakkar 80 KM, G.T. Road, Ghakkar Mandi, Gujranwala



Directors' Profile



Syed Shahid Ali

Chairman/
Non-Executive Director

Mr. Syed Shahid Ali is a highly accomplished business executive with extensive management experience, currently serving as the Chairman of the First Treet Manufacturing Modaraba (FTMM). In addition to his role as Chairman, Mr. Ali serves as a board member for various companies, including Packages Limited, IGI Insurance Limited, Treet Corporation Limited and Treet Battery Limited.

Throughout his career Mr. Ali has demonstrated strong leadership skills, playing a crucial role in driving the growth and success of FTMM. He is passionate about the company's success and has a vision for its future that he continues to drive. Mr. Ali is also actively engaged in social and cultural activities and holds senior positions in several hospitals, demonstrating his commitment to giving back to the community.

Mr. Ali holds a Master's Degree in Economics and Graduate Diplomas in Development Economics from Oxford University, as well as a Diploma in Management Sciences from the University of Manchester. His academic qualifications have provided him with a solid foundation in economics and management, which he has applied throughout his career, shaping the company's future with his unwavering commitment and leadership.



Syed Sheharyar Ali

Chief Executive Officer

Mr. Syed Sheharyar Ali began his professional journey with First Treet Manufacturing Modaraba in 2001, following the completion of his academic studies. Soon after joining, he was appointed as Director, becoming one of the youngest to hold this position within the company. Over the years, he has advanced to his current role as Chief Executive Officer (CEO) of First Treet Manufacturing Modaraba, where he oversees a diverse portfolio of companies spanning manufacturing, healthcare, information technology, automobiles, sports, and music.

As CEO, Mr. Ali is dedicated to both preserving the legacy of First Treet Manufacturing Modaraba and steering the company towards new opportunities for growth. His leadership is defined by a deep commitment to enhancing operational efficiency, expanding market presence, and ensuring the company's competitive edge in multiple industries. With a forward-thinking approach, he continuously seeks to align the company's long-term goals with evolving global trends, while staying rooted in its core values of integrity and excellence.

Mr. Ali's academic foundation was laid at Saint Louis University, USA, where he earned a Bachelor of Business Administration degree in Sales and Marketing Operations. Upon joining First Treet Manufacturing Modaraba, his visionary leadership and keen business acumen were quickly demonstrated in his role as Executive Director. His focus on operational improvements and strategic growth continues to set new benchmarks in the corporate landscape.



Mr. Imran Azim

Non-Executive Director

Mr. Imran Azim is a highly experienced professional who has served in the financial, asset management, and manufacturing sectors for over four decades. Having worked with some of the largest and most reputable companies in his career, he brings a wealth of expertise to the board of First Treet Manufacturing Modaraba.

Currently, Mr. Azim serves on the board of Habib Asset Management Limited, Treet Holdings Limited, Treet Corporation Limited and Treet Battery Limited. His deep knowledge and extensive experience make him an invaluable asset to First Treet Manufacturing Modaraba and its leadership team.



Dr. Salman Faridi

Non-Executive Director

Dr. Salman Faridi is a distinguished Board Member at First Treet Manufacturing Modaraba. He brings with him over two decades of medical experience from the UK, Middle East, and Pakistan, and currently serves as the Medical Director of Liaquat National Hospital, one of Pakistan's largest private healthcare institutions.

As a fellow of the Royal Society of Medicine, Dr. Faridi has been appointed to several key positions in the healthcare industry, including standing member of the Pakistan Standard and Quality Authority for Healthcare Issues and a member of the corporate syndicate for MBA in Healthcare Management at the Institute of Business Management in Karachi. He is passionate about healthcare management and has been serving as a member of the advisory board for the formulation of national guidelines on the prophylaxis and management of venous thromboembolism (VTE). Dr. Faridi is also a board member of Renacon Pharma Limited.

Dr. Faridi graduated from Dow Medical College and obtained his FRCS from the UK in 1983. His extensive medical experience and qualifications have enabled him to make significant contributions to the healthcare industry in Pakistan and beyond.

Directors' Profile



Mr. Munir K. Bana
Non-Executive Director

Mr. Munir K. Bana serves on the Board of First Treet Manufacturing Modaraba and its affiliated companies. He has over 25 years of experience on the Board of Loads Limited. He started as Director of Finance and later became Chief Executive of the Corporation. Mr. Bana's career highlights include serving as Finance Director for multinational companies Parke-Davis & Boots, a multinational company, for 18 years. He has been nominated by the Prime Minister as Honorary Chairman of Karachi Tools, Dies & Moulds Centre, and has been elected as Chairman of the Pakistan Association of Automotive Parts & Accessories Manufacturers. He is a proponent of public private partnerships and has been actively involved in initiatives to develop the automotive industry in Pakistan. In addition to being a chartered accountant and fellow of the Institute of Chartered Accountants of Pakistan, Mr. Bana holds a Bachelor's Degree in Commerce from the University of Karachi. Mr. Bana's long-standing tenure as a Board member of First Treet Manufacturing Modaraba and its associated companies since 2008 is a testament to his exceptional leadership and financial expertise.



Dr. Haroon Latif Khan
Independent Director

Dr. Haroon Latif Khan brings a wealth of experience in healthcare management to First Treet Manufacturing Modaraba as an Independent Director on its Board. He has been associated with the Lahore Institute of Fertility & Endocrinology (LIFE) as a Clinical Embryologist since 2006, eventually becoming the Lab Director and Chief Executive of the clinic. He is also a Board Member of the Asia Pacific Initiative on Reproduction (ASPIRE) and a General Secretary of the IVF Society of Pakistan and the Pakistan Society of Andrology & Sexual Medicine (PSASM). Dr. Khan holds a Fellowship in Sexual Medicine from Holland and an Executive Education Degree in Management of Healthcare Delivery from Harvard Business School, Boston, USA. With his extensive experience and expertise, he plays a vital role in contributing to the growth and success of the company.



Ms. Sidra Fatima Sheikh
Female/Independent Director

Ms. Sidra Fatima Sheikh is an accomplished Independent Director who brings invaluable expertise and experience to the board. She is a partner at The Sheikh Partnership law firm, where she has served since 2004. Additionally, she serves on the Managing Committee of Gulab Devi Hospital and Al-Aleem Medical College. Ms. Sheikh has a notable track record of success in various fields and has pursued her legal education with CPE/PGDL and LPC from BPPLaw School, London, underscoring her commitment to the legal profession. In 2001, she was enrolled as a Solicitor of the Supreme Court of England & Wales, and more recently, as an advocate of the Supreme Court of Pakistan. Ms. Sheikh is a graduate of the London School of Economics and Political Science. She has also trained with the Oberman Partnership Solicitors (now Kerman & Co), London.



Mr. Ahmad Shahid Hussain
Independent Director

Mr. Ahmad Shahid Hussain serves as an Independent Director on First Treet Manufacturing Modaraba's Board, leveraging his expertise and strategic insights to contribute to the growth and success of the company. He is the Director and Chief Strategy Officer of Service Sales Corporation (Pvt.) Limited (SSC), Lahore, since March 2011. SSC is a prominent company with a network of 350 shoe outlets operating under the brands NDURE and SHOE PLANET, along with a thriving B2B business under the brands Calza and Liza. SSC also boasts two large footwear manufacturing plants in Lahore, solidifying its position as a key player in the footwear sector in Pakistan. With a strong passion for technology, Mr. Hussain holds a Bachelor's and Master's Degree in Computer Engineering from Carnegie Mellon University. He brings a wealth of experience from his four-year tenure at Microsoft Corporation, where he worked at their headquarters in Redmond, WA, USA. Within SSC, Mr. Ahmad Shahid Hussain heads the B2B business and leads the online e-commerce operations. In addition to his role at SSC, he serves as an advisory board member for the National Incubation Center Lahore at LUMS, demonstrating his commitment to fostering innovation and entrepreneurship.

VISION STATEMENT

To be recognized as a market leader by our valued customers due to our innovative and efficient delivery approach while maintaining principles of Islamic Shariah.

MISSION STATEMENT

To deliver high-quality products and services that consistently meet the diversified needs of our customers while creating long-term value for our shareholders enabled by a culture of excellence within the company.

PRINCIPLE

We will base our human resources systems on our proven principles reflective of our core values and our commitment to attract, reward, develop and motivate sophisticated people. They will reflect the global scope of our business while demonstrating responsibility and flexibility with respect to cultural diversity, and statutory and regional business realities.

EMPHASIS

Our emphasis on continuous improvement in all aspects of our business will enable us to reward our certificate holders and employees.

SOCIAL RESPONSIBILITY

We will continually strive to be environmentally responsible and support the communities where we operate and the industries in which we participate.

CORPORATE VALUES

- Total Customer Services
- Long-Term Business Focus
- Technology Oriented
- Quality & Reliability
- Staff Development & Teamwork
- Effective Resources & Cost Management
- Corporate Responsibility

Chairman's Review Report

Dear Certificate Holders,

I am pleased to present the Annual Report of First Treet Manufacturing Modaraba (managed by Treet Holdings Limited) for the financial year ended June 30, 2025, together with the audited financial statements and the auditors' report.

The Board comprises professionals with expertise in management, strategy, finance, governance, and administration. Each director is fully mindful of their fiduciary obligations to the Modaraba and its certificate holders. As Chairman, I ensure open and constructive participation from all directors, particularly valuing the perspective of the independent director representing minority certificate holders, as well as the insights of members with relevant domain expertise.

The Board has established well-defined terms of reference for its committees, with appointments made on the basis of experience and competence. Meetings of the Board and its committees are held regularly, with due consideration given to all matters before decisions are taken. During the year 2024–2025, a detailed self-assessment of the Board and its committees was undertaken through our internal Board Evaluation process, designed in line with globally recognized practices.

We also maintained close oversight of our financial reporting framework to ensure strict compliance with applicable regulatory requirements, while continuing to align with industry best practices.

On behalf of the Board, I extend my sincere appreciation to the employees and business partners of First Treet Manufacturing Modaraba for their commitment and hard work, and to our certificate holders and customers for their trust and support. With their continued confidence, we look forward to another year of progress and success.



Mr. Syed Shahid Ali
Chairman

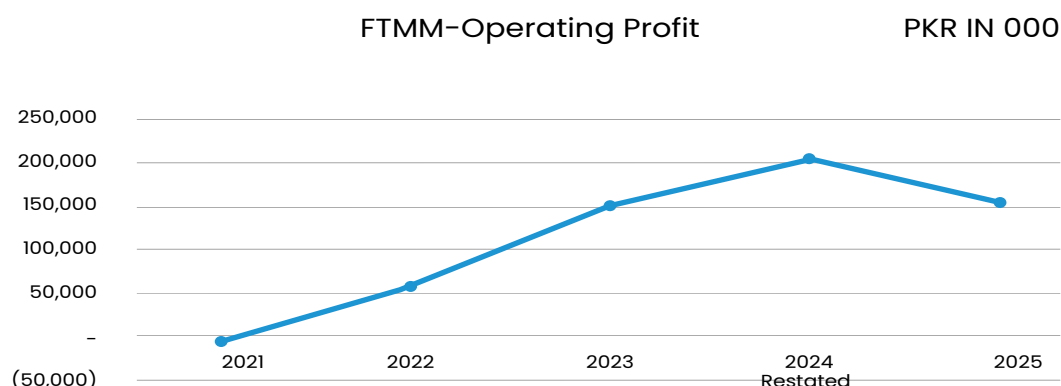
30 September, 2025
Lahore

Directors' Report

We are pleased to present the Directors' Report together with the audited Financial Statements for the year ended June 30, 2025.

These accounts have been audited by statutory auditors of the Modaraba and are accompanied by their audit report.

The fiscal year 2025 has seen the Modaraba deliver another year of steady financial and operational performance, despite operating in an extremely competitive environment. Although the operating profit reduced as compared to the last year, but still the Modaraba managed to remain in healthy operating profits. The Modaraba has witnessed significant enhancements across various key indicators, such as sales, liquidity, cost control, and plant operations.



FINANCIAL HIGHLIGHTS

The Modaraba is engaged in two business segments: Corrugated Boxes and Soaps. The financial results of FY 2025 demonstrated a declining trend from last year due to the tough competition in both soap and packaging segment. However, Modaraba is managed to close on a steady profit during the year.

The Modaraba's gross profit is decreased by Rs. 30 million, a 8% decrease from the previous year. The major reason for this is lower sales of the soap segment, as soap segment sees intense competition in the Modaraba's preferred value sensitive segments. However, despite the lower gross profit, the Modaraba is still managed to post an operating profit of Rs 159 million during the period. While this was a 28% decrease from the previous year, the decrease is primarily due to marketing activities which are expected to help in improving sales performance in coming years.

(Rupees in millions)

Descriptions	2024-2025	2023-2024 (Restated)	% Change
Sales (net)	3,793	4,148	-9%
Gross Profit	344	375	-8%
Operating Profit	159	220	-28%
Net Profit for the year	117	271	-57%
Earnings/(Loss) per Certificate	0.14	0.31	-57%
Book Value per Certificate	14.69	3.38	335%

Directors' Report

SEGMENT-WISE ANALYSIS

(Rupees in 000)

	Corrugated Packaging		Soap	
	2024-2025	2023-2024	2024-2025	2023-2024
		(Restated)		(Restated)
Gross Sales	3,247,101	3,337,162	1,300,620	1,631,227
Inter-Segment Sales	(17,592)	(19,323)	-	-
Sales Tax & Discounts	(492,851)	(503,506)	(243,806)	(297,298)
Total Sales	2,736,658	2,814,333	1,056,814	1,333,929
Gross Profit	114,546	93,864	229,374	280,877
Gross Profit %	4%	3%	22%	21%
Operating Profit/(Loss)	30,043	(8,626)	129,178	228,683
Operating Profit/(Loss) %	1%	0%	12%	17%

CORRUGATED PACKAGING

The corrugated packaging segment continues to be highly competitive, with some of the leading industry players investing significantly in their plants, thus driving down prices for the entire segment. The net revenue of the corrugation segment for the year 2024-25 was Rs. 2,736 million, which has decreased by 3% as compared to last financial year. The business has posted a gross profit of Rs. 114.5 million compared to a gross profit of Rs. 93 million last year. This increase in Gross Profit is primarily due to an aggressive cost reducing strategy deployed by the segment during the year.

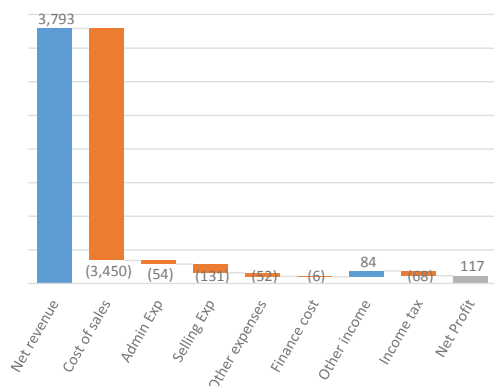
The Management has put in place various low cost and high impact measures to ensure that the Company keeps pace with the competition in terms of product quality, as well as to increase operating efficiencies, to return the business to profitability on a standalone basis in the coming year. Focus will be on retaining key accounts and adding new large customers to the Company portfolio, as well as improving share of wallet from existing customers as overall economic activity recovers.

SOAPS

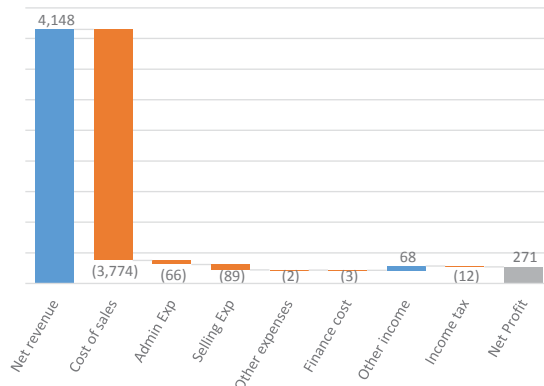
The net revenue for the year 2024-25 is Rs.1,056 million, which has decreased by 21% as compared to the previous financial year. Soaps sales, volumes, and margins have decreased during the year as due to the higher competition in this segment. Its operating profit also decreased by Rs.99 million, a 44% decrease compared to the last financial year.

Directors' Report

Profitability Buildup
FY 2025 (PKR in 000)



Profitability Buildup
FY 2024 (PKR in 000)



COUNTRY'S ECONOMIC OUTLOOK

Pakistan's economy is showing tentative signs of stabilization: GDP growth for FY25 is estimated at ~2.7%, up from ~2.5% in FY24. Inflation has eased substantially from very high levels last year to ~5% projected for FY25 but modest increases are expected in FY26-27 as demand picks up. The country has achieved a current account surplus for FY25, aided by strong remittances and tighter external management, which marks its first surplus in many years. However, structural challenges remain: fiscal deficits are large; public debt is high; agricultural output was weak; and poverty reduction will be difficult in the short term without faster job creation and reforms. Overall the country's macroeconomic outlook factors are showing stabilization.

DIVIDEND

Cash dividend is Nil % (2024: Nil).

APPROPRIATIONS

	Rs. in '000
Profit for the Year	117,463
Un-appropriated loss brought forward	351,912
Transferred to Statutory Reserves (20%) for the year ended June 30, 2025	(23,493)
Un-appropriated profit carried forward	445,882
Final Dividend for the year ended June 30, 2025 @ Rs. Nil	Nil

Directors' Report

CORPORATE AND FINANCIAL REPORTING FRAMEWORK

The Directors of the Modaraba are aware of their responsibilities under the Listed Companies (Code of Corporate Governance) Regulations, 2019 and the Rule book of Pakistan Stock Exchange. The Company has taken all necessary steps to ensure good corporate governance and full compliance of the Code and we confirm the following:

- The financial statements, prepared by the management of the Modaraba, present fairly its state of affairs, the result of its operations, cash flows and changes in equity;
- Proper books of account of the Modaraba have been maintained;
- Chief Executive and Chief Financial Officer duly endorsed the financial statements before approval of the Board;
- Appropriate accounting policies have been consistently applied in preparation of financial statements and accounting estimates are based on reasonable and prudent judgment;
- International Financial Reporting Standards, as applicable in Pakistan, have been followed in preparation of financial statements and any departure therefrom has been adequately disclosed and explained;
- The system of internal control is sound in design and has been effectively implemented and monitored;
- There are no significant doubts upon the Modaraba's ability to continue as a going concern;
- Statement of pattern of shareholding has been included as part of this Annual Report; and
- Statement of shares held by associated undertakings and related persons have also been disclosed separately.

ENVIRONMENT, SOCIAL AND GOVERNANCE

Your Modaraba is committed to delivering the highest standards of governance, in line with global best practices and the Sustainable Development Goals as part of the United Nations' 2030 Agenda for Sustainable Development. As part of this journey, your Modaraba continues to focus on improving processes and driving positive social and environmental impact, and we will continue to further improve our framework in the coming months.

CORPORATE SOCIAL RESPONSIBILITY

The Modaraba is committed to giving back to the Society and has continued to partner with various charitable organizations to support their activities. Your Modaraba prides itself on being a responsible member of society, by providing a safe and respectful place to work for all its employees, especially our female colleagues on the production floor, and on being a responsible neighbour to all our fence line communities.

HEALTH, ENVIRONMENT AND SAFETY

Demonstrating our dedication to a cleaner environment, our Modaraba is committed to developing products and manufacturing processes that are environmentally friendly. We have formulated a Health, Safety, and Environment Policy designed to minimize our environmental footprint to the greatest extent possible from an economic and practical standpoint. The Modaraba ensures that all present and future activities are conducted with a primary focus on safety, safeguarding the well-being of our employees, customers, and the broader public. Furthermore, we pledge to ensure that all our operations remain in strict compliance with national environmental, health, and safety regulations.

MEETINGS OF THE BOARD OF DIRECTORS

During the year, the Board of Directors of Modaraba has met 05 times and the attendance at each of these meetings is as follows:

Directors' Report

Name	Designation	18-Jul-24	27-Sep-24	28-Oct-24	26-Feb-25	24-Apr-25	2024-25
Mr. Syed Shahid Ali	Non-Executive Director/Chairman	A	A	P	P	P	5/3
Mr. Syed Sheharyar Ali	Chief Executive Officer	P	P	P	P	P	5/5
Mr. Imran Azim	Non-Executive Director	P	P	P	P	P	5/5
Dr. Salman Faridi	Non-Executive Director	P	P	P	P	P	5/5
Ms. Sidra Fatima Sheikh	Independent Director	P	P	P	P	P	5/5
Mr. Munir Karim Bana	Non-Executive Director	P	P	P	P	P	5/5
Mr. Ahmad Shahid Hussain	Independent Director	P	P	P	P	P	5/5
Dr. Haroon Latif Khan	Independent Director	P	P	P	P	P	5/5
Quorum of Meetings		7/8	7/8	8/8	8/8	8/8	

AUDIT COMMITTEE

During the year, the Audit Committee of the Board have met 04 times and the attendance at each of these meetings is as follows

Sr. No.	Name	Designation	26-Sep-24	28-Oct-24	26-Feb-25	24-Apr-25	2024-25
1	Ms. Sidra Fatima Sheikh	Chairperson/Member	P	P	P	P	4/4
2	Mr. Imran Azim	Member	P	P	P	P	4/4
3	Mr. Munir Karim Bana	Member	P	P	P	P	4/4
4	Dr. Salman Faridi	Member	P	P	P	P	4/4
5	Mr. Ahmad Shahid Hussain	Member	P	P	P	P	4/4
	Quorum of Meetings		5/5	5/5	5/5	5/5	

Directors' Report

SHARI'AH ADVISOR:

Mufti Muhammad Javed Hassan is the Shari'ah advisor to the Modaraba. Annual Shari'ah Advisor's Report is attached with this report.

PATTERN OF CERTIFICATE-HOLDING:

The pattern of certificate-holding of your Modaraba as on June 30, 2025 is annexed with this report. This statement is in accordance with the amendments made through the Code along with trade in shares by directors (if any).

HR & ADMINISTRATION:

The HR Function of the Modaraba is outsourced to associated company, Treet HR Management (Private) Limited, which is a labour hire Company specialized in providing workforce to host companies under service agreements, and is taking all responsibilities of the workforce.

ACKNOWLEDGEMENT:

The Board would like to take this opportunity to express gratitude and thanks to our valuable customers for their patronage and support, the Securities and Exchange Commission of Pakistan, the Pakistan Stock Exchange Limited and Modaraba Association of Pakistan for their continuous support and guidance.

Special thanks to our certificate holders for the trust and confidence reposed in us.

For and on behalf of the Board



Syed Sheharyar Ali
Chief Executive Officer



Syed Shahid Ali
Chairman

Dated: 30th September, 2025
Lahore

ڈائریکٹر رپورٹ

5/5	P	P	P	P	P	خود مختار ڈائریکٹر	جناب احمد شاہد حسین	7
5/5	P	P	P	P	P	خود مختار ڈائریکٹر	جناب ہارون لطیف خان	8
	8/8	8/8	8/8	7/8	7/8		اجلاس کا کورم	

آڈٹ کمیٹی

رواں برس کے دوران، بورڈ کی آڈٹ کمیٹی کے 104 اجلاس منعقد ہوئے اور اجلاس میں ان کی حاضری حسب ذیل ہے:

نمبر شمار	نام	عہدہ	26 ستمبر 24ء	28 اکتوبر 24ء	26 فروری 25ء	24 اپریل 25ء	2025-2024
1	مس سدرہ فاطمہ شیخ	چیئر پرسن/رکن	P	P	P	P	4/4
2	جناب عمران عظیم	رکن	P	P	P	P	4/4
3	جناب منیر کریم بانا	رکن	P	P	P	P	4/4
4	ڈاکٹر سلمان فریدی	رکن	P	P	P	P	4/4
5	جناب احمد شاہد حسین	رکن	P	P	P	P	4/4
	اجلاس کا کورم		5/5	5/5	5/5	5/5	

شرعی ایڈوائزر

مفتی محمد جاوید حسن مضاربہ کے شرعی ایڈوائزر ہیں۔ شرعی ایڈوائزر کی سالانہ رپورٹ رپورٹ ہذا کے ساتھ لف ہے۔

ٹھٹھکیٹ ہولڈنگ کا پیٹرن

30 جون 2025ء تک آپ کے مضاربہ کے ٹھٹھکیٹ ہولڈنگ کا پیٹرن رپورٹ ہذا کے ساتھ لف ہے۔ یہ بیان ضابطہ کے ذریعے کی گئی ترامیم کے عین مطابق ہے۔

HR اور ایڈمنسٹریشن

مضاربہ HR کا فنکشن ایسوسی ایٹڈ کمپنی ٹریٹ HR مینجمنٹ (پرائیویٹ) لمیٹڈ کو سونپا گیا ہے جو کہ مزدوروں کی بھرتی کی کمپنی ہے اور سروسز معاہدوں کے مطابق مرکزی کمپنیوں کو افرادی قوت فراہم کرتی ہے جو کہ افرادی قوت کی تمام تر ذمہ داریوں کو قبول کرتی ہے۔

اظہار تشکر

بورڈ اس موقع کا فائدہ اٹھاتے ہوئے اپنے معزز صارفین کی سرپرستی اور حمایت، سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، پاکستان اسٹاک ایکسچینج لمیٹڈ اور مضاربہ ایسوسی ایشن پاکستان کی لگاتار حمایت اور رہنمائی کے لئے تہ دل سے شکریہ ادا کرنا چاہتا ہے۔

ہم پر بھروسہ اور اعتماد ظاہر کرنے کے لئے ٹھٹھکیٹ ہولڈرز کو خصوصی شکریہ!

منجانب/ برائے بورڈ



سید شاہد علی



سید شہر یار علی

چیف ایگزیکٹو آفیسر

مؤرخہ: ستمبر 30، 2025ء

لاہور

ڈائریکٹر رپورٹ

- چیف ایگزیکٹو اور چیف فنانسٹیل آفیسر نے بورڈ کی منظوری سے قبل مالیاتی اسٹیٹمنٹس کو باقاعدہ تسلیم کیا ہے۔
- مالیاتی اسٹیٹمنٹس کی تیاری میں آپ کے مضاربہ نے معقول اکاؤنٹنگ پالیسیوں کا اطلاق کیا ہے اور اکاؤنٹنگ تخمینہ جات موزوں اندازے کے مطابق لگائے گئے ہیں۔
- ان مالیاتی اسٹیٹمنٹس کی تیاری میں پاکستان میں لاگو بین الاقوامی اکاؤنٹنگ اسٹینڈرڈز کا اطلاق کیا گیا ہے اور اس میں کسی بھی سقم کو مناسب انداز میں ظاہر کیا گیا ہے۔
- انٹرل کنٹرولز کا ایک مربوط نظام موجود ہے جس کا اطلاق آپ کے مضاربہ پر کیا جا رہا ہے جو کہ سال بھر میں موثر انداز میں مستقل رہا ہے۔
- آپ کے مضاربہ کی مالیاتی حالت کو مد نظر رکھتے ہوئے ہمیں جاری کاروبار کے تسلسل میں کوئی نمایاں ابہام نہ ہے۔
- پیٹرن آف سرٹیفکیٹ ہولڈنگ کے اعلامیہ کو اس سالانہ رپورٹ کے لازمی جزو کے طور پر شامل کیا گیا ہے۔
- ایسوسی ایٹڈ انڈر ٹیکنگ اور متعلقہ افراد کے ملکیتی سرٹیفکیٹ کے بیان کو علیحدہ ظاہر کیا گیا ہے۔

ماحولیات، معاشرہ اور گورننس

پائیدار ترقی کے لئے بہترین عالمی اصولوں اور اقوام متحدہ کے ایجنڈا 2030 کے حصہ کے طور پر پائیدار ترقی کے اہداف کے عین مطابق آپ کا مضاربہ گورننس کے اعلیٰ معیار کی فراہمی کے لئے پرعزم ہے۔ اس سفر میں آپ کا مضاربہ طریق عمل میں بہتری اور مثبت سماجی و ماحولیاتی اثرات دینے کے لئے بھرپور توجہ دے رہی ہے اور ہم آئندہ مہینوں میں اپنے فریم ورک میں مزید بہتری کے لئے کوشاں رہیں گے۔

کاروباری و سماجی ذمہ داری

مضاربہ معاشرہ کے کچھ واپس دینے کے لئے پرعزم ہے اور متعدد خیراتی اداروں کے ساتھ شراکت داری میں ہے تاکہ وہ ان کی سرگرمیوں میں سپورٹ کر سکے۔ اپنے پیداواری مرکز پر مضاربہ اپنے ملازمین خصوصاً خواتین کو کام کا محفوظ اور باوقار ماحول فراہم کر کے اور اپنی ملحقہ آبادیوں کا ذمہ دار پڑوسی اور معاشرے کا ذمہ دار کن ہونے پر فخر محسوس کرتا ہے۔

صحت، ماحولیات اور حفاظت

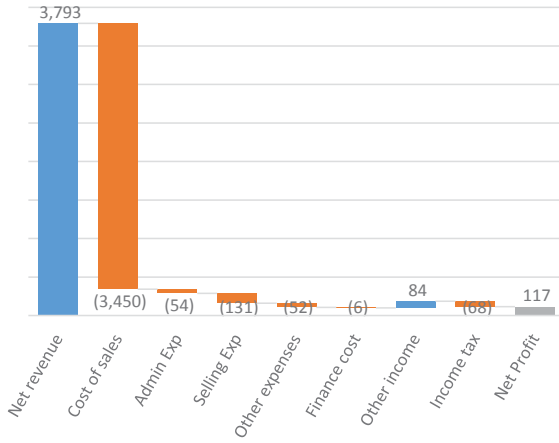
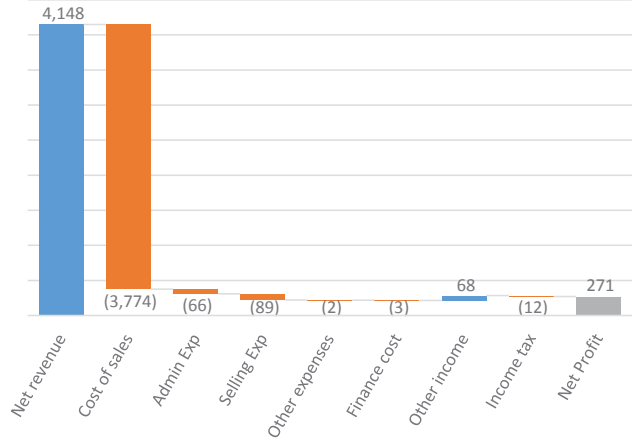
مزید پائیدار ماحول کی جانب ہمارے عزم کے ثبوت کے طور پر ہمارا مضاربہ ایسی مصنوعات کی تیاری اور تیاری کے عمل پر سختی سے قائم ہے جو ماحول دوست ہوں۔ ہم نے ایک جامع صحت، حفاظت اور ماحولیات پالیسی وضع کی ہے جس کا مقصد معاشی و عملی ضروریات کو مد نظر رکھتے ہوئے ہر ممکن حد تک ماحول پر اس کے اثرات کو کم کرنا ہے۔ ہماری کمپنی حفاظت کو انتہائی اہمیت دیتی ہے اور اپنی حالیہ اور آئندہ کاوشوں میں اپنے ملازمین، صارفین اور معاشرے کی فلاح بہبود کے تحفظ کے لئے پرعزم ہے۔ مزید برآں، ہم اپنے تمام تر آپریشنز میں ماحولیات، صحت اور حفاظت کے اصولوں کی بابت ملکی قواعد و ضوابط پر تعمیل کے لئے کوشاں ہیں۔

بورڈ آف ڈائریکٹرز کے اجلاس

رواں برس کے دوران، مضاربہ کے بورڈ آف ڈائریکٹرز کے 105 اجلاس منعقد ہوئے اور اجلاس میں ان کی حاضری حسب ذیل ہے:

نمبر شمار	نام	عہدہ	18 جولائی 24ء	27 ستمبر 24ء	28 اکتوبر 24ء	26 فروری 25ء	24 اپریل 25ء	24-25ء
1	جناب سید شاہد علی	نان ایگزیکٹو ڈائریکٹر / چیئر مین	A	A	P	P	P	3/5
2	جناب سید شہر یار علی	چیف ایگزیکٹو آفیسر	P	P	P	P	P	5/5
3	جناب عمران عظیم	نان ایگزیکٹو ڈائریکٹر	P	P	P	P	P	5/5
4	ڈاکٹر سلمان فریدی	نان ایگزیکٹو ڈائریکٹر	P	P	P	P	P	5/5
5	مس سدرہ فاطمہ شیخ	خود مختار ڈائریکٹر	P	P	P	P	P	5/5
6	جناب منیر کریم بانا	نان ایگزیکٹو ڈائریکٹر	P	P	P	P	P	5/5

ڈائریکٹر رپورٹ

Profitability Buildup
FY 2025 (PKR in 000)Profitability Buildup
FY 2024 (PKR in 000)

ملک کا معاشی منظر نامہ

پاکستان کی معیشت استحکام کے عارضی آثار ظاہر کئے ہیں: مالیاتی سال 2025ء کے لئے شرح نمو کا اندازہ 2.7%~ لگایا گیا ہے جو مالیاتی سال 2024ء کی نسبت 2.5%~ سے زائد ہے۔ افراط زر بھی گزشتہ برس کی بلند ترین سطح سے مالیاتی سال 2025ء کے دوران 5%~ تک کم ہوئی ہے جب کہ طلب بڑھنے پر مالیاتی سال 2026-2027 کے دوران اس میں معمولی اضافہ متوقع ہے۔ کمپنی نے مالیاتی سال 2025ء کے لئے سرپلس کرنٹ اکاؤنٹ حاصل کیا ہے جو ترسیلات زر اور بہتر بیرونی انتظام کے باعث ممکن ہوا جو گزشتہ کئی برسوں کے دوران پہلی مرتبہ سرپلس میں آیا ہے۔ البتہ، جب کہ ساختی چیلنجز یعنی مالیاتی خسارہ، سرکاری قرضوں میں اضافہ، زرعی مصنوعات میں کمی اور غربت میں کمی ملازمتوں کے قیام اور اصلاحات کے بغیر قلیل مدت میں مشکل ثابت ہوں گے۔ مجموعی طور پر ملک کا کل اقتصادی منظر نامہ استحکام کی جانب گامزن دکھائی دے رہا ہے۔

منافع منقسمہ

نقد منافع منقسمہ صفر فیصد (2024: صفر)

تخصیصات

000 روپوں میں	
117,463	رواں برس کے دوران منافع
351,912	غیر تخصیص شدہ منافع جو آگے لایا گیا
(23,493)	لازمی زرخاڑ میں منتقلی (20%) بابت سال ختمہ 30 جون، 2025ء
445,882	غیر تخصیص شدہ منافع جو آگے بھیجا گیا
صفر	حتمی منافع منقسمہ بابت سال ختمہ 30 جون 2025ء بشرح صفر روپے

کاروباری و مالیاتی رپورٹنگ فریم ورک

مضاربہ کے ڈائریکٹر زسٹیکمپیز (کوڈ آف کارپوریٹ گورننس) ضوابط 2019 اور پاکستان اسٹاک ایکسچینج کی Rule Book میں درج اپنی ذمہ داریوں سے بخوبی آگاہ ہیں۔ مضاربہ نے بہتر کارپوریٹ گورننس اور ضابطہ کی مکمل تعمیل کو یقینی بنانے کے لئے تمام ضروری اقدامات کئے ہیں۔ ہم مندرجہ ذیل کی توثیق کرتے ہیں:

- مضاربہ کی انتظامیہ کی تیار کردہ مالیاتی اسٹیٹمنٹس اس کے امور، آپریشنز کے نتائج، کیش فلو اور ایکویٹی میں تبدیلی کی بھرپور عکاسی کرتی ہیں۔
- مضاربہ کی باقاعدہ کتابیں تیار کی گئی ہیں۔

ڈائریکٹر رپورٹ

335%	3.38	14.69	نی سرٹیفکیٹ Book ویلیو
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(000 روپوں میں)

شعبہ کے لحاظ سے جائزہ

صائب		کارو گیڈ پیچنگ		تفصیل
2024-2023 (نظر ثانی شدہ)	2025-2024	2024-2023 (نظر ثانی شدہ)	2025-2024	
1,631,227	1,300,620	3,337,162	3,247,101	مجموعی سیلز
-	-	(19,323)	(17,592)	شعبوں کے مابین سیلز
(297,298)	(243,806)	(503,506)	(492,851)	سیلز ٹیکس اور ڈسکاؤنٹس
1,333,929	1,056,814	2,814,333	2,736,658	کل سیلز
280,877	229,374	93,864	114,546	مجموعی منافع
21%	22%	3%	4%	مجموعی منافع %
228,683	129,178	(8,626)	30,043	آپریٹنگ منافع / (نقصان)
17%	12%	0%	1%	آپریٹنگ منافع / (نقصان) %

کارو گیڈ پیچنگ

کارو گیڈ پیچنگ شعبہ میں مسلسل مقابلے کا رجحان رہا جس میں چند اہم صنعتی اداروں نے اپنے پلانٹ میں بھاری سرمایہ کاری کی جس سے مکمل شعبے کی قیمتوں میں کمی واقع ہوئی۔ سال 2025-2024ء کے لئے کارو گیڈ شعبے کی خالص آمدنی 2,736 ملین روپے تھی جو گزشتہ مالیاتی سال کی نسبت 3% کم ہوئی۔ کاروبار میں گزشتہ برس کے دوران 93 ملین روپے مجموعی منافع کی نسبت 114.5 ملین روپے کا مجموعی منافع ریکارڈ ہوا۔ مجموعی منافع میں اس منافع کو رواں برس کے دوران مذکورہ شعبے پر لاگت کم کرنے کی حکمت کے اطلاق سے منسوب کیا جاتا ہے۔ انتظامیہ نے یہ یقینی بنانے کے لئے کم لاگت اور موثر پیداوار کے متعدد اقدامات کئے کہ کمپنی پروڈکٹ کے معیار اور آپریٹنگ کارکردگی کی بابت مقابلہ کے ساتھ رفتار کو برقرار رکھ سکے جس سے آئندہ برسوں میں کاروبار از خود منافع کی جانب گامزن ہو۔ چونکہ مجموعی معاشی سرگرمیوں میں بحالی ہوئی ہے لہذا اہم کھاتوں کی برقراری اور کمپنی پورٹ فولیو میں نئے صارفین کی شمولیت کے ساتھ ساتھ موجودہ صارفین سے آمدنی میں بہتری پر توجہ دی جائے گی۔

صائب

سال 2025-2024ء کے لئے خالص آمدنی 1,056 ملین روپے رہی جو گزشتہ مالیاتی سال کی نسبت 21% تک کم ہوئی۔ صائب کی فروخت، حجم اور مارجن میں مذکورہ شعبہ میں سخت مقابلے کے باعث گزشتہ برس کی نسبت کمی واقع ہوئی۔ گزشتہ مالیاتی سال کی نسبت 44% کمی کے ساتھ مضاربہ کے آپریٹنگ منافع میں 99 ملین روپے کمی واقع ہوئی۔

ڈائریکٹر رپورٹ

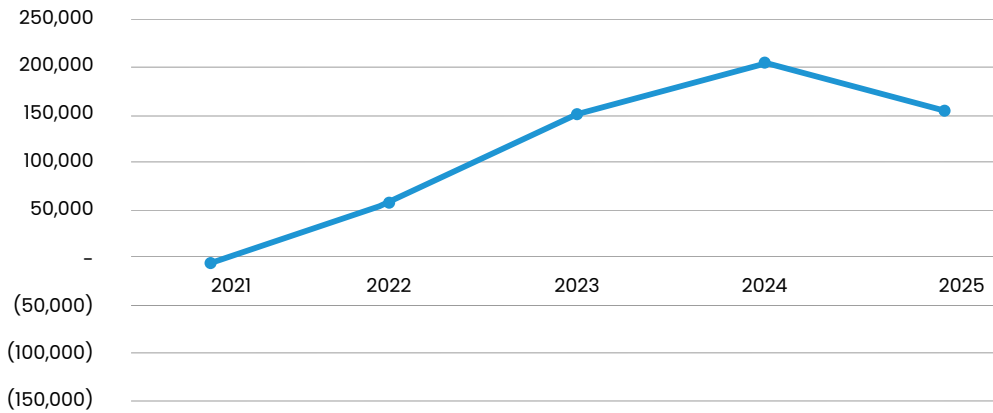
30 جون 2025ء کو اختتام پذیر سال کے لئے ہم ڈائریکٹر رپورٹ بمعہ پڑتال شدہ مالیاتی اسٹیٹمنٹس ازراہ مسرت پیش کرتے ہیں۔

ان اکاؤنٹس کا آڈٹ مضاربہ کے مقررہ آڈیٹرز نے کیا اور ان کی آڈٹ رپورٹ ہمراہ ہے۔

مالیاتی سال 2025ء کے دوران مضاربہ نے انتہائی مسابقتی ماحول میں کام کے باوجود مستحکم مالیاتی و آپریشنل کارکردگی کا مظاہرہ کیا۔ اگرچہ آپریٹنگ منافع میں گزشتہ برس کی نسبت کمی واقع ہوئی لیکن مضاربہ بھاری آپریٹنگ منافع حاصل کرنے میں کامیاب ہوا۔ مضاربہ نے اہم اشاریوں میں نمایاں نمونہ کارکردگی جس میں سیلز، لیکویڈیٹی، کاسٹ کنٹرول اور پلانٹ آپریشنز شامل ہیں۔

'000' روپوں میں

FTMM-Operating Profit



مالیاتی خلاصہ

مضاربہ دو کاروباری شعبوں: کارو گینڈو باکسز اور صابن سے منسلک ہے۔ مالیاتی سال 2025ء کے مالیاتی نتائج نے صابن اور پیکنگ کے شعبہ میں سخت مقابلے کے باعث گزشتہ برس کی نسبت تنزلی کا رجحان دکھایا۔ البتہ، مضاربہ رواں برس کے دوران ٹھوس منافع حاصل کرنے میں کامیاب ہوا۔

مضاربہ کا کل منافع گزشتہ برس کی نسبت 8% کمی کے ساتھ 30 ملین روپے تک کم ہوا۔ اس کی بڑی وجہ صابن کی کم فروخت تھی کیونکہ صابن کے شعبے نے مضاربہ کے قیمت کے لئے حساس ترین شعبوں میں سخت مقابلے کا سامنا کیا۔ البتہ، کل منافع میں کمی کے باوجود مضاربہ رواں مدت کے دوران 159 ملین روپے آپریٹنگ منافع درج کرنے میں کامیاب ہوا۔ اگرچہ یہ کمی گزشتہ برس کی نسبت 28% تھی لہذا اس کی کوششیں سرگرمیوں سے منسوب کیا جاسکتا ہے جس سے آئندہ برسوں میں سیلز کارکردگی بہتر ہونے کی توقع ہے۔

(ملین روپوں میں)

تفصیلات	2025-2024	2024-2023 (نظر ثانی شدہ)	% تبدیلی
سیلز (خالص)	3,793	4,148	-9%
کل منافع	344	375	-8%
آپریٹنگ منافع	159	220	-28%
خالص نفع/(نقصان)	117	271	-57%
فی سرٹیکلیٹ آمدنی/(خسارہ)	0.14	0.31	-57%
لازمی ذخائر میں منتقلی	صفر	صفر	

Statement of Ethics and Business Practices

Guidelines to Business Conduct

EMPLOYEES

- No one should ask any employee to break the law, or go against Treet Group policies and values.
- We treat all employees equally and fairly.
- We do not tolerate any form of harassment.
- Information and necessary facilities are provided to perform jobs in a safe manner.
- Employees must not use, bring, or transfer illegal drugs or weapons on Treet Group property.
- Employees should report suspicious people and activities.

BUSINESS PARTNERS

- Avoid conflicts of interest and identify situations where they may occur.
- Do not accept or give gifts, favors, or entertainment if it will appear to obligate the person who receives it.
- Use and supply only safe, reliable products and services.
- Respect our competitors and do not use unfair business practices to hurt our competition.
- Do not have formal or informal discussions with our competitors on prices, markets or products, or production or inventory levels.
- Manufacture and produce products according to contract specifications.
- Market our products and services in an honest and fair manner.
- Do not compromise our values to make a profit.

BUSINESS RESOURCES

- Do not use inside information about the Treet Group for personal profit. Do not give such information to others.
- Do not use Treet Group resources for personal gain or any non-business purpose.
- Protect confidential and proprietary information.
- Do not use Treet Group resources to send, receive, access or save electronic information that is sexually explicit, promotes hate, violence, gambling, illegal drugs, or the illegal purchase or use of weapons.
- Do not make false or misleading entries into the companies' books or records (within a Treet Group).

COMMUNITIES

- Follow all laws, regulations and Treet Group policies that apply to your work.
- Do not entice or give money or anything of value to government officials to influence their decisions.
- We measure and assess our performance, and are open and clear in our environmental communications.
- When Treet Group's standards are higher than what is required by local law, we meet the higher standards.

Corporate Social Responsibility

TREET GROUP believes that a responsible attitude toward society and the environment can make a business more competitive, more resilient to shocks, and more likely to attract and hold both consumers and the best employees.

TREET GROUP feels that social attitude is a significant part of its risk management and reputation strategy. In a world where brand value and reputation are increasingly seen as a Treet Group's most valuable assets, responsible social attitude can build the loyalty and trust that ensure a bright sustainable future.

Fundamental to success for Treet Group (and to our vision and corporate values) are based on following premises:

CUSTOMERS

Our future existence relies on understanding and satisfying our customers' present and future needs. Our goal is to be recognized by our customers as a high quality, innovative and cost effective supplier, and the most desirable to do business with. We recognize that, as a result, the next person in the process is our customer.

OUR PEOPLE

We value our family of employees as essential to the success of our Treet Group. We aim to develop a long term trusting relationship with each employee, encouraging their contributions and assisting in their personal development and education. In all dealings we will be fair and consistent.

PRODUCTS AND SERVICES

We are recognized at large by our end products and services. We will endeavor to produce technologically advanced products and services that offer superior quality and value. Continued innovation and improvement are critical to our survival and growth.

SUPPLIERS

We view suppliers of goods and services as an extension of our Treet Group, with whom we wish to develop long term trusting relationships. We expect our suppliers to embrace our quality improvement philosophy in their dealing with us.

CERTIFICATE HOLDERS

We aim to be a Group in whom our certificate holders have trust and pride. We will keep our certificate holders properly informed of our Treet Group's performance and prospects. We recognize the need to provide our certificate holders with an excellent return on investment, consistent with long term growth.

PLANNING

All short term decisions will be consistent with long term objectives that balance the needs of our people, customers, suppliers and certificate holders. Each year these objectives will be widely communicated within our Treet Group.

QUALITY IMPROVEMENT

We believe in step by step continual improvement of everything that we are engaged in, including our administration, marketing, sales, design, service, distribution and manufacturing. We will encourage crossfunctional communication and co-operation to aid this.

ENVIRONMENT

Reflecting our commitment to a cleaner world, we aim to develop products and manufacturing processes which are as friendly to the environment as practicable.

SOCIETY

We will conduct our business at all times in a fair, ethical, consistent and professional manner. We accept

Corporate Social Responsibility

our responsibilities to be a responsible community neighbour, and will continue to support community affairs.

HEALTH, SAFETY AND ENVIRONMENT POLICY

It is Treet Group policy to;

- Minimize its environmental impact, as much as economically and practically possible
- Save raw material, water and energy and avoid wastage (and reprocess the waste to the maximum possible extent)
- Ensure that all its present and future activities are conducted safely without endangering the health of its employees, its customers and the public
- Develop plans and procedures and provide resources to successfully implement the policy and for dealing effectively with any emergency
- Provide environmental, health and safety training to all employees and other relevant persons to enable them to carry out their duties safely without causing harm to themselves, others and to the environment Ensure that all its activities comply with national environmental, health and safety regulations

DONATIONS , CHARITIES , CONTRIBUTIONS AND OTHER PAYMENTS OF A SIMILAR NATURE ;

Companies within Treet Group are, subject to Board's approval, encouraged to provide support to local communities through donations, charities etc. to fulfill its duty towards social cause. But companies in our Treet Group will not, in any case, contribute any amount;

- a. to any political party; or
- b. for any political purpose to any individual or body.

Moreover, companies in Treet Group shall not distribute gifts in any form to its members in its meeting.

Investment / Funding and Dividend Policies

INVESTMENT POLICY

- The Executive Committee of the Directors is responsible for seeking/evaluating and recommending either;
- Portfolio Investments (i.e. in Shares/ Securities etc. (Fresh Issues or Market Purchase) or Financial claims); or
- Investment in New Projects (either equity based or loan based); or
- Joint Ventures; or
- Investment in Intangibles (Goodwill/ Trade Marks/ Patents etc.)

Moreover, Executive Committee ensures that Proposed Investments are set out in Treet Group's vision and Strategic domain.

FUNDING POLICY

It is Treet Group's policy not only to utilize funds efficiently but also to seek funds from the cheapest source(s).

Treet Group advertently evaluates, from time to time, different funding options for;

- Working Capital Requirements (including import/export financing)
- Medium Term Rollovers/Capital Requirements
- Long Term Project Based Requirements

These funding options may include;

- Internally Generated Funds*
- Bank Borrowings (Short Term as well as Long Term)
- Trade & Sundry Credits
- Debt Instruments (Commercial Papers/ Bonds/ TFC etc.) issued to Institutions or Public in general
- Subordinate- Debts
- Leasing (Operating as well as Capital)
- Equity Financing etc.

*This includes Intra-Treet Group resource sharing. Corporate strategy (by the parent Company i.e. Treet Corporation Limited) will seek to develop synergies by sharing and coordinating staff and other resources across business units, investing

financial resources across business units, and using business units to complement other corporate business activities.

Moreover, the above funding options may augment other ancillary financial products (i.e. derivatives like shares options etc.).

Investment / Funding and Dividend Policies

DIVIDEND POLICY

The companies in Treet Group in general meeting may declare dividends; but no dividend shall exceed the amount recommended by the directors; and

- No dividend shall be declared or paid by a Company for any financial year out of the profits of the Company made from the sale or disposal of any immovable property or assets of a capital nature comprised in the undertaking or any of the undertaking of the Company; and
- No dividend shall be paid by a Company otherwise than out of profits of the Company; and
- The Board may approve and pay to the Members such interim dividends as appears to be justified by the profits of the Company; and
- The Board may, before recommending any dividend, set aside out of the profits of the Company, such sums as they think proper as a reserve(s), which shall, at the discretion of the Board, be applicable for meeting contingencies etc.; and
- Company's dividend decision will be auxiliary to Company's Financing Policy

Dividend Policy for First Treet Manufacturing Modaraba

Not less than 90% of the net income in respect of the Modaraba's business [non-trading] activities, determined after setting aside the mandatory reserves as per Prudential Regulations for Modaraba, is to be distributed at least once in every year to the certificate holders in proportion to the number of certificates held by them. Distribution will be in the form of cash dividend. No dividend shall be paid otherwise than out of the profits of the Modaraba for the year or any other distributed profits.

Statement of Compliance with Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations) For the Year Ended June 30, 2025

Treet Holdings Limited (the Company) managing First Treet Manufacturing Modaraba (the Modaraba) has complied with the requirements of the Regulations in the following manner:

1. The total number of directors are eight (8) as per the following:

a) **Male: Seven (7)**

b) **Female: One (1)**

2. The composition of the Board of Directors (the Board) is as follows:

Category	Names
i. Independent Directors	Mr. Ahmad Shahid Hussain
	Dr. Haroon Latif Khan
ii. Non – Executive Directors	Mr. Syed Shahid Ali (Chairman)
	Mr. Imran Azim
	Dr. Salman Faridi
	Mr. Munir Karim Bana
iii. Executive Director	Mr. Syed Sheharyar Ali, Chief Executive Officer (CEO)
iv. Female / Independent Director	Ms. Sidra Fatima Sheikh

- The directors have confirmed that none of them is serving as a director on more than seven listed companies, including this Company;
- The Company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the Company along with its supporting policies and procedures;
- The Board has developed a vision / mission statement, overall corporate strategy and significant policies of the Company. The Board has ensured that complete record of particulars of the significant policies along with their date of approval or updating is maintained by the Company;
- All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by the Board / Certificate holders as empowered by the relevant provisions of the Act and these Regulations;
- The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose. The Board has complied with the requirements of the Companies Act, 2017 and the Regulations with respect to frequency, recording and circulating minutes of meetings of the Board;
- The Board has a formal policy and transparent procedures for remuneration of directors in accordance with the Act and the Regulations;
- The Regulations encourage all directors to undergo the Director Training Program (DTP). Being a responsible and compliant company, out of 8 directors, 5 are exempt on the basis of their education and prior experience, 2 have completed their DTP in previous years, and 1 director completed the training during the current year;
- The board has approved appointment of Chief Financial Officer (CFO), company secretary and head of internal auditor, including their remuneration and terms and conditions of employment, and complied with the relevant requirements of the Regulations. No new appointments were made during the year;

Statement of Compliance with Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations) For the Year Ended June 30, 2025

11. CFO and CEO duly endorsed the financial statements before approval of the Board;

12. The Board has formed committee comprising of members given below:

a) Audit Committee

Ms. Sidra Fatima Sheikh	(Chairperson)
Mr. Imran Azim	(Member)
Mr. Munir Karim Bana	(Member)
Dr. Salman Faridi	(Member)
Mr. Ahmad Shahid Hussain	(Member)

The roles and responsibilities of the Risk Management Committee have been assigned to the Audit Committee.

As workforce of the Company is outsourced, the function of Human Resource and Remuneration (HR & R) Committee has also been outsourced to a group company. The roles and responsibilities of the Nomination Committee and Sustainability Committee have been assigned to outsourced HR & R Committee.

13. The terms of reference of the aforesaid committees have been formed, documented and advised to the respective committees for compliance;

14. The frequency of meeting of the committee were as per following:

a) Audit Committee (4 Quarterly)

15. During the year, the outsourced internal audit function was transferred from M/s Ernst & Young Ford Rhodes, Chartered Accountants to M/s A.F. Ferguson & Co. (PwC), Chartered Accountants, who are considered suitably qualified and experienced and are conversant with the Company's policies and procedures;

16. The statutory auditors of the Company have confirmed that they have been given a satisfactory rating under the Quality Control Review program of the Institute of Chartered Accountants of Pakistan and registered with Audit Oversight Board of Pakistan, that they and all their partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the Institute of Chartered Accountants of Pakistan and they and the partners of the firm involved in the audit are not a close relative (spouse, parent, dependent and non-dependent children) of the CEO, CFO, head of internal audit, company secretary or director of the Company;

17. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard;

18. We confirm that all other requirements of Regulations 3, 6, 7, 8, 27, 32, 33 and 36 of the Regulations have been complied with.



Syed Shahid Ali
Chairman

Independent Auditor's Review Report

To the Certificate Holders of First Treet Manufacturing Modaraba Review Report on the Statement of Compliance contained in Listed Companies (Code of Corporate Governance) Regulations, 2019

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations) prepared by the Board of Directors of Treet Holdings Limited (the Company) managing First Treet Manufacturing Modaraba (the Modaraba) for the year ended 30 June, 2025 in accordance with the requirements of Regulation No. 36 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Company. Our responsibility is to review whether the Statement of Compliance reflects the status of the Company's compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Company's personnel and review of various documents prepared by the Company to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Company's corporate governance procedures and risks.

The Regulations require the Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Company for the year ended 30 June 2025.



Rahman Sarfaraz Rahim Iqbal Rafiq
Chartered Accountants

Engagement partner: Adnan Rasheed

Lahore: September 30, 2025

UDIN: CR202510701dwEcnIUi8

Shari'ah Advisor's Report

First Treet Manufacturing Modaraba

For the Year Ended June 30, 2025

I have conducted the Shari'ah review of First Treet Manufacturing Modaraba managed by Treet Holdings Limited Modaraba Management Company for the financial year ended June 30, 2025 in accordance with the requirements of the Shari'ah Compliance and Shari'ah Audit Mechanism for Modarabas and report the observations stated hereunder, in my opinion:

- i. The Modaraba has introduced a mechanism which has strengthened the Shari'ah compliance, in letter and spirit and the systems, procedures and policies adopted by the Modaraba are in line with the Shari'ah principles.
- ii. The agreement(s) entered by the Modaraba are Shari'ah compliant and the financing agreement(s) have been executed on the formats as approved by the Religious Board of SECP and all the related conditions have been met.
- iii. During the review period, it has been noted that the Modaraba has extended loans to its parent and associated companies/ undertakings. From a Shari'ah perspective, such arrangements require careful consideration. As the Modaraba manages the funds entrusted by its certificate holders, these may be deployed through modes that are expressly permissible under Shari'ah and in line with the spirit of Modaraba financing.
- iv. To the best of my information and according to the explanations given to me, the business transactions undertaken by the Modaraba and all other matters incidental thereto are in conformity with the Shari'ah requirements as well as the requirements of the Prospectus, Islamic Financial Accounting Standards as applicable in Pakistan and the Shari'ah Compliance and Shari'ah Audit Regulations for Modarabas.
- v. Charity amount has been credited to Charity Account.

Recommendation:

It is therefore recommended that the Modaraba channel any such financing through Shari'ah-compliant structures such as Murabaha, Ijarah, Musharakah, or Istisna'a, under the guidance of the Shari'ah Advisor. These modes not only provide legitimate avenues for utilizing surplus funds but also ensure greater alignment with the Modaraba's core objective of operating as a Shari'ah-compliant investment institution, while safeguarding the interests of certificate holders.

Conclusion:

While appropriating the matters stated above, it is opined that to the best of my knowledge and according to the explanations given to me, the business transactions undertaken by the Modaraba, and overall business operations during the year are in compliance with the rules & principles of Shari'ah.

May Allah make us successful in this world and hereafter and forgive our mistakes.



MUFTI MUHAMMAD JAVED
SHARI'AH ADVISOR
 30th September, 2025

FINANCIAL STATEMENTS

for the year ended June 30, 2025

Independent Auditors' Report to the Certificate holders of First Treet Manufacturing Modaraba

Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of **First Treet Manufacturing Modaraba (the Modaraba)**, which comprise the statement of financial position as at **30 June 2025**, and the statement of profit and loss and other comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, the statement of profit and loss and other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 (XXXI of 1980), in the manner so required and respectively give a true and fair view of the state of the Modaraba's affairs as at **30 June 2025** and of the profit and other comprehensive income, the changes in equity and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Modaraba and **Treet Holdings Limited (the Modaraba Management Company)** in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following are the key audit matters:

Independent Auditors' Report to the Certificate holders of First Treet Manufacturing Modaraba

Report on the Audit of the Financial Statements

Sr.No	Key audit matter	How the matter was addressed in our audit
1	<p><u>Revenue recognition</u></p> <p>Refer notes 4.21 and 21 to the financial statements.</p> <p>Net revenue from sale of the Modaraba's products for the year ended 30 June 2025 amounted to Rs. 3,793 million which has decreased by approximately 9% as compared to last year. The Modaraba recognizes revenue at a point in time when control of the goods is transferred to the customer, generally on delivery of goods.</p> <p>Revenue constitutes a significant balance in the financial statements and is a key performance measure of the Modaraba. There is an inherent risk of material misstatement, particularly of overstatement, due to the possibility of revenue being recognized before control of goods has been transferred to customers.</p> <p>Considering revenue recognition a significant risk area, we have identified this as a key audit matter.</p>	<p>Our audit procedures in this area amongst others, included the following:</p> <ul style="list-style-type: none"> • Evaluated the appropriateness of the Modaraba's revenue recognition accounting policy. • Obtained understanding of design and evaluate implementation of controls designed to check that revenue is recognized in the appropriate accounting period and based on transfer of control of goods to the customer. • Performed testing of sales transactions on a sample basis to check that the related revenues are recorded appropriately at the correct quantity and price when control of goods has been transferred to the customer. • Performed sales cut-off procedures by agreeing sample of transactions occurred on and around the year to the evidence of deliveries to check that sales are recorded in the correct accounting period. • Considered the adequacy of the disclosures in respect of revenue in accordance with the applicable financial reporting standards.
2.	<p><u>Voluntary change in accounting policy for remeasurement of certain classes of property, plant and equipment</u></p> <p>As disclosed in note 5 to the financial statements, the Company has voluntarily changed its accounting policy in respect of subsequent remeasurement of certain classes of its property, plant and equipment (i.e. freehold land, building on freehold land and plant and machinery). These are now being carried at cost less accumulated depreciation and impairment, if any. Previously, these were carried at revalued amounts less accumulated depreciation and impairment, if any.</p> <p>The above change in accounting policy has been applied retrospectively in accordance with IAS 8 'Accounting Policies, Changes in Accounting Estimates and Errors'.</p> <p>Due to the significance of the judgement involved in determining the appropriateness of the change in accounting policy under the requirements of the applicable financial reporting standards, we have considered the same as a key audit matter.</p>	<p>Our audit procedures in this area amongst others, included the following:</p> <ul style="list-style-type: none"> • Evaluated the rationale provided by the management for the change in accounting policy and its appropriateness based on the requirements of IAS 8 and the given facts and circumstances of the Company. In this regard, we considered the allowability of using the new accounting policy under IFRS requirements as applicable to the Company. Such analysis was aimed to assess the appropriateness of the change in accounting policy with the objective of providing most relevant and reliable information to the users of the financial statements. • Reviewed minutes of the meetings of the Board of Directors for the considerations and discussions triggering the change in accounting policy and its approval by the Board. • Checked the accuracy of application of the new accounting policy through retrospective restatement of the carrying amounts in the financial statements and the adequacy of the disclosures made in this regard as required under the applicable financial reporting standards.

Independent Auditors' Report to the Certificate holders of First Treet Manufacturing Modaraba

Report on the Audit of the Financial Statements

Information Other than the Financial Statements and Auditors' Report Thereon

Management of the Modaraba Management Company is responsible for the other information. The other information comprises the annual report, but does not include the financial statements and our auditors' report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors of the Modaraba Management Company for the Financial Statements

Management of the Modaraba Management Company is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 (XXXI of 1980) and for such internal control as management of the Modaraba Management Company determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management of the Modaraba Management Company is responsible for assessing the Modaraba's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management of the Modaraba Management Company either intends to liquidate the Modaraba or to cease operations, or has no realistic alternative but to do so.

Board of directors of the Modaraba Management Company are responsible for overseeing the Modaraba's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Modaraba's internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management of the Modaraba Management Company;

Independent Auditors' Report to the Certificate holders of First Treet Manufacturing Modaraba

Report on the Audit of the Financial Statements

- Conclude on the appropriateness of the management of the Modaraba Management Company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Modaraba's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Modaraba to cease to continue as a going concern; and
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors of the Modaraba Management Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the board of directors of the Modaraba Management Company with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

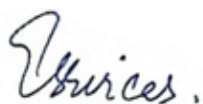
From the matters communicated with the board of directors of the Modaraba Management Company, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- proper books of account have been kept by the Modaraba Management Company in respect of the Modaraba as required by the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 (XXXI of 1980);
- the statement of financial position, the statement of profit and loss and other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 (XXXI of 1980) and are in agreement with the books of account;
- business conducted, investments made, expenditure incurred and guarantees extended during the year by the Modaraba were in accordance with the objects, terms and conditions of the Modaraba; and
- no zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

The engagement partner on the audit resulting in this independent auditors' report is Mr. Adnan Rasheed.



Rahman Sarfaraz Rahim Iqbal Rafiq
CHARTERED ACCOUNTANTS

Lahore: September 30, 2025
UDIN: AR202510701BadmP3v08

Statement of Financial Position

As at June 30, 2025

	Note	2025 (Rupees in thousand)	2024 Restated	2023 Restated
PROPERTY AND ASSETS				
Non-current assets				
Property, plant and equipment	6	260,370	272,320	233,622
Long term deposits	7	9,654	9,654	21,724
Deferred taxation	18	10,789	19,556	-
		280,813	301,530	255,346
Current assets				
Stores and spares	8	85,038	81,819	88,102
Stock in trade	9	366,098	387,415	414,991
Trade debtors	10	802,379	898,752	860,067
Advances, deposits, prepayments and other receivables	11	677,358	498,576	602,475
Taxes recoverable/ adjustable	12	1,012,735	1,044,679	960,053
Cash and bank balances	13	469,382	195,837	65,313
		3,412,990	3,107,078	2,991,001
		3,693,803	3,408,608	3,246,347
Equity and Liabilities				
Certificate capital and reserves:				
Certificate capital	14	1,956,000	8,835,903	8,835,903
Deposits for purchase of certificates	15	1	1	1
Capital reserves				
Statutory reserve	16	588,712	565,219	511,941
Demerger reserve	17	-	(6,879,903)	(6,879,903)
		588,712	(6,314,684)	(6,367,962)
Revenue reserve				
Accumulated profit		445,882	351,912	133,733
		2,990,595	2,873,132	2,601,675
Non-current liabilities				
Deferred taxation	18	-	-	20,349
Current liabilities				
Retention money payable		12,990	11,942	11,363
Trade and other payables	19	638,691	471,622	486,476
Provision for taxation		51,527	51,912	126,484
		703,208	535,476	624,323
Contingencies and commitments				
	20	-	-	-
		3,693,803	3,408,608	3,246,347

The annexed notes 1 to 38 form an integral part of these financial statements.

LAHORE September 30, 2025	 Syed Shehryar Ali Chief Executive Officer	 Mansoor Murad Chief Group Financial Officer	 Syed Shahid Ali Director	 Ms. Sidra Fatima Sheikh Director
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Statement of Profit or Loss & other Comprehensive Income

For the year ended June 30, 2025

		2025	2024
	Note	(Rupees in thousand)	Restated
Revenue - net	21	3,793,472	4,148,262
Cost of sales	22	(3,449,552)	(3,773,522)
Gross profit		343,920	374,740
Operating expenses			
Administration and general expenses	23	(53,922)	(65,861)
Selling and distribution expenses	24	(130,776)	(88,821)
		(184,698)	(154,682)
Operating Profit		159,222	220,058
Other expenses	25	(51,896)	(1,850)
Finance cost	26	(5,743)	(2,842)
Other income	27	84,119	68,122
Profit before levies and income tax		185,702	283,488
Levies	28	(47,670)	(51,912)
Profit before income tax		138,032	231,576
Taxation - Income tax	29	(20,569)	39,881
Profit for the year		117,463	271,457
OTHER COMPREHENSIVE INCOME - NET OF INCOME TAX:			
Items that may be reclassified subsequently to the statement of profit or loss		-	-
Items that will not be reclassified subsequently to the statement of profit or loss:		-	-
Other comprehensive income for the year		-	-
Total comprehensive income for the year		117,463	271,457
Profit per modaraba certificate - basic and diluted (Rupees)	30	0.135	0.313

The annexed notes 1 to 38 form an integral part of these financial statements.

LAHORE
September 30, 2025


Syed Shehryar Ali
Chief Executive Officer


Mansoor Murad
Chief Group Financial Officer


Syed Shahid Ali
Director


Ms. Sidra Fatima Sheikh
Director


Statement of Changes in Equity

For the year ended June 30, 2025


	Capital Reserves						Revenue reserve	Total
	Certificate capital	Deposite for purchase of Certificates	Statutory reserve	Certificate premium	Surplus on revaluation of property, plant and equipment	Demerger reserve	Accumulated profit/ (loss)	
(Rupees in thousand)								
Balance as at 30 June 2023	8,835,903	1	511,941	-	553,025	(6,879,903)	(27,118)	2,993,849
Restatement	-	-	-	-	(553,025)	-	160,851	(392,174)
Balance as at 30 June 2023- restated	8,835,903	1	511,941	-	-	(6,879,903)	133,733	2,601,675
Total comprehensive income:								
Profit for the year- restated	-	-	-	-	-	-	271,457	271,457
Other comprehensive income for the year- restated	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	271,457	271,457
Transactions with the entity's owners								
Transfer of 20% profit for the year to statutory reserve	-	-	53,278	-	-	-	(53,278)	-
Balance as at 30 June 2024- restated	8,835,903	1	565,219	-	-	(6,879,903)	351,912	2,873,132
Total comprehensive income:								
Profit for the year	-	-	-	-	-	-	117,463	117,463
Other comprehensive income for the year	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	117,463	117,463
Transactions with the entity's owners								
Transfer of 20% profit for the year to statutory reserve	-	-	23,493	-	-	-	(23,493)	-
Certificate capital reduction	(6,879,903)	-	-	-	-	6,879,903	-	-
Balance as at 30 June 2025	1,956,000	1	588,712	-	-	-	445,882	2,990,595

The annexed notes 1 to 38 form an integral part of these financial statements.

LAHORE
September 30, 2025


Syed Shehryar Ali
Chief Executive Officer


Mansoor Murad
Chief Group Financial Officer


Syed Shahid Ali
Director


Ms. Sidra Fatima Sheikh
Director

Statement of Cash Flows

For the year ended June 30, 2025

	Note	2025 (Rupees in thousand)	2024 Restated
Cash Flows from Operating Activities			
Profit before levies and income tax		185,702	283,488
Adjustments for non-cash and other items:			
Depreciation on operating fixed assets		29,009	26,225
Loss on disposal of property, plant and equipment		203	-
Profit on bank and other deposits		(4,447)	(4,996)
Finance cost		648	2,842
Impairment allowance for expected credit loss (ECL)		50,884	750
Provision for slow moving/ obsolete stores		579	1,100
Exchange loss		204	-
		77,080	25,921
Operating cash flows before working capital changes		262,782	309,409
Changes in working capital (Increase) / decrease in current assets:			
Stores and spares		(3,798)	5,183
Stock in trade		21,317	27,576
Trade debtors		45,488	(39,436)
Advances, deposits, prepayments and other receivables		(178,783)	103,900
Taxes recoverable/ adjustable		31,944	(84,625)
		(83,832)	12,598
Increase/ (decrease) in current liabilities:			
Retention money payable		1,048	579
Trade and other payables		147,967	(14,855)
Cash generated from operations		327,965	307,731
Levies paid		(59,857)	(126,508)
Net cash generated from operating activities		268,108	181,223
Cash Flows from Investing Activities			
Investments made in property, plant and equipment		(17,262)	(64,923)
Profit received on bank deposits		4,447	4,996
Proceeds from disposal of property, plant and equipment		-	-
Long term deposits		-	12,070
Net cash used in investing activities		(12,815)	(47,857)
Cash Flows from Financing Activities			
Finance cost paid		(654)	(2,842)
Net cash generated from financing activities		(654)	(2,842)
Net increase in cash and cash equivalents		254,639	130,524
Cash and cash equivalents at the beginning of the year		195,837	65,313
Cash and cash equivalents at the end of the year		450,476	195,837
The detail of cash and cash equivalents is as follows:			
Cash and bank balances	13	469,382	195,837
Temporarily booked overdraft - unsecured	19	(18,906)	-
Cash and cash equivalents at the end of the year		450,476	195,837

The annexed notes 1 to 38 form an integral part of these financial statements.

LAHORE September 30, 2025	 Syed Shehryar Ali Chief Executive Officer	 Mansoor Murad Chief Group Financial Officer	 Syed Shahid Ali Director	 Ms. Sidra Fatima Sheikh Director
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Notes to the Financial Statements

For the year ended June 30, 2025

1 LEGAL STATUS AND NATURE OF BUSINESS

First Treet Manufacturing Modaraba (the Modaraba) is a multipurpose, perpetual and multi dimensional Modaraba formed on 27 July 2005 under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and rules framed thereunder and is managed by Treet Holdings Limited (a wholly owned subsidiary of Treet Corporation Limited, the parent Company of the Modaraba), incorporated in Pakistan under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) and registered with the Registrar of Modaraba Companies. The registered office of the Modaraba and its management company is situated at 72 - B, Kot Lakhpat, Industrial Area, Lahore. The Modaraba is listed on Pakistan Stock Exchange Limited. During the preceeding year, the Modaraba, which was previously engaged in the manufacturing and sale of corrugated boxes, soaps and batteries, demerged and transferred its battery segment undertaking and business to Treet Battery Limited (TBL) under a scheme duly approved by relevant authorities and sanctioned by the Honourable Lahore High Court, Lahore.

2 BASIS OF PREPARATION

2.1 Accounting convention

These financial statements have been prepared under the historical cost convention, except for recognition of staff retirement benefits, which is based on actuarial values and financial instruments which are stated at fair values and stock in trade which is carried at the lower of cost and net realizable value. The financial statements, except for cash flows information, have been prepared under the accrual basis of accounting.

2.2 Statement of compliance

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

- International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFASs) issued by the institute of Chartered Accountants of Pakistan;
- Provisions of and directives issued under Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 and directives issued by Securities and Exchange Commission of Pakistan (SECP)
- In case requirements of IFRS and IFASs differ, the provisions of and directives issued under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and Modaraba Companies and Modaraba Rules, 1981 and directives issued by SECP shall prevail.

2.3 Presentation

These financial statements have been presented in Pak Rupees, which is also the Modaraba's functional currency. Figures have been rounded off to the nearest Rupee in thousands. The corresponding figures are regrouped/ rearranged for the purpose of comparison. Appropriate disclosure is given in relevant note in case of material rearrangement.

Notes to the Financial Statements

For the year ended June 30, 2025

2.4 Significant accounting estimates, judgements and assumptions

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

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which estimates are revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The areas where assumptions and estimates are significant to the Modaraba's financial statements or where judgment was exercised in application of accounting policies are as follows:

2.4.1 Useful lives and residual values of property, plant and equipment

The Modaraba reviews the useful life and residual value of property, plant and equipment on regular basis to determine that expectations are not significantly changed from the previous estimates. Further, where applicable, an estimate of the recoverable amount of assets is made for possible impairment on an annual basis. In making these estimates, the Modaraba uses the technical resources available with it. Any change in the estimates in the future might affect the carrying amount of respective item of property, plant and equipment, with corresponding effects on the depreciation/ amortization charge and impairment, if any.

2.4.2 Useful life of right-of-use (ROU) asset and lease liabilities

The Modaraba determines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised. The Modaraba has a lease contract that include extension and termination options. The Modaraba applies judgement in evaluating whether it is reasonably certain whether or not to exercise the option to renew or terminate the lease. That is, it considers all relevant factors that create an economic incentive for it to exercise either the renewal or termination. After the commencement date, the Modaraba reassesses the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to renew or to terminate (e.g. construction of significant leasehold improvements or significant customization to the leased asset).

2.4.3 Recoverable amount of non-financial assets and impairment

The management of the Modaraba reviews carrying amounts of its non-financial assets and cash generating units for possible impairment and makes formal estimates of recoverable amount if there is any such indication.

2.4.4 Stock in trade and stores and spare parts

The Modaraba reviews the net realizable value of items of stores, spare parts and loose tools and stock in trade to assess any possible impairment on annual basis. Net realizable value is estimated with reference to the estimated selling price in the ordinary course of business less the estimated cost necessary to make the sale. Any change in the estimates in the future might affect the carrying amount of respective item of store, spare parts and loose tools and stock in trade, with corresponding effects on the provision for impairment, if any.

Notes to the Financial Statements

For the year ended June 30, 2025

2.4.5 Allowance for expected credit loss (ECL)

The allowance for ECL assessment requires a degree of estimation and judgement. It is based on the lifetime ECL, grouped based on days overdue, and makes assumptions to allocate an overall ECL rate for each group. These assumptions include recent sales experience, historical collection rates and forward looking information for macro economic factors i.e. interest rates, inflation rates, unemployment rates, GDP rates etc.

2.4.6 Employee's retirement benefits

The calculation of the benefit requires assumptions to be made of future outcomes, the principal ones being in respect of increase in remuneration and the discount rate used to convert future cash flows to current values. The assumptions used for the plan are determined by independent actuary on annual basis.

The amount of the expected return on plan assets is calculated using the expected rate of return for the year and the market related value at the beginning of the year. Gratuity cost primarily represents the increase in actuarial present value of the obligation for benefits earned on employee service during the year and the interest on the obligation in respect of employee service in previous years, net of the expected return on plan assets. Calculations are sensitive to changes in the underlying assumptions.

2.4.7 Contingencies

The Modaraba has disclosed significant contingent liabilities for the pending litigations and claims against it based on its judgment and the advice of the legal advisors for the estimated financial outcome. The actual outcome of these litigations and claims can have an effect on the carrying amounts of the liabilities recognized at the statement of financial position date. However, based on the best judgment of the Modaraba and its legal advisors, the likely outcome of these litigations and claims is remote and there is no need to recognize any liability at the statement of financial position date.

2.4.8 Provision for income taxes

The Modaraba takes into account the current income tax law and decisions taken by appellate authorities while estimating its tax liabilities. Instances where the Modaraba's views differ from the views taken by the income tax department at the assessment stage and where the Modaraba considers that its views on items of material nature is in accordance with law, the amounts are shown as contingent liabilities.

Notes to the Financial Statements

For the year ended June 30, 2025

3 INITIAL APPLICATION OF A STANDARD, AMENDMENT OR AN INTERPRETATION TO AN EXISTING STANDARD AND FORTHCOMING REQUIREMENTS

a) Standards and interpretations that became effective but are not relevant to the Modaraba:

There are certain amendments and interpretations to the accounting and reporting standards which are mandatory for the Company's annual accounting period which began on July 1, 2024. However, these do not have any significant impact on the Company's financial statements except as disclosed in note 4 to these financial statements.

b) Forthcoming requirements not effective in current year and not considered relevant:

The following standards (revised or amended) and interpretations became effective for the annual periods beginning on or after the mentioned dates but are either not relevant or do not have any material effect on the Financial Statements of the Company other than increased disclosures in certain cases:

- IFRS 7 - Amendments Regarding the Classification and Measurement of Financial Instruments - (applicable on Annual periods beginning on or after 1 January 2026).
- IFRS 9 - Amendments Regarding the Classification and Measurement of Financial Instruments - (applicable on Annual periods beginning on or after 1 January 2026).
- IAS 21 - The Effects of Changes in Foreign Exchange Rates - (initial application on Annual periods beginning on or after 1 January 2026).
- IFRS 17 - Insurance Contracts - (initial application on Annual periods beginning on or after 1 January 2026).
- Annual improvements to IFRS 7, IFRS 9, IFRS 10 (Consolidated Financial Statements) and IAS 7 (Statement of Cashflows) initial application on Annual periods beginning on or after 1 January 2026).

Other than the aforesaid standards, interpretations and amendments, the International Accounting Standards Board (IASB) has also issued the following standards which have not been adopted locally by the Securities and Exchange Commission of Pakistan as at 30 June 2025:

- IFRS 1 - First Time Adoption of International Financial Reporting Standards
- IFRIC 12 - Service Concession Arrangement
- IFRS 18 - Presentation and Disclosure in Financial Statements
- IFRS 19 - Subsidiaries without Public Accountability: Disclosures

Notes to the Financial Statements

For the year ended June 30, 2025

4 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies set out below have been applied consistently to all periods presented in these financial statements.

4.1 Taxation

Income tax expense comprises current and deferred tax. Income tax expense is recognised in the statement of profit or loss, except to the extent that it relates to items recognised directly in equity or in other comprehensive income, in which case it is recognised in equity or in other comprehensive income respectively. In making the estimates for income taxes currently payable by the Modaraba, the management considers the current income tax law and the decisions of appellate authorities on certain issues in the past.

4.1.1 Current tax

The charge for current taxation is based on the taxable income for the year, determined in accordance with the prevailing law for taxation on income, using prevailing tax rates after taking into account tax credits and rebates available, if any. Current tax assets and tax liabilities are offset where the Modaraba has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

4.1.2 Deferred tax

Deferred tax is provided using liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amounts of assets and liabilities, using the current rates of taxation. Deferred tax liabilities are recognised for all taxable temporary differences and deferred tax assets are only recognised to the extent that it is probable that future taxable profits will be available against which the assets can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised. Deferred tax is charged to income except in case of items credited or charged to equity in which case it is included in the equity.

4.1.3 Levies

Tax charged under the Income Tax Ordinance, 2001 which is not based on taxable income or any amount paid/ payable in excess of the calculation based on taxable income or any minimum tax which is not adjustable against future income tax liability is classified as levy in the statement of profit or loss and other comprehensive income as these levies fall under the scope of IFRIC 21/ IAS 37.

Notes to the Financial Statements

For the year ended June 30, 2025

4.2 Property, plant and equipment

Operating fixed assets

Operating fixed assets are stated at cost less accumulated depreciation and impairment loss, if any. Cost in relation to property, plant and equipment comprises purchase price and other directly attributable costs necessary to bring the asset to the location and condition intended for use. The cost of self-constructed assets includes the cost of materials, direct labour and any other costs directly attributable to bringing the assets to a working condition for their intended use.

Depreciation is provided on straight line method at rates specified in note 6.1 to the financial statements so as to write off the cost of operating fixed assets over their estimated useful life. Depreciation on additions to operating fixed assets is charged from the day on which an asset is available for use till the day the asset is retired from active use or the asset is disposed off.

Normal repairs and maintenance are charged to the statement of profit or loss as and when incurred. Major renewals and improvements are capitalized.

Residual value and the useful life of assets are reviewed at each financial year end, and adjusted if expectations differ significantly from previous estimates and impact on depreciation is significant.

Residual values are determined by the management as the amount it expects it would receive currently for an item of operating fixed assets if it was already of the age and in the condition expected at the end of its useful life based on the prevailing market prices of similar assets already at the end of their useful lives.

Useful lives are determined by the management based on the expected usage of assets, physical wear and tear, technical and commercial obsolescence, legal and similar limits on the use of the assets and other similar factors.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Modaraba and cost of the item can be measured reliably. All other repairs and maintenance costs are charged to the statement of profit and loss as and when incurred.

Gain and loss on disposal of an item of operating fixed assets is determined by comparing the proceeds from disposal with the carrying amount of operating fixed assets, and is recognized as income or expense in the statement of profit and loss.

Capital work in progress

Capital work-in-progress represents expenditure on property, plant and equipment in the course of construction and installation. Transfers are made to relevant category of operating fixed assets as and when assets are available for use. Capital work-in-progress is stated at cost, less any identified impairment loss.

Impairment tests for property, plant and equipment are performed annually or whenever there is an indication of impairment.

Notes to the Financial Statements

For the year ended June 30, 2025

4.3 ROU asset

The Modaraba recognizes a ROU asset and a lease liability at the lease commencement date. The ROU asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The ROU asset is subsequently depreciated using the straight line method from the commencement date to the earlier of the end of the useful life of the ROU asset or the end of the lease term. The estimated useful lives of ROU assets are determined on the same basis as those of property, plant and equipment. In addition, the ROU asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

4.4 Non-current assets held for sale

Non-current assets are classified as assets held for sale if it is highly probable that their carrying amount will be recovered principally through sale rather than through continuing use. Such non-current assets or disposal groups are valued at lower of cost and fair value less cost to sell.

Once classified as held for sale, intangible assets and property plant and equipment are no longer amortized or depreciated, and any equity accounted investee is no longer equity accounted.

The gain or loss on disposal of non-current assets held for sale represented by the difference between the sale proceeds and the carrying amount of the asset is recognized as income or expense in the statement of profit and loss.

4.5 Stores and spares

These are valued at the lower of cost and net realizable value. The cost of inventory is based on moving average cost. Items in transit are stated at cost plus directly attributable expenses incidental thereto accumulated up to the date of the statement of financial position. The Modaraba reviews the carrying amount of stores and spares on a regular basis and provision is made for obsolescence if there is any change in usage pattern and physical form of related stores, spares and loose tools.

Net realizable value specifies the estimated selling price in the ordinary course of business less the estimated cost of completion and cost necessarily to be incurred to make the sale.

4.6 Stock in trade

Stock of raw materials and packing materials are valued at lower of moving average cost and net realizable value except for stock in transit which is valued at invoice price and related expenses. Cost in relation to work in process and finished goods includes prime cost and appropriate proportion of production overheads. Net realizable value signifies the estimated selling price in the ordinary course of business less estimated cost of completion and the cost necessary to be incurred to make the sales.

Notes to the Financial Statements

For the year ended June 30, 2025

4.7 Trade and other receivables

Trade receivables are initially recognized at fair value and subsequently measured at amortized cost using the effective interest method, less any allowance for expected credit losses. Trade receivables generally do not include amounts over due by 365 days.

The Modaraba has applied the simplified approach to measuring expected credit losses, which uses a lifetime expected loss allowance. To measure the expected credit losses, trade receivables have been grouped based on days overdue.

Other receivables are recognized at amortized cost, less any allowance for expected credit losses.

4.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less. Short term finance facilities availed by the Modaraba (if any), which are payable on demand and form an integral part of the Modaraba's cash management are included as part of cash and cash equivalents for the purpose of the statement of cash flows.

4.9 Equity, reserves and profit distribution

Certificate capital represents the face value of certificates that have been issued. Any transaction costs associated with the issuing of certificates are deducted from share certificate capital, net of any related income tax benefits, if any.

Retained earnings/ accumulated loss include all current and prior period retained profits/ losses.

Profit distribution to the certificate holders is recognized in the period in which it is approved.

4.10 Statutory reserves

Statutory reserves represents the profit after tax that have been transferred from retained earnings to the statutory reserves. The Modaraba has created this reserve fund to which following shall be credited:

- a) An amount not less than 20% and not more than 50% of its after-tax profits till such time this reserve fund equals the amount of the paid-up certificate capital; and
- b) thereafter a sum not less than 5% of its after tax profits.

Notes to the Financial Statements

For the year ended June 30, 2025

4.11 Borrowings and borrowing costs

These are initially recognized at fair value less directly attributable transaction costs, if any. Difference between the fair value and proceeds of borrowings is recognized as income or expense in the statement of profit and loss. Subsequently these are measured at amortized cost using the effective interest method.

Borrowing costs are interest or other costs incurred by the Modaraba in connection with the borrowing of funds. Borrowing cost that is directly attributable to qualifying assets is capitalized as part of cost of that assets until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are charged to the statement of profit and loss whenever incurred.

4.12 Lease liability

The lease liability is initially measured at present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Modaraba's incremental borrowing rate.

Lease payments included in the measurement of the lease liability comprise of the following:

- fixed payments, including in substance fixed payments;
- variable lease payments that depend on an index, or a rate, initially measured using the index or rate as at commencement date;
- amount expected to be payable under a residual guarantee; and
- the exercise under purchase option that the Modaraba is reasonably certain to exercise, lease payments in an optional renewal period if the Modaraba is reasonably certain to exercise an extension option, and penalties for early termination of lease unless the Modaraba is reasonably certain not to terminate early.

The lease liability is measured at amortized cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change Modaraba's estimate of the amount expected to be payable under a residual value guarantee, or if the Modaraba changes its assessment of whether it will exercise a purchase or termination option. When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the ROU asset, or is recorded in the statement of profit and loss if the carrying amount of the ROU asset has been reduced to zero.

Payments associated with short term leases and all leases of low value assets are recognized on a straight line basis as an expense in the statement of profit and loss. Short term leases are leases with a lease term of 12 months or less without a purchase option.

4.13 Trade and other payables

Accounts payable are classified as current liabilities if payment is due within one year or less (or in the normal operating cycle of business, if longer), if not, they are classified as non-current liabilities.

Liabilities for trade and other amounts payable are carried at cost which is the fair value of the consideration to be paid in future for goods and services received whether or not billed to the Modaraba.

Notes to the Financial Statements

For the year ended June 30, 2025

4.14 Provisions

Provisions are recognized when the Modaraba has a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate of the amount can be made. However, provisions are reviewed at each reporting period to reflect the best current estimate. If it is no longer probable that an outflow of economic resources embodying economic benefits will be required to settle the obligation, the provisions are reversed.

4.15 Contingencies

These are not accounted for in the financial statements unless these are actual liabilities and are only disclosed when:

- a) there is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Modaraba; or
- b) there is present obligation that arises from past events but it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or the amount of the obligation cannot be measured with sufficient reliability.

The assessment of contingencies inherently involves the exercise of significant judgment as the outcome of the future events cannot be predicted with certainty. The Modaraba, based on the availability of the latest information, estimates the value of contingent assets and liabilities which may differ on the occurrence/ non-occurrence of the uncertain future events.

4.16 Financial instruments

Recognition and measurement

Financial assets and liabilities are recognized, when the Modaraba becomes a party to the contractual provisions of the instrument and derecognized when the Modaraba loses control of the contractual rights to receive cash flows from the assets that comprise the financial asset or the rights have been transferred and the Modaraba has transferred substantially all the risks and rewards of ownership or the enterprise loses control of the contractual rights that comprise financial assets or a portion of financial assets. In case of financial liabilities when the obligation specified in the contract is discharged, cancelled or expired.

Financial assets are long term investments, short term investments, trade and other receivables, advances adjustable in cash and cash and bank balances. The Modaraba derecognizes a financial asset or a portion of financial asset when, and only when, the right to receive the cash flows from the assets have been expired or have been transferred; and the Modaraba has transferred substantially all the risks and rewards of ownership or the enterprise loses control of the contractual rights that comprise the financial assets or a portion of financial assets.

The Modaraba has classified its financial assets based on the requirements as set out in IFRS-9 "Financial Instruments". IFRS 9 sets out the requirements for recognizing and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items and contains three principal classifications categories of financial assets: measured at amortized cost, fair value through other comprehensive income and fair value through profit and loss. The classification of financial assets are generally based on the business model in which the financial asset is managed and its contractual cash flow characteristics.

Notes to the Financial Statements

For the year ended June 30, 2025

4.16.1 Financial assets

(a) Financial Asset at Amortized Cost

A financial asset shall be measured at amortized cost if both of the following conditions are met:

- i) The financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and;
- ii) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on principal amount outstanding.

(b) Financial Asset at Fair Value through Other Comprehensive Income

A financial asset shall be measured at fair value through other comprehensive income if both of the following conditions are met:

- i) The financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and;
- ii) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on principal amount outstanding.

(c) Financial asset at fair value through profit and loss

A financial asset shall be measured at fair value through profit and loss unless it is measured at amortized cost or at fair value through other comprehensive income.

Recognition and measurement

Financial assets at initial recognition are measured at its fair value of the consideration given. Subsequent to initial recognition, financial assets shall be classified at amortized cost using effective interest method, fair value through other comprehensive income with changes in fair value recognized in other comprehensive income and fair value through profit or loss with changes in fair value recognized in the statement of profit and loss.

The Modaraba follows trade date accounting for purchase and sale of investments.

4.16.2 Financial liabilities

Financial liabilities are recognized according to the substance of the contractual arrangements entered into. At the time of initial recognition, all financial liabilities shall be measured at fair value plus or minus transaction cost that are directly attributable to the issue of a financial liability. Financial liabilities shall subsequently be measured at amortized cost. Significant financial liabilities are due to related party, trade and other payables.

Any gain or loss on subsequent remeasurement to fair value of financial assets and financial liabilities is taken to the statement of profit and loss in the year in which it arises.

Offsetting of financial assets and financial liabilities

A financial asset and liability is offset against each other and the net amount is reported in the statement of financial position if the Modaraba has legally enforceable right to set off the recognized amount and intends either to settle on net basis or realize the asset and settle the liability simultaneously.

Notes to the Financial Statements

For the year ended June 30, 2025

4.16.3 Derecognition

Financial assets

The Modaraba derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Modaraba neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

The Modaraba might enter into transactions whereby it transfers assets recognized in its statement of financial position, but retains either all or substantially all of the risks and rewards of the transferred assets. In these cases, the transferred assets are not derecognized.

Financial liabilities

The Modaraba derecognizes a financial liability when its contractual obligations are discharged or cancelled, or expire. The Modaraba also derecognizes a financial liability when its terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognized at fair value. On derecognition of a financial liability, the difference between the carrying amount extinguished and the consideration paid (including any non-cash assets transferred or liabilities assumed) is recognized in the statement of profit and loss.

4.16.4 Impairment

Financial assets

A financial asset is impaired if the credit risk on that financial asset has increased significantly since the initial recognition. Impairment allowance for ECL on a financial asset is recognized to account for impairment.

If a financial asset has low credit risk at the date of initial application of IFRS 9, then the Modaraba has assumed that the credit risk on the asset had not increased significantly since its initial recognition.

The Modaraba recognizes lifetime ECL when there has been a significant increase in credit risk since initial recognition. However, if the credit risk on the financial instrument has not increased significantly since initial recognition, the Modaraba measures the loss allowance for that financial instrument at an amount equal to 12 month ECL. Lifetime ECL represents the expected credit losses that will result from all possible default events over the expected life of a financial instrument. In contrast, 12 month ECL represents the portion of lifetime ECL that is expected to result from default events on a financial instrument that are possible within 12 months after the reporting date.

Notes to the Financial Statements

For the year ended June 30, 2025

Non-financial assets

The Modaraba assesses at each statement of financial position date, whether there is any indication that assets may be impaired. If such an indication exists, the carrying amount of such assets is reviewed to assess whether they are recorded in excess of their recoverable amount. Where carrying values exceed their respective recoverable amounts, assets are written down to their recoverable amount and resulting impairment loss is recognized in the statement of profit and loss. The recoverable amount is higher of an asset's fair value less costs to sell and value in use.

Where an impairment loss is recognized, the depreciation charge is adjusted in the future periods to allocate the asset's revised carrying amount over its estimated useful life. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised recoverable amount but limited to the extent of carrying amount of the asset had there been no impairment loss. A reversal of the impairment loss is recognized in the statement of profit and loss.

4.17 Employees retirement benefits - related party

Defined contribution scheme

A recognized contributory provident fund scheme namely "Treet Corporation Limited - Group Employees Provident Fund" is in operation covering all permanent employees employed by Treet group in its all companies. Equal contributions are made monthly both by the Treet group and employees in accordance with the rules of this scheme at %10 of the basic pay.

Another recognized contributory fund scheme is "Treet Corporation Limited - Group Employee Service Fund" which covers all permanent management employees employed by Treet group on its all companies. In accordance with the rules of this scheme, equal monthly contributions are made both by the Treet group and employees at 10% of the basic pay from the date the employee gets permanent status. Additional contributions may be made by the Modaraba for those employees who have at the most 15 years of service remaining before reaching retirement age, however, employee can start their additional contribution above the threshold limit of 10% of basic pay at any time.

A recognized contributory fund scheme namely "Treet Corporation Limited - Group Employees Benevolent Fund" in operation for the benefit of employees if the employee opts for this scheme. The contributions to the fund are made @ 10% of employees basic salary on monthly basis by both employee and the Treet group. Periodic bonuses by the Modaraba to all the employees in any year, not exceeding one month's basic salary of an employee, is credited to his personal account in the Fund at the sole discretion of the Modaraba. The BOD of the Modaraba Management Company of the Modaraba has freeze this fund w.e.f. 04 February 2020 and no contribution is being credited to the fund since that date.

An unrecognized contributory fund scheme namely, "Treet Corporation Limited - Group Employees Housing Fund Scheme" is in operation covering permanent management employees of Treet group with minimum five years of service with the Modaraba. Equal contributions are made monthly both by the Treet group and its employees in accordance with the rules of this scheme at 20% of the basic pay. The BOD of the Modaraba Management Company of the Modaraba has freeze this fund w.e.f. 04 February 2020 and no contribution is being credited to the fund since that date.

Notes to the Financial Statements

For the year ended June 30, 2025

Defined benefit scheme

An approved funded gratuity scheme and a funded superannuation schemes are in operation for all employees with qualifying service periods of six months and ten years respectively. These are operated through "Treet Corporation Limited – Group Employees Gratuity Fund" and "Treet Corporation Limited – Group Employee Superannuation Fund" respectively. The Modaraba's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefits that employees have earned in current and prior periods, discounting that amount and deducting the fair value of any plan assets.

The calculation of defined benefit obligation is performed annually by a qualified actuary using the projected unit credit method. When calculation results in a potential assets for the Modaraba, the recognized asset is limited to the present value of economic benefits available in the form of any future refunds from the plan or reduction in future contributions to the plan.

Remeasurement of net defined benefit liability, which comprise of actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest) are recognized immediately in other comprehensive income. The Modaraba determines net interest expense/ (income) on the defined benefit obligation for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period to then net defined benefit, taking into account any change in the net defined benefit obligation during the period as a result of contributions and benefit payments. Net interest expense and other expenses related to defined benefit plans are recognized in the statement of profit and loss.

4.18 Related party transactions

Transactions with related parties are based on the transfer pricing policy that all transactions between the Modaraba and the related parties are at arm's length prices determined as per the prescribed methods under the Companies Act, 2017, except in circumstances where it is in the interest of the Modaraba to do so, duly approved by the Board of the Modaraba (the Board). Parties are said to be related if they are able to influence the operating and financial decisions of the Modaraba.

4.19 Foreign currency translation

Foreign currency transactions are translated into Pak Rupees which is the Modaraba's functional and presentation currency using the exchange rates approximating those prevailing at the date of the transaction. All monetary assets and liabilities in foreign currencies are translated into Pak Rupees using the exchange rate at the statement of financial position date.

Exchange gains and losses resulting from the settlement of such transactions and from the translations at the year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the statement of profit and loss. All non-monetary assets and liabilities are translated in Pak Rupees using the exchange rates prevailing on the date of transaction or at the date when the fair value was determined.

4.20 Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the BOD of the Modaraba Management Company that makes strategic decisions. Segments reported are corrugated boxes and soaps which also reflects the management structure of the Modaraba.

Notes to the Financial Statements

For the year ended June 30, 2025

4.21 Revenue recognition

Revenue arises mainly from the sale of corrugated boxes and soaps, and is measured according to IFRS-15 (Revenue from Contracts with Customers) at the fair value of the consideration received or receivable as defined in sales contract, including variable consideration; sales tax and other duties collected on behalf of third parties are not taken into account. However, variable consideration is only included if it is highly probable that a significant reversal of revenue will not occur once the uncertainty related to the variable consideration is resolved.

Revenue is recognized when control of a promised goods passes to a customer at a specific point in time. The customer obtains control of the goods when the goods are delivered to customers and in very few cases when goods are handed over to the customers i.e. ex-factory, in case of local sales. Further in case of export sale, control is transferred when goods are loaded on vessels.

Contract liabilities, which is the Modaraba's obligation to transfer goods to a customer for which the entity has already received consideration, relate mainly to advance payments from customers. A trade receivable is recognized when the products are delivered to a customer as this is the point in time that the consideration becomes unconditional because only a passage of time is required before the payment is due.

Income from the following sources is recognized as under:

- i) Return on bank deposits is accounted for on a time proportion basis using the effective rate of return/ profit.
- ii) Other revenues are recorded on accrual basis.

4.22 Earning per Modaraba certificate (EPC)

Basic EPC is calculated by dividing the profit or loss attributable to ordinary certificate holders of the Modaraba by the weighted average number of modaraba certificates outstanding during the year.

Diluted EPC is calculated by adjusting basic EPC by the weighted average number of modaraba certificates that would be issued on conversion of all dilutive potential modaraba certificates into ordinary certificates and post tax effect of changes in the statement of profit and loss attributable to certificates of the modaraba that would result from conversion of all dilutive potential modaraba certificates into ordinary certificates.

4.23 Reserves and profit distribution

The demerger reserve (as shown in the note 17 to these financial statements) was created on demerger of the Battery Business and Undertaking from the Modaraba pursuant to the Scheme. 883.277 million shares of TBL having face value of Rs. 8,832.773 million were issued to the certificate holders of the Modaraba, consequently certificate capital of the Modaraba, attributable to TBL was reduced by 687.99 million modaraba certificates having face value of Rs. 6,879.903 million and remaining 195.287 million shares having face value of Rs. 1,952.870 million were issued against certificate premium of Rs. 1,952.870 million of the Modaraba on the effective date which was treated as equity injected by the certificate holders of the Modaraba for TBL and while implementing the Scheme, 0.9984 shares in TBL were issued to the certificate holders of the Modaraba against 1 (one) certificate in the Modaraba. In accordance with the provisions of the Scheme and after obtaining approval of the Hon'ble High Court, the demerger reserve amounting to Rs. 6,879.903 million was adjusted against the certificate capital of Rs. 6,879.903 million during the current year.

Notes to the Financial Statements

For the year ended June 30, 2025

5 CHANGE IN ACCOUNTING POLICY

Previously, certain items of property, plant and equipment including freehold land, building on freehold land, leasehold improvements and plant and machinery were stated at revalued amounts less accumulated depreciation and impairment loss, if any. Independent valuations were performed periodically, the carrying amounts were reviewed against these valuations and adjustments were made where there were material changes. Revaluation surplus and deficit were recognized on statement of financial position as surplus on revaluation of property, plant and equipment, except where a deficit on revaluation in any year was in excess of surplus recognized in the statement of profit or loss upto the immediately preceding accounting period, in which case the adjustment to the carrying values of the financial assets was limited to the surplus recognized in the statement of profit or loss.

With effect from July 01, 2024, the Company has revised its accounting policy retrospectively in respect of aforementioned assets to cost model, under which these assets are now carried at cost less accumulated depreciation and impairment loss, if any. The said practice enhances the comparability of the Company's financial statements with other businesses comparable with the Company across its business segments locally and internationally. The management believes that the new policy provides reliable and more relevant information to the users of these unconsolidated financial statements.

This change in accounting policy has been accounted for retrospectively as referred under International Accounting Standard - 8 'Accounting Policies, Changes in Accounting Estimates and Errors', and the comparative financial statements have been restated.

Effect of the retrospective application of change in accounting policy is as follows:

	As at 30 June 2024			As at 30 June 2023		
	As previously reported	As restated	Restatement	As previously reported	As restated	Restatement
	(Rupees in thousand)					
Effect on statement of Financial position						
Property, plant and equipment	831,432	272,320	(559,112)	693,031	233,622	(459,409)
Surplus on revaluation of property, plant and equipment	619,116	-	(619,116)	553,025	-	(553,025)
Accumulated profit/ (loss)	201,399	351,911	150,512	(27,118)	133,733	160,851
Deferred tax liability/ (asset)	70,952	(19,556)	(90,508)	87,584	20,349	(67,235)

Notes to the Financial Statements

For the year ended June 30, 2025

	For the year ended 30 June 2024		
	As previously reported	As restated	Restatement
	(Rupees in thousand)		
Effect on statement of profit and loss			
Cost of sales			
- Corrugated boxes	35,762	22,704	(13,058)
- Soap	282	179	(103)
Administration and general expenses	4,053	2,573	(1,480)
Selling and distribution expenses	1,211	769	(442)
Deferred tax expense/ (income)	(49,920)	(39,905)	10,015
Profit for the year	266,389	271,457	5,068
Effect on other comprehensive income			
Surplus on revaluation of property, plant and equipment	114,785	-	(114,785)
Related impact on deferred tax	33,288	-	(33,288)
Other comprehensive income	81,497	-	(81,497)
Effect on earning per modaraba certificate			
Earnings per modaraba certificate - basic and diluted	0.307	0.313	0.006

The change did not have any impact on the Modaraba's operating, investing and financing cashflows.

		2025	2024
	Note	(Rupees in thousand)	Restated
6 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets - tangible	6.1	226,870	211,973
Capital work-in-progress	6.2	33,500	60,347
		260,370	272,320

Notes to the Financial Statements

For the year ended June 30, 2025

6.1 Operating fixed assets-tangible

Owned

	2025					2024					
	COST			Depreciation			COST			Depreciation	
	As at 01 July 2024	Transferred from CWIP	Disposals	As at 30 June 2025	Rate %	As at 01 July 2024	Charge for the year	Disposals	As at 30 June 2025	Book value as at 30 June 2025	
	(Rupees in thousand)										
Freehold land	25,285	-	-	25,285	0	-	-	-	-	25,285	
Building on freehold land	217,395	7,469	-	224,864	5	103,062	10,873	-	113,935	110,929	
Leasehold improvements	4,791	-	-	4,791	10	4,791	-	-	4,791	-	
Plant and machinery	303,616	26,683	-	330,299	10	275,206	7,324	-	282,530	47,769	
Furniture, fittings and equipments	9,811	444	-	10,255	10	5,776	766	-	6,542	3,713	
Computer equipments	4,429	784	-	5,213	25	3,179	548	-	3,727	1,486	
Vehicles	45,803	8,729	(437)	54,095	20	7,143	9,498	(234)	16,407	37,688	
	611,130	44,109	(437)	654,802		399,157	29,009	(234)	427,932	226,870	

	2024					2024					
	Cost / Revaluation Amount					Depreciation					
	As at 30 June 2023 as restated accounting policy	Effect of retrospective application of change in accounting policy	As at 30 June 2023 - from CWIP	Disposals	As at 30 June 2024 - as restated	Rate %	As at 30 June 2023	Effect of retrospec- tive appli- cation of change in accounting policy	As at 30 June 2023 - as restated as restated	Charge for the year - Disposals as restated	As at 30 June 2024 - as restated as restated policy
	(Rupees in thousand)										
Freehold land	252,850	(227,565)	25,285	-	25,285	0	-	-	-	-	-
Building on freehold land	218,864	(1,469)	217,395	-	217,395	5	21,887	70,305	92,192	10,870	-
Leasehold improvements	21,432	(16,641)	4,791	-	4,791	10	4,286	505	4,791	-	-
Plant and machinery	225,546	78,070	303,616	-	303,616	10	44,523	220,994	265,517	9,689	-
Furniture, fittings and equipments	9,811	-	9,811	-	9,811	10	5,326	-	5,326	450	-
Computer equipments	3,215	-	3,215	1,214	4,429	25	2,863	-	2,863	316	-
Vehicles	13,193	-	13,193	32,610	45,803	20	2,243	-	2,243	4,900	-
	744,911	(167,605)	577,306	33,824	611,130		81,128	291,804	372,932	26,225	-

6.1.1 The carrying amount of the assets other than freehold land and building as at 30 June 2025 includes fully depreciated assets costing Rs. 240.174 million (2024: Rs. 223.649 million) but are still in use of the Modaraba.

Notes to the Financial Statements

For the year ended June 30, 2025

- 6.1.2** Freehold land measuring 2.43 acres having value of Rs. 25.285 million is situated at Rohi Nullah Kaacha Road, Mouza Kaacha, Tehsil Cantt, District Lahore.

		2025	2024
			Restated
	Note	(Rupees in thousand)	
6.1.3 The depreciation charge for the year has been allocated as under:			
Cost of sales			
-Corrugated boxes	22	25,358	22,704
- Soap	22	404	179
Administration and general expenses	23	2,019	2,573
Selling and distribution expenses	24	1,228	769
		29,009	26,225

6.2 Capital work-in-progress

The movement under this head of account is as follows:

Description	Opening balance	Additions during the year	Transferred to Operating fixed assets	Closing balance
			(Rupees in thousand)	
Civil work	7,469	-	(7,469)	-
Plant and machinery	52,434	7,749	(26,683)	33,500
Vehicles	-	8,729	(8,729)	-
Furniture, fittings and equipments	444	-	(444)	-
Computer equipments	-	784	(784)	-
	60,347	17,262	(44,109)	33,500

		2025	2024
			Restated
	Note	(Rupees in thousand)	
7 LONG TERM DEPOSITS			
Against:			
- Rented premises		646	646
- Utility deposits		8,096	8,096
- Deposit - PSO		872	872
- Others		40	40
		9,654	9,654

Notes to the Financial Statements

For the year ended June 30, 2025

		2025 (Rupees in thousand)	2024 Restated
	Note		
8 STORES AND SPARES			
Stores			
Corrugation boxes		82,369	77,874
Spares			
Corrugation boxes		9,871	10,568
		92,240	88,442
Less: Provision for slow moving/obsolete stores	8.1	(7,202)	(6,623)
		85,038	81,819
8.1 The movement in this head of account is as follows:			
Opening balance		6,623	5,523
Charged during the year	25	579	1,100
Closing balance		7,202	6,623
9 STOCK IN TRADE			
Raw material			
- Corrugation boxes		136,617	193,227
- Soap		30,181	71,345
		166,798	264,572
Packing material			
- Corrugation boxes		447	1,028
- Soap		14,787	13,673
		15,234	14,701
Work in process			
- Corrugation boxes		6,645	11,702
Finished goods			
- Corrugation boxes		25,700	27,568
- Soap		151,721	68,872
		177,421	96,440
		366,098	387,415

Notes to the Financial Statements

For the year ended June 30, 2025

		2025	2024
	Note	(Rupees in thousand)	Restated
10 TRADE DEBTORS			
Trade debtors - unsecured	10.1	863,776	909,265
Less: Impairment allowance for ECL	10.2	(61,397)	(10,513)
		802,379	898,752
10.1 This includes balances receivable from the following related parties:			
Renacon Pharma Limited		7,774	17,729
Treet Corporation Limited		-	21,281
		7,774	39,010
10.1.1 The maximum aggregate of amount due from related parties at the end of any month during the year was as follows:			
Renacon Pharma Limited		7,774	22,832
Treet Corporation Limited		-	30,095
The ageing analysis of unimpaired and past due balances receivable from the above named related parties is as follows:			
Not past due			-
Past due but not impaired		-	-
Past due 1 - 90 days		7,774	39,010
Past due 90 - 180 days		-	-
Past due 180 days		-	-
		7,774	39,010
10.2 The reconciliation in this head of account is as follows:			
Opening balance		10,513	9,763
Recognized during the year	25	50,884	750
Closing balance		61,397	10,513

Notes to the Financial Statements

For the year ended June 30, 2025

		2025	2024
			Restated
	Note	(Rupees in thousand)	
11 ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES			
Advances to:			
Employees against expenses-secured and considered good	11.1	49,969	49,424
Related parties:			
Treet Corporation Limited - parent company		239,677	106,579
Treet Battery Limited - associated company		316,644	302,023
Treet Holdings Limited - Modaraba Management Company		-	523
	11.2	556,321	409,125
Suppliers - unsecured and considered good - local		60,970	31,133
		667,260	489,682
Trade deposits- unsecured and considered good:		7,451	7,451
Balance with statutory authorities	11.3	200	204
Others		2,447	1,238
		2,647	1,442
		677,358	498,575

11.1 These advances are given to employees for routine nature expenses at site.

11.2 These represent advances given to the above named related parties to meet their working capital requirements. These are unsecured and carry markup at the weighted average cost of capital of the Company.

		2025	2024
			Restated
	Note	(Rupees in thousand)	
11.2.1	The maximum aggregate balance due from related parties at the end of any month during the year was as follows:		
	Treet Corporation Limited - parent company	307,878	115,097
	Treet Battery Limited - associated company	316,644	305,131
	Treet Holdings Limited - Modaraba Management Company	-	523
11.2.2	The ageing of balances due from related parties at the reporting date is:		
	Not past due	76,239	-
	Past due 1 - 90 days	234,774	409,125
	Past due 90 - 180 days	73,492	-
	Past due 180 days	171,816	-
		556,321	409,125

Notes to the Financial Statements

For the year ended June 30, 2025

- 11.3** This represents amounts given to Collector of Customs which will be adjusted against the letters of credit. This is unsecured, interest free and adjusted subsequent to the statement of financial position date.

	Note	2025 (Rupees in thousand)	2024 Restated
12 TAXES RECOVERABLE/ ADJUSTABLE			
Sales tax adjustable		552,781	626,299
Income tax refundable		459,954	418,380
		1,012,735	1,044,679
13 CASH AND BANK BALANCES			
Cash in hand		834	1,932
Cash at banks in:			
– Current accounts			
Deposits with conventional banks		324,288	167,817
Deposits with Islamic banks		127,707	517
		451,995	168,334
– Saving accounts			
Deposits with conventional banks		–	970
Deposits with Islamic banks	13.1	16,553	24,601
		16,553	25,571
		469,382	195,837

- 13.1** These bank accounts carry profit rates ranging from 4.00% to 17.52% (2024: 14.5% - 20.0%) per annum.

14 CERTIFICATE CAPITAL

2025 (Number of certificates)	2024		2025 (Rupees in thousand)	2024 Restated
Authorized certificate capital				
900,000,000	900,000,000	Modaraba certificates of Rs. 10 each	9,000,000	9,000,000
Issued, subscribed and paid-up certificate capital				
195,599,994	883,590,287	Modaraba certificates of Rs. 10 each fully paid in cash	1,956,000	8,835,903

- 14.1** As at 30 June 2025, Treet Corporation Limited, the holding company holds 97.11% (2024: 97.11%) of the entire certificate capital comprising 189,937,516 (2024: 858,010,993) modaraba certificates of Rs. 10 each of the Modaraba. In addition 2.22% (2024: 2.22%) of the certificate capital comprising 4,336,754 (2024: 19,590,562) modaraba certificates of Rs. 10 each are held by the Modaraba Management Company of the Modaraba i.e. Treet Holdings Limited.

Notes to the Financial Statements

For the year ended June 30, 2025

		2025	2024
	Note	(Number of certificates)	Restated
14.2	Movement in authorized share capital		
	Opening balance	883,590,287	883,590,287
	Reduction in certificate capital against demerger reserve 17.1	(687,990,293)	-
	Closing balance	195,599,994	883,590,287
14.2.1	During the year, demerger reserve amounting to Rs. 6,879 million was adjusted against the Certificate capital of Rs. 8,832.773 million in accordance with the scheme as mentioned in note 4.23.		
15	DEPOSIT FOR PURCHASE OF CERTIFICATES	15.1	1
15.1	After necessary regulatory approvals, 1,835,903 certificates were issued on 16 August 2021 to the parent company from the deposit for purchase of certificates.		
16	STATUTORY RESERVES	588,712	565,219
	During the year Rs. 25.150 million (2024: Rs. 53.278) have been transferred to the statutory reserve (%20 of the profit for the year). Refer note 4.10.		
17	DEMERGER RESERVE	17.1	6,879,903
17.1	During the year ended 30 June 2023, 883.277 million shares of TBL having face value of Rs. 8,832.773 million were issued to the certificate holders of the Modaraba, consequently certificate capital of the Modaraba, attributable to TBL was reduced by 687.99 million modaraba certificates having face value of Rs. 6,879.903 million and remaining 195.287 million shares having face value of Rs. 1,952.870 million were issued against share premium of Rs. 1,952.870 million of the Modaraba. In accordance with the provisions of the Scheme and after obtaining necessary approval of the Hon'ble High Court, the demerger reserve was adjusted against the certificates capital of the Modaraba. Refer note 14.2.		

Notes to the Financial Statements

For the year ended June 30, 2025

		2025	2024 Restated
		Rupees in thousand	
18	DEFERRED TAXATION		
	Deferred tax asset	18.1	(10,789) (19,556)
18.1	Taxable temporary differences:		
	Property, plant and equipment	32,381	881
	Deductible temporary differences:		
	Provision for slow moving/ obsolete stores	(2,089)	(1,921)
	Provision for doubtful debts	(17,805)	(3,049)
	Unused tax depreciation loss	(23,276)	(15,467)
		(10,789)	(19,556)
18.1.1	Deferred tax asset as at June 30, recognized in the statement of financial position	(10,789)	(19,556)
	Less:		
	Opening deferred tax (asset)/ liability	(19,556)	20,349
	Deferred tax (asset)/ liability attributable to other comprehensive income	-	-
		19,556	(20,349)
	Deferred tax expense/ (income) recognized in the statement of profit and loss	29	8,767 (39,905)
19	TRADE AND OTHER PAYABLES		
	Creditors	473,983	369,884
	Accrued liabilities	31,543	51,264
	Withholding sales tax payable	3,188	721
	Contract liabilities	19.1	38,893 9,971
	Income tax deducted at source payable	8,019	6,887
	Unclaimed dividend	34	34
	Payable to charity	19.2	15,295 15,295
	Modaraba management fee payable	23	9,774 14,799
	Payable to Treet Holdings Limited	19.3	30,839 -
	Temporarily booked overdraft - unsecured	19.4	18,906 -
	Other payables	8,217	2,767
		638,691	471,622

Notes to the Financial Statements

For the year ended June 30, 2025

- 19.1** These represent advances received from customers against the onward sale of goods by the Modaraba.
- 19.2** This represents amount payable to charitable organisations registered under Pakistan Law as charitable organisation under Rule V of Shariah Compliance and Shahriah Audit Mechanism (SCSAM) for Modaraba as per circular no. 8 of 2012 on SCSAM for Modaraba.
- 19.3** This represents loan obtained by the Company from the above named related party to meet its working capital requirements. It is unsecured, carries markup at the weighted average cost of capital of the parent company and is payable on demand.
- 19.4** This represents unpresented cheques at the terminal date, which have been cleared subsequent to the statement of financial position date.

20 CONTINGENCIES AND COMMITMENTS

20.1 Contingencies

- 20.1.1** For the tax period July 2017 to June 2018 a sale tax demand of Rs. 14,753,014 along with penalty of Rs. 855,726 (aggregating to Rs. 15,608,740) was created by Deputy Commissioner Inland Revenue, Unit-08, Audit-01, LTO, Lahore after conducting audit u/s 25 of the Sales Tax Act, 1990 mainly on the issue of inadmissible claim of input tax Rs. 13,574,483, non-compliance of 73 etc. Against this order the Modaraba filed appeal before the CIR (Appeals), Zone-I, Lahore on 26-05-2022 and the appeal was heard on 01-08-2022 and CIR Appeals has remanded the case back for re-adjudication. Against this order, the department filed a second appeal before the ATIR on 29-12-2022 which is pending adjudication at the year end. As per the opinion of legal advisor of the Modaraba, a favorable outcome is expected.
- 20.1.2** For the Tax Years 2011 and 2012, the Deputy Commissioner Inland Revenue (DCIR) raised tax demands of Rs. 1.520 million and Rs. 41.364 million respectively through assessment orders. The Modaraba filed appeals before the Commissioner Inland Revenue (Appeals), who decided the cases in favour of the Modaraba and deleted the entire demands. The Federal Board of Revenue (FBR), however, filed appeals before the Appellate Tribunal Inland Revenue (ATIR), which, vide order dated 28 June 2022, dismissed the appeals and remanded the matters back to the FBR for re-adjudication. Subsequently, the DCIR – Large Taxpayers Office (LTO) reassessed the matters under sections 205, 161 and 132 of the Income Tax Ordinance, 2001, and raised revised demands of Rs. 1.136 million and Rs. 23.894 million. Subsequent to the year end, the Modaraba has filed appeals before the Commissioner Inland Revenue (Appeals)–I which is pending adjudication. Based on the opinion of the Company's legal advisor, the management expects a favourable outcome and accordingly no provision has been made in these financial statements.

	Note	2025 (Rupees in thousand)	2024 Restated
20.2 Commitments			
20.2.1 Guarantees		–	7,245
20.2.2 Letters of credit			
Outstanding letters of credit		61,577	5,900

Notes to the Financial Statements

For the year ended June 30, 2025

	Corrugated boxes		Soap		Total	
	2025	2024 Restated	2025	2024 Restated	2025	2024 Restated
----- (Rupees in thousand) -----						
21 REVENUE – NET						
External customers – Local	2,901,998	2,975,134	1,300,620	1,631,228	4,202,618	4,606,362
Related parties:						
– Treet Corporation Limited – associated company	95,079	80,930	–	–	95,079	80,930
– Renacon Pharma Limited – associated company	46,733	38,366	–	–	46,733	38,366
	3,043,810	3,094,430	1,300,620	1,631,228	4,344,430	4,725,658
Inter segment sales	17,592	19,323	–	–	17,592	19,323
Sale of scrap (waste paper)	185,699	223,408	–	–	185,699	223,408
	3,247,101	3,337,161	1,300,620	1,631,228	4,547,721	4,968,389
Less:						
– Sales tax	(492,773)	(500,723)	(243,806)	(297,298)	(736,579)	(798,021)
– Trade discount	(78)	(2,783)	–	–	(78)	(2,783)
	(492,851)	(503,506)	(243,806)	(297,298)	(736,657)	(800,804)
Elimination of Inter segment sales	(17,592)	(19,323)	–	–	(17,592)	(19,323)
	2,736,658	2,814,332	1,056,814	1,333,930	3,793,472	4,148,262

Contract liabilities as at the beginning of the year, amounting to Rs. 51.264 million (2024: Rs. 93.779 million) have been recognized during the year as sales against dispatch of goods to customers against these.

Notes to the Financial Statements

For the year ended June 30, 2025

		Corrugated boxes		Soaps		Total	
		2025	2024	2025	2024	2025	2024
			Restated		Restated		Restated
Note		(Rupees in thousand)					
22	COST OF SALES						
	Opening stock - raw and packing material	194,255	197,641	85,018	84,586	279,273	282,227
	Add: Purchases						
	Inter segment	17,592	19,323	-	-	17,592	19,323
	Others	1,940,586	2,074,758	799,459	963,222	2,740,045	3,037,980
		1,958,178	2,094,081	799,459	963,222	2,757,637	3,057,303
	Less: Closing stock	9 (137,064)	(194,255)	(44,968)	(85,018)	(182,032)	(279,273)
	Elimination of inter segment purchases	(17,592)	(19,323)	-	-	(17,592)	(19,323)
	Raw and packing material consumed	1,997,777	2,097,467	839,509	943,467	2,837,286	3,040,934
	Stores and spares consumed	63,480	54,075	-	177	63,480	54,252
	Outsourcing of manpower	22.1 230,481	252,494	3,539	10,651	234,020	263,145
	Fuel and power	136,052	134,646	-	-	136,052	134,646
	Freight and forwarding	108,447	94,992	23,194	27,735	131,641	122,727
	Depreciation on operating fixed assets	6.1.3 25,358	22,704	404	179	25,762	22,883
	Repair and maintenance	25,717	27,098	223	1,033	25,940	28,131
	Traveling and conveyance	5,431	7,056	-	804	5,431	7,860
	Insurance	2,792	1,348	372	372	3,164	1,720
	Rent, rates and taxes	846	1,190	14	1,534	860	2,724
	Other manufacturing expenses	18,806	16,802	43,034	53,075	61,840	69,878
		2,615,187	2,709,873	910,289	1,039,026	3,525,476	3,748,900
	Work-in-process						
	Add: Opening stock	11,702	11,197	-	-	11,702	11,197
	Less: Closing stock	9 (6,645)	(11,702)	-	-	(6,645)	(11,702)
	Cost of goods manufactured	2,620,244	2,709,368	910,289	1,039,026	3,530,533	3,748,395
	Finished goods						
	Add: Opening stock	27,568	38,669	68,872	82,898	96,440	121,567
	Less: Closing stock	9 (25,700)	(27,568)	(151,721)	(68,872)	(177,421)	(96,440)
		2,622,112	2,720,469	827,440	1,053,052	3,449,552	3,773,522

22.1 Outsourcing of manpower includes Rs. 8.560 million (2024: Rs. 0.862 million) in respect of contribution to gratuity fund, Rs. 3.662 million (2024: Rs. 4.214 million) in respect of contribution to provident fund, Rs. 1.988 million (2024: Rs. 1.303 million) in respect of contribution to service fund and Rs. 3.782 million (2024: Rs. 0.739 million) in respect of contribution to superannuation fund.

Notes to the Financial Statements

For the year ended June 30, 2025

		2025	2024
	Note	(Rupees in thousand)	Restated
23	ADMINISTRATION AND GENERAL EXPENSES		
Outsourcing of manpower	23.1	19,713	30,403
Auditors' remuneration	23.2	1,688	1,386
Legal and professional		11,670	5,796
Printing and stationery		1,068	1,645
Travelling and conveyance		1,116	1,015
Postage and telephone		912	285
Depreciation on operating fixed assets	6.1.3	2,019	2,573
Consultancy charges		2,675	3,745
Modaraba management fee	19	9,774	14,799
Others		3,287	4,214
		53,922	65,861

23.1 Outsourcing of manpower includes Rs. 1.182 million (2024: Rs. 1.284 million) in respect of contribution to gratuity fund, Rs. 0.467 million (2024: Rs. 0.452 million) in respect of contribution to provident fund, Rs. 0.197 million (2024: Rs. 0.270 million) in respect of contribution to service fund and Rs. 0.531 million (2024: Rs. 0.949 million) in respect of contribution to superannuation fund.

23.2	Auditors' remuneration		
Audit fee		1,109	1,008
Half year review		416	378
Other services		163	-
		1,688	1,386

24	SELLING AND DISTRIBUTION EXPENSES		
Outsourcing of manpower	24.1	71,219	72,583
Rent, rates and taxes		27	174
Repair and maintenance		581	1,553
Advertisement		43,157	8
Travelling and conveyance		8,198	9,054
Postage and telephone		532	253
Printing and stationery		18	215
Depreciation on operating fixed assets	6.1.3	1,228	769
Others		5,816	4,212
		130,776	88,821

24.1 Outsourcing of manpower includes Rs. 1.907 million (2024: Rs. 4.230 million) in respect of contribution to gratuity fund, Rs. 0.990 million (2024: Rs. 1.148 million) in respect of contribution to provident fund, Rs. 0.969 million (2024: Rs. 0.744 million) in respect of contribution to service fund and Rs. 0.702 million (2024: Rs. 5.417 million) in respect of contribution to superannuation fund.

Notes to the Financial Statements

For the year ended June 30, 2025

		2025	2024
	Note	(Rupees in thousand)	Restated
25 OTHER EXPENSES			
Impairment allowance for ECL	10.2	50,884	750
Provision for slow moving/ obsolete stores	8.1	579	1,100
Exchange loss		204	-
Loss on disposal of property, plant and equipment		203	-
Others		26	-
		51,896	1,850
26 FINANCE COST			
Bank charges		648	2,842
Markup expense on advances from related parties			
Renacon Pharma Limited- associated company		2,689	-
Treet Holdings Limited - Modaraba Management Company		2,406	-
		5,095	-
		5,743	2,842
27 OTHER INCOME			
<u>Income from financial assets</u>			
Profit on bank and other deposits			
Deposits with conventional banks		-	-
Deposits with Islamic banks		4,447	4,996
	27.1	4,447	4,996
Exchange gain		-	1,089
Profit earned on advance to related parties:			
Treet Battery Limited - associated company		35,126	39,771
Treet Holdings Limited - Modaraba Management Company		-	30
Treet Corporation Limited - parent company		41,059	18,603
		76,185	59,493
<u>Income from non-financial assets</u>			
Sale of scrap		2,508	2,654
Intercompany rental income		979	979
		3,487	3,633
		84,119	68,122

27.1 These profits are earned on accounts and deposits maintained under Shariah permissible arrangement.

Notes to the Financial Statements

For the year ended June 30, 2025

		2025		2024
		(Rupees in thousand)		Restated
28	LEVIES	28.1	47,670	51,912
28.1	This represents minimum taxes paid under section 113 of the Income Tax Ordinance, 2001, representing levy in terms of requirements of IFRIC 21/ IAS 37.			
29	TAXATION - INCOME TAX			
	Current year		3,857	-
	Prior year		7,945	24
	Deferred	18.1.1	8,767	(39,905)
			20,569	(39,881)
30	PROFIT PER MODARABA CERTIFICATE - BASIC AND DILUTED (RESTATED)			
	Profit for the year	(Rupees in thousand)	117,463	271,457
	Weighted average number of Modaraba certificates	(Number in thousands)	868,511	868,511
	Profit per modaraba certificate (basic)	(Rupees)	0.135	0.313

There is no dilutive effect on the basic profit per modaraba certificate as the Modaraba has no potentially issuable certificates or such commitments at the reporting date. The computation of basic profit per modaraba certificate has been adjusted for the reduction in certificate capital during the year pursuant to the Scheme of Arrangement approved for the demerger of the Battery Business and Undertaking.

Notes to the Financial Statements

For the year ended June 30, 2025

31 Operating Segment results

During the year, the Modaraba was engaged into two main business segments, these are as follows:

- (i) Manufacture and sale of corrugated boxes
- (ii) Manufacture and sale of soaps

		Corrugated boxes		Soaps		Total	
		2025	2024	2025	2024	2025	2024
			Restated		Restated		Restated
Note		(Rupees in thousand)					
Revenue	21						
Inter-segment		17,592	19,323	-	-	17,592	19,323
Others		3,229,509	3,317,839	1,300,620	1,631,227	4,530,129	4,949,066
		3,247,101	3,337,162	1,300,620	1,631,227	4,547,721	4,968,389
Less :							
Inter-segment sales		(17,592)	(19,323)	-	-	(17,592)	(19,323)
Sales tax		(492,773)	(500,723)	(243,806)	(297,298)	(736,579)	(798,021)
Trade discount		(78)	(2,783)	-	-	(78)	(2,783)
		(510,443)	(522,829)	(243,806)	(297,298)	(754,249)	(820,127)
Net revenue		2,736,658	2,814,333	1,056,814	1,333,929	3,793,472	4,148,262
Cost of sales excluding inter-segment purchases	22	(2,622,112)	(2,720,469)	(827,440)	(1,053,052)	(3,449,552)	(3,773,522)
Gross profit		114,546	93,864	229,374	280,877	343,920	374,740
Administration and general expenses		(38,717)	(58,015)	(15,205)	(7,846)	(53,922)	(65,861)
Selling and distribution expenses		(45,785)	(44,474)	(84,991)	(44,347)	(130,776)	(88,821)
		(84,502)	(102,489)	(100,196)	(52,193)	(184,698)	(154,682)
Segment results - Operating profit		30,044	(8,626)	129,178	228,684	159,222	220,058
Other expenses						(51,896)	(1,850)
Finance cost						(5,743)	(2,842)
Other income						84,119	68,122
Profit before levies and income tax						185,702	283,488
Levies						(47,670)	(51,912)
Profit before income tax						138,032	231,576
Taxation						(20,569)	39,881
Profit after taxation						117,463	271,457

31.1 Transaction among the business segments are recorded at market value

31.2 Inter segment sales and purchases have been eliminated from total figures

Notes to the Financial Statements

For the year ended June 30, 2025

		Corrugated boxes		Soaps		Unallocated		Total	
		2025	2024	2025	2024	2025	2024	2025	2024
			Restated		Restated		Restated		Restated
----- (Rupees in thousand) -----									
31.3	Segment assets	2,293,156	2,328,046	1,400,647	1,080,562	-	-	3,693,803	3,408,608
31.4	Segment liabilities	429,715	436,534	273,493	98,942	-	-	703,208	535,476
31.5	Depreciation on property, plant and equipment	28,605	26,046	404	179	-	-	29,009	26,225

32 Financial instruments

The Modaraba has exposure to the following risks from its use of financial instruments:

- Credit risk
- Liquidity risk
- Market risk

The BOD of the Modaraba Management Company has overall responsibility for the establishment and oversight of Modaraba's risk management framework. The BOD is also responsible for developing and monitoring the Modaraba's risk management policies. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Modaraba's activities.

This note presents information about the Modaraba's exposure to each of the above risks, the Modaraba's objectives, policies and processes for measuring and managing risk, and the Modaraba's management of capital.

All derivative activities for risk management purposes are carried out by specialist teams that have the appropriate skills, experience and supervision. The Modaraba does not engage in the trading of financial assets for speculative purposes nor does it write options.

The Modaraba's risk management policies are established to identify and analyze the risks faced by the Modaraba, to set appropriate risk limits and controls, to monitor risks and adherence to limits and focuses on actively securing its short to medium term cash flows by minimizing the exposure to financial markets. The Modaraba through its training and management standards and procedures aims to maintain a disciplined and constructive control environment in which employees understand their roles and responsibilities.

The audit committee of the Modaraba Management Company oversees how management monitors compliance with the Modaraba's risk management policies and procedures and reviews the adequacy of the risk management framework in relation to the risks faced by the Modaraba. The audit committee is assisted in its oversight role by internal audit. Internal audit undertakes both regular and adhoc reviews of risk management controls and procedures, the results of which are reported to the audit committee.

The Management shall conduct financial risk assessments regularly so as to identify exposures, set priorities and quantify how the same, affect the business objectives, such as, profitability and shareholder value. These assessments shall cover all the aspects of corporate structure starting at the apex levels of management and working through all the functional levels. Head of internal audit shall report to the Audit Committee of the Board on a regular basis, his assessment of the exposures of the entities to various risks, and checks and controls established by the management.

The overall financial risk management programme and specific internal control procedures focus on the mitigation of risks identified above due to business inherent limitations, volatile financial

Notes to the Financial Statements

For the year ended June 30, 2025

markets and changing circumstances of the economic situation locally and internationally that effect the business directly or indirectly.

a) Credit risk

Credit risk is the risk of financial loss to the Modaraba if a customer or a counterparty to a financial instrument fails to meet its contractual obligations. To manage credit risk the Modaraba maintains procedures covering the application for credit approvals, granting and renewal of counterparty limits and monitoring of exposures against these limits. As part of these processes the financial viability of all counterparties is regularly monitored and assessed. The credit risk arises principally from the Modaraba's receivables from customers, refundable deposits and advances, other receivables and bank balances. Out of the total financial assets of Rs. 1,847.834 million (2024: Rs. 1,522.260 million) financial assets which are subject to credit risk amounted to Rs. 1,847 million (2024: Rs. 1,520.328 million).

The Modaraba has a policy of cash sales or for very limited credit period in case of corrugation segment. Therefore, the Modaraba's exposure to credit risk is minimum. Timely realization of sale proceeds under the credit period are critical for cash flow management, reduced level of borrowing, efficient utilization of funds and, meeting financial obligations on a timely basis. Wherever the entity allows credit to its customer, the credit period will be determined on the basis of customer credit history, sales volume, customer financial standing, sponsors profile. All resources should be realized within the stipulated credit period. In case of any delays or default, it must be reported through aging report, and the concerned entity head shall be responsible for the realization of funds.

The carrying amount of financial assets represents the maximum credit exposure before any credit enhancements. The maximum exposure to credit risk at the reporting date is:

		2025	2024
	Note	(Rupees in thousand)	Restated
FINANCIAL ASSETS			
Long term deposits	7	9,654	9,654
Trade debtors	10	802,379	898,752
Advances, deposits, prepayments and other receivables	11	566,419	418,017
Bank balances	13	468,548	193,905
		1,847,000	1,520,328

Credit quality of financial assets is assessed by reference to external credit ratings, where available, or to historical information about counterparty default rates. Banks and financial institutions have external credit ratings determined by various credit rating agencies. Credit quality of customers and other receivables are assessed by reference to historical default rates and present ageing.

Customers are counterparties to local trade debts against sale of corrugated boxes and soaps. New customer is analyzed individually for creditworthiness before the Modaraba's standard payment and delivery terms and conditions are offered. Sales limits are established for each customer based on internal rating criteria and reviewed regularly. Any sales exceeding these limits require special approval. Outstanding customer receivables are regularly monitored. The analysis of ages of trade debts of the Modaraba as at the reporting date was as follows:

Notes to the Financial Statements

For the year ended June 30, 2025

	2025	2024 Restated
	(Rupees in thousand)	
Not past due	-	-
Past due but not impaired		
Less than 30 days	291,014	588,415
Past due 1 - 3 months	344,186	117,567
Past due 3 - 6 months	55,441	65,501
Past due 6 - 12 months	73,323	46,808
Above one year	38,415	80,461
	802,379	898,752

Management believes that the unimpaired amounts that are past due more than 30 days are still collectable in full based on historical payment behavior and extensive analysis of customer credit risk. Credit risk in case of customers is largely mitigated by the fact that majority of the sales of the Modaraba are on cash basis or on credit to corporate parties with reasonable financial standing and limited credit period. The Modaraba has also established dealerships and retail networks with strong relationship with customers. The Modaraba does not expect non performance by its customers. Hence, the credit risk in case of customers is minimal.

The external credit ratings determined by various credit rating agencies are as follows.

Banks	Rating		Rating Agency	2025	2024 Restated
	Short term	Long term		(Rupees in thousand)	
MCB Bank Limited	A-1+	AAA	PACRA	70,751	404
United Bank Limited	A-1+	AAA	VIS	1,743	1,743
Bank Islami Pakistan Limited	A-1	AA-	PACRA	-	7,097
National Bank of Pakistan	A-1+	AAA	PACRA-VIS	55,599	2,091
Habib Bank Limited	A-1+	AAA	VIS	264,390	72,876
Bank Alfalah Limited	A-1+	AAA	PACRA	2,363	2,363
Al Baraka Bank Limited	A-1	AA-	VIS	-	517
Faysal Bank Limited	A-1+	AA	PACRA-VIS	-	169
Dubai Islamic Bank Limited	A-1+	AA	JCR-VIS	7,930	9,332
Soneri Bank Limited	A-1+	AA-	PACRA	-	4,406
JS Bank Limited	A-1+	AA	PACRA	-	25
Askari Bank Limited	A-1+	AA+	PACRA	14	3
Meezan Bank Limited	A-1+	AAA	VIS	8,624	8,110
Bank Al Habib Limited	A-1+	AAA	PACRA	3,192	97
Allied Bank Limited	A-1+	AAA	PACRA	53,764	75,813
Habib Metropolitan Bank Limited	A-1+	AA+	PACRA	178	1,002
MCB Islamic Bank Limited	A-1	A+	PACRA	-	7,857
				468,548	193,905

Notes to the Financial Statements

For the year ended June 30, 2025

Exposure to credit risk

The credit risk on liquid funds is limited because the counter parties are banks with reasonably high credit ratings. Due to the Modaraba's long standing business relationships with these counterparties and after giving due consideration to their strong financial standing, management does not expect non-performance by these counter parties on their obligations to the Modaraba. Accordingly, the credit risk is minimal.

Any new relationship with a bank/ financial institution will be entered into with the prior approval of the BOD. Such relationships include, but are not limited to, obtaining any banking facilities and entering into any modes of financing through banks or financial institutions. The Modaraba's Chief Financial Officer (CFO) where applicable, will approve quotes for each piece of new business on a stand alone basis from all the banks/ financial institutions on the Modaraba's panel so as to ensure the competitiveness of business being carried out with the selected bank(s)/ financial institution(s).

Corporate information and relationship with banks.

The Modaraba has relationship with both Islamic and conventional banks. Profits earned through conventional banks are recognized as liability to approved charitable organizations according to Shariah Rules.

32.1 Liquidity risk

Liquidity risk is the risk that the Modaraba will not be able to meet its financial obligations as they fall due. The Modaraba's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions. For this purpose, the Modaraba has effective cash management and planning policy to ensure availability of funds and to take appropriate measures for new requirements. Management closely monitors the Modaraba's liquidity and cash flow position. This includes maintenance of statement of financial position liquidity ratios, debtors and creditors concentration both in terms of the overall funding mix and avoidance of undue reliance on large individual customers.

The BOD has built an appropriate liquidity risk management framework for the management of the Modaraba's short, medium and long-term funding and liquidity management requirements. The Modaraba manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows and matching the maturity profiles of financial assets and liabilities.

The table below summarizes the maturity profiles of the Modaraba's financial liabilities as on 30 June 2025 based on contractual undiscounted payments date and present market interest rates:

	2025				
	Carrying Amount	Contractual cash flows	6 months or less	6-12 months	More than 1 year
	(Rupees in thousand)				
Retention money payable	12,990	12,990	-	12,990	-
Trade and other payables	578,817	578,817	578,817	-	-
	591,807	591,807	578,817	12,990	-

Notes to the Financial Statements

For the year ended June 30, 2025

	2024 (Restated)				
	Carrying Amount	Contractual cash flows	6 months or less	6-12 months	More than 1 year
	(Rupees in thousand)				
Retention money payable	11,942	11,942	-	11,942	-
Trade and other payables	439,244	439,244	439,244	-	-
	451,186	451,186	439,244	11,942	-

32.2 Market risk

Market risk is the risk that changes in market prices will affect the Modaraba's income or the value of its holdings of financial instruments. The objective of the Modaraba's market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return on risk. There are three types of market risk, which are as follows:

32.2.1 Currency risk

Currency risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of the change in foreign exchange risk. The Modaraba is exposed to currency risk to the extent that there is a mismatch between the currencies in which receivables and purchases are denominated and the respective functional currency of the Modaraba i.e. Pakistan Rupee. The Modaraba is exposed to currency risk on import of raw materials and stores and spares mainly denominated in US dollars. Receivables and payables exposed to foreign currency are not covered through any forward foreign exchange contracts or through hedging. The Modaraba was not exposed to any foreign currency risk during the year.

32.2.2 Profit rate risk

Profit rate risk is the risk that the fair values or future cash flows of a financial instrument will fluctuate because of changes in profit rates. The Modaraba's exposure to the profit rates risk arises from the borrowings it has obtained from various banks/ financial institutions at variable rates and any contractual obligation that carries any penal or markup clauses on delayed payments. The profit rate risk is mitigated through managing borrowing at optimal levels that are essential to run the business. Short term borrowings shall be done to match the timing differences between fund receipt and disbursements. Any penal clauses or markup on delayed payments shall be negotiated with the vendor at the time of placement of orders. CFO of the Modaraba shall be responsible to ensure that profit rates from banks/ financial institutions is market based that commensurate with the financial standing of the Modaraba. CFO shall also ensure that all contracts/ purchase orders are well negotiated to reduce the exposure. Sensitivity to profit rates risk arises from mismatch of financial assets and financial liabilities that mature or reprice in a given period. The Modaraba manages these mismatches through risk management strategies where significant changes in gap position can be adjusted. The short term borrowings and cash at bank kept in saving accounts by the Modaraba has variable rate pricing that is mostly dependent on Karachi Inter Bank Offer Rate ("KIBOR") as indicated in respective notes.

The Modaraba's profit bearing financial instruments as at the reporting date are as follows:

Notes to the Financial Statements

For the year ended June 30, 2025

	Note	2025	2024 Restated
Variable pricing rate financial assets			
Advance to related parties	11	556,321	409,125
Bank balances at PLS accounts	13	16,553	25,571
		572,874	434,696
Variable pricing rate financial liabilities			
Payable to Treet Holdings Limited	19	30,839	-

The effective profit rates for profit bearing financial instruments are mentioned in the relevant notes to these financial statements.

Cash flow sensitivity analysis for variable rate instruments

Sensitivity analysis for variable rate financial assets

If profit rates at the year end date, fluctuates by 1% higher/ lower with all other variables held constant, profit after taxation would have been decreased/ (increased) by Rs. 5.729 million (2024: Rs. 0.375 million). This analysis is prepared without taking in account taxation effect and applying +/-1% discount factor on cash at banks in saving accounts reported in these financial statements.

Cash flows sensitivity analysis for variable rate financial liabilities

If interest rates at the year end date, fluctuates by 1% higher/ lower with all other variables held constant, profit for the year would have been (decreased)/ increased by Rs. 0.308 million (2024: nil). This analysis is prepared without taking in account taxation effect and applying +/-1% discount factor on the outstanding balance of variable financial liabilities.

32.2.3 Other price risk

Other price risk is the risk that the fair values or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments trading in market.

Exposure to price risk

The Modaraba is not exposed to any price risk as there are no financial instruments at the reporting date that are sensitive to price fluctuations.

Notes to the Financial Statements

For the year ended June 30, 2025

		2025	2024
		(Rupees in thousand)	Restated
	Note		
32.3 Financial instruments by categories			
<u>At amortized cost</u>			
Financial assets			
Long term deposits	7	9,654	9,654
Trade debtors	10	802,379	898,752
Advances, deposits, prepayments and other receivables	11	566,419	418,017
Cash and bank balances	13	469,382	195,837
		1,847,834	1,522,260
Financial liabilities			
Retention money payable		12,990	11,942
Trade and other payables	19	578,817	439,244
		591,807	451,186

32.3.1 Reconciliation to the line items presented in the statement of financial position

The reconciliation to the line items presented in the statement of financial position is as follows:

	2025		
	Financial assets	Non-financial assets	Assets as per statement of financial position
	----- (Rs in 000's) -----		
Properties and assets			
Long term deposits	9,654	-	9,654
Trade debtors	802,379	-	802,379
Advances, deposits, prepayments and other receivables	566,419	110,939	677,358
Cash and bank balances	469,382	-	469,382
	1,847,834	110,939	1,958,773

Notes to the Financial Statements

For the year ended June 30, 2025

2025			
	Financial liabilities	Non-financial liabilities	liabilities as per statement of financial position
	----- (Rs in 000's) -----		
Equity and Liabilities			
Retention money payable	12,990	-	12,990
Trade and other payables	578,817	59,874	638,691
	591,807	59,874	651,681
2024 (Restated)			
	Financial assets	Non-financial assets	Assets as per statement of financial position
	----- (Rs in 000's) -----		
Properties and assets			
Long term deposits	9,654	-	9,654
Trade debtors	898,752	-	898,752
Advances, deposits, prepayments and other receivables	418,017	80,559	498,576
Cash and bank balances	195,837	-	195,837
	1,522,260	80,559	1,602,819
2024 (Restated)			
	Financial liabilities	Non-financial liabilities	liabilities as per statement of financial position
	----- (Rs in 000's) -----		
Equity and Liabilities			
Retention money payable	11,942	-	11,942
Trade and other payables	439,244	17,579	456,823
	451,186	17,579	468,765

Notes to the Financial Statements

For the year ended June 30, 2025

32.4 Operational risk

Operational risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the Modaraba's processes, personnel, technology and infrastructure, and from external factors other than credit, market and liquidity risks such as those arising from legal and regulatory requirements and generally accepted standards of corporate behavior. Operational risks arise from all of the Modaraba's operations.

The Modaraba's objective is to manage operational risk so as to balance the avoidance of financial losses and damage to the Modaraba's reputation with overall cost effectiveness and to avoid control procedures that restrict initiative and creativity.

The primary responsibility for the development and implementation of controls to address operational risk is assigned to senior management within the Modaraba. This responsibility is supported by the development of overall modaraba standards for the management of operational risk in the following areas:

- requirements for appropriate segregation of duties, including the independent authorization of transactions;
- requirements for the reconciliation and monitoring of transactions;
- compliance with regulatory and other legal requirements;
- documentation of controls and procedures;
- requirements for the periodic assessment of operational risks faced, and the adequacy of controls and procedures to address the risks identified;
- requirements for the reporting of operational losses and proposed remedial action;
- development of contingency plans;
- training and professional development;
- ethical and business standards; and
- risk mitigation, including insurance where this is effective.

32.5 Investment risk

All capital nature investments and disposals shall only be approved by the BOD and shareholders of the Treet group.

The Chief Executive Officer (CEO) and Chief Financial Officer (CFO) shall formulate the proposal for any new investment, clearly indicating future benefits associated with the investment in term of returns, using capital expenditure techniques – discounted cash flows (DCF), Discounted Dividend Model (DDM) and/ or Capital Asset Pricing Model (CAPM). The investment proposal should also indicate the source of funding and its terms and conditions.

Investments of the surplus funds will be made after the approval from Group CFO in banks/ financial institutions and Asset Management Companies (AMC). Investment decisions will be made based on the highest rate of return offered by any bank or AMC. It would normally be the highest bidder, but can be any other bank/ financial institution as deemed fit by the CFO with the concurrence of the CEO/ ED.

Placement and investments will made on the basis of forecasted cash flows and surplus funds available with the Modaraba. In order to mitigate the level of exposure with any one bank/ financial institution, the funds will not be placed for more than three (3) months and not more than Rs. 350 million.

The Modaraba's funds will not be invested in speculative business, i.e. investment will be only in banks/ financial institutions and AMC where a guaranteed fixed return is identified.

Notes to the Financial Statements

For the year ended June 30, 2025

32.6 Regulatory risk

The Modaraba is exposed to regulatory risk when it raises capital through the capital market, issuance of Sukuk, and right shares, private and equity placement, etc. The Modaraba shall seek prior approval from the BOD and/ or shareholders of its Modaraba Management Company as per the requirement and seek all relevant regulatory authorities approvals, in respect of any proposed financing. All borrowing arrangements entered into by the Modaraba shall be compliant with the relevant regulatory requirements.

32.7 Fair value measurement of financial instruments

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

Underlying the definition of fair value is the presumption that the Modaraba is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires the Modaraba to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

- Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2 - Inputs other than quoted prices included within level 1 that are observable for the asset either directly (that is, derived from prices)
- Level 3 - Inputs for the asset or liability that are not based on observable market data (that is, unadjusted) inputs

Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred. However, no transfers between levels of fair value during the year have occurred.

The carrying value of all financial assets and liabilities reflected in the financial statements approximate their fair values. As all the financial assets and financial liabilities are carried at cost, therefore, no fair value hierarchy levels have been disclosed in these financial statements being not applicable in the instant case.

32.8 Capital management

The Board's policy is to maintain an efficient capital base so as to maintain investor, creditor and market confidence and to sustain the future development of its business. The Board monitors the return on capital employed, which the Modaraba defines as operating income divided by total capital employed.

The Modaraba's objectives when managing capital are to safeguard the entity's ability to continue as a going concern, so that it can continue to provide returns for certificate holders and benefits for other stakeholders, and to provide an adequate return to certificate holders.

The Modaraba manages the capital structure in the context of economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Modaraba may, for example, adjust the amount of dividends paid to the modaraba certificate holders, issue new modaraba certificates, or sell assets to reduce debt.

Notes to the Financial Statements

For the year ended June 30, 2025

	2025	2024 Restated
	(Rupees in thousand)	
The gearing ratios as at 30 June 2025 are as follows:		
Total debt	-	-
Total equity	2,990,595	2,873,132
Gearing ratio	N/A	N/A

Neither there were any changes in the Modaraba's approach to capital management during the year nor the Modaraba is subject to externally imposed capital requirements, except those which may relate to compliance of debt covenants including maintenance of adequate current and liquidity ratios.

Notes to the Financial Statements

For the year ended June 30, 2025

33 RELATED PARTY TRANSACTIONS

Amounts due from/ to related parties are disclosed in respective notes to these financial statements. Other significant transactions with related parties are as follows:

Name of the party	Basis of relationship	Nature of transactions	2025	2024 Restated
			(Rupees in thousand)	
<u>Parent company</u>				
Treet Corporation Limited	Shareholding and common directorship	Sale of corrugated boxes	95,079	80,930
		Rental charged by the parent company	3,971	3,971
		Finance income charged by the company	41,058	18,603
		Expenses borne by the parent company	152,924	305,933
		Funds paid to the parent company - net	149,885	240,648
<u>Modaraba Management Company</u>				
Treet Holdings Limited	Shareholding and common directorship	Finance cost charged by the Modaraba Management Company	2,406	30
		Funds paid to the Modaraba Management Company- net	-	500
		Funds received from Modaraba Management Company- net	14,157	-
		Management fee charged by Modaraba Management Company	9,774	14,799
		Expenses born by the Modaraba Management Company	-	7
		Purchase of bikes	-	1,208
<u>Associated Companies</u>				
Treet Battery Limited	Common directorship	Rental charged to the associated company	4,950	4,950
		Funds paid to associated company - net	680	131,183
		Profit earned by the Modaraba	35,126	39,771
		Expenses borne by the associated company	26,135	-
		Expenses incurred on behalf of the associated Company	-	219,807
Renacon Pharma Limited		Expenses borne by the associated company	36,270	-
		Markup charged by the associated company	2,689	-
		Sale of corrugated boxes	46,733	-
Gulab Devi Chest Hospital		Purchase of services	-	20
Auto Giene (Pvt.) Limited		Purchase of goods	-	679
Treet HR Management (Private) limited	Common control	Services received	4,308	4,308

Notes to the Financial Statements

For the year ended June 30, 2025

- 33.1** All the transactions with the related parties are executed in the normal course of business on the basis of mutually agreed terms and conditions.
- 33.2** All the executives, officers and other employees of the Modaraba have been outsourced from its related party namely Treet HR Management (Private) Limited.
- 33.3** One of the directors is working as CEO of the Modaraba Management Company. No remuneration has been paid to CEO or any director of the Modaraba. No fees for attending the meeting has been paid to directors during the year (2024: Rs. Nil).

33.4 Remuneration of Executives

The aggregated amounts charged in these financial statements for the remuneration, including all benefits, to the executives of the Modaraba were as follows:

	2025	2024 Restated
	(Rupees in thousand)	
Managerial remuneration	21,375	28,462
Bonus	–	3,879
Medical allowance	2,138	2,846
House rent allowance	9,619	12,808
Utilities allowance	2,138	2,846
Other perquisites	14,568	22,553
Employees' funds		
– Provident fund	1,735	1,946
– Service fund	1,735	1,946
	3,470	3,892
	53,308	77,286
Number of executives	9	10

- 33.5** In addition to the above, maintained vehicles are provided to the executives of the Modaraba for official purposes only by the parent company of the Modaraba as per the employment rules and policies.

		Annual rated capacity	
		2025	2024
		----- (Metric tons) -----	
34	PLANT CAPACITY AND PRODUCTION		
	UOM		
Corrugated boxes	Metric Tons	30,000	30,000
Soaps	Metric Tons	N/A	N/A
		Annual production	
	UOM	2025	2024
Corrugated boxes	Metric Tons	17,716	18,028
Soaps	Metric Tons	2,124	2,710

The reason for shortfall in actual production when compared with installed capacity is primarily on account of demand and supply in the market conditions and the product mix.

Notes to the Financial Statements

For the year ended June 30, 2025

34.1 Soap actual capacity is not disclosed as the production has been shifted to toll manufacturing with effect from 1 July 2021.

35 ENTITY-WIDE INFORMATION AND DISCLOSURE

These financial statements have been prepared on the basis of two reportable segments namely; corrugation boxes and soap.

35.1 Information about products

Sale of corrugation boxes and soaps represents 77.67% (2024: 67.84%) and 22.33% (2024: 32.16%) respectively of the total revenue of the Modaraba.

35.2 Information about geographical areas

100% (2024: 100%) of the sales of Modaraba relate to customers in Pakistan.

All non-current assets of the Modaraba as at 30 June 2025 and 2024 are also located in Pakistan.

35.3 Information about customers

In corrugation segment, the Modaraba had made sales to Pepsi-Cola International (Pvt). Limited and Continental Biscuits Limited amounting to Rs. 319.538 million (2024: 622.756 million) and Rs. 401.370 million (2024: Rs.373.977 million). While in soap segment, the Modaraba had made sales to Karam Elahi Traders amounting to 109.642 million (2024: Rs. nil/-).

	2025	2024
	Number	
36 NUMBER OF EMPLOYEES		
Total number of employees at the year end	166	174
Average number of employees during the year	167	176

All the executives, officers and other employees of the Modaraba have been arranged through outsourcing from its related party namely "Treet HR Management (Private) Limited". The Modaraba has been making payments/ contributions of its outsourced employees on account of retirement benefits, which have been maintained by the parent company "Treet Corporation Limited". Accordingly, the related disclosures regarding employees benefits have been disclosed in the financial statements of the parent company.

37 EVENTS AFTER THE STATEMENT OF FINANCIAL POSITION DATE

There is no event after the statement of financial position date causing adjustment/ disclosure in these financial statements.

38 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were approved and authorized for issue on September 30, 2025 by the Board of Directors of Treet Holdings Limited, the Modaraba Management Company.

LAHORE				
September 30, 2025	Syed Shehryar Ali Chief Executive Officer	Mansoor Murad Chief Group Financial Officer	Syed Shahid Ali Director	Ms. Sidra Fatima Sheikh Director

INVESTORS INFORMATION

PATTERN OF SHAREHOLDING

Shareholdings			
Number of Shareholders	From	To	Total Shares Held
104	1	100	2,000
173	101	500	42,293
42	501	1,000	30,098
122	1,001	5,000	291,775
18	5,001	10,000	122,825
6	10,001	15,000	72,031
3	15,001	20,000	51,069
4	20,001	25,000	90,758
4	25,001	30,000	106,381
3	30,001	35,000	95,958
1	35,001	40,000	39,536
1	55,001	60,000	55,342
1	65,001	70,000	65,962
1	120,001	125,000	122,447
1	135,001	140,000	137,249
1	165,001	170,000	166,691
1	4,335,001	4,340,000	4,336,754
1	189,770,001	189,775,000	189,770,825
487			195,599,994

Categories of Shareholders	Number of Shares held	Percentage
Directors, Chief Executive Officer, and their spouse and minor children	4,747	0.0024%
Associated Companies, undertakings and related parties. (Parent Company)	194,274,270	99.3222%
NIT and ICP	0	0.0000%
Banks Development Financial Institutions, Non Banking Financial Institutions.	0	0.0000%
Insurance Companies	0	0.0000%
Modarabas and Mutual Funds	0	0.0000%
Shareholders holding 10% or more	189,937,516	97.1051%
General Public		
a) Local	1,248,330	0.6382%
b) Foreign	0	0.0000%
Others (to be specified) – Joint Stock Companies	72,647	0.0371%

Sr. No.	Name	Number of Shares held	Percentage
---------	------	-----------------------	------------

Associated Companies, Undertakings and Related Parties (Name Wise Detail):

1	TREET CORPORATION LIMITED (CDC)	189,937,516	97.1051
2	TREET HOLDINGS LIMITED (CDC)	4,336,754	2.2172

Mutual Funds (Name Wise Detail)

- -

Directors and their Spouse and Minor Children (Name Wise Detail):

1	SYED SHEHARYAR ALI (CDC)	4,747	0.0024
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Executives:

- -

Public Sector Companies & Corporations:

- -

Banks, Development Finance Institutions, Non Banking Finance

- 0.0000

Companies, Insurance Companies, Takaful, Modarabas and Pension Funds:**Shareholders holding five percent or more voting interest in the listed company (Name Wise Detail)**

1	TREET CORPORATION LIMITED (CDC)	189,937,516	97.1051
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Key Operating and Financial Results

Rs. In Millions	2025	2024	2023	2022	2021	2020
		Restated	Restated			
Sales	3,793	4,148	3,911	7,678	6,095	4,478
Gross Profit	344	375	303	285	-90	-772
Profit before Taxation	186	283	202	-519	-536	-2,984
Profit after Taxation	117	271	165	-542	-617	-2,985
Certificateholders Equity	2,991	2,873	2,602	4,372	4,913	-2,367
Fixed Assets - Net	260	272	234	8,394	8,601	7,058
Total Assets	3,694	3,409	3,246	11,579	12,000	10,191
Total Liabilities	703	535	645	7,207	7,086	12,558
Current Assets	3,413	3,107	2,991	3,126	3,292	3,012
Current Liabilities	703	535	624	6,874	6,660	12,494
Dividend Declared	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Certificates Outstanding	196	884	884	700	196	196

Important Ratios	2025	2024	2023	2022	2021	2020
Profitability						
Gross Profit / Loss	9.07%	9.03%	7.75%	3.71%	-1.48%	-17.25%
Profit / Loss before Tax	4.90%	6.83%	5.15%	-6.76%	-8.79%	-66.63%
Profit / Loss after Tax	3.10%	6.54%	4.22%	-7.06%	-10.13%	-66.66%
Return to Equity						
Return on Equity before Tax	6.21%	9.87%	7.75%	-11.87%	-10.90%	126.06%
Return on Equity after Tax	3.93%	9.45%	6.35%	-12.39%	-12.57%	126.11%
Earning / (Loss) per Certificate	0.14	0.31	0.19	-0.77	-3.16	-15.26
Liquidity/ Leverage						
Current Ratio	4.85	5.80	4.79	0.45	0.49	0.24
Break-up Value per Certificate	15.29	3.25	2.94	6.25	25.12	-12.10
Total Liabilities to Equity	0.24	0.19	0.25	1.65	1.44	-5.31

% Change	2025	2024	2023	2022	2021	2020
Sales	-8.55%	6.06%	-49.06%	25.98%	36.11%	-3.78%
Gross Profit / Loss	-8.22%	23.59%	6.50%	415.85%	88.33%	-19.13%
Profit / Loss before Taxation	-34.49%	40.64%	138.85%	3.16%	82.04%	24.74%
Profit / Loss after Taxation	-56.73%	-64.34%	-130.49%	-12.26%	79.31%	24.79%
Certificateholder's Equity + Revaluation Surplus	4.09%	10.43%	-40.49%	-11.03%	-307.60%	-482.97%
Fixed Assets - Net	-4.39%	16.56%	-97.22%	-2.40%	21.86%	-2.76%
Total Assets	8.37%	5.00%	-71.96%	-3.51%	17.75%	-13.27%
Total Liabilities	31.32%	-16.94%	-91.06%	1.71%	-43.57%	12.80%
Current Assets	9.85%	3.88%	-4.33%	-5.03%	9.30%	-32.81%
Current Liabilities	31.32%	-14.23%	-90.92%	3.22%	-46.69%	12.32%
Dividend.						
Certificates Outstanding	-77.86%	0.00%	26.23%	257.87%	0.00%	0.00%

Notice of 19th Annual Review Meeting

Notice is hereby given that 19th Annual Review Meeting of Certificate Holders of First Treet Manufacturing Modaraba ("FTMM") will be held on Monday October 27, 2025 at 10:00 A.M. at Ali Auditorium, Ferozepur Road Shahrah-E-Roomi, Lahore to transact the following business: -

ORDINARY BUSINESS:

1. To confirm the Minutes of last Annual Review Meeting held on October 28, 2024.
2. To receive, consider and adopt the Annual Audited Financial Statements of FTMM for the Year Ended June 30, 2025, together with the Directors' and Auditors' Reports thereon.
3. To appoint External Auditors of FTMM for the financial year ending June 30, 2026 and to fix their remuneration. The Board of Directors have recommended the appointment of M/s BDO Ebrahim & Co. – Chartered Accountants, as External Auditors in place of the retiring auditors, M/s Rahman Sarfaraz Rahim Iqbal Rafiq & Co. – Chartered Accountants.

SPECIAL BUSINESS:

4. To ratify and approve arm's length transactions carried out with associated companies/ undertakings in the normal course of business in accordance with Section 208 of the Companies Act, 2017, by passing the following special resolution with or without modifications:

RESOLVED THAT, the related party transactions carried out in the normal course of business with associated companies/undertakings as disclosed in respective notes to the Audited Financial Statements for the financial year ended June 30, 2025 be and are hereby ratified, approved and confirmed;

FURTHER RESOLVED THAT, the Chief Executive Officer of FTMM be and is hereby authorized to approve all related party transactions carried out in the normal course of business with associated companies/ undertakings during the year ended June 30, 2025, and in this regard, the Chief Executive Officer be and is hereby also authorized to take any and all necessary actions and sign/execute any and all documents/ indentures as may be required on behalf of FTMM.

5. **To authorize the Board of Directors of FTMM to approve transactions with related parties for the financial year ending June 30, 2026 by passing the following special resolution with or without modifications:**

RESOLVED THAT, the Board of FTMM be and is hereby authorized to approve the transactions to be conducted with related parties on case-to-case basis for the financial year ending June 30, 2026.

FURTHER RESOLVED THAT, these transactions as approved by the Board shall be deemed to have been approved by the shareholders and shall be placed before the shareholders in the next Annual Review Meeting for their formal ratification/ approval.

6. **To consider any other business with the permission of the Chair.**

By order of the Board



(Zunaira Dar)

Company Secretary

LAHORE:

October 06, 2025

Notice of 19th Annual Review Meeting

Notes:

1. Closure of Share Transfer Books

The Certificate Transfer Books will remain closed from October 21, 2025 to October 27, 2025 (both days inclusive) for the purpose of determination of names of the certificate holders for attendance of Annual Review Meeting ("**ARM**"). The Certificate Holders whose names appear on the Register of Certificate Holders of FTMM as on October 20, 2025 will be eligible to attend the ARM. Transfers received in order at the office of the Modaraba's share registrar M/s Corplink (Private) Limited, Wings Arcade, 1-K, Commercial Model Town, Lahore at the close of business on October 20, 2025 will be treated in time for attending the ARM.

2. Appointment of Proxies

All members entitled to attend and vote at this Meeting may appoint another person as his/her proxy to attend and vote for him / her. Proxies in order to be effective must be received at the Registered Office of FTMM not less than 48 hours before the time of holding the ARM. CDC Accounts Holders will further have to follow the guidelines as laid down in Circular 1 dated January 26, 2000 issued by the Securities & Exchange Commission of Pakistan. Proxy form is available at FTMM website i.e: <https://ftmm.com.pk/investor-information/form-of-proxy/>

Requirement for Appointing Proxies

- (a) In case of individuals, the account holder or sub-account holder and/or the person whose securities are in group account and their registration details are uploaded as per the CDC Regulations, shall submit the proxy form as per the above requirement.
- (b) The proxy form shall be witnessed by two persons whose names, addresses and CNIC numbers shall be mentioned on the form.
- (c) Attested copies of the CNIC or passport of the beneficial owners and the proxy shall be furnished with the proxy form.
- (d) The proxy shall produce his/her original CNIC or original passport at the time of AGM.
- (e) In case of corporate entities, board of directors' resolution/power of attorney with specimen signature of the nominee shall be submitted (unless provided earlier) along with the proxy form to FTMM.
- (f) The Form of Proxy is enclosed herewith.

3. For attending the ARM

- (a) In case of individuals, the account holder or sub-account holder and/or the person whose securities are in group account and their registration detail is uploaded as per the Regulations, shall authenticate their identity by showing his/her original Computerized National Identity Card ("CNIC") or original passport at the time of attending the ARM.
- (b) In case of corporate entity, Board of Director' resolution/power of attorney with specimen signature of the nominee shall be produced (unless provided earlier) at the time of the ARM.

Notice of 19th Annual Review Meeting

4. Participation via Video Link

In the light of relevant guidelines issued by the Securities and Exchange Commission of Pakistan (SECP) from time to time, including vide letter No. SMD/SE/2/(20)/2021/117 dated December 15, 2021, members are encouraged to participate in the ARM through electronic facility organized by FTMM.

In order to attend the Meeting through electronic means the members are hereby requested to get themselves registered by sending their particulars at the designated email address corporate@treecorp.com giving particulars as per below table not later than 48 hours before the commencement of the meeting, by providing the following details:

Name of certificate holder / proxy holder	CNIC No. / NTN No.	Folio No. / CDC Account No.	*Mobile No.	*Email address

*Certificate holders are requested to provide their active mobile numbers and email address to ensure timely communication.

The login facility will be opened thirty minutes before the meeting time to enable the participants to join the meeting after identification process. Registered members / proxies will be able to login and participate in the Meeting proceedings through their devices after completing all the formalities required for the identification and verification of the certificate holders.

5. Updation of Shareholder Addresses/Other Particulars:

Members holding certificates in physical form are requested to promptly notify Shares Registrar of FTMM of any change in their addresses. Shareholders maintaining their shares in electronic form should have their address updated with their participant or CDC Investor Accounts Service. Further, to comply with requirements of section 119 of the Companies Act, 2017, all CDC and non-CDC shareholders are requested to have their email address and cell phone numbers incorporated / updated in their physical folio or CDC account.

6. E-Voting & Postal Ballot

The members are hereby notified that pursuant to Companies (Postal Ballot) Regulations, 2018 amended through Notification vide SRO 2192(1)/2022 date December 05, 2022 issued by the SECP. The SECP has directed all listed companies to provide the right to vote through electronic voting facility and voting by post to the members on all businesses classified as special business. Accordingly, members of the Company will be allowed to exercise their right to vote through e-voting facility or voting by post in its forthcoming Annual Review Meeting to be held on Monday, October 27, 2025 at 10:00 A.M. in accordance with the conditions mentioned in the aforesaid regulations. The Company shall provide its members with the following options for voting:

- i. E-voting Procedure
 - a. Details of the e-voting facility will be shared through an e-mail with those members of FTMM who have their valid CNIC numbers, cell numbers, and e-mail addresses available in the register of members of FTMM within due course.
 - b. The web address, login details, will be communicated to members via email.
 - c. Identity of the members intending to cast vote through e-Voting shall be authenticated through electronic signature or authentication for login.
 - d. E-Voting lines will start from October 24, 2025, 09:00 a.m. and shall close on October 26, 2025 at 5:00 p.m. Members can cast their votes any time in this period. Once the vote is cast by a member, he / she shall not be allowed to change it subsequently.

Notice of 19th Annual Review Meeting

ii. Postal Ballot

For Voting through Postal Ballot Members may exercise their right to vote as per provisions of the Companies (Postal Ballot) Regulations, 2018. Further details in this regard will be communicated to the certificate holders within legal time frame as stipulated under these said Regulations, if required.

The members shall ensure that duly filled and signed ballot paper along with copy of Computerized National Identity Card (CNIC) should reach the Chairman of the meeting through post on FTMM's Registered Office at 72-B, Quaid-e-Azam Industrial Estate, Lahore, or email at corporate@treetcorp.com one working day before the Annual Review Meeting i.e. on October 24, 2025, during working hours. The signature on the ballot paper shall match with the signature on CNIC. Ballot paper for voting through post is attached herewith.

7. Updation of Email/Cell Numbers/IBAN:

To comply with requirement of Section 119 of the Companies Act, 2017 and Regulation 19 of the Companies (General Provision and Forms) Regulations, 2018, all CDC and physical shareholders are requested to provide their email address, cell phone number and IBAN incorporated/updated in their physical folio or CDC account.

8. Consent for Video Link Facility

In terms of SECP's Circular No. 10 of 2014 dated May 21, 2014 read with the provisions contained under section 134(1)(b) of the Act, if the Company receives request / demand from members holding in aggregate 10% or more shareholding residing at a geographical location, to participate in the meeting through video conference at least 10 days prior to the date of ARM, FTMM will arrange video conference facility in that city, subject to availability of such facility in that city. Members are requested to timely notify any change in their addresses.

In this regard, please fill the following form and submit to FTMM at its registered address 10 days before date of ARM. After receiving the request / demand of members having 10% or more shareholding in aggregate, FTMM will intimate members regarding venue of video conference facility at least five (5) days before the date of ARM along with complete information necessary to enable them to access such facility.

REQUEST FOR VIDEO CONFERENCE FACILITY

I / We / Messrs. _____ of _____ being
Member(s) of First Treet Manufacturing Modaraba, holder of _____ ordinary
certificate(s) as per Folio # _____ and / or CDC Participant ID & Sub- Account No.
_____, hereby, opt for video conference facility at _____
_____.

9. Access to Financial Statements:

In accordance with Section 223(6) of the Companies Act, 2017 read with SECP's S.R.O.389(1)/2023 dated March 21, 2023 FTMM's Annual Audited Financial Statements for the year ended June 30, 2025, along with the Director's and Auditor's Reports, are available on FTMM website at the following link:

<https://ftmm.com.pk/investor-information/financial-reports-ftmm/>

Alternatively, shareholders can access the financial statements by scanning the QR code below:



Notice of 19th Annual Review Meeting

10. Conversion of Physical Shares into CDC Account

The Securities and Exchange Commission of Pakistan has issued a letter No. CSD/ED/Misc./2016-639-640 dated March 26, 2021 addressed to all listed companies drawing attention towards the provision of Section 72 of the Companies Act, 2017 (Act) which requires all companies to replace shares issued by them in physical form with shares to be issued in the Book-Entry-form within a period not exceeding four years from the date of the promulgation of the Act, in 2017.

In order to ensure full compliance with the provisions of the aforesaid Section 72 and to benefit from the facility of holding shares in the Book-Entry-Form, the certificate holders who still hold shares in physical form are requested to convert their shares in the Book-Entry -Form.

11. Prohibition on grant of gifts to Certificate Holders

The Securities and Exchange Commission of Pakistan (the "SECP"), through its Circular 2 of 2018, dated February 9, 2018, has strictly prohibited companies from providing gifts or incentives, in lieu of gifts (tokens/coupons/lunches/takeaway packages) in any form or manner, to certificate holders at or in connection with general meetings. Under Section 185 of the Act, any violation of this directive is considered an offense, and companies failing to comply may face penalties.

12. Unclaimed Dividend

As per the provision of section 244 of the Act, any shares issued, or dividend declared by FTMM which have remained unclaimed / unpaid for a period of three years from the date on which it was due and payable are required to be deposited with SECP for the credit of Federal Government after issuance of notices to the certificate holders to file their claim. The details of the shares issued, and dividend declared by FTMM which have remained due for more than three years were sent to certificate holders. Certificate holders are requested to ensure that their claims for unclaimed dividend and shares are lodged promptly. In case, no claim is lodged with FTMM in the given time, FTMM shall, after giving notice in the newspaper, proceed to deposit the unclaimed / unpaid amount and shares with the Federal Government pursuant to the provision of Section 244(2) of the Act.

The Form of Proxy and Ballot paper are being sent to the members along with notice and also placed on FTMM website i.e. <https://ftmm.com.pk/>.

Notice of 19th Annual Review Meeting

STATEMENTS OF MATERIAL FACTS UNDER MODARABA REGULATIONS, 2021, READ WITH SECTION 134(3) OF THE COMPANIES ACT, 2017 RELATING TO THE SPECIAL BUSINESS TO BE TRANSACTED AT THE ANNUAL REVIEW MEETING.

This statement sets out material facts pertaining to the “Special Business” to be transacted at the Annual Review meeting (“**ARM**”) of certificate holders of First Treet Manufacturing Modaraba (“**FTMM**”) to be held on Monday October 27, 2025 at 10:00 A.M. at, Ali Auditorium, Ferozepur Road Shahrah-E-Roomi, Lahore. The approval of the certificate holders of FTMM, shall be sought for:

1. Agenda Item No. 4 – To ratify and approve arm’s length transactions carried out with associated companies/ undertakings in the normal course of business in accordance with Section 208 of the Companies Act, 2017:

FTMM carried out transactions with its related parties during the Financial Year ended on June 30, 2025, on an arm’s length basis as per the approved policy in the normal course of business. All transactions entered into with related parties have to be duly recommended by the Audit Committee and approved by the Board of Directors on a quarterly basis pursuant to Regulation 15 of the Listed Companies (Code of Corporate Governance) Regulations, 2019.

A few of FTMM Directors were interested in certain transactions with related parties due to their common directorship in associated/subsidiary companies. During the previous Annual Review Meeting of the FTMM, shareholders had authorized the Board of Directors to approve the transactions with related parties from time-to-time on case-to-case basis for the Financial Year ended on June 30, 2025, and such transactions shall be placed before the shareholders in the upcoming Annual Review Meeting for their formal approval/ratifications.

In view of the above, transactions conducted with related parties as shown in the notes to FTMM Financial Statements for the Financial Year ended June 30, 2025, are being placed before the shareholders for their consideration and approval/ratification.

2. Agenda Item No. 5 – To authorize the Board of Directors of FTMM to approve transactions with related parties for the financial year ending June 30, 2026:

FTMM shall be conducting transactions with its related parties during the Financial Year ending on June 30, 2026, on an arm’s length basis as per the approved policy in the normal course of business. A few of FTMM Directors may be interested in these transactions due to their common directorship in the associated/subsidiary companies. To promote transparent business practices, transactions entered into by FTMM with its related parties from time-to-time on case-to-case basis during the Financial Year ending on June 30, 2026, as authorized by the Board of Directors shall be deemed to be approved by the shareholders of FTMM and these transactions shall be placed before the shareholders in the next Annual Review Meeting of FTMM for their formal ratification/approval.

میں شیئر ہولڈرز نے 30 جون 2025ء کو اختتام پذیر سال کے لئے بورڈ آف ڈائریکٹرز کو متعلقہ فریقین کے ساتھ ہمہ وقت اور معاملے کے لحاظ سے لین دین کا مجاز ٹھہرایا۔ ایسی ٹرانزیکشنز کو اس سالانہ جائزہ اجلاس میں باقاعدہ منظوری/توثیق کے لئے پیش کیا جائے گا۔

مذکورہ بالا کی روشنی میں 30 جون 2025ء کو اختتام پذیر سال کے لئے FTMM کی مالیاتی اسٹیٹمنٹس کے نوٹس میں درج متعلقہ فریقین سے کی جانے والی ٹرانزیکشنز کو غور اور منظوری/توثیق کے لئے شیئر ہولڈرز کے سامنے رکھا جا رہا ہے۔

ایجنڈا آئٹم نمبر 5- FTMM کے بورڈ آف ڈائریکٹرز کو 30 جون 2026ء کو اختتام پذیر مالیاتی سال کے لئے متعلقہ فریقین کے ساتھ ٹرانزیکشنز کی منظوری دینا:

عمومی کاروبار کے دوران 30 جون 2026ء کو اختتام پذیر مالیاتی سال کے دوران منظور شدہ پالیسی کے تحت آرمز لینتھ کی بنیاد پر متعلقہ فریقین کے ساتھ لین دین عمل میں لایا جائے گا۔ ایسوی ایچ/ذیلی کمپنیوں میں مشترکہ ڈائریکٹر شپ کے باعث FTMM کے چند ڈائریکٹرز متعلقہ فریقین کے ساتھ مختلف ٹرانزیکشنز میں شامل ہو سکتے ہیں۔ شفاف کاروباری عمل کے فروغ کے لئے، 30 جون 2026ء کو اختتام پذیر مالیاتی سال کے دوران بورڈ آف ڈائریکٹرز کی منظوری سے معاملہ کے مطابق متعلقہ فریقین کے ساتھ FTMM کی ہمہ وقت کی جانے والی ٹرانزیکشنز کو FTMM کے شمولیت ہولڈرز کی جانب سے منظوری شائع کیا جائے گا اور ایسی ٹرانزیکشنز کو اگلے سالانہ جائزہ اجلاس میں باقاعدہ منظوری/توثیق کے لئے پیش کیا جائے گا۔

9. مالیاتی اسٹیٹمنٹس تک رسائی

کمپنیز ایکٹ 2017 کے سیکشن 223(6) اور SECP کے S.R.O. 389(1)/2023 مؤرخہ 21 مارچ 2023ء کے مطابق 30 جون 2025ء کو اختتام پذیر سال کے لئے FTMM کی سالانہ پڑتال شدہ مالیاتی اسٹیٹمنٹس بمعہ ڈائریکٹرز اور آڈیٹرز رپورٹ FTMM کی ویب سائٹ کے مندرجہ ذیل لنک پر دستیاب ہیں

<https://ftmm.com.pk/investor-information/financial-reports/>

اس کے برعکس اراکین مندرجہ ذیل QR کوڈ سکین کر کے مالیاتی اسٹیٹمنٹس تک رسائی حاصل کر سکتے ہیں۔



<https://tinyurl.com/2ctjmnjo>

10. فزیکل شیئرز کی CDC کاؤنٹ میں تبدیلی

سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان نے تمام لسٹڈ کمپنیوں کو کمپنیز ایکٹ 2017ء کے سیکشن 72 کی جانب توجہ دلانے کے لئے ایک خط نمبر CSD/ED/Misc./2016-639-640 مؤرخہ 26 مارچ 2021ء جاری کیا ہے جس کے مطابق تمام کمپنیوں کو فزیکل فارم میں اپنے جاری کردہ حصص قانون کے 2017ء میں تاریخ اطلاق سے عرصہ چار سال کے اندر تک انٹری فارم میں تبدیل کرنا ہوں گے۔

مذکورہ بالا سیکشن 72 کی مکمل تعمیل کو یقینی بنانے اور تک انٹری فارم میں حصص رکھنے کی سہولت سے فائدہ اٹھانے کے لئے سرٹیفکیٹ ہولڈرز سے التماس ہے کہ وہ فزیکل فارم میں اپنے شیئرز کو تک انٹری فارم میں تبدیل کرائیں۔

11. شیئرز ہولڈرز کو تحائف دینے پر پابندی

سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان ("SECP") نے بذریعہ سرکلر 2/2018 مؤرخہ 9 فروری 2018ء کے ذریعے اجلاس کے موقع پر سرٹیفکیٹ ہولڈرز کو کسی بھی انداز میں تحائف یا مراعات (ٹوکن/کوچنر/ضیافتیں/ٹیک اوے پیکیج) دینے سے کمپنیوں کو سختی سے منع کیا ہے۔ ایکٹ کے سیکشن 185 کے تحت ان ہدایات کی خلاف ورزی کو ایک جرم سمجھا جائے گا اور تعمیل میں ناکامی کی صورت میں کمپنیوں کو جرمانہ ہو سکتا ہے۔

12. لادعوئی منافع منقسمہ

ایکٹ کے سیکشن 244 کے مطابق دعویٰ جمع کرانے کے لئے شیئرز ہولڈرز کو جاری نوٹس کے بعد مقررہ اور ادائیگی کی تاریخ سے عرصہ تین برس تک کمپنی کے لادعوئی منافع منقسمہ کو وفاقی حکومت کے کریڈٹ کے لئے SECP میں جمع کرنا ضروری ہے۔ عرصہ تین سال سے زائد واجب الادا کمپنی کے جاری کردہ حصص اور اعلان کردہ منافع منقسمہ کی تفصیلات شیئرز ہولڈرز کی بھیجی گئیں۔ شیئرز ہولڈرز سے التماس ہے کہ وہ لادعوئی منافع منقسمہ اور حصص کافی الفور دعویٰ دائر کریں۔ اگر مقررہ مدت میں کمپنی کو کوئی درخواست نہیں ملتی تو کمپنی ایکٹ کے سیکشن 244(2) کی پیروی میں اخبار میں اشتہار دے کر لادعوئی/غیر ادا شدہ رقم اور حصص سرکاری خزانے میں جمع کرا دے گی۔

پراسی فارم لف ہذا ہے جو FTMM کی ویب سائٹ <https://ftmm.com.pk> پر بھی موجود ہے۔

سالانہ جائزہ اجلاس میں زیر غور لائے جانے والے خصوصی امور کی بابت مضاربہ ضوابط 2021ء کو کمپنیز ایکٹ 2017 کے سیکشن 134(3) کے تحت مادی حقائق کا اعلامیہ یہ اعلامیہ بروز پیر مؤرخہ 27 اکتوبر 2025ء کو صبح 10:00 بجے علی آڈیٹوریم فیروز پور روڈ، شاہراہ رومی، لاہور میں منعقد ہونے والے فرسٹ ٹریٹ میٹون فیکچرنگ مضاربہ ("FTMM") کے سرٹیفکیٹ ہولڈرز کے سالانہ جائزہ اجلاس ("ARM") میں زیر غور لائے جانے والے "خصوصی امور" کی بابت ہے۔

ایجنڈا آئٹم نمبر 4- عمومی کاروباری امور کے دوران کمپنیز ایکٹ 2017ء کے سیکشن 208 کے تحت ایسوسی ایٹڈ کمپنیوں/انڈر ٹیکنگ کے ساتھ کی جانے والی آرمز لینتھ ٹرانزیکشنز کی توثیق و منظوری دینا:

FTMM نے عمومی کاروباری امور کے دوران منظور شدہ پالیسی کے تحت 30 جون 2025ء کو اختتام پذیر مالیاتی سال کے دوران متعلقہ فریقین کے ساتھ آرمز لینتھ کی بنیاد پر ٹرانزیکشنز کیس متعلقہ فریقین کے ساتھ کی جانے والی تمام ٹرانزیکشنز کی لسٹڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ضوابط 2019ء کے تحت آڈٹ کمیٹی سے باقاعدہ اجازت اور بورڈ آف ڈائریکٹرز کی منظوری ضروری ہے۔

ایسوسی ایٹڈ/ذیلی کمپنیوں میں مشترکہ ڈائریکٹر شپ کے باعث FTMM کے چند ڈائریکٹرز متعلقہ فریقین کے ساتھ مختلف ٹرانزیکشنز میں شامل تھے۔ FTMM کے سابقہ سالانہ جائزہ اجلاس

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ای ووٹنگ اور بیلٹ پیپر

اراکین کو یہاں اطلاع دی جاتی ہے کہ کمپنیز (پوسٹل بیلٹ) ضوابط 2018ء ترمیمی کی روشنی میں اراکین کو بذریعہ SRO 2192(1)/2022 مؤرخہ 05 دسمبر 2022ء جاری کردہ SECP کی پیروی میں SECP نے خصوصی امور پر بذریعہ الیکٹرونک ووٹنگ سہولت اور ووٹنگ بذریعہ ڈاک کا حق دینے کے لئے تمام لسٹڈ کمپنیوں کو ہدایت کی ہے۔ اسی طرح سے مضاربہ اراکین کو اجازت ہوگی کہ وہ مذکورہ بالا ضوابط میں درج شرائط کے مطابق 27 اکتوبر 2025ء بروز پیر بوقت 10:00 بجے صبح منعقد ہونے والے سالانہ جائزہ اجلاس میں اپنا حق رائے دہی ای ووٹنگ سہولت یا بذریعہ ڈاک استعمال کر سکیں۔ مضاربہ اپنے اراکین کو ووٹنگ کے لئے مندرجہ ذیل آپشنز فراہم کرے گا:

i. ای ووٹنگ طریقہ کار

- ای ووٹنگ سہولت کی تفصیلات بذریعہ ای میل ان اراکین کو شیئر کی جائیں گی جن کے کارآمد شناختی کارڈ نمبر، موبائل نمبر اور ای میل ایڈریس مضاربہ اراکین کے رجسٹر میں مقررہ مدت کے دوران موجود ہوں۔
- ویب ایڈریس، لاگ ان تفصیلات سے متعلق اراکین کو بذریعہ ای میل آگاہ کیا جائے گا۔
- ای ووٹنگ کے ذریعے ووٹ کا سٹ کرنے کے خواہشمند اراکین کی شناخت بذریعہ برقی دستخط یا لاگ ان توثیق کی جائے گی۔
- ای ووٹنگ 24 اکتوبر 2025ء کو صبح 09:00 بجے شروع ہو کر 26 اکتوبر 2025ء کو شام 05:00 بجے ختم ہو جائے گی۔ اراکین اس دورانیہ میں اپنا ووٹ کا سٹ کر سکتے ہیں۔ ایک مرتبہ ووٹ کا سٹ کرنے کے بعد اراکین کو اپنا ووٹ بدلنے کی اجازت نہ ہوگی۔

ii. پوسٹل بیلٹ

پوسٹل بیلٹ کے ذریعے ووٹنگ کے لئے اراکین اپنا حق رائے دہی کمپنیز (پوسٹل بیلٹ) ضوابط 2018ء کے تحت استعمال کر سکتے ہیں۔ اس بابت مزید تفصیلات سے متعلق مذکورہ ضوابط میں درج مقررہ وقت کے دوران سرٹیفکیٹ ہولڈرز کو حسب ضرورت آگاہ کیا جائے گا۔ اراکین یقینی بنائیں گے کہ باقاعدہ اور دستخط شدہ بیلٹ پیپر بمعہ نقل شناختی کارڈ اجلاس کے چیئرمین کو بذریعہ ڈاک FTMM کے رجسٹرڈ آفس واقع 72-B، قائد اعظم انڈسٹریل اسٹیٹ لاہور یا بذریعہ ای میل corporate@treetcorp.com سالانہ جائزہ اجلاس کے انعقاد سے ایک کاروباری دن قبل یعنی 24 اکتوبر 2025ء کو کام کے اوقات کار میں پہنچ جائے۔ بیلٹ پیپر کے دستخط شناختی کارڈ پر موجود دستخط کے مطابق ہونے چاہئیں۔ بذریعہ ڈاک ووٹنگ کا بیلٹ پیپر لف ہڈا ہے۔

.7

ووڈ یوٹنگ سہولت کا اقرار نامہ

SECP کے سرکرہ نمبر 10 بابت 2014ء مؤرخہ 21 مئی 2014ء اور ایکٹ کے سیکشن (b)(1) 134 میں موجود قواعد کی روشنی میں اگر مضاربہ 10% یا زائد سرٹیفکیٹ ہولڈنگ رکھنے اور جغرافیائی مقام پر مقیم اراکین سے اجلاس کے انعقاد سے کم از کم 10 یوم قبل ووڈ یوٹنگ فرانس کے ذریعے اجلاس میں شرکت کی درخواست کریں تو مضاربہ مذکورہ شہر میں ووڈ یوٹنگ فرانس کی سہولت کا انتظام کرے گا جو اس شہر میں ایسی سہولت کی دستیابی سے مشروط ہوگی۔ اراکین سے التماس ہے کہ وہ اپنے پتے میں تبدیلی کی بابت بروقت اطلاع دیں۔

اس بابت براہ کرم مندرجہ ذیل فارم پر کر کے ARM کے انعقاد سے 10 یوم قبل مضاربہ کے رجسٹرڈ پتے پر جمع کرانیں۔ 10% یا زائد کی مجموعی سرٹیفکیٹ ہولڈنگ رکھنے والے اراکین کی درخواست/مطالبہ موصول ہونے پر کمپنی AGM کی تاریخ سے پانچ (05) یوم قبل ووڈ یوٹنگ فرانس سہولت کے مرکز اور اس سہولت تک رسائی کے لئے تمام تر ضروری معلومات سے متعلق اراکین کو اطلاع کرے گی۔

ووڈ یوٹنگ فرانس سہولت کے لئے درخواست

میں / ہم سکنتہ بطور رکن فرسٹ ٹریٹ مینوفیکچرنگ مضاربہ رجسٹرڈ فلیو نمبر اور/یا CDC شراکت آئی ڈی/ذیلی اکاؤنٹ نمبر کے تحت سرٹیفکیٹس کا مالک ہونے پر یہاں باضابطہ طور پر میں ووڈ یوٹنگ فرانس سہولت کا انتخاب کرتا ہوں/کرتے ہیں۔

ای میل، موبائل نمبر، IBAN کی تجدید

.8

کمپنیز ایکٹ 2017ء کے سیکشن 119 اور کمپنیز (جنرل پروویژن اینڈ فارمز) ضوابط 2018ء کے قاعدہ 19 کے تقاضوں کی تعمیل میں تمام CDC اور فزیکل سرٹیفکیٹ ہولڈرز سے التماس ہے کہ وہ اپنے ای میل ایڈریس، موبائل فون نمبر اور IBAN کا اندراج/تجدید اپنے فزیکل فلیو یا CDC اکاؤنٹ میں کرائیں۔

اجلاس کے انعقاد سے کم از کم اڑتالیس (48) گھنٹے پہلے پراسسز FTMM کے رجسٹرڈ آفس میں پہنچ جانی چاہئیں۔ CDC اکاؤنٹ ہولڈرز کو سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے جاری کردہ سرکلر 1 مؤرخہ 26 جنوری، 2000ء میں درج ہدایات پر بھی عمل کرنا ہوگا۔ پراسسز فارم FTMM کی ویب سائٹ <https://ftmm.com.pk/investor-information/form-of-proxy/> پر بھی دستیاب ہے۔

پراسسز کی تقرری کے تقاضے

- فرد واحد کی صورت میں، اکاؤنٹ ہولڈرز اور/یا ذیلی اکاؤنٹ ہولڈرز جو سکیورٹیز گروپ اکاؤنٹ میں موجود ہوں اور ان کی تفصیلات CDC ضوابط کے تحت شائع کی گئی ہوں، کو مذکورہ بالا تقاضے کے مطابق پراسسز فارم جمع کرانا ہوگا۔
- پراسسز فارم کی گواہی دو افراد دیں گے جن کے نام، پتے اور شناختی کارڈ نمبر پراسسز فارم پر درج ہوں گے۔
- مستفید ہونے والے مالک اور پراسسز ہولڈر کے شناختی کارڈ یا پاسپورٹ کی مصدقہ نقول پراسسز فارم کے ساتھ لف کی جائے گی۔
- اجلاس کے موقع پر پراسسز اپنا اصلی شناختی کارڈ یا پاسپورٹ پیش کرے گا/گی۔
- کارپوریٹ اداروں کی صورت میں، بورڈ آف ڈائریکٹرز کی قرارداد/مختار نامہ، مجاز شخص کے نمونہ دستخط (اگر پہلے سے فراہم نہیں کیا گیا تو) پراسسز فارم کے ساتھ کمپنی کو جمع کرایا جائے گا۔
- پراسسز فارم لف ہذا ہے۔

3. ARM میں شرکت کے لئے

- فرد واحد کی صورت میں، اکاؤنٹ ہولڈرز یا ذیلی اکاؤنٹ ہولڈرز اور/یا ایسے افراد جن کی سکیورٹیز CDC ذیلی اکاؤنٹ یا انویسٹر اکاؤنٹ میں موجود ہوں کو اجلاس میں شرکت کے وقت اپنا اصلی شناختی کارڈ یا اصلی پاسپورٹ پیش کر کے اپنی شناخت ثابت کرنا ہوگی۔
- کاروباری ادارے کی صورت میں بورڈ آف ڈائریکٹرز کی قرارداد/مختار نامہ، مجاز فرد کے نمونہ دستخط اجلاس کے موقع پر پیش کرنا ہوگا (اگر پہلے فراہم نہ کیا گیا ہو)۔

4. بذریعہ وڈیولنک شرکت

سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) کی جاری کردہ متعلقہ ہدایات بشمول نمبر 117/2021/SE/20/2021 مؤرخہ 15 دسمبر 2021ء میں درج متعلقہ ہدایات کی روشنی میں اراکین کو FTMM کے زیر انتظام برقی سہولت کے ذریعے سالانہ اجلاس عام میں شرکت کی حوصلہ افزائی کی جاتی ہے۔

بذریعہ برقی وسائل اجلاس میں شرکت کرنے کے لئے اراکین سے التماس ہے کہ وہ مندرجہ ذیل جدول کے مطابق اجلاس کے انعقاد سے کم از کم 48 گھنٹے قبل مقررہ ای میل ایڈریس corporate@treetcorp.com پر اپنی تفصیلات ارسال کریں۔

نام سرٹیفکیٹ ہولڈر/پراسسز ہولڈر	شناختی کارڈ/NTN نمبر	فولیو/CDC اکاؤنٹ نمبر	موبائل نمبر*	ای میل ایڈریس*

* بروقت رابطہ کے لئے اراکین سے التماس ہے کہ وہ اپنے فعال موبائل نمبر اور ای میل ایڈریس فراہم کریں۔

شناختی عمل سے گزرنے کے بعد شرکاء کو اجلاس میں شمولیت کے قابل بنانے کے لئے لاگ ان کی سہولت اجلاس کے انعقاد سے تیس منٹ قبل کھل جائے گی۔ رجسٹرڈ اراکین / پراسسز شناخت اور تصدیق کے تمام تقاضے پورے کرنے کے بعد رجسٹرڈ اراکین / سرٹیفکیٹ ہولڈرز / پراسسز اجلاس کی کارروائی میں لاگ ان کر کے شرکت کر سکیں گے۔

5. شیئر ہولڈر کے ای میل / دیگر تفصیلات کی تجدید

فزیکل فارم میں سرٹیفکیٹ رکھنے والے اراکین سے التماس ہے کہ وہ اپنے رجسٹرڈ پتوں میں تبدیلی کی صورت میں فی الفور FTMM کے شیئر رجسٹر کو آگاہ کریں۔ برقی صورت میں سرٹیفکیٹ رکھنے والے سرٹیفکیٹ ہولڈرز کو اپنے شریک یا CDC انویسٹر اکاؤنٹ سروس میں اپنے پتے کی تجدید کرانا ہوگی۔ مزید برآں کمپنیز ایکٹ 2017ء کے سیکشن 119 کے تقاضوں کی تعمیل کے لئے تمام CDC اور نان CDC سرٹیفکیٹ ہولڈرز سے التماس ہے کہ وہ اپنے فزیکل فولیو یا CDC اکاؤنٹ میں اپنے ای میل ایڈریس اور موبائل نمبروں کا اندراج/تجدید کرائیں۔

نوٹس برائے 19 واں سالانہ جائزہ اجلاس

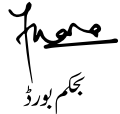
بذریعہ نوٹس ہذا مطلع کیا جاتا ہے کہ فرسٹ ٹریٹ مینوفیکچرنگ مضاربہ ("FTMM") کے سرٹیفکیٹ ہولڈرز کا 19 واں سالانہ جائزہ اجلاس مورخہ 27 اکتوبر 2025ء بروز پیر بوقت 10:00 بجے صبح علی آڈیٹوریم فیروز پور روڈ شاہراہ رومی لاہور میں مندرجہ ذیل امور پر بحث کے لئے منعقد ہوگا:

عمومی امور

1. 28 اکتوبر 2024ء کو منعقدہ سابقہ سالانہ جائزہ اجلاس کی کارروائی کی توثیق کرنا۔
2. 30 جون 2025ء کو اختتام پذیر سال کے لئے FTMM کی سالانہ پڑتال شدہ مالیاتی اسٹیٹمنٹس بمعہ آڈیٹرز اور ڈائریکٹرز رپورٹ وصول کرنا، زیر غور لانا اور اپنانا؛
3. 30 جون 2026ء کو اختتام پذیر سال کے لئے کمپنی کے بیرونی آڈیٹرز کی تقرری کرنا اور ان کا معاوضہ طے کرنا۔ بورڈ آف ڈائریکٹرز نے ریٹائر ہونے والے آڈیٹرز میسرز رحمن، سرفراز، رحیم، اقبال، رفیق اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس کی جگہ میسرز IBD Oبراہیم اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس کی تقرری کی سفارش کی ہے۔

خصوصی امور

4. مندرجہ ذیل خصوصی قرارداد کو بمعہ/علاوہ ترامیم منظور کر کے عمومی کاروباری امور کے دوران کمپنیز ایکٹ 2017ء کے سیکشن 208 کے تحت ایسوسی ایٹڈ کمپنیوں/انڈر ٹیکنگ کے ساتھ کی جانے والی آرمرلینٹھ ٹرانزیکشنز کی توثیق و منظوری دینا؛
- قرار پایا کہ عمومی کاروباری عمل کے دوران ایسوسی ایٹڈ کمپنیوں/انڈر ٹیکنگ کے ساتھ کی جانے والی متعلقہ فریقین کی ٹرانزیکشنز، جن کا ذکر 30 جون 2025ء کو اختتام پذیر مالیاتی سال کی پڑتال شدہ مالیاتی اسٹیٹمنٹس میں کیا گیا ہے، کو یہاں باضابطہ طور پر منظور کیا جاتا ہے؛
- مزید قرار پایا کہ FTMM کے چیف ایگزیکٹو آفیسر کو یہاں 30 جون 2025ء کو اختتام پذیر مالیاتی سال کے دوران عمومی کاروباری عمل میں ایسوسی ایٹڈ کمپنیوں/انڈر ٹیکنگ کے ساتھ کی جانی والی متعلقہ فریقین کی ٹرانزیکشنز منظور کرنے کے لئے مجاز ٹھہرایا جاتا ہے اور اس بابت چیف ایگزیکٹو آفیسر کو FTMM کی جانب سے درکار تمام تر دستاویزات/معاہدوں پر دستخط یا ان کے اطلاق کے لئے تمام ضروری اقدامات کرنے کا بھی مجاز ٹھہرایا جاتا ہے۔
5. مندرجہ ذیل خصوصی قرارداد کو بمعہ/علاوہ ترامیم منظور کر کے FTMM کے بورڈ آف ڈائریکٹرز کو 30 جون 2026ء کو اختتام پذیر مالیاتی سال کے لئے متعلقہ فریقین کے ساتھ ٹرانزیکشنز کی منظوری دینا؛
- قرار پایا کہ FTMM کے بورڈ کو یہاں 30 جون 2026ء کو اختتام پذیر مالیاتی سال کے لئے معاملے کی نوعیت کے اعتبار سے متعلقہ فریقین کے ساتھ لین دین کرنے کو منظور کرنے کا مجاز ٹھہرایا جاتا ہے۔
- مزید قرار پایا کہ بورڈ کی منظور شدہ یہ ٹرانزیکشنز شیئر ہولڈرز کی منظور شدہ شمار ہوں گی جنہیں باقاعدہ توثیق/منظوری کے لئے اگلے سالانہ جائزہ اجلاس میں شیئر ہولڈرز کے سامنے رکھا جائے گا۔
6. چیئرمین کی اجازت سے دیگر امور کو زیر غور لانا


بحکم بورڈ

(زیر ذمہ دار)

کمپنی سیکریٹری

لاہور: 06 اکتوبر 2025ء

مندرجات:

1. سرٹیفکیٹ ٹرانسفرنگس کی بندش
- سالانہ جائزہ اجلاس میں شرکت کے لئے سرٹیفکیٹ ہولڈرز کے ناموں کا تعین کرنے کی غرض سے سرٹیفکیٹ ٹرانسفرنگس Books مورخہ 21 اکتوبر 2025ء تا 27 اکتوبر 2025ء (بشمول دونوں ایام) بند رہیں گی۔ 20 اکتوبر 2025ء تک فرسٹ ٹریٹ مینوفیکچرنگ مضاربہ کے سرٹیفکیٹ ہولڈرز کے رجسٹر میں ظاہر ہونے والے سرٹیفکیٹ ہولڈرز سالانہ جائزہ اجلاس میں شرکت کے اہل ہوں گے۔ مضاربہ کے شیئر رجسٹرار میسرز کارپ لنک (پرائیویٹ) لمیٹڈ ونگز آرکیڈ K-1 کمرشل ماڈل ٹاؤن لاہور کو 20 اکتوبر 2025ء کو کاروبار بند ہونے تک باقاعدہ موصول ٹرانسفرنگز کو ARM میں شرکت کی غرض سے بروقت وصولی شمار کیا جائے گا۔
2. پراسسز کی تقرری
- اس اجلاس میں شرکت اور ووٹ کرنے کے اہل تمام اراکین اپنی جگہ پر شرکت اور ووٹ کرنے کے لئے کسی دوسرے شخص کو اپنا پراکسی مقرر کر سکتے ہیں۔ مؤثر کرنے کی غرض سے

Form of Proxy

I/We, _____ of _____ being a member of First Treet Manufacturing Modaraba,
holder of _____ Ordinary shares as per Register Folio No. _____

For beneficial owners as per CDC List

CDC Participant I.D No. -----

Sub Account No. -----

CNIC No

[illegible]

Passport No. -----

Hereby Appoint Mr. /Mrs. /Miss _____ of _____ person or failing him / her Miss / Mrs / Mr. _____ of _____ another person on my / our proxy to attend and vote for me / us and my / our behalf at Annual Review Meeting of the Modaraba to be held on Monday, October 27th, 2025 at 10:00AM and at every adjournment thereof, if any

Please affix Rupees

Fifty Revenue Stamp

(Signature should agree with specimen
Signature registered with the Modaraba)

Signed this _____ day of October 2025

Signature of Certificate holder _____

Signature of Proxy _____

[illegible]

1. This Proxy Form. Duly completed and signed, must be received at above mentioned address the Registered Office of the Modaraba, not less than 48 hours before the time of holding the meeting.
2. If a member appoints more than one proxy and more than one instruments of proxy are deposited by a member with the Modaraba, all such instruments of proxy shall be rendered invalid.
3. For CDC Account Holders / Corporate Entities in addition to the above the following requirements have to be met;
 - i. Attested copies of CNIC or the Passport of the beneficial owners and the proxy shall be provided with the proxy forms.
 - ii. The proxy shall produce his original CNIC or original Passport at the time of the meeting.
 - iii. In case of a corporate entity, the Board of Directors resolution/power of attorney with specimen signature shall be submitted (unless it has been provided earlier) along with proxy form to the Modaraba.



First Treet Manufacturing Modaraba

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