



SHAPING  
INDUSTRIES,  
EMPOWERING  
LIVES

ANNUAL  
REPORT  
20  
25



SYMBOL OF TRUST

SHAPING  
INDUSTRIES,  
EMPOWERING  
LIVES



**SYED WAJID ALI (Late)**  
(20 DECEMBER 1911 – 14 JUNE 2008)

## IN MEMORIAM

... and the elements  
so mixed in him,  
that nature might  
stand up and say to  
all the world,  
'This was a Man!'

**William Shakespeare**



## IN MEMORIAM

Dr. Syeda Niloufer Qasim Mehdi was a transformative leader and visionary in both the corporate and social realms. As a prominent figure at Treet Corporation Limited, she not only contributed to its strategic growth but also shaped its long-term direction during her tenure as th Chairperson.



**Dr. Syeda Niloufer Qasim Mehdi**

Known for her insightful leadership, Dr. Mehdi introduced several initiatives that expanded Treet's presence in Pakistan's competitive manufacturing and consumer goods sectors. Her efforts were instrumental in positioning the company as a leader in these markets, focusing on innovation, sustainable growth, and responsible business practices.

Beyond her corporate achievements, Dr. Mehdi left a profound impact on the academic and philanthropic landscape. A dedicated advocate for education and social betterment, she was an alumna of Lady Margaret Hall, Oxford (1971), and carried her passion for learning forward through the establishment of the Niloufer Qasim Mehdi Scholarship at the University of Oxford under the Oxford Pakistan Programme. This scholarship, initiated by her family, supports both Pakistani and British-Pakistani students, making Oxford's world-class education accessible to a wider pool of talented students.

Her contributions were not limited to business and academia. Dr. Mehdi was deeply involved in cultural and social initiatives. As Chairperson of the All Pakistan Music Council, she promoted the preservation and growth of traditional music and cultural heritage in Pakistan. Furthermore, she owned and edited Cutting Edge, an English language weekly publication, which highlighted her

engagement with journalism and public discourse. Dr. Mehdi's legacy is thus multifaceted spanning corporate leadership, academic philanthropy, and cultural advocacy. Her efforts have left a lasting imprint on multiple sectors, making her a respected and enduring figure in Pakistan's business and social circles.

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# COMPANY INFORMATION

## Board of Directors

### Syed Shahid Ali

(Chairman/ Non-Executive Director)

### Syed Sheharyar Ali

(Chief Executive Officer/ Executive Director)

### 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)

## Human Resource & Remuneration Committee

### Dr. Haroon Latif Khan

(Chairperson/ Member)

### Syed Shahid Ali

(Member)

### Syed Sheharyar Ali

(Member)

### Mr. Imran Azim

(Member)

## Chief Executive Officer

### Syed Sheharyar Ali

## Chief Financial Officer

### Mr. Mansoor Murad

## Chief Legal Officer & Company Secretary

### Ms. Zunaira Dar

## Chief Internal Auditor

### Muhammad Ali

## Auditors

### M/s Yousuf Adil

Chartered Accountants Lahore

## Legal Advisors

Asad & Asad Attorney At Law

## Share Registrar

Corplink (Private) Limited

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

Tel: 042-35916714

Fax: 042-35839182

## Bankers

Al-Baraka Bank Pakistan Limited

Meezan Bank Limited

National Bank of Pakistan

Soneri Bank Limited

Askari Bank Limited

MCB Bank Limited

Habib Bank Limited

Samba Bank Limited

United Bank Limited

JS Bank Limited

Habib Metropolitan Bank Limited

Bank Islami Pakistan Limited

Allied Bank Limited

Bank Alfalah Limited

The Bank of Punjab

MCB Islamic Bank Limited

Pakistan Kuwait Investment Company

First Habib Modaraba

Faysal 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

Email: corporate@treetcorp.com

# CHAIRMAN'S REVIEW REPORT

## Dear Shareholders,

I am pleased to present the Annual Report of Treet Corporation Limited for the financial year ended June 30, 2025, reflecting the role of the Board in steering the Company towards its long-term objectives.

Our Board is composed of seasoned professionals with diverse expertise in management, strategy, finance, governance, and administration. Each director approaches their fiduciary duties with diligence, ensuring that all decisions serve the best interests of shareholders and the Company.

As Chairman, I encourage active dialogue among directors on matters of strategy and governance, with particular emphasis on contributions from Independent Directors. The Board has clearly defined mandates for its committees, and members are nominated in line with their experience and specialized knowledge. Meetings are convened regularly to deliberate on key issues and ensure sound decision-making.

In the fiscal year 2024–2025, the Board and its committees underwent a comprehensive self-evaluation, conducted through our internal Board Evaluation Process, benchmarking our practices against global standards. We also maintained close oversight of the financial reporting process to ensure transparency, accountability, and compliance with regulatory requirements.

On behalf of the Board, I would like to thank our employees and business partners for their commitment, and our shareholders and customers for their continued confidence in Treet Corporation Limited. With your support, we look forward to achieving further progress in 2025–2026.



**Syed Shahid Ali**  
Chairman

# MESSAGE FROM GROUP CEO

## Dear Shareholders,

The fiscal year 2024-25 has been a landmark year for Treet Corporation Limited (TCL), one in which we moved from resilience to resurgence. Building on the foundations laid during one of the most challenging periods in our history, this year we delivered meaningful growth in sales, profitability, and financial stability, showcasing clear evidence that our strategic choices are bearing fruit.

### Performance Overview

On a consolidated basis, the Group delivered a strong performance in FY 2024-25, with revenue rising by 6.6% to Rs. 26.84 billion from Rs. 25.19 billion in FY 2023-24. Gross profit showed a remarkable improvement of 23.9%, reaching Rs. 7.21 billion in 2024-25 against Rs. 5.82 billion in 2023-24, while operating profit advanced considerably by 29.2% to Rs. 2.74 billion from Rs. 2.12 billion. Most notably, the Group turned around from a loss of Rs. 30 million in 2023-24 to a profit of Rs. 1.33 billion in 2024-25. Group net profit margins improved sharply, supported by a reduction in borrowing costs, higher operating efficiency, and disciplined financial management. Borrowings were reduced by over 18% at TCL and 28% at TBL, while cash flow from operations turned positive across both entities.

TCL demonstrated significant progress in FY 2024-25, with revenue up 15.1% to Rs. 12.59 billion compared to Rs. 10.94 billion in FY 2023-24. Gross profit grew by 41.7% to Rs. 4.60 billion from Rs. 3.25 billion, and operating profit surged remarkably by 77.5% to Rs. 1.32 billion from Rs. 743 million. A key outcome from this was the turnaround from a loss of Rs. 107 million in 2023-24 to a profit of Rs. 1.05 billion in 2024-25.

TBL also registered positive momentum in FY 2024-25, posting a modest 1.3% revenue growth to Rs. 8.84 billion compared to Rs. 8.73 billion in FY 2023-24. Gross profit edged up 2.0% to Rs. 1.77 billion from Rs. 1.73 billion, while operating profit improved significantly by 13.0% to Rs. 969 million from Rs. 857 million. Importantly, TBL reversed its trajectory from a loss of Rs. 377 million in 2023-24 to a profit of Rs. 40 million in 2024-25.

FTMM struggled in FY 2024-25 and reported revenue of Rs. 3.79 billion in FY 2024-25, down 8.6% from Rs. 4.15 billion in FY 2023-24. Gross profit decreased by 8.2% to Rs. 344 million from Rs. 375 million, while operating profit dropped 27.6% to Rs. 159 million from Rs. 220 million. Net profit stood at Rs. 117 million in 2024-25 compared to Rs. 271 million in 2023-24.

RPL delivered double-digit top-line growth in FY 2024-25, with revenue increasing 17.9% to Rs. 1.62 billion from Rs. 1.37 billion in FY 2023-24. Gross profit rose 8.1% to Rs. 509 million from Rs. 470 million. Operating profit remained stable at Rs. 295 million compared to Rs. 303 million, while net profit was Rs. 122 million in 2024-25 versus Rs. 183 million in 2023-24.

### Strategic Progress

Treet Corporation Limited's Shaving Products Division anchors the Company with its enduring heritage and international reach, exporting to over 40 countries while embracing Industry 4.0 integration to modernize operations. New product launches, including shaving foams and the Swift-II Grip razor, reinforce its commitment to innovation, while the Sales and Marketing Division strengthens brand positioning through packaging upgrades, portfolio unification, and an expanded domestic presence.

Treet Battery Limited (TBL) marks a major inflection point, achieving profitability for the first time. With double-digit volume growth, strengthened OEM partnerships, and new product launches in both automotive and solar segments, TBL has established Daewoo Battery as a trusted name in energy storage. Its entry into lithium-ion solutions positions it to capture future opportunities in mobility and renewable energy segments.

First Treet Manufacturing Modaraba (FTMM) continues to deliver value through its business corrugated packaging division (Packsoil), a trusted packaging provider to leading corporations, while preparing for capacity upgrades to further improve competitiveness. Despite pressures in soaps division, the segment remains part of a balanced portfolio, ensuring resilience.

Renacon Pharma Limited (RPL), meanwhile, sustains its leadership in kidney care with the commissioning of a new state-of-the-art facility, a growing export footprint, and ongoing product innovation in dialysis and related treatments.

Together, the diversity in our business segments strengthen the Group's position as a resilient, opportunity-driven enterprise.

### Future Outlook

Looking forward, we are cautiously optimistic. While macroeconomic uncertainties remain, declining inflation and interest rates, coupled with stabilizing input costs, are expected to provide tailwinds. Our sharper focus on innovation, exports, and brand rejuvenation ensures that we are positioned to capture these opportunities.



### Commitment to Stakeholders

Our progress this year would not have been possible without the extraordinary commitment of our employees, who have shown resilience and determination through a period of transformation. To our shareholders, your trust and support remain our greatest strength as we continue building a stronger, leaner, and more innovative Treet Corporation.

We enter the coming year with renewed confidence, a healthier balance sheet, and a pipeline of initiatives that will define the next phase of our growth story. Together, we are ready to build on this momentum and take Treet Corporation to new heights.

I extend my sincere gratitude to our customers, employees, business partners, shareholders, and all stakeholders for their continued confidence and commitment. Your confidence in us is the foundation of our progress, and together, we look forward to building an even stronger future.

Thank you.



**Syed Sheharyar Ali**  
Chief Executive Officer



# BOARD OF DIRECTORS



**Syed Shahid Ali**  
Chairman

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

After concluding his academic pursuits, Mr. Syed Sheharyar Ali embarked on his professional journey with Treet Corporation Limited in 2001. At a remarkably young age, he assumed the role of Director, marking his spot among the youngest to occupy this position within the company. His steady ascent through the corporate ranks has led him to his current role as Chief Executive Officer (CEO) of Treet Corporation Limited, where he expertly supervises an eclectic portfolio of companies spanning sectors from manufacturing and healthcare to information technology, automobiles, sports, and music.

In his capacity as CEO, Mr. Ali continually strives to build on the prestigious heritage of Treet Corporation Limited while also guiding its future trajectory. With a relentless passion for innovation and operational enhancements, he remains committed to upholding the core values that define the company.

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 Treet Corporation Limited, his visionary leadership and uncanny knack for business excellence have been amply demonstrated in his role as Executive Director. With an unwavering focus on innovation, Mr. Ali 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. He brings a wealth of expertise to the board of Treet Corporation Limited, having worked with some of the largest and most reputable companies in his career.

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



**Dr. Salman Faridi**  
Non-Executive Director

Dr. Salman Faridi is a distinguished Non-Executive Director and Board Member at Treet Corporation Limited. 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.





#### **Mr. Munir K. Bana**

Non-Executive Director

Mr. Munir K. Bana serves on the Board of Treet Corporation Limited 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 for 18 years, being nominated by the Prime Minister as Honorary Chairman of Karachi Tools, Dies & Moulds Centre, and being elected 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 Treet Corporation Limited 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 Treet Corporation Limited 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 health care 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**

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 BPP Law 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 Treet Corporation'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.

# LEADERSHIP TEAM

## Standing (L to R)

|                        |   |
|------------------------|---|
| Mubashir Amjad Hussain | Chief Information Officer                           |
| Sohaib Chaudhry        | Chief Innovation Officer                            |
| Sajeel Usmani          | Chief Executive Officer<br>(Renacon Pharma Limited) |

## Seated (L to R)

|                    |   |
|--------------------|---|
| Muhammad Ali       | Chief Internal Audit Officer                              |
| Mansoor Murad      | Chief Financial Officer                                   |
| Shahid Zia         | Chief Operating Officer – Sales<br>Blades, Razors & Soaps |
| Syed Sheharyar Ali | Chief Executive Officer                                   |





### Standing (L to R)

|                  |  |
|------------------|--|
| Imran Ahmed Rana | Chief Quality Systems Officer                    |
| Shoaib Zafar     | Chief Operating Officer<br>Treet Battery Limited |

### Seated (L to R)

|                    |  |
|--------------------|--|
| Zunaira Dar        | Chief Legal Officer & Company Secretary                    |
| Ehsan ul Haq       | Chief Operating Officer –<br>Manufacturing Blades & Razors |
| Tariq Hussain Khan | Chief Human Resources Officer                              |
| Farhan Athar       | Chief Supply Chain Officer                                 |



# HEAD OF DEPARTMENTS



Front (L To R)

**Khurram Mehar**  
**Muhammad Khurram Iqbal**  
**Nasir Mahmood**  
**Muhammad Ali Khan**

(Head Of Modern Trade And Export Sales)  
 (Head of Treasury and Shared Services)  
 (General Manager Sales & Marketing)  
 (Head Of Marketing)

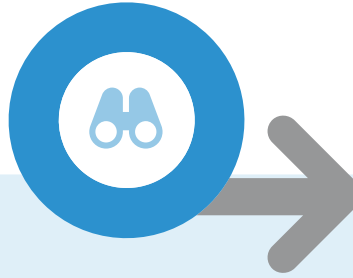
Back (L To R)

**Nabeel Ahmad Khan**  
**Naeem Ullah**  
**Mian Faizan Mahmood**

(Head of Projects)  
 (Head Of Security)  
 (Head of Digital Initiative & Corp Comm.)

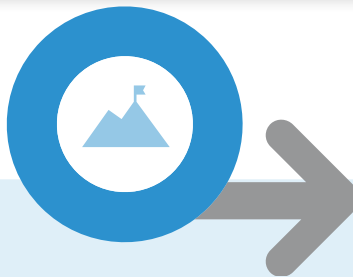






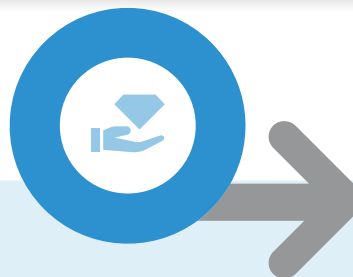
## Our Vision

To set global standards in diverse industries, pioneer sustainable innovation and quality, and drive advancements in clean energy, eco-friendly materials and revolutionary healthcare, fostering a healthier society and a greener planet.



## Our Mission

Deliver superior-quality products across all industries in which we operate, while ensuring growth, shareholder value, and social impact through operational excellence.



## Our Values

"RIPE IT T" symbolizes our readiness to live by our value system. As an organization, we have matured, and our values now serve as the inspiring and solid pillars that guide us in our work. This presents a ripe opportunity for "T" (Treet) to achieve greater milestones towards sustainable growth and profitability.

- Respect
- Integrity
- Passion
- Empowerment
- Innovation
- Transparency
- Teamwork



# CODE OF CONDUCT

We are all defined by the actions we take. They reflect our principles and values, and if we are consistent with them, they let people know what they can expect from us. Our Code of Conduct reflects our core principles – Safety, Integrity and Fairness – and puts them into practice. It explains the expectations and responsibilities within the company and those we do business with. We all must live by it, because it is a condition of working with, and for, Treet.

## A BRIEF OVERVIEW OF OUR CODE:



### Fairness

- Recognize human rights and treat people with dignity and respect.
- Recruit and manage employees fairly.
- Give back to communities we operate in



### Safety

- Follow the safety rules and procedures.
- Follow the Life-Saving Rules.
- Stop work if behavior or conditions are unsafe.
- Make and distribute products safely.
- Report safety concerns immediately.



### Integrity

- Compete in a fair and honest way.
- Protect personal and confidential information.
- Keep a clear line between business & personal interests.
- Look after company property and use it appropriately.
- Alert to fraud and report suspicious activity.
- Communicate in a professional way.

# DECADES-LONG JOURNEY

**1949**

Only assembler of FORD Cars in South Asia



**1950**

Khopra Oil Mills.



**1951**

Wazir Ali Industries (Vegetable Ghee Production)



**1954**

TCL started manufacturing of Carbon Steel Blades at HYD Plant



**1984**

Commenced Production of Stainless Steel Blades at LHR Plant



**2000**

Launched Industrial Blades



**2005**

Incorporation of Modaraba (FTMM)



**2006**

Manufacturing Corrugated Packaging (Packsol)



**2008**

Started assembling 3/2 wheeler bikes



**2008**

Launched Disposable Barber Razor (Ustra)



**1986**

Started  
Manufacturing  
Disposable Shaving  
Razors



**1996**

Began Exporting  
Blades and Razors



**1996**

Launched Bathing  
Soaps



**1997**

Counted among first 10  
receptients in achieving  
ISO certification in  
Pakistan



**2017**

TCL acquired shares  
in RPL entering  
pharmaceutical  
Industry



**2018**

Started  
manufacturing Car  
and UPS Batteries  
(Daewoo Battery)



**2023**

Incorporation of  
Treet Trading LLC  
Dubai, UAE



**2025**

Inauguration of  
Renacon Faisalabad  
Plant



# OUR LEADERSHIP PHILOSOPHY

Our leadership behaviours add the next defining component to the culture we want to build at Treet. They set the standard for how we lead in our company. They challenge, inspire and elevate our leaders who endeavour to live by them every day. Leaders play an essential part in creating that culture of collaboration and community that will help lead our people from good to great performance. We have outlined nine leadership behaviours under 'Performance Leadership, Organizational Leadership and Personal Leadership.



## 01

### Performance leadership

- Creates Customer Value
- Drives Operational Excellence
- Leads Change



## 02

### Organizational leadership

- Builds connections
- Inspires others
- Develops teams



## 03

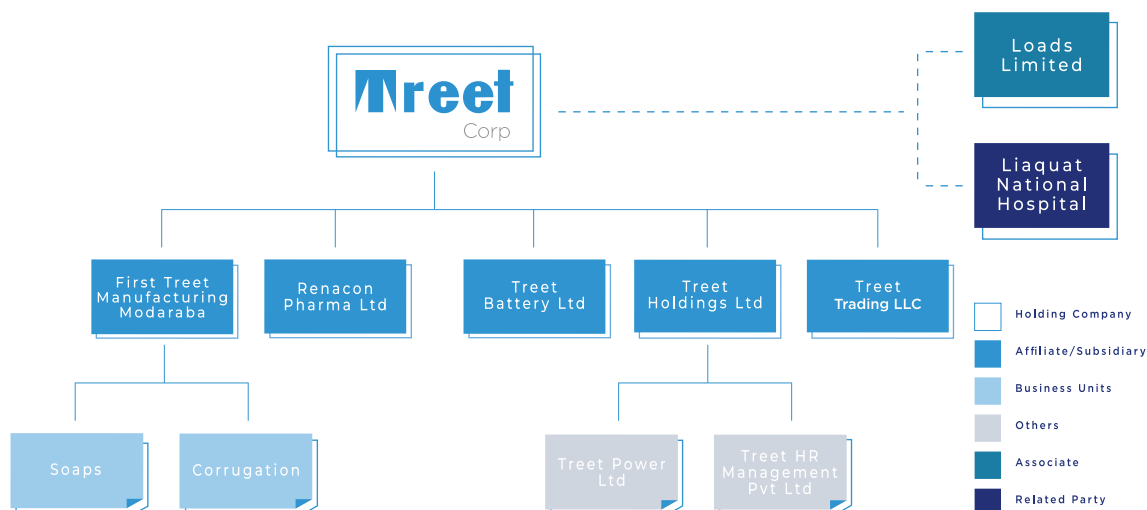
### Personal leadership

- Sets the example
- Develops self
- Engages others

# GROUP OVERVIEW

## ORGANOGRAM & COMPANY DETAILS

### Organization Structure



| Companies                             | Symbol | Shares held by |         |           |          |
|---------------------------------------|--------|----------------|---------|-----------|----------|
|                                       |        | TREET          | THL     | DIRECTORS | OUTSIDER |
| Treet Holdings Limited                | THL    | 100.00%        |         |           |          |
| Treet Power Limited                   | TPL    |                | 100%    |           |          |
| Treet HR Management (Private) Limited | THRM   |                | 100%    |           |          |
| First Treet Manufacturing Modaraba    | FTMM   | 97.10%         | 2.22%   | 0.002%    | 0.68%    |
| Renacon Pharma Limited                | RPL    | 55.86%         |         | 38.71%    | 5.43%    |
| Treet Battery Limited                 | TBL    | 86.1767%       | 1.8159% | 0.002%    | 12.0054% |
| Treet Trading L.L.C                   | TTLLC  | 99%            |         | 1%        |          |

# KEY FACTS

## BLADES & RAZORS

01

### Domestic Market Share

We have 85% market share of blades in Pakistan

02

### Plant Certifications

Our blade and razor manufacturing facilities are ISO 9001: 2015 certified since 1997

03

### Export Presence

We are exporting to 45+ countries across the globe in 6 continents

04

### Production Facilities

We have two blade and razors manufacturing facilities in Pakistan. One in Lahore & the other in Hyderabad



05

### Production Capacity

Our plants have the capacity to produce 2.15 billion units (blades and razors) per year

06

### Product Range

We have 75+ SKUs starting from a wide range of Double Edge Blades to Triple Blade Razors

07

### Global Expansion

Established Treet Trading LLC as a subsidiary in Dubai to manage the global sales and distribution of our blades and razors range

# BUSINESS UPDATES

## BLADES & RAZORS – MANUFACTURING

### Ehsan-ul-Haq

Chief Operating Officer – Manufacturing  
Blades & Razors

The Shaving Products Division of Treet Corporation Limited (TCL) closed FY 2024–25 with another year of steady and resilient performance, anchored by its commitment to quality, operational efficiency, and market responsiveness. With a heritage that began in 1954 at the Hyderabad plant and expanded in 1984 with the Lahore facility, the Division continues to produce stainless steel double edge (DE) blades, disposable razors, and system razors that meet the needs of customers in both domestic and international markets.

As part of its global growth goals, Treet Corporation established a wholly owned subsidiary in the United Arab Emirates – Treet Trading LLC. This strategic step strengthens the company's footprint in the Middle East, unlocking new opportunities for trade and distribution. Leveraging this regional hub, TCL is better positioned to serve customers worldwide and respond effectively to the growing demand for its high-quality products. Further enriching its portfolio, the Division introduced the Swift-II Grip razor with a rubberized handle and two SKUs of shaving foam, reflecting its ongoing commitment to product innovation.

Production increased slightly in FY 2024–25 compared to FY 2023–24, rising from 1.515 billion units to 1.520 billion units, with a difference of 5.1 million units. This reflects a marginal growth year-over-year. Throughout FY 2024–25, TCL maintained a strong domestic market position and continued contributing to the national economy by exporting to more than 40 countries. The Division also upheld its key international certification – ISO 9001 Quality Management System (QMS) – reaffirming adherence to the highest global standards of quality and safety.

Operational excellence remained central to performance during the year. Lean manufacturing practices, Total Productive Maintenance (TPM), and Six Sigma principles were applied to optimize efficiency and reduce waste. The integration of advanced tools such as real-time Overall Equipment Effectiveness (OEE) monitoring further enhanced productivity, enabling data-backed decisions and ensuring consistent product quality.

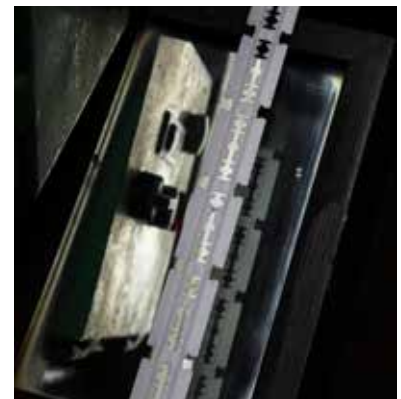
A significant milestone was the commencement of Industry 4.0 integration across the Division's operations. This forward-looking initiative introduced smart manufacturing technologies,



interconnected production systems, and data analytics capabilities, paving the way for greater agility, reduced downtime, predictive maintenance, and refined process optimization.

TCL's workforce continued to be a driving force behind its achievements. Ongoing investment in training and development created a skilled, adaptable, and safety-focused team. Programs to expand multi-skilling and leadership capacity – including the Young Leaders Development Program and international training opportunities with the Association for Overseas Technical Cooperation and Sustainable Partnerships (AOTS) – strengthened organizational resilience and improved readiness for evolving market dynamics.

Sustainability remained a parallel priority. Energy-efficient technologies, waste-reduction measures, and environmentally responsible production practices were further embedded into operations, underscoring TCL's dedication to environmental stewardship. Complementing these efforts, a comprehensive Kaizen program was rolled out



at both the Hyderabad and Lahore facilities, fostering a culture of continuous improvement and employee engagement. Ideas generated through this initiative have been recognized and rewarded, reinforcing TCL's focus on operational excellence and innovation.

Looking ahead, TCL's strategic priorities for FY 2025–26 include launching a pioneering Industry 4.0 pilot project to achieve superior precision, quality control, enhanced productivity, operational efficiency, and data-driven decision-making; engaging an internationally renowned consultant to guide the introduction of innovative products and advanced manufacturing processes; deploying fully integrated, state-of-the-art assembly lines in the razor assembly division to maximize productivity and streamline workflows; conducting a comprehensive Time and Motion Study to identify untapped opportunities for process optimization; implementing specialized training and TPM programs under the guidance of a leading Japanese expert to strengthen operational excellence and equipment reliability; and institutionalizing Kaizen and suggestion schemes to drive bottom-up innovation and employee-driven progress.

For investors, TCL offers a rare blend of stability and forward momentum — the security of a well-

established brand coupled with a clear, growth-oriented strategy. For customers, TCL represents reliability, innovation, and performance, delivering products that consistently exceed expectations. Entering the new fiscal year with a strong vision and unwavering dedication, the company aims to set new benchmarks in the global shaving products industry. Guided by its core values — quality without compromise, innovation with purpose, and a relentless pursuit of excellence — TCL is positioned to surpass stakeholder expectations, achieve sustainable growth, and reach new milestones in the years ahead.



# BUSINESS UPDATES

## BLADES, RAZORS & SOAPS – SALES & MARKETING

### Shahid Zia

Chief Operating Officer – Sales Blades, Razors & Soaps

The Sales and Marketing Division of Treet Corporation Limited (TCL) plays a pivotal role in driving the Company's growth by contributing significantly to both revenue generation and brand development. This division manages domestic and export sales of razor blades and disposable razors, ensuring strong market presence and customer reach.

At the national level, the Sales Office functions as the central hub, supported by an extensive distribution network of more than 400 distributors, guaranteeing continuous product availability across towns and cities throughout the country. Internationally, the Export Department manages sales in over 40 countries, with a strategic focus on penetrating new markets and strengthening TCL's global footprint to further enhance export performance.

In FY 2024–25, TCL achieved strong domestic results despite a challenging economic environment. Local sales stood at Rs. 9.80 billion (excluding GST), exceeding the target of Rs. 8.0 billion by 22.5% and rising from Rs. 8.0 billion recorded in FY 2023–24. This performance reflected the commitment and effectiveness of the sales team in driving growth under difficult market conditions.

The year also marked the launch of Treet Shaving Foam in two SKUs: 200ml (Original) and 400ml (Classic). Positioned at a competitive price point, the 200ml variant gained traction among self-shavers, although adoption among barbers was limited due to the availability of lower-priced alternatives.

In addition, groundwork was laid for the national launch of the Treet Swift II Grip razor, designed to counter competition and secure greater market share. The campaign will employ an integrated rollout strategy encompassing ATL, BTL, out-of-home, and digital activations to maximize brand awareness, enhance retail visibility, and drive consumer trials.

On the export front, sales in FY 2024–25 stood at Rs. 2.71 billion, down from Rs. 2.93 billion in FY 2023–24, and fell short of the Rs. 2.92 billion target. The shortfall primarily reflected global economic slowdowns, geopolitical uncertainties, and intensified competition from low-cost producers, particularly in China. Key challenges included resistance from clients to price increases, limited success in acquiring new customers, and higher manufacturing costs that constrained price competitiveness.



Overall, sales were affected by several factors. Persistent global inflation, coupled with local currency devaluation, substantially increased input costs and operational expenditures, creating upward pressure on prices. Changing grooming trends, particularly the rising popularity of beards, contributed to declining razor and blade usage. Frequent price adjustments, necessitated by cost escalations, created affordability challenges for price-sensitive consumers. Furthermore, the presence of unregulated imitator brands and smuggled goods sold at lower prices intensified market pressures, resulting in a shift of some consumers to cheaper alternatives.

Looking ahead, the global blades and razors industry is expected to maintain steady growth in FY 2025–26, led by disposable razors due to their convenience and affordability. D.E. blades are likely to sustain demand among professionals and cost-sensitive users, while emerging markets drive volume growth. In Pakistan, bonded razors present a strong opportunity, provided the right balance of quality, pricing, and accessibility is maintained in the face of



rising competition from low-cost imports.

For the next fiscal year, TCL has outlined a clear roadmap. Efforts are underway to unify key product lines under the Treet master brand, with TEC II and TRIM II XL being transitioned to TREET TEC II and TREET TRIM XL, and TRIG being repositioned as TREET TRIG. A comprehensive review and re-alignment of other products and sub-brands is also in progress. This initiative is expected to strengthen shelf presence, enhance brand recognition, and build sustainable consumer loyalty.

In parallel, breakthrough packaging innovations are being introduced, including textured hot foiling on both the Tuc and Dispenser Card of Treet Platinum and Treet TRIG. This globally unique initiative will differentiate Treet on the international stage and reinforce its positioning as a forward-looking, quality-driven brand. These premium packaging upgrades are designed to clearly distinguish Treet's

premium brands from both competitors and its own value-oriented offerings. This strategy will strengthen brand perception, and protect margins on leading SKUs.

Through these initiatives, the Sales and Marketing Division remains focused on delivering sustainable growth, expanding brand value, and strengthening TCL's presence in both domestic and international markets.

# BUSINESS UPDATES

## TREET BATTERY LIMITED

### Shoaib Zafar

Chief Operating Officer (Treet Battery Limited)

Treet Battery Ltd (TBL), a subsidiary of Treet Corporation Limited, remains steadfast in its commitment to putting consumers first in all we do. Our dedication to delivering high-quality, customized products to the market, combined with our focus on providing exceptional after-sales service, has helped us maintain a solid reputation for consumer satisfaction. Our product portfolio, under the brand name "Daewoo Battery", includes maintenance-free(MF) batteries for automobiles, deep cycle/solar batteries designed for sustainable energy storage, and commercial vehicle batteries built to support heavy-duty vehicles. Product innovation remains at the core of our business DNA and continues to be a perpetual driving force in our growth journey. At TBL, we value our people as our most important assets. Our highly-skilled, purpose-led employees bring unmatched passion and energy to the workplace each day, reassuring a bright and sustainable future for the business. The fiscal year 2024-25 marks a significant milestone in the history of TBL, as we not only reached a break-even point but also delivered profitable growth at the bottom line, continuing our upward trajectory. This performance demonstrates the strength and resilience of our business strategy and operational excellence.

During the year under review, TBL strengthened its position as a benchmark for quality in Pakistan's battery market. The Daewoo Battery brand remained a trusted name, known for its reliability and the confidence it instills in consumers. Even in a challenging environment characterized by oversupply, weakened consumer purchasing power, and increased competition, we managed to achieve a 14% volume growth, a testament to the enduring confidence in the Daewoo Battery brand. We secured a net revenue of PKR 8.84 billion, and our gross profit increased 2% to PKR 1.765 billion over the last year. Operating profit improved significantly by 13% to PKR 969 million, reflecting effective resource utilization and margin expansion. Most notably, for the first time since inception, TBL posted a net profit of PKR 40 million, underscoring its continued emphasis on cost control, operational efficiency, and diversifying the sales channels.

A number of strategic initiatives were launched during the year to further strengthen our market position. Our sales force was reorganized to penetrate into untapped regions, enhance competitive engagement in established markets and expand retail coverage. Additionally, OEM and institutional sales grew 47% year-on-year, driven by the efforts of our dedicated corporate sales team. TBL made significant progress in expanding its OEM partnerships, adding JAC and Morris Garages(MG) to our supply pipeline, while collaboration is in progress with Sazgar Engineering Works Ltd. for integrating Daewoo MF batteries with HAVAL vehicles. Our OEM portfolio now includes global brands like KIA, Hyundai, Changan, Isuzu, MG and JAC, further reinforcing TBL's reputation as a trusted partner in the automotive sector. This trust from OEMs is a reflection of the superior quality and reliability of our products.

As innovation is an integral part of how we shape our



strategy, in the fourth quarter, TBL introduced a new range of back-up segment batteries (DSS series) with SKUs ranging from 85Ah to 210Ah, designed to meet the growing demand from the middle-income segment. This new addition complements the already successful Daewoo DIB products within our UPS/Solar portfolio. TBL is also gearing up to expand into the evolving Lithium-ion battery market and is set to launch a range of products to meet the growing demand for BESS in hybrid and off-grid solar systems.

In addition to product innovation, TBL expanded its digital presence, making targeted investments in social media platforms and engaging a wider audience. We also sponsored the Islamabad United team in the Pakistan Super League (PSL), leveraging the Daewoo brand to boost brand visibility. To further support our customer base, TBL partnered with Bank Alfalah, allowing customers to purchase our products on Alfa Mall through interest-free installments. Sales through our ecommerce website continued to rise, providing customers with a seamless and hassle-free delivery and installation experience.

Operational excellence remained a top priority. Significant reductions in wastage and improvements in equipment efficiency were achieved through the application of root-cause analysis techniques. On the supply chain front,





we focused on diversifying our supplier base, improving purchasing competitiveness, and optimizing our cash conversion cycle, all of which contributed to stronger margins and enhanced competitiveness.

During the year, TBL also took a significant step towards sustainability by solarizing our FSD plant with a 2 MW solar system, reducing our carbon footprint and promoting clean energy sourcing for operations. This initiative will not only contribute to a more sustainable future but also generate cost savings that can be reinvested into brand development.

Looking forward, we remain committed to upholding the highest standards of corporate governance, quality, and customer service. We are confident that we will continue to create value for our shareholders while reinforcing the dominance of Daewoo Battery in the automotive and energy storage sectors.

On behalf of the entire team at Treet Battery Ltd, I want to express my sincere gratitude to our shareholders for their unwavering support and trust in our products and our vision.

# BUSINESS UPDATES

## PACKAGING SOLUTIONS

### Farhan Athar

Chief Operating Officer (Packsol)

First Treet Manufacturing Modarraba (FTMM) operates in two business segments including corrugation and soap manufacturing. Our commitment to delivering superior products with consistent quality and outstanding services has played a crucial role in building a loyal customer base and establishing a strong reputation for Packaging Solutions (Packsol).

Corrugated boards and cartons are highly sustainable, with a lifecycle extending over 100 years due to their strength and the use of efficient, cost-effective, recyclable materials. These products account for approximately 40% of global paper consumption. In Pakistan, the installed capacity for brown paper exceeds 1.5 million metric tons annually. Packsol leverages its historical expertise in papermaking and enjoys strong collaboration with trusted mills to produce low-grammage paper tailored to specific strength requirements.

Packaging Solutions (Packsol) is certified to FSC 22000, FSC, and ISO 9001:2015 standards and is SEDEX compliant. We meet all relevant international and local quality standards, earning the full confidence of our clients.

Packsol is among the top production units in the organized sector, with a market share of around 3% based on current production capacity. We hold a significant edge over many competitors, backed by nearly two decades of successful service in the corporate sector. Our team of highly skilled professionals not only maintains our equipment effectively but also continuously develops innovative solutions. Major corporations trust us for a substantial portion of their packaging needs, which reflects the confidence they place in Packsol. Our business spans categories including Food & Beverages, Dairy, Sports, Home Appliances, Textiles, and Garments. Key customers include Pepsico, Lotte, Shell, Total, Haleeb, Nippon, CBL, Rupali, Awan, Pak Kuwait, Nishat, Diamond, Sapphire, and many others.

In FY 2024-25, the soaps segment recorded net revenue of Rs. 1,057 million compared to Rs. 1,334 million in FY 2023-24, a decline of 20.8%. Gross profit fell to Rs. 229 million from Rs. 281 million, down 18.4%, while operating profit dropped to Rs. 129 million from Rs. 229 million, a decrease of 43.5%.

The corrugated boxes segment showed more stability, with net revenue of Rs. 2,737 million against Rs. 2,814 million last year, a marginal decline of 2.7%. Gross profit improved to Rs. 115 million from Rs. 94 million, an increase of 23.1%, and operating profit turned positive at Rs. 30 million compared to a loss of Rs. 9 million in FY 2024.

On a consolidated basis, net revenue stood at Rs. 3,793 million versus Rs. 4,148 million, down 8.5%. Gross profit decreased to Rs. 344 million from Rs. 375 million, a decline of 8.2%. Operating profit was Rs. 159 million compared to Rs. 220 million, down 27.6%. Profit after tax decreased sharply to Rs. 117 million from Rs. 271 million, reflecting a 56.7% reduction.



Although our corrugation plant operates on legacy equipment and faces competition from more recently upgraded facilities within the same league of suppliers, our team has effectively tackled these challenges by adopting locally designed, cost-effective solutions that have improved performance — a fact reflected in our financial results.

As we look ahead, FTMM is well-positioned for profitable organic expansion, a view further endorsed by a third-party audit of the current business scenario and our projected position in the market for future growth. We plan to upgrade outdated equipment to further improve capacity and efficiency.

With a solid customer base and a dedicated team, there is no reason why the business should not grow with the long-awaited investment that is very much on the cards — enabling Packsol to capitalize on its full potential and drive future success.





# BUSINESS UPDATES

## RENACON PHARMA LIMITED

### Sajeel Usmani

Chief Executive Officer (Renacon Pharma Limited)

Renacon Pharma Limited (RPL) has consistently demonstrated a commitment to innovation, accessibility, and leadership in kidney care. RPL's product range comprises Hemodialysis Concentrates, Citrate Concentrates and Hemodialysis Disposables. Since inception, RPL has transformed the dialysis landscape in South Asia by introducing bicarbonate hemodialysis, replacing toxic acetate formulations once linked to severe morbidities. This breakthrough reduced dependence on imports and made treatment safer, more effective, and affordable for patients in Pakistan and abroad. Over the past decade, RPL has grown into the clear market leader in dialysis concentrates, earning trust across Pakistan and international markets.

RPL continues to emphasize growth and innovation within its product portfolio. In addition to unique hemodialysis formulations, the company has been endeavoring to develop and launch new products in the field of specialized nutraceuticals for kidney failure patients, disinfectants etc, through ongoing research and development.

A significant milestone was achieved in February, 2025, with the successful commissioning of a new, state-of-the-art manufacturing facility at FIEDMC, Faisalabad, after meeting all regulatory requirements. This facility serves as a launchpad for expanded export efforts, substantially increasing production capacity and enabling entry into new global markets. RPL has already begun exporting to Botswana, the Philippines, Kenya, Afghanistan, Somalia, and Sri Lanka, while actively pursuing regulatory approvals to enter Greece, Russia, Belarus, Kazakhstan, Uzbekistan, Tajikistan, Kyrgyzstan, Armenia, Uruguay, and South Africa. RPL's growing international presence is reinforced by participation in global healthcare exhibitions such as Arab Health and key events across East, West, and South Africa.

RPL's success is built on a foundation of quality and adherence to international standards. Certifications include CE 2292, ISO 9001, ISO 13485, ISO 14001, ISO 45001, and GMP, underscoring the company's commitment to excellence. Despite challenges posed by market malpractices, RPL has maintained domestic leadership while competing effectively with global players ethically.

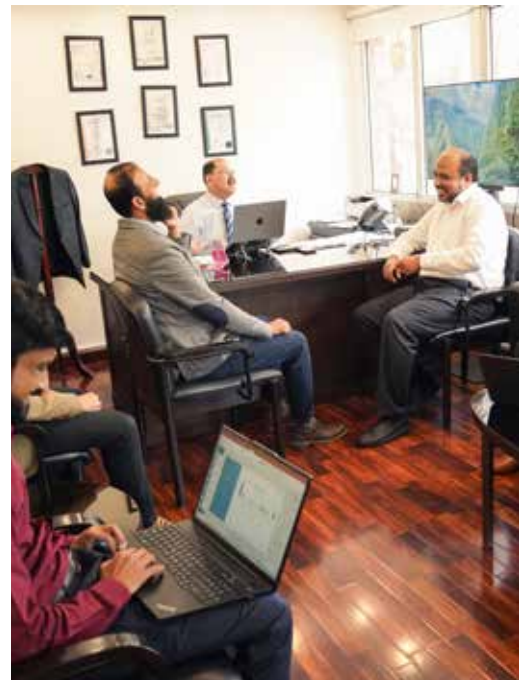
In FY 2024-25, RPL recorded sales of Rs. 1,615 million, reflecting an 18% increase from the previous year.



Local sales contributed Rs. 1,463 million reflecting an 11% increase over last year while export sales contributed Rs. 151 million showing an increase of 185% in revenue compared to FY 2023-24. This exceptional revenue growth was driven by a shift in sales strategy towards innovative formulations, an expanding export footprint, and differentiated offerings. Gross profit rose to Rs. 509million, a 8% increase, while operating profit remained stable at Rs. 295 million. Net profit stood at Rs. 121 million, reducing by approximately 1/3 due to impact of finance cost.

At RPL, success is attributed not only to innovation but also to the dedication and expertise of its team. Continuous training and development remain central to operations, ensuring employees are equipped with the latest knowledge and skills in healthcare and manufacturing practices. Regular training sessions on dialysis treatments, product quality, and regulatory compliance are conducted, while healthcare professionals are also engaged through educational initiatives on dialysis treatments and product standards. This culture of





learning and collaboration empowers the workforce to drive innovation, uphold quality, and deliver value to customers globally.

RPL remains committed to sustainable growth through innovation, quality, and compliance, and extends sincere gratitude to stakeholders, customers, and partners for their continued trust and support.

# LIFE @ TREET





# LIFE @ TREET





# LIFE @ TREET

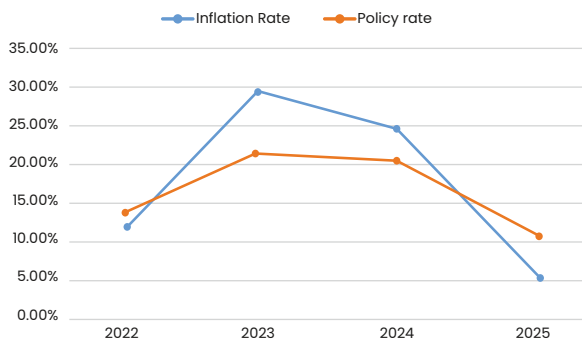


# DIRECTORS' REPORT

# DIRECTOR'S REPORT

## ECONOMIC OVERVIEW AND SUMMARY OF PERFORMANCE

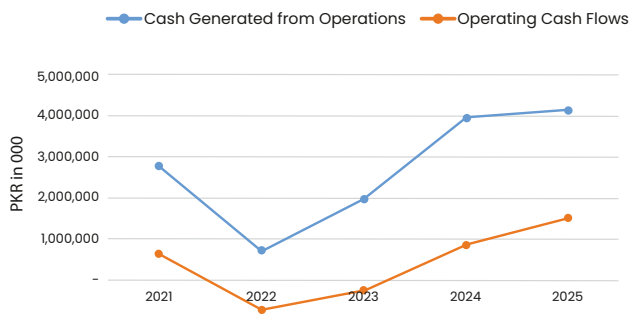
In FY 2024-25, Pakistan's economy experienced a modest recovery but missed several official targets. Real GDP growth edged up to 2.7% from 2.5% in FY 2023-24, remaining well below the 3.7% target. Inflation declined sharply, with headline CPI falling from extremely high levels to around 4-5% by mid-FY25, and in some months dropping even lower. However, industrial performance was weak: the Large-Scale Manufacturing (LSM) sector contracted by about 0.74% for the year, and output in several key sub-sectors—such as chemicals and cement—registered declines.



On the fiscal side, revenue collection improved, while the government pursued IMF- mandated reforms to rein in deficits. Monetary policy was progressively relaxed as inflationary pressures eased, with the State Bank of Pakistan cutting its policy rate from 22% in mid-2024 to nearly 11% by early 2025.

In summary, progress on macroeconomic stabilization was evident in the form of lower inflation, improved fiscal discipline, and reduced interest rates. Yet the economy remained fragile, with growth constrained by weak industrial activity—particularly in LSM—adverse agricultural shocks, persistent external sector pressures, and reliance on ongoing structural reforms under IMF and World Bank programs.

With some countrywide economic recovery, the Group has also shown impressive indicators throughout all entities at the bottom line. The Group focused on improving profitability through price rationalisation, and strategic shift towards revenue generation.



The consolidated top line has shown 6% growth compared to last year, despite difficult market conditions in some of our segments. Pricing strategy has been rationalized to pass on the cost increments to customers without losing market share. Cash generation has also improved significantly over the period, which reflects strong management commitment towards cash generation.

Going forward, with the interest rate and inflation both stabilising, and global commodity prices also showing signs of softening, the consensus is that Pakistan will return to a growth path in the coming months. With the support of our Shareholders, the Group is well positioned to benefit from this recovery, and continue its trend of strong growth in the local market. Additionally, with the completion of first year of foreign subsidiary we are hopeful that it is a step-forward towards growth in export businesses.

## BUSINESS REVIEW – TREET CORPORATION LIMITED (TCL)

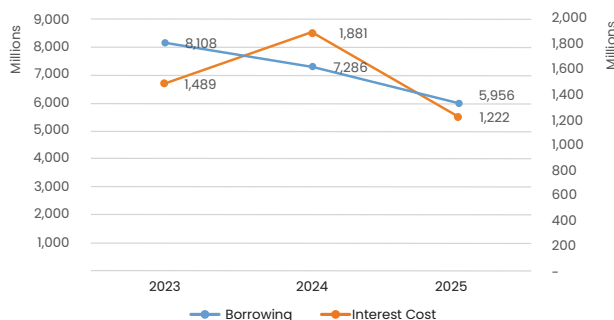
TCL's net revenues for FY-2025 grew by 15% over the same period last year, despite headwinds in the Export segment due to fierce competition in key markets. Net sales increased to PKR 12,591 Mn from PKR 10,935 Mn, driven by another period of strong performance in domestic markets with a 23% increase in revenues. Exports sales, however, dropped by 5% compared to same period last year due to price interventions, and global market competition.

In response to these export market challenges, the company is revamping its strategy with a renewed focus on value over volumes and entering into new markets as well as new segments within existing markets. At the same time, the company will work on strengthening brand equity in overseas markets and will initiate targeted marketing and activation programs aimed at generating direct consumer demand. With these strategic initiatives and a

renewed commitment to targeted markets, TCL is well positioned to rebuild its international presence and drive sustainable export growth in the coming years.

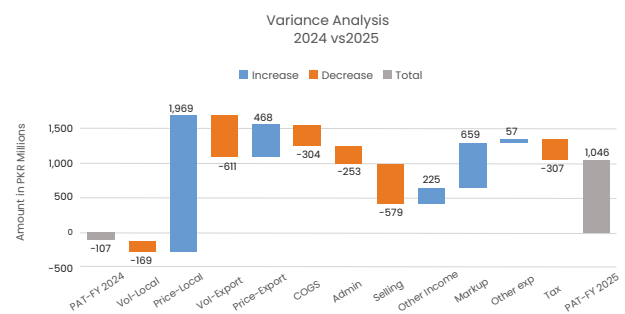
COGS increased modestly by 4% to PKR 7,994 Mn (FY-2024: PKR 7,690 Mn). This demonstrates effective cost control as COGS growth lagged behind sales growth of 15%. Consequently, gross profit margin improved significantly to 36.51% (FY-2024: 29.68%). Gross profit for the period was at PKR 4,597 Mn, a significant improvement of 42% from the last year. The Company improved its product mix, took targeted price increases, and delivered better cost management, all of which has resulted in better gross profitability and margins as compared to the last year.

Operating Profit stood at PKR 1,319 Mn, 77% better than the last year, despite the impact of inflation impacting the Company's Admin and Selling expenses significantly.



Despite recent improvements in the interest rate environment, finance cost remains a key focus area; with recent multiple reductions in the policy rate, coupled with reduction of around PKR 1,400 Mn debt, the finance cost of TCL has reduced by 35%, which has also significantly contributed towards overall profitability of the company. With these positive economic indicators and management efforts, company declared a profit after tax of PKR 1,046 Mn, against a loss of PKR 107 Mn in the previous year.

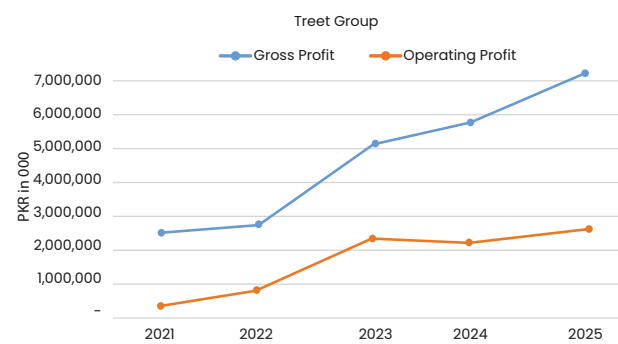
Overall, the company has demonstrated improvements across key performance parameters, particularly in profitability and liquidity. Key drivers of this improved performance include strong growth in domestic sales, effective cost management, and a significant reduction in finance cost. Despite a challenging economic environment, TCL delivered robust results across the board. As the domestic and global conditions show better recovery and stability, we are confident that your Company will be more successful in returning to the trajectory of consistent and sustainable profitability.



## GROUP RESULTS

For the year 2024-2025, the Group's turnover was Rs. 26,687 million, which was Rs. 25,086 million in the previous year. The increase reflects strong value focus across all business and segments, and clear focus on profitable business, with a conscious focus on maximising cash generation.

Gross profit at Rs. 7,188 million shows strong improvement of 23% over the previous year (June 2024: Rs. 5,847 million). Key drivers of this have been a shift in portfolio to higher margin business by improving the product mix, and pricing interventions in key areas. The impact of continued high inflation was passed to customers by regular price revisions throughout the year, which helped in sustaining the margins.



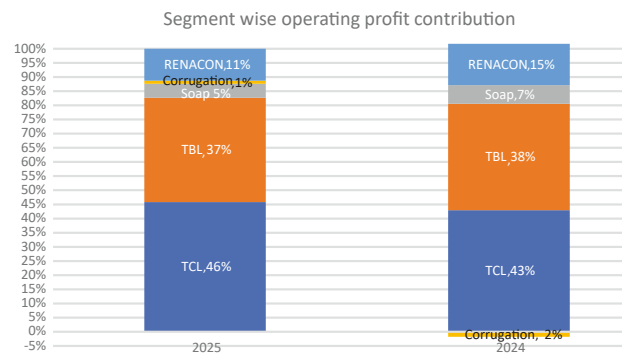
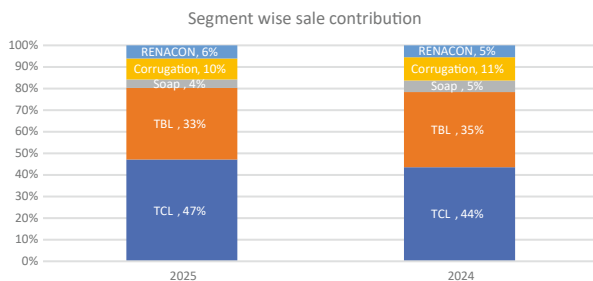
Despite the significant impact of inflation on operating costs, the Group was successful in generating an operating profit of Rs. 2,614 million (FY 2024: Rs. 2,305 million). The group has successfully reduced its borrowing by Rs. 1,300 million to reflect the group strategy towards de-leveraging. With reductions in the policy rate along with that of borrowings, finance cost significantly reduced by 30% over the previous year. A result of these improvements, the Group delivered a solid turnaround in performance, with a net profit after tax of Rs. 558 million in the years (2024: Rs. 60 million loss).



# DIRECTOR'S REPORT

| SUMMARY OF COMPARATIVE FINANCIAL RESULTS |                            |              |                            |              |          |              |
|--|----------------------------|--------------|----------------------------|--------------|----------|--------------|
| PKR in 000                               |                            |              |                            |              |          |              |
| Description                              | Financial Year June , 2025 |              | Financial Year June , 2024 |              | % Change |              |
|  | Treet                      | Consolidated | Treet                      | Consolidated | Treet    | Consolidated |
| Sales (net)                              | 12,591,060                 | 26,687,607   | 10,935,371                 | 25,086,307   | 15%      | 6%           |
| Gross Profit                             | 4,597,063                  | 7,188,121    | 3,245,737                  | 5,846,964    | 42%      | 23%          |
| Operating Profit/(Loss)                  | 1,319,247                  | 2,613,723    | 743,284                    | 2,305,129    | 77%      | 13%          |
| Profit/(Loss) before Taxation            | 1,436,614                  | 1,179,335    | (23,126)                   | 256,715      | 6312%    | 359%         |
| Net Profit/(Loss) after taxation         | 1,045,520                  | 558,290      | (107,371)                  | (59,962)     | 1074%    | 1031%        |
| EPS (in Rupees)                          | 2.82                       | 1.36         | (0.35)                     | (0.46)       |          |              |

## Segment-wise performance is as follows:



## DIVIDEND

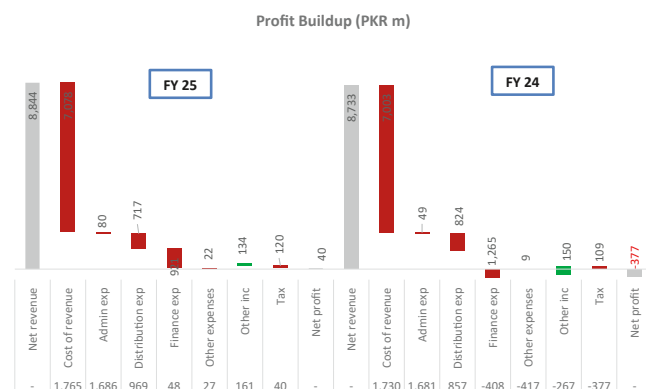
While the financial performance of the Company has shows a strong turnaround after a tumultuous few years, the Board feels that it is imperative to further reduce the borrowings of the Company in order to ensure sustainability of growth for the coming years. As a result, no dividend has been proposed for the current year.

## TREET BATTERY LIMITED(TBL)

The financial performance of Treet Battery Limited during the year ended 30th June 2025 reflects a notable improvement in key operational and financial metrics. The Company reported a revenue of Rs. 8,844 million, a gross profit of Rs. 1,765 million, and an operating profit of Rs. 969 million. More importantly, the Company recorded a net profit of Rs. 40 million, marking a turnaround from the net loss of Rs. 377 million in the previous year. This recovery was supported by stable revenues, improved operating efficiency, and a reduction in finance costs to Rs. 921 million from Rs. 1,265 million last year.

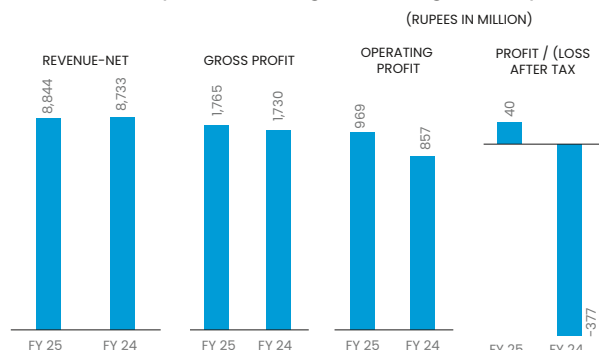
| (Rs in Million)   | Treet Battery Limited |        |               |          |
|-------------------|-----------------------|--------|---------------|----------|
|                   | 2025                  | 2024   | Change Amount | % Change |
| Sales             | 8,844                 | 8,733  | 111           | 1%       |
| Gross Profit      | 1,765                 | 1,730  | 35            | 2%       |
| Operating Profit  | 969                   | 857    | 112           | 13%      |
| Finance Cost      | -921                  | -1,265 | 344           | -27%     |
| Net Profit/(Loss) | 40                    | -377   | 417           | 111%     |

For the year ended 30th June 2025, Treet Battery Limited reported revenue of Rs. 8,844 million, reflecting a marginal year-on-year increase from



Rs. 8,733 million in the previous period. Although the growth is modest, it underscores the company's ability to sustain its topline performance amidst a persistently challenging economic environment.

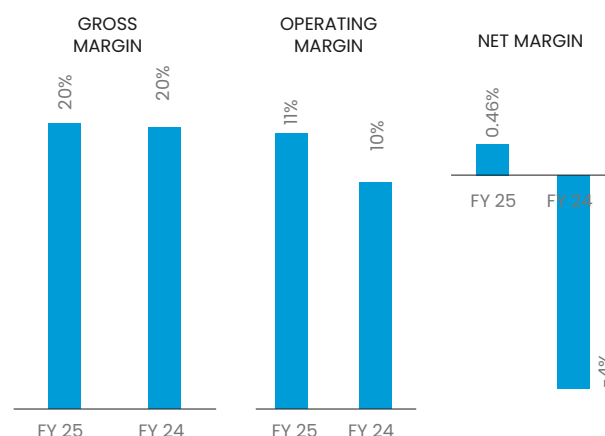
Gross profit continued its upward trend, increasing slightly to Rs. 1,765 million in the current period, compared to Rs. 1,730 million in the previous year. This improvement reflects the company's continued focus on operational efficiency and disciplined cost management across the production cycle by implementing targeted efficiency programs and maintaining cost controls, Treet Battery Limited has been able to preserve its gross margins despite



inflationary pressures and fluctuations in raw material costs. The stable gross profit performance underscores the company's resilience and ability to extract consistent value from its core operations.

Treet Battery Limited achieved an operating profit of Rs. 969 million during the financial year, representing a growth of approximately 13% compared to the previous year's operating profit of Rs. 857 million. This steady increase reflects the company's continued efforts in streamlining operations, optimizing resource allocation, and reinforcing its core business segments. The improvement in operating profitability demonstrates the company's commitment to operational excellence and its ability to convert efficiency gains into sustainable financial performance.

A notable positive development during the year was the significant reduction in finance costs. Total finance costs declined to Rs. 921 million, down from Rs. 1,265 million in the previous year, a decrease of approximately 27%. This improvement was primarily driven by the reduction in interest rates and the company's focused efforts on better managing its debt profile and financing structure. The lower financial burden has contributed meaningfully to the overall profitability of the company, allowing more of the operational gains to be reflected in the bottom line. The easing of borrowing costs has provided much-needed relief in a previously high-interest-rate environment, supporting the company's path toward financial stability and



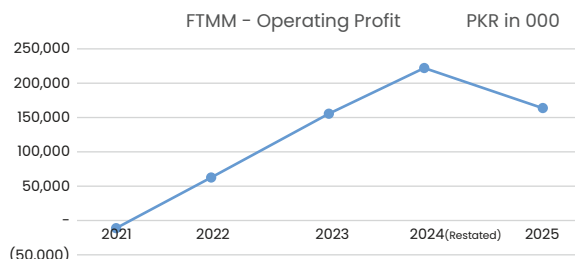
sustainable growth.

Treet Battery Limited has delivered a commendable turnaround in its financial performance, reporting a net profit of PKR 40 million for the year, compared to a net loss of PKR 377 million (Restated) in the previous period. The positive results reflect Treet Battery's successful efforts in optimizing its core operations, enhancing productivity, and executing strategic initiatives aimed at sustainable growth. The shift from loss to profitability is a clear indicator of the company's resilience and its ability to adapt in a dynamic and competitive market environment.

### FIRST TREET MANUFACTURING MODARABA (FTMM)

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 deliver stable operating profits. The Modaraba has witnessed significant enhancements across various key indicators, such as sales, liquidity, cost control, and plant operations.

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 segments. However, the Modaraba is managed to close on a steady profit during the year.



# DIRECTOR'S REPORT

The Modaraba's gross profit 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.

## RENACON PHARMA LIMITED (RPL)

Renacon Pharma Limited (RPL) has consistently demonstrated a commitment to innovation, accessibility, and leadership in kidney care. Since our inception, we have transformed the dialysis landscape in South Asia by pioneering affordable physiological bicarbonate hemodialysis solutions and reducing dependency on costly imports. This has resulted in enhancing the quality of life for thousands of patients. Over the past decade, RPL has grown into the clear market leader in dialysis concentrates, earning trust across Pakistan and abroad.

In a major boost to the Company, RPL successfully commissioned a new, state-of-the-art manufacturing facility at FIEDMC, Faisalabad, after meeting all regulatory requirements. This new facility will serve as a launchpad for our expanded export efforts, significantly increasing our production capacity and ability to reach new global markets.



RPL is actively increasing its export footprint, with participation in key global healthcare exhibitions. We have already begun exporting to countries including Botswana, the Philippines, Kenya, Afghanistan, Somalia, and Sri Lanka, and are pursuing regulatory approvals to enter new markets

in Europe, Central Asia and Africa. This expanded reach is made possible by our new facility, which will further enhance RPL's global export potential. In FY 2024-25, RPL was able to start to leverage on the new facility, recording the highest export sales for the Company in the last five years.

In FY 2024-25, RPL recorded sales of 1,615 million, reflecting an 18% increase from previous year. Gross profit increased to Rs. 509 million, reflecting an 8% increase, while operating profit remained stable at Rs.295 million. This solid revenue growth was driven by a significant shift in the sales strategy of innovative formulations, expanding export footprint and building differentiated offerings.

With the transition to the new facility, the company was anticipating an increase in operating costs, including uncontrollable factors such as finance costs and depreciation. As a result, the Company has focused on managing its controllable expenses through the transition, thus maintaining operating profits at roughly the same levels as the previous year.

With the impact of finance costs, the Company's Profit After tax reduced by approximately 1/3 compared to the previous year. However, the overall impact on the bottom line was mitigated through effective cost control and increase in exports, resulting in a bottom line performance that was significantly better than internal forecasts.

## CODE OF CORPORATE GOVERNANCE

The Directors of the Company 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 Company, present fairly its state of affairs, the result of its operations, cash flows and changes in equity;
- Proper books of account of the Company 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 there from 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 company'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.

Statements regarding the following are annexed or disclosed in the notes to the accounts:

- Pattern of Shareholding
- Trading in shares of the Company by its Directors, CEO, CFO and Company Secretary
- Employee stock option scheme

#### ENVIRONMENT, SOCIAL AND GOVERNANCE:

Your Company 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 Company 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 Company is committed to giving back to the Society and has continued to partner with various charitable organisations to support their activities. Your Company 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 company 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 company 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 the company have met 06 times and the attendance at each of these meetings is as follows:

| Name                     | Designation                     | 18-Jul-24 | 27-Sep-24 | 28-Oct-24 | 12-Dec-24 | 26-Feb-25 | 24-Apr-25 | 2024-25 |
|--------------------------|---------------------------------|-----------|-----------|-----------|-----------|-----------|-----------|---------|
| Mr. Syed Shahid Ali      | Chairman/Non-Executive Director | A         | A         | P         | P         | P         | P         | 4/6     |
| Mr. Syed Sheharyar Ali   | Executive Director              | P         | P         | P         | P         | P         | P         | 6/6     |
| Mr. Imran Azim           | Non-Executive Director          | P         | P         | P         | P         | P         | P         | 6/6     |
| Mr. Munir Karim Bana     | Non-Executive Director          | P         | P         | P         | P         | P         | P         | 6/6     |
| Dr. Salman Faridi        | Non-Executive Director          | P         | P         | P         | P         | A         | P         | 6/6     |
| Ms. Sidra Fatima Sheikh  | Independent Director            | P         | P         | P         | P         | P         | P         | 6/6     |
| Mr. Ahmad Shahid Hussain | Independent Director            | P         | P         | P         | A         | P         | P         | 5/6     |
| Dr. Haroon Latif Khan    | Independent Director            | P         | P         | P         | P         | P         | P         | 6/6     |
| Quorum of Meetings       |                                 | 7/8       | 7/8       | 8/8       | 7/8       | 8/8       | 8/8       |         |

# DIRECTOR'S REPORT

## BOARD COMMITTEES AND THEIR MEETINGS AUDIT COMMITTEE:

### 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.

| Name                     | Designation        | 26-Sep-24 | 28-Oct-24 | 26-Feb-25 | 24-Apr-25 | 2024-2025 |
|--------------------------|--------------------|-----------|-----------|-----------|-----------|-----------|
| Ms. Sidra Fatima Sheikh  | Chairperson/Member | P         | P         | P         | P         | 4/4       |
| Mr. Imran Azim           | Member             | P         | P         | P         | P         | 4/4       |
| Dr. Salman Faridi        | Member             | P         | P         | P         | P         | 4/4       |
| Mr. Ahmad Shahid Hussain | Member             | P         | P         | P         | P         | 4/4       |
| Mr. Munir Karim Bana     | Member             | P         | P         | P         | P         | 4/4       |
| Quorum of Meetings       |                    | 5/5       | 5/5       | 5/5       | 5/5       |           |

### HR COMMITTEE:

During the year, the HR Committee of the Board have met 01 times and the attendance at each of these meetings is as follows.

| Name                   | Designation        | 24-Feb-25 | 2024-2025 |
|------------------------|--------------------|-----------|-----------|
| Dr. Haroon Latif Khan  | Chairperson/Member | P         | 1/1       |
| Mr. Imran Azim         | Member             | P         | 1/1       |
| Mr. Syed Shahid Ali    | Member             | A         | 0/1       |
| Mr. Syed Sheharyar Ali | Member             | P         | 1/1       |
| Quorum of Meetings     |                    | 3/4       |           |

## REMUNERATION POLICY OF NON-EXECUTIVE DIRECTORS

The fee of the non-executive and independent directors for attending the Board and Committee Meeting(s) of the Company is determined by the Board from time to time.

## ACKNOWLEDGEMENTS

We place on record our gratitude to our valued customers for their confidence in our products and pledge to provide them the best quality by continually improving our products. We would also like to thank all our colleagues, management and factory staff who are strongly committed to their work as the success of your Company is built around their efforts. We also thank our shareholders for their confidence in our Company and assure them that we are committed to do our best to ensure best rewards for their investment in the Company.



**Syed Shahid Ali**  
Chairman



**Syed Sheharyar Ali**  
Chief Executive Officer

**LAHORE**  
**September 30, 2025**

# ڈائریکٹرز رپورٹ

بورڈ کمیٹیاں اور ان کے اجلاس

آڈٹ کمیٹی

رواں برس کے دوران، بورڈ کی آڈٹ کمیٹی کے 104 اجلاس منعقد ہوئے اور اجلاس میں حاضری کی تفصیل 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         | ڈاکٹر سلمان فریدی   | رکن           | P            | P             | P            | P            | 4/4       |
| 4         | جناب احمد شاہد حسین | رکن           | P            | P             | P            | P            | 4/4       |
| 5         | جناب منیر کریم بانا | رکن           | P            | P             | P            | P            | 4/4       |
|           | اجلاس کا کورم       |               | 5/5          | 5/5           | 5/5          | 5/5          |           |

P حاضر A غیر حاضر

HR کمیٹی

رواں برس کے دوران، بورڈ کی HR کمیٹی کا 101 اجلاس منعقد ہوا اور اجلاس میں حاضری کی تفصیل حسب ذیل ہے:

| نمبر شمار | نام                       | عہدہ          | 24 فروری 25ء | 2025-2024 |
|-----------|---------------------------|---------------|--------------|-----------|
| 1         | جناب ڈاکٹر بارون لطیف خان | چیئر پرسن/رکن | P            | 1/1       |
| 2         | جناب عمران عظیم           | رکن           | P            | 1/1       |
| 3         | جناب سید شاہد علی         | رکن           | A            | 0/1       |
| 4         | جناب سید شہر یار علی      | رکن           | P            | 1/1       |
|           | اجلاس کا کورم             |               | 3/4          |           |

P حاضر A غیر حاضر

نان ایگزیکٹو ڈائریکٹرز کی معاوضہ پالیسی

کمپنی کے بورڈ اور کمیٹی اجلاسوں میں شرکت کے لئے نان ایگزیکٹو اور خود مختار ڈائریکٹرز کی فیس کا تعین بورڈ وقتاً فوقتاً کرتا ہے۔

اظہار تشکر

ہم اپنی پروڈکٹس پر اپنے معزز صارفین کے اعتماد کا تہ دل سے شکریہ ادا کرنا چاہتے ہیں اور اپنی پروڈکٹس میں مسلسل بہتری لاکر انہیں اعلیٰ معیار کی پروڈکٹس فراہم کرنے کے لئے پرعزم ہیں۔ ہم اپنے تمام ساتھیوں، انتظامیہ اور فیکٹری عملے کا بھی شکریہ ادا کرتے ہیں جو اپنے کام کے ساتھ انتہائی مخلص ہیں کیونکہ آپ کی کمپنی کی کامیابی ان کی کوششوں کی مرہون منت ہے۔ ہم اپنی کمپنی پر شیئر ہولڈرز کے اعتماد کا بھی شکریہ ادا کرتے ہیں اور انہیں یقین دلاتے ہیں کہ کمپنی میں ان کی سرمایہ کاری پر انہیں بہترین منافع ملے گا۔



سید شہر یار علی

چیف ایگزیکٹو آفیسر



سید شاہد علی

چیئر مین

مؤرخہ: ستمبر 30، 2025

بمقام: لاہور

## 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 کی کمپنی گورننس کے اعلیٰ معیار کی فراہمی کے لئے پرعزم ہے۔ اس سفر میں آپ کی کمپنی 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

کمپنی معاشرے کو 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۔ آپ کی پیداواری مرکز پر کمپنی اپنے ملازمین خصوصاً خواتین کو کام کا محفوظ اور باوقار ماحول فراہم کر کے اور اپنی ماحققہ آبادیوں کا ذمہ دار پڑوسی اور معاشرے کا ذمہ دار رکن ہونے پر فخر محسوس کرتی ہے۔

## صحت، ماحولیات اور حفاظت

مزید پائیدار ماحول کی جانب ہمارے عزم کے ثبوت کے طور پر ہماری کمپنی 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 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، کمپنی کے بورڈ آف ڈائریکٹرز کے 106 اجلاس منعقد ہوئے اور اجلاس میں ان کی حاضری حسب ذیل ہے:

| نام                  | عہدہ                             | 18 جولائی 2024ء | 27 ستمبر 2024ء | 28 اکتوبر 2024ء | 12 دسمبر 2024ء | 26 فروری 2025ء | 24 اپریل 2025ء | 2024-2025 |
|----------------------|----------------------------------|-----------------|----------------|-----------------|----------------|----------------|----------------|-----------|
| جناب سید شاہ علی     | نان ایگزیکٹو ڈائریکٹر / چیئر مین | A               | A              | P               | P              | P              | P              | 4/6       |
| جناب سید شہریار علی  | ایگزیکٹو ڈائریکٹر                | P               | P              | P               | P              | P              | P              | 6/6       |
| جناب عمران عظیم      | نان ایگزیکٹو ڈائریکٹر            | P               | P              | P               | P              | P              | P              | 6/6       |
| جناب منیر کریم بانا  | نان ایگزیکٹو ڈائریکٹر            | P               | P              | P               | P              | P              | P              | 6/6       |
| ڈاکٹر سلمان فریدی    | نان ایگزیکٹو ڈائریکٹر            | P               | P              | P               | P              | P              | P              | 6/6       |
| مس سدرہ فاطمہ شیخ    | خود مختار ڈائریکٹر               | P               | P              | P               | P              | P              | P              | 6/6       |
| جناب احمد شاہ حسین   | خود مختار ڈائریکٹر               | P               | P              | P               | A              | P              | P              | 5/6       |
| ڈاکٹر ہارون لطیف خان | خود مختار ڈائریکٹر               | P               | P              | P               | P              | P              | P              | 6/6       |
| اجلاس کا کورم        |                                  | 7/8             | 7/8            | 8/8             | 7/8            | 8/8            | 8/8            |           |

غیر حاضر

A

حاضر

P



# ڈائریکٹرز رپورٹ

توسیع برآمدی کوششوں کے لئے ایک لانچ پیڈ کے طور پر کام کرے گا جس سے ہماری پیداواری استعداد اور نئی عالمی منڈیوں تک رسائی کی صلاحیت میں اضافہ ہوگا۔ RPL بنیادی عالمی ہیلتھ کیئر نمائشوں میں شرکت کے ذریعے برآمدی سطح پر بھی اپنے قدم بجا رہا ہے۔ ہم نے بوٹسوانا، فلپائن، کینیا، افغانستان، صومالیہ اور سری لنکا جیسے ممالک میں برآمدات کا آغاز کر دیا ہے اور یورپ، وسطی ایشیا اور افریقہ کی منڈیوں میں داخل ہونے کے لئے ریگولیٹری منظوریوں حاصل کر رہے ہیں۔ یہ وسعت پذیری ہمارے نئے مرکز کی وجہ سے ممکن ہوئی جو RPL کی عالمی برآمدی صلاحیت کو مزید نکھارے گا۔ مالیاتی سال 2024-2025ء کے دوران RPL نے مرکز پر سرمایہ سرف کرنے کے لئے تیار تھا جس سے گزشتہ پانچ برسوں میں کمپنی کی بلند ترین برآمدی فروخت ریکارڈ ہوئی۔



مالیاتی سال 2024-2025ء میں RPL نے 1,615 ملین روپے کی فروخت ریکارڈ کی جو گزشتہ برس کی نسبت 18% اضافے کو ظاہر کرتی ہے۔ کل منافع میں بھی 8% یعنی 509 ملین روپے اضافہ ریکارڈ ہوا جب کہ آپریٹنگ منافع 295 ملین روپے تک مستحکم رہا۔ یہ پائیدار

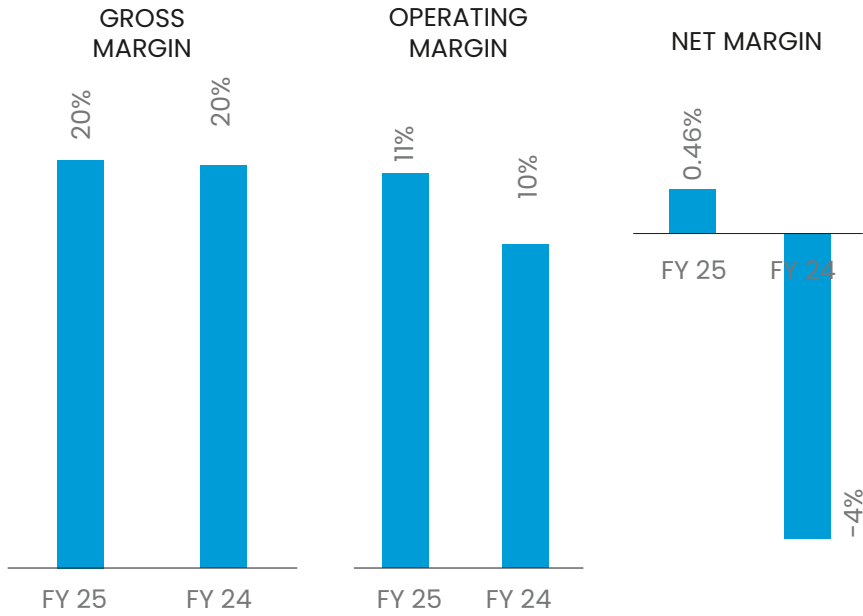
آمدنی جدید طریقوں پر مبنی سبز حکمت عملی میں منتقلی سے منسوب کی جا رہی ہے۔ جس سے برآمدی سطح پر کمپنی مضبوط ہوئی ہے اور کمپنی متنوع پروڈکٹس کی پیشکش کے قابل ہوئی ہے۔ نئے مرکز میں تبدیلی کے ساتھ کمپنی توقع کر رہی تھی کہ آپریٹنگ لاگت میں اضافہ ہوگا جس میں ناقابل کنٹرول عوامل یعنی قرضوں پر لاگت اور فرسودگی شامل ہیں۔ اس کے نتیجے میں کمپنی نے قابل برداشت اخراجات کے انتظام پر توجہ دی لہذا آپریٹنگ منافع گزشتہ برس کے تقریباً برابر رہا۔ قرضوں پر لاگت کے اثرات سے کمپنی کا منافع علاوہ ٹیکس گزشتہ برس کی نسبت تقریباً 1/3 گنا تک کم ہوا۔ البتہ، خالص منافع پر مجموعی اثرات کو مؤثر کاسٹ کنٹرول اور برآمدات میں اضافے کے ذریعے کنٹرول کیا گیا جس کے نتیجے میں حتمی کارکردگی بہتر ہوئی جو اندرونی پیشین گوئی کے مقابلے میں واضح طور پر بہتر ہے۔

## کوڈ آف کارپوریٹ گورننس

کمپنی کے ڈائریکٹرز لیسڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ضوابط 2019 اور Rule Book آف پاکستان اسٹاک ایکسچینج کے تحت اپنی ذمہ داریوں سے بخوبی آگاہ ہیں۔ کمپنی نے بہتر کاروباری نظم و ضبط اور ضابطہ کی مکمل تعمیل کو یقینی بنانے کے لئے تمام ترقیاتی اقدامات اٹھائے ہیں اور ہم مندرجہ ذیل کی توثیق کرتے ہیں۔

- مالیاتی اسٹیٹمنٹس کمپنی کے امور، آپریشنز کے نتائج، کیش فلو اور ایکویٹی میں تبدیلی کی بھرپور عکاسی کرتی ہیں۔
- اکاؤنٹس کی باقاعدہ کتابیں تیار کی گئی ہیں۔
- CEO اور CFO نے بورڈ کی منظوری سے قبل مالیاتی اسٹیٹمنٹس کی توثیق کی ہے۔
- مالیاتی رپورٹنگ میں اکاؤنٹنگ پالیسیوں اور معقول تخمینوں کا مسلسل اطلاق کیا گیا ہے۔
- پاکستان میں لاگو بین الاقوامی مالیاتی رپورٹنگ فریم ورک (IFRS) کا اطلاق کیا گیا ہے اور اس میں انحراف کو واضح طور پر ظاہر کیا گیا ہے۔
- انٹرئل کنٹرولز کا ایک مربوط نظام موجود ہے جس کا مؤثر اطلاق اور نگرانی کی جاتی ہے۔
- بطور جاری کاروبار آپ کی کمپنی کے کام کو جاری رکھنے میں کوئی ابہام موجود نہ ہے۔
- شیئر ہولڈنگ پیٹرن بشمول ایسوسی ایٹڈ انڈر ٹیکنگ اور متعلقہ فریقین کے ملکیتی حصص کا اعلامیہ سالانہ رپورٹ کے ساتھ لف ہے۔
- مندرجہ ذیل کی بابت بیان لف ہذا ہے یا ان کا ذکر اکاؤنٹس کے نوٹس میں کیا گیا ہے:

- شیئر ہولڈنگ کا پیٹرن
- ڈائریکٹرز، CEO، CFO اور کمپنی سیکریٹری کی جانب سے کمپنی حصص میں تجارت
- ملازمین کی اسٹاک آپشن اسکیم

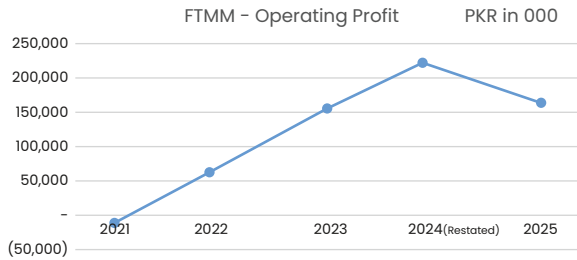


ٹریٹ میٹری لمیٹڈ نے اپنے مالیاتی کارکردگی میں قابل تعریف انقلاب برپا کیا اور گزشتہ دورانیہ میں 377 ملین روپے (نظر ثانی شدہ) خالص خسارہ کے مقابلے میں رواں برس کے لئے 40 ملین روپے خالص منافع درج کیا۔ مثبت نتائج بنیادی آپریشنز کو نکھارنے، پیداوار بڑھانے اور اسٹریٹجک اقدامات کے اطلاق میں ٹریٹ میٹری لمیٹڈ کی کامیاب کاوشوں کی عکاسی کرتے ہیں جس کا مقصد پائیدار نمو حاصل کرنا ہے۔ خسارے سے منافع تک کا سفر کمپنی کی چلک اور متحرک اور مسابقتی ماحول کو اپنانے کی اس کی صلاحیت کا واضح اشارہ ہے۔

#### فرسٹ ٹریٹ مینوفیکچرنگ مضاربہ (FTMM)

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 ہماری آپریٹنگ منافع حاصل کرنے میں کامیاب ہوا۔ مضاربہ نے اہم اشاریوں میں نمایاں نمو ظاہر کی جس میں سیلز، لیکویڈٹی، کاسٹ کنٹرول اور پلانٹ آپریشنز شامل ہیں۔ مضاربہ دو کاروباری شعبوں: کاروبار سبکس اور صابن سے منسلک ہے۔ مالیاتی سال 2025ء کے مالیاتی نتائج نے صابن اور پیکجنگ 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 ترجیحی 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% تنزلی لہذا اس کی کوششیں سرگرمیوں سے منسوب کیا جاسکتا ہے جس سے آئندہ برسوں میں سیلز کارکردگی بہتر ہونے کی توقع ہے۔

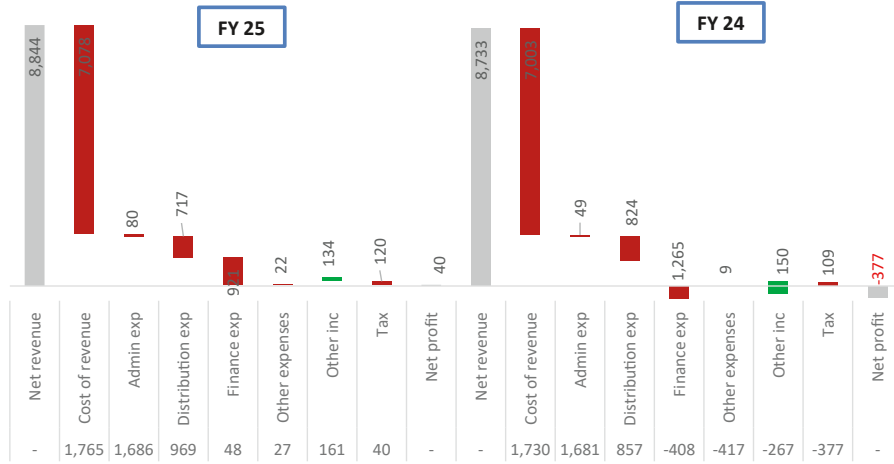
#### ریناکون فارمالیٹڈ (RPL)

ریناکون فارمالیٹڈ (RPL) نے گردوں کی دیکھ بھال میں جدت، رسائی اور لیڈر شپ کے عزم کا مسلسل اظہار کیا ہے۔ اپنے قیام سے ہی ہم قابل برداشت فزیالوجیکل بائی کاربونیٹ ہیپو ڈائیلیسز سالیوشنز کو اپنانے ہوئے اور قیمتی درآمدات پر انحصار کم کرتے ہوئے جنوبی ایشیا میں ڈائیلیسز میں انقلاب لے کر آئے جس کے نتیجے میں ہزاروں مریضوں کے معیار زندگی میں بہتری آئی۔ گزشتہ دہائی میں RPL نے ڈائیلیسز محلول کی منڈی میں واضح برتری حاصل کی اور پاکستان اور بیرون ملک میں اعتماد حاصل کیا۔

کمپنی کی بڑی پیش رفت میں RPL نے تمام ریگولیٹری تقاضے پورے کرنے کے بعد عالمی معیار کے صنعتی مرکز FIEDMC فیصل آباد کی کامیابی سے کمیشننگ مکمل کی۔ یہ نیام مرکز ہماری

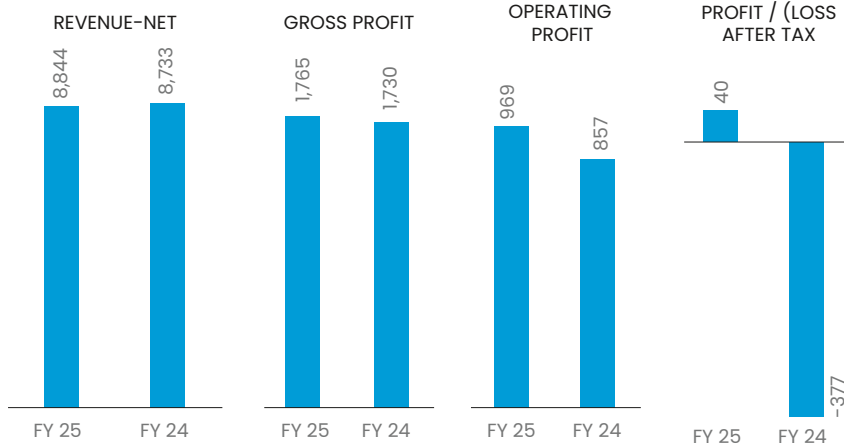
# ڈائریکٹر رپورٹ

## Profit Buildup (PKR m)



رواں دورانیہ میں 1,765 ملین روپے معمولی اضافے کے ساتھ مجموعی منافع میں ترقی کا رجحان جاری رہا جو گزشتہ برس میں 1,730 ملین روپے تھا۔ یہ پیش رفت کارکردگی بہتر بنانے کے مخصوص پروگراموں اور کاسٹ کنٹرول اقدامات کے اطلاق کے ذریعے پیداواری دورانیہ میں آپریشنل کارکردگی اور مربوط کاسٹ مینجمنٹ پر کمپنی کی متواتر کوششوں کی عکاسی کرتی ہے۔ افراط زر کے دباؤ اور خام مال کی قیمتوں میں اتار چڑھاؤ کے باوجود ٹریٹ لمیٹڈ اپنے مجموعی مارجن کو برقرار رکھنے میں کامیاب ہوئی۔ مستحکم مجموعی منافع کی کارکردگی اپنے بنیادی امور سے مستقل منافع اخذ کرنے کی استعداد اور کمپنی کی چلک کی عکاسی کرتی ہے۔

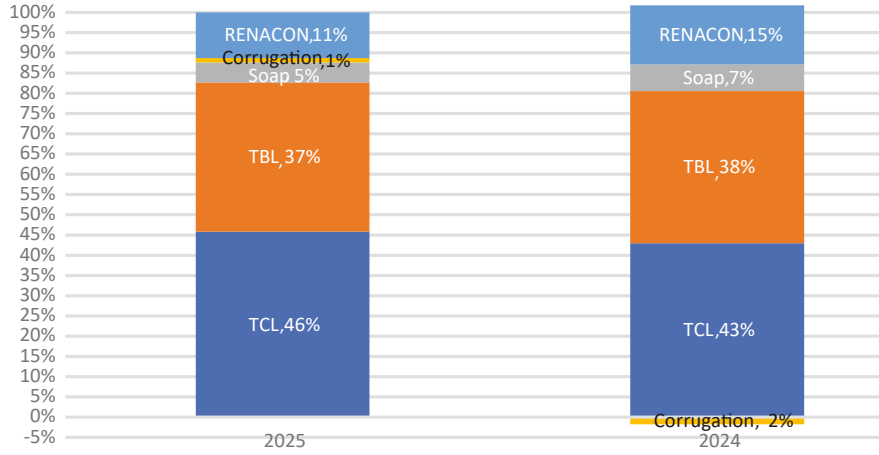
(RUPEES IN MILLION)



ٹریٹ لمیٹڈ نے رواں مالیاتی سال کے دوران 969 ملین روپے آپریٹنگ منافع حاصل کیا جو گزشتہ برس کے دوران 857 ملین روپے آپریٹنگ منافع کے مقابلہ میں تقریباً 13% اضافہ کو ظاہر کرتا ہے۔ یہ لگاتار اضافہ آپریشنز کو مربوط بنانے، وسائل کے بہتر استعمال اور اپنے بنیادی کاروباری شعبوں میں بہتری پر کمپنی کی متواتر کوششوں کی عکاسی کرتا ہے۔ آپریٹنگ منافع میں بہتری آپریشنل عہدگی اور کارکردگی سے حاصل منافع کو پائیدار مالیاتی کارکردگی میں تبدیل کرنے کی استعداد کی جانب کمپنی کے عزم کو ظاہر کرتی ہے۔

رواں برس کے دوران قابل ذکر مثبت پیش رفت قرضوں پر لاگت میں نمایاں کمی تھی۔ قرضوں پر کل لاگت میں گزشتہ برس کے دوران 1,265 ملین روپے کے مقابلہ میں 921 ملین روپے کی واقع ہوئی جو تقریباً 27% کمی کو ظاہر کرتا ہے۔ اس پیش رفت کو بنیادی طور پر شرح سود میں کمی اور اپنے قرض پر فائل اور مالیاتی ڈھانچے میں بہتر انتظام کی کوششوں پر کمپنی کی بھرپور توجہ سے منسوب کیا جاتا ہے۔ مالیات پر کم دباؤ نے کمپنی کے مجموعی منافع پر مثبت اثرات مرتب کئے ہیں جس سے بائٹ لائن میں مزید آپریشنل آمدنی ملی۔ قرضوں پر لاگت میں کمی نے ماضی میں بلند شرح سود کے ماحول میں انتہائی ضروری سکون فراہم کیا جس سے کمپنی مالیاتی استحکام اور پائیدار نمو کی جانب گامزن ہوئی۔

Segment wise operating profit contribution



#### منافع منقسمہ:

گزشتہ چند مشکل سالوں کے بعد چونکہ کمپنی کی مالیاتی کارکردگی میں انقلاب آیا ہے لہذا بورڈ محسوس کرتا ہے کہ کمپنی کے قرضوں میں مزید کمی لائی جائے تاکہ آئندہ برسوں میں پائیدار نمونہ بنے۔ اس کے نتیجے میں رواں برس کے لئے کوئی منافع منقسمہ تجویز نہ کیا گیا ہے۔

#### ٹریٹ بیٹری لمیٹڈ

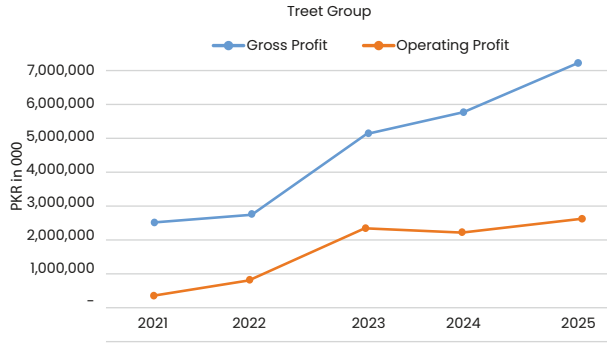
30 جون 2025ء کو اختتام پذیر سال کے لئے بنیادی آپریشنل و مالیاتی اشاریوں میں نمایاں بہتری ٹریٹ بیٹری لمیٹڈ کی خوش کن مالیاتی کارکردگی کی عکاسی کرتی ہے۔ کمپنی نے 8,844 ملین روپے آمدنی 1,765 ملین روپے مجموعی منافع اور 969 ملین روپے آپریٹنگ منافع درج کیا۔ مزید برآں، کمپنی نے گزشتہ برس کے دوران 377 ملین روپے خالص خسارے کے مقابلہ میں 40 ملین روپے خالص منافع درج کیا۔ یہ بحالی مستحکم آمدنی، بہتر آپریٹنگ کارکردگی اور گزشتہ برس میں 1,265 ملین روپے کی نسبت 921 ملین روپے تک قرضوں کی لاگت میں کمی کے باعث ممکن ہوئی۔

| ٹریٹ بیٹری لمیٹڈ |       |         |             | (ملین روپوں میں) |
|------------------|-------|---------|-------------|------------------|
| مندرجات          | 2025ء | 2024ء   | رقم میں فرق | % فرق            |
| سیلز             | 8,844 | 8,733   | 111         | 1%               |
| مجموعی منافع     | 1,765 | 1,730   | 35          | 2%               |
| آپریٹنگ منافع    | 969   | 857     | 112         | 13%              |
| قرضوں پر لاگت    | (921) | (1,265) | 344         | -27%             |
| خالص نفع/(نقصان) | 40    | (377)   | 417         | 111%             |

30 جون 2025ء کو اختتام پذیر سال کے لئے ٹریٹ بیٹری لمیٹڈ نے 8,844 ملین روپے آمدنی درج کی جو گزشتہ دورانیہ میں سالہا سال کی بنیاد پر 8,733 ملین روپے معمولی اضافے کو ظاہر کرتی ہے۔ اگرچہ نمونہ معمولی ہے لیکن مسلسل جاری مشکل ترین معاشی ماحول کے باوجود یہ کمپنی کو اپنی ٹاپ لائن کارکردگی کو برقرار رکھنے میں مدد کرتی ہے۔



# ڈائریکٹرز رپورٹ



آپریٹنگ لاگت پر افراط زر کے نمایاں اثرات کے باوجود گروپ 2,614 ملین روپے کا آپریٹنگ منافع حاصل کرنے میں کامیاب ہوا (مالیاتی سال 2024ء: 2,305 ملین روپے)۔ گروپ نے اپنے قرضوں میں 1,300 ملین روپے تک کامیابی سے کمی کی ہے جو اثاثہ

جات کی فروخت کی جانب گروپ حکمت عملی کی عکاسی کرتی ہے۔ پالیسی ریٹ اور قرض میں کمی کے ساتھ قرضوں کی لاگت میں گزشتہ برس کی نسبت 30% کی نمایاں کمی واقع ہوئی۔ گروپ نے کارکردگی میں انقلابی تبدیلی کا مظاہرہ کیا جب رواں برس خالص منافع علاوہ ٹیکس 558 ملین روپے تک پہنچ گیا (2024ء: 60 ملین روپے)۔

مسابقتی مالیاتی نتائج کا خلاصہ

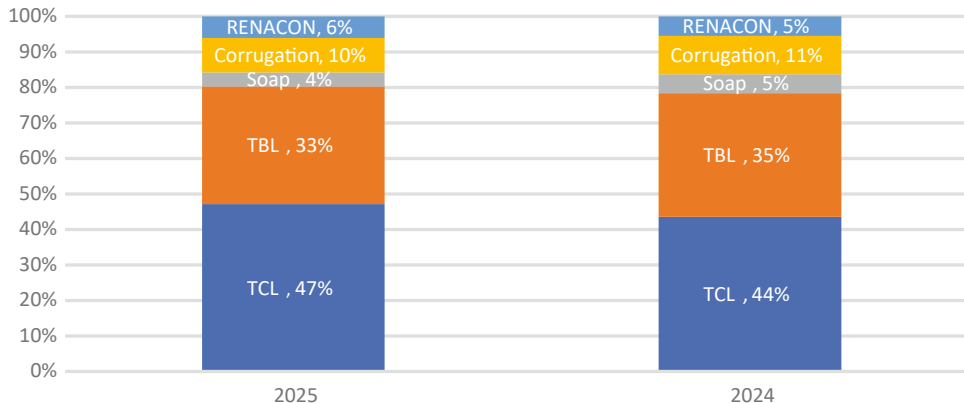
'000 روپوں میں

شعبہ کے لحاظ سے کارکردگی حسب ذیل ہے:

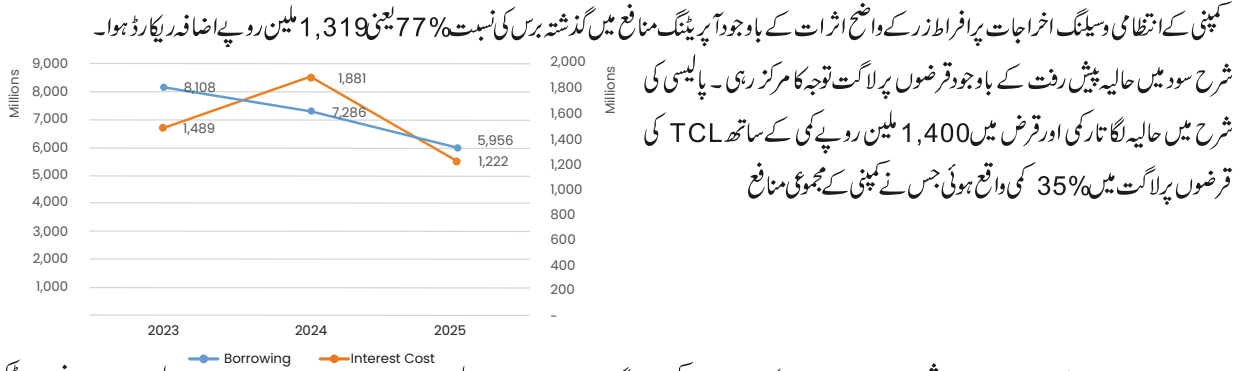
| % تبدیلی |       | مالیاتی سال، جون 2024ء |            | مالیاتی سال، جون 2025ء |            | مندرجات                        |
|----------|-------|------------------------|------------|------------------------|------------|--------------------------------|
| مجموعی   | ٹریٹ  | مجموعی                 | ٹریٹ       | مجموعی                 | ٹریٹ       |                                |
| 6%       | 15%   | 25,086,307             | 10,935,371 | 26,687,607             | 12,591,060 | سیلز (خالص)                    |
| 23%      | 42%   | 5,846,964              | 3,245,73   | 7,188,121              | 4,597,063  | مجموعی منافع                   |
| 13%      | 77%   | 2,305,129              | 743,284    | 2,613,723              | 1,319,247  | آپریٹنگ نفع/(نقصان)            |
| 359%     | 6312% | 256,715                | (23,126)   | 1,179,335              | 1,436,614  | نفع/(نقصان) بمعہ ٹیکسیشن       |
| 1031%    | 1074% | (59,962)               | (107,371)  | 558,290                | 1,045,520  | خالص نفع/(نقصان) علاوہ ٹیکسیشن |
|          |       | (0.46)                 | (0.35)     | 1.36                   | 2.82       | فی حصص آمدنی (روپوں میں)       |

شعبہ کے لحاظ سے کارکردگی حسب ذیل ہے:

## Segment wise sale contribution



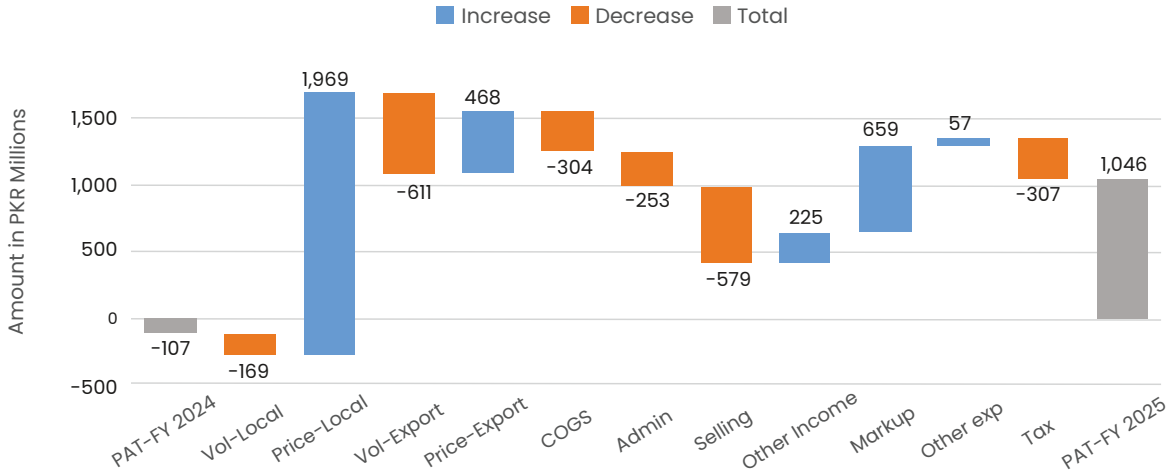
COGS میں 4% یعنی 7,999 ملین روپے کا معمولی اضافہ ہوا (مالیاتی سال 2024ء 7,690 ملین روپے)۔ یہ لاگت پرموثر کنٹرول کو ظاہر کرتی ہے کیونکہ COGS نمونہ 15% کی سیل نمونہ کے آگے پیچھے رہی۔ اس کے نتیجے میں، کل پرافٹ مارجن میں 36.51% کی نمایاں بہتری آئی (مالیاتی سال 2024ء 29.68%)۔ مذکورہ مدت کے لئے کل منافع 4,597 ملین روپے رہا جو گزشتہ برس کی نسبت 42% بہتری کی نمایاں پیش رفت ہے۔ کمپنی اپنی پروڈکٹس کے مجموعے میں بہتری لائی اور مخصوص شعبوں کی قیمتوں میں اضافہ کیا اور کمپنی نے بہتر کاسٹ مینجمنٹ کا مظاہرہ کیا۔ جس کے نتیجے میں کل منافع اور مارجن میں گزشتہ برس کی نسبت بہتری آئی۔



پر دور رس اثرات مرتب کئے۔ ان مثبت معاشی اشاریوں اور انتظامی کوششوں سے کمپنی نے گزشتہ برس میں 107 ملین روپے خسارہ کے مقابلے میں 1,046 ملین روپے منافع علاوہ ٹیکس حاصل کیا۔

مجموعی سطح پر، کمپنی نے خصوصاً منافع اور لیکویڈٹی جیسے کارکردگی کے اہم شعبوں میں پیش رفت کا مظاہرہ کیا۔ اس بہتر کارکردگی کو ملکی سطح پر فروخت میں اضافہ، موثر کاسٹ مینجمنٹ اور قرضوں میں نمایاں کمی سے منسوب کیا جاتا ہے۔ مشکل ترین معاشی ماحول کے باوجود TCL نے مجموعی سطح پر مستحکم نتائج پیش کئے۔ جو نہی ملکی و بین الاقوامی سطح پر بحالی اور استحکام کے آثار نمایاں ہوں گے ہماری کمپنی مستقل اور پائیدار منافع کی جانب واپسی میں کامیاب ہو جائے گی۔

#### Variance Analysis 2024 vs 2025



#### گروپ نتائج

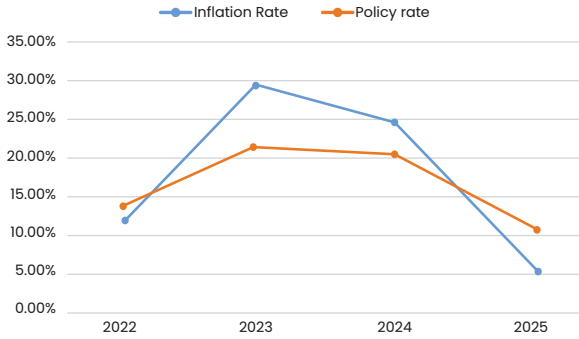
سال 2024-2025ء کے لئے گروپ کا ٹرن اوور 26,687 ملین روپے رہا جو گزشتہ برس میں 25,086 ملین روپے تھا۔ یہ اضافہ تمام کاروباروں اور شعبوں اور منافع بخش کاروبار اور کیش فلو بڑھانے پر بھرپور توجہ کی عکاسی کرتا ہے۔

کل منافع گزشتہ برس کی نسبت 23% کی نمایاں پیش رفت کے ساتھ 7,188 ملین روپے ریکارڈ ہوا (جون 2024ء 5,847 ملین روپے)۔ اس پیش رفت کے اہم عوامل میں پروڈکٹس کے مجموعہ میں بہتری لاکر پورٹ فولیو کا بلند مارجن کے کاروبار میں منتقلی اور اہم شعبوں کی قیمتوں میں ردوبدل شامل ہیں۔ سال بھر میں قیمتوں پر لگاتار نظر ثانی کے ذریعے افراط زر کی بلند شرح کے اثرات کو صاف کرنے تک منتقل کیا گیا جس سے مارجن کو برقرار رکھنے میں مدد ملی۔

# ڈائریکٹر رپورٹ

اقتصادی جائزہ اور کارکردگی کا خلاصہ

مالیاتی سال 2024-2025 کے دوران پاکستان کی معیشت میں معمولی بحالی کے آثار ظاہر ہوئے لیکن کئی سرکاری اہداف حاصل نہ ہو سکے۔ حقیقی GDP نمو مالیاتی سال 2024-2023ء میں 2.5% سے 2.7% تک پہنچ گئی جو کہ 3.7% کے ہدف سے کافی کم رہی۔

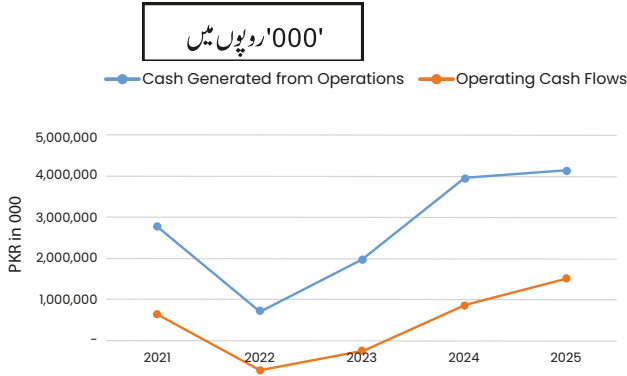


مہنگائی میں تیزی سے کمی واقع ہوئی جبکہ ہیڈ لائن CPI مالیاتی سال 2025ء کے وسط میں بلند ترین سطح سے 5-4% تک گر گئی اور چند مہینوں میں مزید کم ہو گئی۔ البتہ، صنعتی کارکردگی کمزور رہی: بڑے پیمانے کی صنعت (LSM) رواں برس 0.74% تک سکڑ گئی اور کیمیکل اور سیمنٹ جیسے متعدد اہم ذیلی شعبوں کی پیداوار میں تنزلی ریکارڈ ہوئی۔

مالیاتی لحاظ سے آمدنی کے حصول میں بہتری آئی جب کہ حکومت کو خسارہ پورا کرنے کے لئے IMF کے منظوری شدہ اصلاحاتی پروگرام پر عمل کرنا پڑا۔ افراط زر کا دباؤ کم ہونے کے باعث مانیٹری پالیسی میں بھی بتدریج بہتری آئی جب اسٹیٹ بینک آف پاکستان نے اپنی پالیسی شرح کو وسط 2024ء میں 22% سے کم کر کے 2025ء کے اوائل میں تقریباً 11% کر دیا۔

مختصراً، کم مہنگائی، بہتر مالیاتی نظم و ضبط اور گرتی ہوئی شرح سود کی صورت میں کئی اقتصادی استحکام میں پیش رفت عیاں ہے۔ پھر بھی معیشت کمزور رہی اور خصوصاً LSM میں کم صنعتی سرگرمی، بد ترین زرعی فرسودگی، بیرونی شعبے کے لگاتار دباؤ اور IMF اور ورلڈ بینک پروگراموں کے تحت جاری ساختی اصلاحات نے نمو کو کمینچر کر رکھا دیا۔

ملکی سطح پر معمولی معاشی بحالی کے ساتھ گروپ نے بھی تمام شعبوں کے خالص منافع میں متاثر کن اشاریے ظاہر کئے ہیں۔ گروپ قیمتوں میں استحکام اور آمدنی حاصل کرنے کے لئے اسٹریٹجک جھکاؤ کے ذریعے منافع میں بہتری لانے پر متوجہ رہا۔



ہمارے کچھ شعبوں میں منڈی کے مشکل حالات کے باوجود کل آمدنی میں گزشتہ برس کی نسبت مجموعی سطح پر 16% اضافہ ریکارڈ ہوا۔ قیمتوں کے تعین کی حکمت عملی از سر نو وضع کی گئی تاکہ منڈی میں اپنا حصہ کھوئے بغیر لاگت میں اضافہ کو صارفین تک

منتقل کیا جاسکے۔ مذکورہ دورانیہ میں کیش فلو میں بھی نمایاں بہتری آئی جو کیش فلو کی جانب انتظامیہ کے مضبوط عزم کی عکاسی کرتی ہے۔

مستقبل میں شرح سود اور افراط زر کی شرح میں استحکام اور عالمی سطح پر اشیائے ضروریہ کی قیمتوں میں نرمی کے آثار سے یہ اتفاق رائے پایا گیا ہے کہ پاکستان آئندہ برسوں میں ترقی کے راستے پر گامزن ہو جائے گا۔ اپنے شیئر ہولڈرز کی مدد سے گروپ اس بحالی سے فائدہ اٹھانے اور مقامی منڈی میں مستحکم نمو کے رجحان کو برقرار رکھنے کے لئے بالکل تیار ہے۔ مزید برآں، غیر ملکی ذیلی کمپنی کا پہلا سال مکمل ہونے پر ہم پر امید ہیں کہ برآمدی کاروبار میں یہ ایک انقلابی قدم ثابت ہوگا۔

کاروباری جائزہ- ٹریڈ کارپوریشن لمیٹڈ

مالیاتی سال 2025ء کے لئے مرکزی منڈیوں میں شدید مقابلے کے باعث برآمدی شعبے میں رکاوٹوں کے باوجود TCL کی خالص آمدنی میں گزشتہ برس کی اسی مدت کے مقابلے میں 15% اضافہ ہوا۔ آمدنی میں 23% اضافے کے ساتھ ملکی منڈیوں میں مستحکم کارکردگی کے ایک اور دور کے باعث خالص سیلز میں 10,935 ملین روپے سے 12,591 ملین روپے اضافہ ریکارڈ ہوا۔ البتہ قیمتوں میں اتار چڑھاؤ اور عالمی منڈیوں میں مقابلے کے باعث گزشتہ برس کی اسی مدت کی نسبت برآمدی فروخت میں 5% کمی واقع ہوئی۔

برآمدی منڈی کی ان مشکلات کے رد عمل میں کمپنی بلند حجم پر آمدنی کے لئے تجدیدی ترجیح اور موجودہ منڈیوں میں نئے شعبوں کی شمولیت اور نئی منڈیوں کی تلاش کے ساتھ اپنی حکمت عملی میں تبدیلی لائی۔ اسی دوران، کمپنی سمندر پار منڈیوں میں برانڈ ایکویٹی کو مضبوط کرنے پر کام کرے گی اور مخصوص ہدف پر مارکیٹنگ اور ایکٹیویشن پروگرامز کا آغاز کرے گی جس کا مقصد صارفین کی طلب کو براہ راست پورا کرنا ہے۔ ان اصلاحی اقدامات اور مخصوص منڈیوں کی جانب تجدیدی عزم کے ساتھ TCL آئندہ برسوں میں بین الاقوامی سطح پر اپنی موجودگی کو بڑھانے اور پائیدار برآمدی ترقی کو برقرار رکھنے کے لئے بالکل تیار ہے۔

# CORPORATE GOVERNANCE AND COMPLIANCE

Treet's corporate governance structure is based on the company's articles of association, statutory, regulatory and other compliance requirements applicable to companies listed on the stock exchanges, complemented by several internal procedures. These procedures include a risk assessment and control system, as well as a system of assurances on compliance with the applicable laws, regulations and company's code of conduct.

## Corporate Governance Statement

The Board of Directors is responsible for setting the goals, objectives and strategies the Company should adopt and for formulating the policies and guidelines towards achieving those goals and objectives. The Board is accountable to the shareholders for the discharge of its fiduciary function. The management is responsible for the implementation of the aforesaid goals and strategies in accordance with the policies and guidelines laid down by the Board of Directors. To facilitate a smooth running of the day-to-day affairs of the Company, the Board entrusts the Chief Executive Officer and Chief Financial Officer with necessary powers and responsibilities.

The Board is also assisted by a number of subcommittees comprising mainly of non-executive directors and independent directors.

## Insider Trading & Competition Law

The Company has a stringent policy on insider trading and securities transactions. The policy paper which is circulated to all the employees of the Company from time to time, divides the employees in certain categories based on their position and involvement in day-to-day decision-making process and access to price sensitive information.

As embodied in our Code of Conduct, Treet supports the principles of free enterprise and fair competition.

The Company competes vigorously but fairly with its competitors within the framework of applicable laws – all to provide better and increasingly useful products and more efficient services to our customers.

## Material Interests of Board Members

Directors are required to disclose, at the time of appointment and on an annual basis the directorships or memberships they hold in other corporations. This is in pursuance with Section 205 of the Companies Act, 2017, which also requires them to disclose all material interests. We use this information to help us maintain an updated list of related parties. In case any conflict of interest arises, we refer the matter to the Board of Directors.

## Risk Management

The Board has the overall responsibility of overseeing the risk management processes, which include both risk management and internal control procedures. The Company's processes, which are documented and regularly reviewed, are designed to safeguard assets and address risks that the businesses might face or that may impact business continuity. These are, in turn, reported to the Board and senior management for timely action where required to ensure uninterrupted operations.

The Company maintains a clear organizational structure with a well-defined chain of authority. Senior management is responsible for implementing procedures, monitoring risk and assessing the effectiveness of various controls.



# STATEMENT OF COMPLIANCE WITH CODE OF CORPORATE GOVERNANCE

## Statement of Compliance with Listed Companies (Code of Corporate Governance) Regulations, 2019

Treet Corporation Limited  
Year ended June 30, 2025

The Company has complied with the requirements of the Regulations in the following manner:

- The total number of directors are eight (08) as per the following ,

|                  |                          |
|------------------|--------------------------|
| <b>a. Male</b>   | <b>Seven (7) members</b> |
| <b>b. Female</b> | <b>One (1) member</b>    |

- The composition of the Board is as follows:

| Category  | Name  |
|---|---|
| i. Independent directors<br>(excluding female director) | Mr. Ahmad Shahid Hussain<br>Dr. Haroon Latif Khan   |
| ii. Non – Executive Directors                           | Mr. Syed Shahid Ali (Chairman)<br>Mr. Imran Azim<br>Dr. Salman Faridi<br>Mr. Munir Karim Bana |
| iii. Executive Directors                                | Mr. Syed Sheharyar Ali,<br>Chief Executive officer<br>(CEO)                                   |
| iv. Female director<br>(Independent)                    | 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 adopted the 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 / Shareholders

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 Board arranged the Director Training Program (DTP) for two directors, Mr. Syed Sheharyar Ali and Ms. Sidra Fatima Sheikh, in FY 2022-23, while one director, Mr. Ahmad Shahid Hussain, completed a DTP during the current year. Five other directors are exempt based on their education and prior experience;
- The Board has approved appointment of chief financial officer, company secretary and head of internal audit, including their remuneration and terms and conditions of employment, and complied with the relevant requirements of the Regulations. However, no new appointment has been made during the year;
- Chief financial officer and chief executive officer duly endorsed the financial statements before approval of the Board;
- 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)      |

### b. Human Resource & Remuneration Committee

|                       |          |
|-----------------------|----------|
| Dr. Haroon Latif Khan | Chairman |
| Mr. Imran Azim        | (Member) |
| Mr. Syed Shahid Ali   | (Member) |
| Mr. Sheharyar Ali     | (Member) |

# STATEMENT OF COMPLIANCE WITH CODE OF CORPORATE GOVERNANCE

## c) Risk Management Committee

The roles and responsibilities of the Risk Management Committee has been delegated to the Audit Committee; therefore, its composition is identical to that of the Audit Committee.

## d) Nomination Committee & Sustainability Committee

The roles and responsibilities of the Nomination Committee & Sustainability Committee have been delegated to the Human Resource & Remuneration Committee; therefore, both committees share the same composition as the Human Resource & Remuneration Committee

13. The terms of reference of the aforesaid committees have been formed, documented and advised to the committees for compliance;
14. The frequency of meetings (quarterly/half yearly/yearly) of the committee were as per following:
  - a) Audit Committee (4 Quarterly Meetings)
  - b) Human Resource & Remuneration Committee (1 meeting)
15. The Board has outsourced the internal audit function to A.F. Ferguson & Co. (PwC Pakistan), Chartered Accountants, who are considered suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the Company;

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 chief executive officer, chief financial officer, 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.
19. Explanation for non-compliance with requirements, other than regulations 3, 6, 7, 8, 27, 32, 33 and 36 are below:

# STATEMENT OF COMPLIANCE WITH CODE OF CORPORATE GOVERNANCE

| Sr.No. | Non - Mandatory Requirement  | Explanation  | Regulation |
|--------|--|--|------------|
| 1.     | <p>Training for Female Executive and Head of Department</p> <p>Regulation 19(3) encourages training for at least one female executive and one head of department annually under the Directors' Training Program.</p> | <p>As per the definition of "executive" under the applicable regulations, the Company presently has one female executive on its management team who has already completed the Directors' Training Program (DTP), thereby fulfilling the spirit and intent of Regulation 19(3).</p> <p>Accordingly, the Company considers itself compliant with the requirement, as the designated female executive has successfully undergone the prescribed training.</p> | 19 (3)     |



**Syed Shahid Ali**  
Chairman

# INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Treet Corporation Limited

**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 Corporation Limited (the Company) for the year ended June 30, 2025 in accordance with the requirements of regulation 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 with 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 June 30, 2025.



**Yousuf Adil & Co.  
Chartered Accountants**

Lahore

Date: 03-Oct-2025

UDIN: CR202510180oCBbW7vMy

UN-CONSOLIDATED

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# FINANCIAL STATEMENTS

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For the year ended June 30, 2025



# Independent Auditor's Report

## To the members of Treet Corporation Limited

### Report on the Audit of the Unconsolidated Financial Statements

#### Opinion

We have audited the annexed unconsolidated financial statements of Treet Corporation Limited (the Company) which comprise the unconsolidated statement of financial position as at June 30, 2025, and the unconsolidated statement of profit or loss, unconsolidated statement of comprehensive income, the unconsolidated statement of changes in equity, the unconsolidated statement of cash flows for the year then ended, and notes to the unconsolidated 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 unconsolidated statement of financial position, the unconsolidated statement of profit or loss, the unconsolidated statement of comprehensive income, the unconsolidated statement of changes in equity and the unconsolidated 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 Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at June 30, 2025 and of the profit, the 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 Auditor's Responsibilities for the Audit of the Unconsolidated Financial Statements section of our report. We are independent of the 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 unconsolidated financial statements of the current period. These matters were addressed in the context of our audit of the unconsolidated 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 matter(s):

# Independent Auditor's Report

| Key audit matter  | How the matter was addressed in our audit  |
|---|--|
| <p><b>Appropriate period of revenue recognition</b></p> <p>The Company's sales comprise of revenue from the local and export sale of blades and razors which has been disclosed in note 29 to the unconsolidated financial statements.</p> <p>Revenue from sale of goods is recognized at the point in time when control of the goods is transferred to the customers. The criteria for revenue recognition is detailed in note 6.18 to the unconsolidated financial statements.</p> <p>We have identified it as key audit matter as it is one of the key performance indicators of the Company and because of the potential risk that revenue transactions may not have been recognized based on transfer of control of the goods to the customers in line with the accounting policy adopted and may not have been recognized in the appropriate period.</p>  | <p><b>Our audit procedures to address the Key Audit Matter included the following:</b></p> <ul style="list-style-type: none"> <li>• Obtained an understanding of the process relating to recording of the revenue from contracts with customers.</li> <li>• Assessed the appropriateness of the Company's accounting policies for appropriate period of revenue recognition and compliance of those policies with the IFRS 15.</li> <li>• Checked on a sample basis whether the recorded local and export sales transactions are based on transfer of control of the goods to customers in the appropriate period (i.e. on delivery of goods and after issue of gate passes for local sales and on shipment of goods for export sales).</li> </ul>   |
| <p><b>Valuation of stock in trade</b></p> <p>Stock in trade has been valued following an accounting policy as stated in note 6.11 to the unconsolidated financial statements and the value of stock in trade is disclosed in note 12 to the unconsolidated financial statements. Stock in trade forms material part of the Company's assets comprising around 12% of total assets.</p> <p>The valuation of stock in trade is carried at lower of cost and net realizable value (NRV). Cost as different components, which includes judgement in relation to allocation of overhead costs, which are incurred in bringing the finished goods to its present location and condition. Judgements are also involved in determining the NRV of stock in trade in line with the accounting policy.</p> <p>Due to the above factors, we have considered the valuation of stock in trade as a key audit matter.</p> | <p><b>Our audit procedures to address this Key Audit Matter included the following:</b></p> <ul style="list-style-type: none"> <li>• Obtained an understanding of procedures followed by the Company with respect to recording of purchases and valuation of stock in trade.</li> <li>• Tested, on a sample basis, the cost of raw materials and production overheads by inspecting the underlying purchase documents and production records to evaluate whether costs were appropriately recognized.</li> <li>• Evaluated the allocation of production costs to work in process and finished goods by reviewing the Company's costing methodology and performing recalculations on a sample basis.</li> <li>• Compared management's estimates of future selling prices, used in their NRV calculation, to actual selling prices achieved in subsequent period.</li> <li>• Performed recalculation of net realizable value (NRV) for the samples selected from the closing stock to assess whether any adjustments were required to carrying value of stock in trade in accordance with the Company's policy.</li> <li>• For valuation of goods in transit, verified the supporting documents on sample basis to ensure that they have been appropriately recorded in accordance with Company's policy and compliance of those policies with IAS 02</li> </ul> |

# Independent Auditor's Report

## Information Other than the Unconsolidated Financial Statements, Consolidated Financial Statements and Auditor's Reports Thereon

Management is responsible for the other information. The other information comprises the information included in the Annual report of the Company For the year ended June 30, 2025, but does not include the unconsolidated financial statements, consolidated financial statements and auditor's reports thereon.

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

In connection with our audit of the unconsolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the unconsolidated 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 for the Unconsolidated Financial Statements

Management is responsible for the preparation and fair presentation of the unconsolidated financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017 (XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of unconsolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the unconsolidated financial statements, management is responsible for assessing the Company'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 either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Board of Directors are responsible for overseeing the Company's financial reporting process.

## Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the unconsolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these unconsolidated 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 unconsolidated 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

# Independent Auditor's Report

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

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of 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 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, we determine those matters that were of most significance in the audit of the unconsolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's 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 Company as required by the Companies Act, 2017 (XIX of 2017);
- the unconsolidated statement of financial position, the unconsolidated statement of profit or loss, the unconsolidated statement of comprehensive income, the unconsolidated statement of changes in equity and the unconsolidated statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and
- no zakat was deducted at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

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

*Yousuf Adil*

Yousuf Adil  
Chartered Accountants

Lahore: Date : 03-Oct-2025  
UDIN: AR202510180Q8fcV2bdW

# Unconsolidated Statement of Financial Position

As at June 30, 2025

|  | Note | 2025<br>----- (Rupees in thousand) ----- | 2024<br>(Restated) | 2023<br>(Restated) |
|--|------|--|--------------------|--------------------|
| <b>Assets</b>  |      |  |                    |                    |
| <b>Non-current assets</b>                                    |      |  |                    |                    |
| Property, plant and equipment                                | 7    | 2,556,816                                | 2,232,928          | 1,846,527          |
| Intangible asset   | 8    | -  | -                  | 1,313              |
| Long term investments  | 9    | 12,160,600                               | 11,180,610         | 11,377,175         |
| Long term loans and advances                                 | 10   | 60,364                                   | 128,182            | 22,930             |
| Long term security deposits                                  |      | 22,589                                   | 20,323             | 20,282             |
| Deferred taxation  | 24   | 195,270                                  | 229,801            | 112,406            |
|  |      | 14,995,639                               | 13,791,844         | 13,380,633         |
| <b>Current assets</b>  |      |  |                    |                    |
| Stores and spares  | 11   | 349,888                                  | 305,178            | 278,929            |
| Stock in trade   | 12   | 2,824,582                                | 2,407,800          | 2,858,633          |
| Short term investments                                       | 13   | 32,811                                   | 45,112             | 97,726             |
| Trade debts  | 14   | 536,762                                  | 175,403            | 290,342            |
| Loans, advances, deposits, prepayments and other receivables | 15   | 4,320,255                                | 5,997,279          | 4,684,204          |
| Employees provident fund                                     |      | -  | -                  | 5,997              |
| Advance tax - net  | 20   | -  | 100,802            | 12,622             |
| Cash and bank balances                                       | 16   | 808,920                                  | 385,143            | 189,318            |
|  |      | 8,873,218                                | 9,416,717          | 8,417,771          |
| <b>Liabilities</b>   |      |  |                    |                    |
| <b>Current liabilities</b>                                   |      |  |                    |                    |
| Short term borrowings - secured                              | 17   | 3,887,065                                | 4,944,858          | 5,828,618          |
| Current portion of long term finances                        | 22   | 416,721                                  | 346,685            | 91,601             |
| Trade and other payables                                     | 18   | 2,725,362                                | 1,865,614          | 2,075,729          |
| Unclaimed dividend   |      | 14,951                                   | 14,951             | 15,568             |
| Accrued mark-up  | 19   | 178,195                                  | 351,566            | 381,119            |
| Employees provident fund                                     |      | 24,284                                   | -                  | -                  |
| Current portion of lease liabilities                         | 21   | 2,007                                    | 6,966              | 8,840              |
| Provision for taxation - net                                 | 20   | 83,057                                   | -                  | -                  |
|  |      | 7,331,642                                | 7,530,640          | 8,401,475          |
| <b>Net Assets</b>  |      | 1,541,576                                | 1,886,077          | 16,296             |
| <b>Non-current liabilities</b>                               |      |  |                    |                    |
| Long term finances - secured                                 | 22   | 1,651,882                                | 1,994,721          | 2,187,500          |
| Deferred liabilities - employee retirement benefits          | 23   | 1,596,749                                | 1,484,946          | 1,103,599          |
| Lease liabilities  | 21   | 1,428                                    | 1,199              | 8,155              |
|  |      | 3,250,059                                | 3,480,866          | 3,299,254          |
|  |      | 13,287,156                               | 12,197,055         | 10,097,675         |
| Contingencies and commitments                                | 25   |  |                    |                    |
| Share capital  | 26   | 3,710,288                                | 3,710,288          | 1,787,211          |
| Reserves   | 27   | 5,701,650                                | 5,701,650          | 5,172,461          |
| Unappropriated profit  |      | 3,875,218                                | 2,785,117          | 2,908,003          |
| Loan from director   | 28   | -  | -                  | 230,000            |
|  |      | 13,287,156                               | 12,197,055         | 10,097,675         |

The annexed notes 1 to 51 form an integral part of these unconsolidated financial statements.



**LAHORE**  
30<sup>th</sup> September 2025

**Syed Sheharyar Ali**  
Chief Executive Officer



**Mansoor Murad**  
Group Chief Financial Officer



**Syed Shahid Ali**  
Director



# Unconsolidated Statement of Profit or Loss

For the year ended June 30, 2025

|   | Note | 2025<br>(Rupees in thousand) | 2024<br>(Restated) |
|---|------|------------------------------|--------------------|
| Revenue from contracts with customers - net         | 29   | 12,591,060                   | 10,935,371         |
| Cost of revenue                                     | 30   | (7,993,997)                  | (7,689,634)        |
| <b>Gross profit</b>                                 |      | <b>4,597,063</b>             | 3,245,737          |
| Administrative expenses                             | 32   | (1,301,693)                  | (1,048,322)        |
| Distribution cost                                   | 33   | (1,758,159)                  | (1,178,830)        |
| Other operating expenses                            | 34   | (217,964)                    | (275,301)          |
|   |      | <b>(3,277,816)</b>           | (2,502,453)        |
| <b>Operating profit</b>                             |      | <b>1,319,247</b>             | 743,284            |
| Finance cost  | 35   | (1,222,390)                  | (1,881,450)        |
| Other income  | 36   | 1,339,757                    | 1,115,040          |
| <b>Profit / (loss) before levies and income tax</b> |      | <b>1,436,614</b>             | (23,126)           |
| Minimum tax differential                            | 37   | (10,137)                     | (24,230)           |
| Final tax   | 37   | -                            | (66,988)           |
| <b>Profit / (loss) before income tax</b>            |      | <b>1,426,477</b>             | (114,344)          |
| Income tax  | 37   | (380,957)                    | 6,973              |
| <b>Profit / (loss) for the year</b>                 |      | <b>1,045,520</b>             | (107,371)          |


----- (Rupees) -----

## Earnings per share

|                            |    |      |        |
|----------------------------|----|------|--------|
| Basic earnings per share   | 38 | 2.82 | (0.35) |
| Diluted earnings per share | 38 | 2.82 | (0.35) |

The annexed notes 1 to 51 form an integral part of these unconsolidated financial statements.

LAHORE  
30<sup>th</sup> September 2025

  
**Syed Sheharyar Ali**  
Chief Executive Officer

  
**Mansoor Murad**  
Group Chief Financial Officer

  
**Syed Shahid Ali**  
Director

# Unconsolidated Statement of Comprehensive Income

For the year ended June 30, 2025

|  | 2025<br>(Rupees in thousand) | 2024<br>(Restated) |
|--|------------------------------|--------------------|
| Profit / (loss) for the year   | 1,045,520                    | (107,371)          |
| <b>Other comprehensive income</b>  |                              |                    |
| Items that will not be subsequently reclassified to statement of profit or loss: |                              |                    |
| - Re-measurement of employee retirement benefits                                 | 52,681                       | (93,279)           |
| - Related tax impact for the year  | (15,278)                     | 29,849             |
| - Effect of change in tax rate - employee retirement benefits                    | (26,168)                     | 47,915             |
| - Fair value gain on investment in equity instrument designated at FVTOCI        | 33,346                       | -                  |
|  | 44,581                       | (15,515)           |
| <b>Total comprehensive income for the year</b>                                   | <b>1,090,101</b>             | <b>(122,886)</b>   |

The annexed notes 1 to 51 form an integral part of these unconsolidated financial statements.

LAHORE  
30<sup>th</sup> September 2025



**Syed Sheharyar Ali**  
Chief Executive Officer



**Mansoor Murad**  
Group Chief Financial Officer



**Syed Shahid Ali**  
Director


# Unconsolidated Statement of Cash Flows

For the year ended June 30, 2025

|   | Note | 2025<br>(Rupees in thousand) | 2024<br>(Restated) |
|---|------|------------------------------|--------------------|
| <b>Cash generated from operations</b>                           | 39   | <b>2,533,038</b>             | 1,419,941          |
| Income tax paid   |      | (352,407)                    | (209,647)          |
| Levies paid   |      | -                            | (37,800)           |
| Finance cost paid   |      | (1,394,826)                  | (1,911,003)        |
| Contributions to defined benefit plans                          |      | (215,015)                    | (12,702)           |
| Long term loans and deposits - net                              |      | 65,552                       | (105,293)          |
| Workers' Welfare Fund paid                                      |      | (5,264)                      | (9,449)            |
| Workers' Profit Participation Fund paid                         |      | (47,063)                     | (38,028)           |
|   |      | <b>(1,949,023)</b>           | (2,323,922)        |
| <b>Net cash generated from / (used in) operating activities</b> |      | <b>584,015</b>               | (903,981)          |
| <b>Cash flows from investing activities</b>                     |      |                              |                    |
| Fixed capital expenditure                                       |      | (648,869)                    | (686,737)          |
| Proceeds from disposal of property, plant and equipment         |      | 20,426                       | 52,310             |
| Proceeds from disposal of short term investments                |      | 13,733                       | -                  |
| Proceeds from disposal of long term investments                 |      | 1,786,055                    | 317,863            |
| Acquisition of subsidiary                                       |      | (27,700)                     | -                  |
| Profit received on bank deposits                                |      | 31,443                       | 24,054             |
| Dividend received   | 36.2 | -                            | 952                |
| <b>Net cash generated from / (used in) investing activities</b> |      | <b>1,175,088</b>             | (291,558)          |
| <b>Cash flows from financing activities</b>                     |      |                              |                    |
| Proceeds from issue of share capital under rights issue - net   |      | -                            | 2,452,266          |
| Receipts from long term finances                                |      | 92,606                       | 153,906            |
| Repayments of long term finances                                |      | (365,409)                    | (91,601)           |
| Lease rentals paid  |      | (4,730)                      | (8,830)            |
| Receipts of short term borrowings                               |      | 1,169,073                    | 1,199,678          |
| Repayments of short term borrowings                             |      | (1,170,366)                  | (1,288,715)        |
| Loan repaid to director   |      | -                            | (230,000)          |
| Dividend paid   |      | -                            | (617)              |
| <b>Net cash (used in) / generated from financing activities</b> |      | <b>(278,826)</b>             | 2,186,087          |
| <b>Net increase in cash and cash equivalents</b>                |      | <b>1,480,277</b>             | 990,548            |
| <b>Cash and cash equivalents at beginning of year</b>           |      | <b>(3,400,944)</b>           | (4,391,492)        |
| <b>Cash and cash equivalents at end of year</b>                 | 40   | <b>(1,920,667)</b>           | (3,400,944)        |

The annexed notes 1 to 51 form an integral part of these unconsolidated financial statements.

LAHORE  
30<sup>th</sup> September 2025

  
**Syed Sheharyar Ali**  
Chief Executive Officer

  
**Mansoor Murad**  
Group Chief Financial Officer

  
**Syed Shahid Ali**  
Director

# Unconsolidated Statement of Changes in Equity

For the year ended June 30, 2025

|  | Capital Reserves |                  |                 |   | Revenue Reserves |                        |                      |                   |
|--|------------------|------------------|-----------------|---|------------------|------------------------|----------------------|-------------------|
|  | Share Capital    | Share Premium    | Capital Reserve | Surplus on revaluation of land and buildings - net of tax | General Reserve  | Un-appropriated profit | Loan from a director | Total             |
| ----- (Rupees in thousand) -----   |                  |                  |                 |   |                  |                        |                      |                   |
| <b>Balance as at July 01, 2023 - as reported earlier</b>                                 | 1,787,211        | 4,905,432        | 629             | 5,155,596   | 266,400          | 2,974,739              | 230,000              | 15,320,007        |
| Effect of retrospective application of change in accounting policy (net of tax) - note 5 | -                | -                | -               | (5,155,596)   | -                | (66,736)               | -                    | (5,222,332)       |
| <b>Balance as at July 01, 2023 - restated</b>  | 1,787,211        | 4,905,432        | 629             | -   | 266,400          | 2,908,003              | 230,000              | 10,097,675        |
| <u>Total comprehensive income for the year</u>   |                  |                  |                 |   |                  |                        |                      |                   |
| Loss for the year - restated   | -                | -                | -               | -   | -                | (107,371)              | -                    | (107,371)         |
| Other comprehensive income - restated  | -                | -                | -               | -   | -                | (15,515)               | -                    | (15,515)          |
|  | -                | -                | -               | -   | -                | (122,886)              | -                    | (122,886)         |
| <u>Transactions with owners of the Company.</u>  |                  |                  |                 |   |                  |                        |                      |                   |
| <u>contributions and distributions</u>   |                  |                  |                 |   |                  |                        |                      |                   |
| Issuance of right shares   | 1,923,077        | 576,923          | -               | -   | -                | -                      | -                    | 2,500,000         |
| Right shares issuance expenses   | -                | (47,734)         | -               | -   | -                | -                      | -                    | (47,734)          |
| Loan repaid to director  | -                | -                | -               | -   | -                | -                      | (230,000)            | (230,000)         |
| <b>Balance as at June 30, 2024 - restated</b>  | <b>3,710,288</b> | <b>5,434,621</b> | <b>629</b>      | <b>-</b>  | <b>266,400</b>   | <b>2,785,117</b>       | <b>-</b>             | <b>12,197,055</b> |
| <u>Total comprehensive loss for the year</u>   |                  |                  |                 |   |                  |                        |                      |                   |
| Profit for the year  | -                | -                | -               | -   | -                | 1,045,520              | -                    | 1,045,520         |
| Other comprehensive income   | -                | -                | -               | -   | -                | 44,581                 | -                    | 44,581            |
|  | -                | -                | -               | -   | -                | 1,090,101              | -                    | 1,090,101         |
| Transfer of capital reserve to share premium   |                  | 629              | (629)           |   |                  |                        |                      |                   |
| <b>Balance as at June 30, 2025</b>   | <b>3,710,288</b> | <b>5,435,250</b> | <b>-</b>        | <b>-</b>  | <b>266,400</b>   | <b>3,875,218</b>       | <b>-</b>             | <b>13,287,156</b> |

The annexed notes 1 to 51 form an integral part of these unconsolidated financial statements.

LAHORE  
30<sup>th</sup> September 2025

  
**Syed Sheharyar Ali**  
Chief Executive Officer

  
**Mansoor Murad**  
Group Chief Financial Officer

  
**Syed Shahid Ali**  
Director



# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

## 1 STATUS AND NATURE OF THE BUSINESS

- 1.1** Treet Corporation Limited (the "Company") was incorporated in Pakistan on January 22, 1977 as a public limited company under the Companies Act, 1913 (now Companies Act, 2017). Its shares are quoted on Pakistan Stock Exchange. The principal activity of the Company is manufacturing and sale of razors and razor blades along with other trading activities. The registered office of the Company is situated at 72-B, Industrial Area, Kot Lakhpat, Lahore. The manufacturing facilities of the Company are located at 72-B, Industrial Area, Kot Lakhpat, Lahore and at Hali Road, Hyderabad. Furthermore, the Company has its sales warehouses located in Lahore, Quetta and Rawalpindi.

## 2 BASIS OF PREPARATION

### 2.1 Separate financial statements

These financial statements are the separate financial statements of the Company in which investments in subsidiaries and associate are accounted for on the basis of direct equity interest rather than on the basis of reported results and net assets of the investees. Consolidated financial statements of the Company are prepared and presented separately.

The Company has the following investments in subsidiaries and associate:

| Name of Company                      | 2025<br>%age | 2024   |
|--------------------------------------|--------------|--------|
| <b><u>Subsidiaries</u></b>           |              |        |
| - Treet Holdings Limited             | 100.00       | 100.00 |
| - First Treet Manufacturing Modaraba | 97.11        | 97.11  |
| - Renacon Pharma Limited             | 55.86        | 55.86  |
| - Treet Battery Limited              | 86.18        | 95.68  |
| - Treet Trading L.L.C                | 100.00       | -      |
| <b><u>Associate</u></b>              |              |        |
| - Loads Limited                      | 12.49        | 12.49  |

### 2.2 Statement of compliance

These unconsolidated 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 (IFRS Standards) issued by the International Accounting Standards Board (IASB) as are notified under the provisions of the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRS and IFAS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

## 2.3 Basis of measurement

These unconsolidated financial statements have been prepared on the historical cost convention except for investment in listed securities which are stated at their fair values and recognition of employee retirement benefits which are stated at present value. The methods used to measure fair values/present values are discussed further in their respective policy notes.

## 2.4 Functional and presentation currency

These unconsolidated financial statements are presented in Pakistan Rupees which is also the Company's functional currency. All financial information presented in Pakistan Rupees has been rounded to the nearest thousand of rupees, unless otherwise indicated.

## 3 Use of estimates and judgments

The preparation of unconsolidated financial statements in conformity with approved accounting standards requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under circumstances, and the results of which form the basis for making judgment about carrying value 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. Revision to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

The areas where various assumptions and estimates are used or where judgments were exercised in application of accounting policies are as follows:

### 3.1 Property, plant and equipment

The Company reviews the useful lives and residual values of property, plant and equipment annually by considering expected pattern of economic benefit that the Company expects to derive from the item and the maximum period up to which such benefits are expected to be available. Any change in estimates in future years might affect the carrying amounts of the respective items of property, plant and equipment with a corresponding effect on the depreciation charge and impairment.

### 3.2 Stores and spares

The Company reviews the stores and spares for possible impairment on an annual basis. Any change in estimates in future years might affect the carrying amounts of the respective items of stores and spares with a corresponding effect on the provision.

### 3.3 Stock-in-trade

The Company reviews the carrying amount of stock-in-trade on a regular basis. Carrying amount of stock-in-trade is adjusted where the net realizable value is below the cost. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and estimated costs necessary to make the sale.

### 3.4 Expected credit loss (ECL) against trade debts, deposits, advances and other receivables

ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Company expects to receive. The shortfall is then

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

discounted at an approximation to the assets original effective interest rate.

The Company has elected to measure loss allowances for trade debts using IFRS 9 simplified approach and has calculated ECLs based on lifetime ECLs. The Company has established a matrix that is based on the Company's historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment. When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Company's historical experience and informed credit assessment including forward-looking information.

The maximum period considered when estimating ECLs is the maximum contractual period over which the Company is exposed to credit risk. Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets.

Impairment on financial assets other than trade debts has been measured on 12 - months expected loss basis and reflects the short maturities of the exposure.

## 3.5 Employee benefits

The Company operates approved funded gratuity and superannuation scheme covering all its full time permanent employees who have completed the minimum qualifying period of service as defined under the respective scheme. The gratuity and superannuation schemes are managed by trustees. 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 and superannuation 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.

## 3.6 Recoverable amount of non financial assets / cash generating unit and impairment

The management of the Company 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.

## 3.7 Taxation

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

The Company also regularly reviews the trend of proportion of incomes between Presumptive Tax Regime income and Normal Tax Regime income and the change in proportions, if significant, is accounted for in the year of change.

## 3.8 Provisions

Provisions are based on best estimate of the expenditure required to settle the present obligation at the reporting date, that is, the amount that the Company would rationally pay to

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

settle the obligation at the reporting date or to transfer it to a third party.

### 3.9 Offsetting of financial assets and liabilities

Financial assets and liabilities are offset and the net amount is reported in the financial statements only when there is a legally enforceable right to set off the recognized amount and the Company intends either to settle on a net basis or to realize the assets and to settle the liabilities simultaneously.

### 3.10 Contingencies

The Company reviews the status of all pending litigations and claims against the Company. Based on the judgment and the advice of the legal advisors for the estimated financial outcome, appropriate disclosure or provision is made. The actual outcome of these litigations and claims can have an effect on the carrying amounts of the liabilities recognized at the reporting date.

### 3.12 Lease term

The Company applies judgement to determine the lease term for some lease contracts in which it is a lessee that include renewal options. The assessment of whether the Company is reasonably certain to exercise such options impacts the lease term, which significantly affects the amount of lease liabilities and right-of-use assets recognised.

## 4 Standards, interpretations and amendments adopted during the year

The following amendments to existing standards have been published that are applicable to the Company's financial statements covering annual periods, beginning on or after the following dates:

### 4.1 New accounting standards, amendments and IFRS interpretations that are effective For the year ended June 30, 2025

The following standards, amendments and interpretations are effective For the year ended June 30, 2025. These standards, amendments and interpretations are either not relevant to the Company's operations or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures.

- Amendments to IFRS 16 'Leases' - Clarification on how seller-lessee subsequently measures sale and leaseback transactions
- Amendments to IAS 1 'Presentation of Financial Statements' - Classification of liabilities as current or non-current along with Non-current liabilities with Convenants
- Amendments to IAS 7 'Statement of Cash Flows' and 'IFRS 7 'Financial instruments disclosures' - Supplier Finance Arrangements

### 4.2 New accounting standards, amendments and IFRS interpretations that are not yet effective

The following standards, amendments and interpretations are only effective for accounting periods, beginning on or after the date mentioned against each of them. These standards, interpretations and the amendments are either not relevant to the Company's operations or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures.



# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

Effective from Accounting  
period beginning on or after

|  |                  |
|--|------------------|
| Amendments to IAS 21 'The Effects of Changes in Foreign Exchange Rates' - Clarification on how entity accounts when there is long term lack of Exchangeability | January 01, 2025 |
| IFRS 17 - Insurance Contracts (including the June 2020 and December 2021 Amendments to IFRS17)   | January 01, 2027 |
| Amendments IFRS 9 'Financial Instruments' and IFRS 7 'Financial instruments disclosures' - Classification and measurement of financial instruments             | January 01, 2027 |
| Annual Improvements to IFRS Accounting Standards (related to IFRS 1, IFRS 7, IFRS 9, IFRS 10 and IAS 7)  | January 01, 2026 |
| Amendments IFRS 9 'Financial Instruments' and IFRS 7 'Financial instruments disclosures' - Contracts Referencing Nature-dependent Electricity                  | January 01, 2026 |

## **Certain annual improvements have also been made to a number of IFRSs.**

Other than the aforesaid amendments, IASB has also issued the following standards which have not been adopted locally by the Securities and Exchange Commission of Pakistan:

- IFRS 1 - First Time Adoption of International Financial Reporting Standards
- IFRS 18 - Presentation and Disclosures in Financial Statements
- IFRS 19 - Subsidiaries without Public Accountability: Disclosures

## **5 Change in accounting policy**

Previously, certain items of property, plant and equipment including freehold land, buildings on freehold and plant and machinery were stated at revalued amounts less accumulated depreciation and impairment losses, 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 losses, 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.

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

This change in accounting policy has been accounted for retrospectively as referred under IAS 8 'Accounting policies, Changes in Accounting Estimates and Errors', and the comparative financial statements have been re-stated.

Moreover, in prior periods, incremental depreciation of Rs. 90 million was incorrectly charged directly to retained earnings. This error has been corrected in the current period by restating the comparative figures.

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

|   | As at June 30, 2024          |                |             | As at June 30, 2023          |                |             |
|---|------------------------------|----------------|-------------|------------------------------|----------------|-------------|
|   | As<br>previously<br>reported | As<br>restated | Restatement | As<br>previously<br>reported | As<br>restated | Restatement |
|   | (Rupees in thousand)         |                |             | (Rupees in thousand)         |                |             |
| <b>Effect on statement of financial position</b>  |                              |                |             |                              |                |             |
| Property, plant and equipment   | 9,071,392                    | 2,232,928      | (6,838,464) | 7,417,682                    | 1,846,527      | (5,571,155) |
| Surplus on revaluation of property  |                              |                |             |                              |                |             |
| , plant and equipment – net of tax  | (6,195,685)                  | –              | 6,195,685   | (5,155,596)                  | –              | 5,155,596   |
| Deferred taxation   | (351,778)                    | 229,801        | 581,579     | (236,417)                    | 112,406        | 348,823     |
| Unappropriated profit   | 2,846,317                    | 2,785,117      | 61,200      | 2,974,739                    | 2,908,003      | 66,736      |
|   |                              |                |             |                              |                |             |
| <b>For the year ended June 30, 2024</b>   |                              |                |             |                              |                |             |
|   | As<br>previously<br>reported | As<br>restated | Restatement |                              |                |             |
|   | (Rupees in thousand)         |                |             |                              |                |             |
| <b>Effect on statement of profit or loss</b>  |                              |                |             |                              |                |             |
| Cost of revenue   |                              |                |             | (7,785,766)                  | (7,689,634)    | 96,132      |
| Gross profit  |                              |                |             | 3,149,605                    | 3,245,737      | 96,132      |
| Administrative expenses   |                              |                |             | (1,059,782)                  | (1,048,322)    | 11,460      |
| Distribution cost   |                              |                |             | (1,183,359)                  | (1,178,830)    | 4,529       |
| Operating profit  |                              |                |             | 631,163                      | 743,284        | 112,121     |
| Loss before levies and income tax   |                              |                |             | (135,247)                    | (23,126)       | 112,121     |
| Loss before income tax  |                              |                |             | (226,465)                    | (114,344)      | 112,121     |
| Income tax  |                              |                |             | 37,316                       | 6,973          | (30,343)    |
| Profit / (loss) for the year  |                              |                |             | (189,149)                    | (107,371)      | 81,778      |
|   |                              |                |             |                              |                |             |
| <b>For the year ended June 30, 2024</b>   |                              |                |             |                              |                |             |
|   | As<br>previously<br>reported | As<br>restated | Restatement |                              |                |             |
|   | (Rupees in thousand)         |                |             |                              |                |             |
| <b>Effect on statement of comprehensive income</b>  |                              |                |             |                              |                |             |
| Other comprehensive income  |                              |                |             | 1,100,816                    | (15,515)       | (1,116,331) |
| Total comprehensive income for the year   |                              |                |             | 911,667                      | (122,886)      | (1,034,553) |
|   |                              |                |             |                              |                |             |
| <b>Effects on earning per share</b>   |                              |                |             | <b>Amounts in Rupees</b>     |                |             |
| Earning per share – basic and diluted   |                              |                |             | (0.87)                       | (0.35)         | 0.52        |
| The change did not have any impact the Company's operating, investing and financing cash flows. |                              |                |             |                              |                |             |

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

## 6 Material Accounting Policy Information

The material accounting policies applied in the preparation of these unconsolidated financial statements are set out below. These policies have been consistently applied to all years presented in these financial statements, except as described in note 6.1.

### 6.1 Employee benefits

#### **Defined contribution plans**

The Company has maintained two contributory schemes for the employees, as below:

- i) A recognized contributory provident fund scheme namely "Treet Corporation Limited – Group Employees Provident Fund" is in operation, covering all permanent employees. Equal monthly contributions are made both by the Company and employees in accordance with the rules of the scheme at 10% of the basic salary.
- ii) A recognized contributory fund scheme namely "Treet Corporation Limited – Group Employee Service Fund" is in operation which covers all permanent management employees. In accordance with the rules of the scheme, equal monthly contributions are made by the Company at 10% of basic salary from the date the employee gets permanent status however it is optional for employees to contribute in service fund. Additional contributions may be made by the Company for those employees who have at most 15 years of service remaining before reaching retirement age. Employee can start their additional contribution above the threshold limit of 10% of the basic salary at any time.

#### **Defined benefit plans**

An approved funded gratuity scheme and a funded superannuation scheme 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 Company'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' and latest actuarial valuation has been carried out at June 30, 2025. When calculation results in a potential asset for the Company, the recognized asset is limited to the present value of economic benefits available in the form of refunds from the plan or reductions in future contributions to the plan.

Actual gains and losses arising from experience, adjustments and changes in actuarial assumptions are charged to equity through other comprehensive income in the year in which they arise. Past service costs are recognized immediately in the statement of profit or loss. The main features of defined benefit schemes are mentioned in note 23 to these unconsolidated financial statements.

### 6.2 Levy

A levy is an outflow of resources embodying economic benefits that is imposed by governments on entities in accordance with legislation (i.e. laws and/or regulations), other than:

- (a) those outflows of resources that are within the scope of other standards.
- (b) fines or other penalties that are imposed for breaches of the legislation.

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

In these financial statements, levy includes minimum taxes differential, if any, final taxes and super taxes which are based on other than taxable profits. The corresponding advance tax paid, has been netted off and the net position is shown in the statement of financial position.

## i) Revenue taxes

Revenue taxes includes amount representing excess of :

- a) minimum tax paid under section 113 over income tax determined on income streams taxable at general rate of taxation and;
- b) minimum tax withheld / collected / paid or computed over tax liability computed on (related income tax streams taxable at general rate of tax), is not adjustable against tax liability of subsequent tax years.

Amount over income tax determined on income streams taxable at general rate of taxation shall be treated as revenue taxes.

The Company determines, based on expected future taxable profits, that excess paid under section 113 by the entity over and above its tax liability (on income stream(s) taxable at general rate of taxation) is expected to be realized in subsequent tax years, then, such excess shall be recorded as deferred tax asset adjustable against tax liability for subsequent tax years. This shall be recognized as 'deferred tax asset' for the reason that it represents unused tax credit as it can be adjusted only against tax liability (of subsequent tax years) arising on taxable income subject to general rate of taxation. Such an asset shall be subject to requirements contained in IAS 12 'Income Tax'.

## ii) Final taxes

Final taxes includes tax charged / withheld / paid on certain income streams under various provisions of Income Tax Ordinance, 2001 (Ordinance). Final tax is charged / computed under the Ordinance, without reference to income chargeable to tax at the general rate of tax and final tax computed / withheld or paid for a tax year is construed as final tax liability for the related stream of Income under the Ordinance.

Final tax paid is considered to be full and final discharge of the tax liability for the Company for a tax year related to that income stream.

## 6.3 Income taxes

### Current

Provision of current tax is based on the taxable income for the year determined in accordance with the prevailing law for taxation of income. The charge for current tax is calculated using prevailing tax rates or tax rates expected to apply to the profit for the year if enacted after taking into account tax credits, rebates and exemptions, if any. The charge for current tax also includes adjustments, where considered necessary, to provision for tax made in previous years arising from assessments framed during the year for such years.

The Company has adopted an Approach - B to incorporate and account for income taxes as per The Institute of Chartered Accountants of Pakistan (ICAP) guide 'IAS 12 Application Guidance on Accounting for Minimum taxes and Final taxes' (the Guide). The Company first designates the amount calculated on taxable income using the notified tax rate as an income tax within the scope of IAS 12 'Income Taxes' and recognises it as current income tax expense. Any excess over the amount designated as income tax, is then recognised as a levy falling under the scope of IFRIC 21 "Levies" / IAS 37 "Provisions, Contingent Liabilities and Contingent Assets". The charge for current taxation is based on taxable income at the current rate of taxation after taking into account applicable tax credits, rebates and exemptions available, if

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

any. The charge for tax also includes adjustments, where considered necessary, to provision for tax made in previous years arising from assessment made during the year. However, for income covered under final tax regime, taxation is based on applicable tax rates under such regime.

## Deferred

Deferred tax is recognized using the balance sheet liability method, on all temporary differences arising from differences between the carrying amount of assets and liabilities in the unconsolidated financial statements and the corresponding tax losses used in the computation of taxable profit. Deferred tax liabilities are recognized for all taxable temporary differences. Deferred tax assets are recognized for all deductible temporary differences and carry-forward of unused tax losses and tax credits, to the extent that it is probable that taxable profits will be available against which the deductible temporary differences, unused tax losses and tax credits can be utilized.

The carrying amount of all deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the deferred tax assets to be utilized.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax is charged in the statement of profit or loss, except in the case of items charged to other comprehensive income or equity in which case it is included in other comprehensive income or equity.

## 6.4 Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any, except land which is stated at cost less impairment losses, if any.

Depreciation is charged to statement of profit or loss, unless it is included in the carrying amount of another asset, on straight line method whereby cost of an asset is written off over its estimated useful life as disclosed in note 7.1 to these unconsolidated financial statements.

Depreciation on additions to property, plant and equipment is charged from the day on which an asset is available for use till the day the asset is fully depreciated or disposed off. Assets, which have been fully depreciated, are retained in the books at a nominal value of Rupee 1. 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.

Depreciation methods, residual value and the useful life of assets are reviewed at each financial year end, and adjusted if impact on depreciation is significant.

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 Company and cost of the item can be measured reliably. All other repairs and maintenance costs are charged to the statement of profit or loss as and when incurred.

On disposal or scrapping, the cost of the assets and the corresponding depreciation is adjusted and the resultant gain or loss is dealt with through the statement of profit or loss.



# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

## Capital work in progress

Capital work in progress is stated at cost, less any identified impairment loss. 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 property, plant and equipment as and when assets are available for use.

## 6.5 Intangible assets

Intangible assets represent the cost of computer software (ERP system) and are stated at cost less accumulated amortization and any identified impairment loss. Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is recognized in the statement of profit or loss as incurred.

All intangibles are amortized over the period of five years on a straight line basis as referred in note 8 so as to write off the cost of an asset over its estimated useful life. Amortization on additions to intangible assets is charged from the day on which an asset is available for use till the day the asset is fully amortized or disposed off.

## 6.6 Leases

The Company is the lessee.

At inception of a contract, the Company assesses whether a contract is, or contains, a lease based on whether the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions.

At initial recognition, leases are recognized as a right-of-use asset and a corresponding liability at the date at which the leased asset is available for use by the Company.

The lease liability is initially measured at the 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 Company's incremental borrowing rate.

Lease payments include fixed payments, variable lease payments that are based on an index or a rate amounts expected to be payable by the lessee under residual value guarantees, the exercise price of a purchase option if the lessee is reasonably certain to exercise that option, payments of penalties for terminating the lease, if the lease term reflects the lessee exercising that option, less any lease incentives receivable. The extension and termination options are incorporated in determination of lease term only when the Company is reasonably certain to exercise these options.

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

The right of use asset is initially measured based on 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

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

or to restore the underlying asset or the site on which it is located, less any lease incentive received. The right-of use asset is depreciated on a straight line method over the lease term as this method most closely reflects the expected pattern of consumption of future economic benefits. The right of use asset is reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

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

## 6.7 Investments

Investments intended to be held for less than twelve months from the reporting date or to be sold to raise operating capital are included in current assets, all other investments are classified as non-current. Management determines the classification of its investments at the time of purchase depending on the purpose for which the investments are required and re-evaluates this classification on regular basis.

### Investment in subsidiaries and associates

Investments in subsidiaries and associates where the Company has control / significant influence are measured at cost less impairment, if any, in the Company's separate financial statements. At subsequent reporting date, the recoverable amounts of investments are estimated to determine the extent of impairment losses, if any, and carrying amounts of investments are adjusted accordingly. Impairment losses are recognized as expense in the statement of profit or loss. Investments in subsidiaries and associates that have suffered an impairment are reviewed for possible reversal of impairment at each reporting date. Where impairment losses are subsequently reversed, the carrying amounts of the investments are increased to the revised recoverable amounts but limited to the extent of initial cost of investments. Impairment losses recognized in the statement of profit or loss on investments in subsidiaries and associates are reversed through the statement of profit or loss.

The Company is required to issue consolidated financial statements along with its separate financial statements, in accordance with the requirements of IAS 27, 'Separate Financial Statements'. Investments in associates, in the consolidated financial statements, are being accounted for using the equity method.

## 6.8 Impairment

### Financial assets

The Company recognizes loss allowances for ECLs on:

- financial assets measured at amortized cost;
- debt investments measured at FVOCI; and
- contract assets.

The Company measures loss allowances at an amount equal to lifetime ECLs, except for the following, which are measured at 12-month ECLs:

- debt securities that are determined to have low credit risk at the reporting date; and
- other debt securities and bank balances for which credit risk (i.e. the risk of default occurring over the expected life of the financial instrument) has not increased significantly since initial recognition.

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

12 month ECLs are the portion of ECLs that result from default events that are possible within the 12 months after the reporting date (or a shorter period if the expected life of the instrument is less than 12 months).

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort.

This includes both quantitative and qualitative information and analysis, based on the Company's historical experience and informed credit assessment and including forward-looking information.

The Company assumes that the credit risk on a financial asset has increased significantly if it is more than past due for a reasonable period of time. Lifetime ECLs are the ECLs that result from all possible default events over the expected life of a financial instrument. 12 month ECLs are the portion of ECLs that result from default events that are possible within the 12 months after the reporting date (or a shorter period if the expected life of the instrument is less than 12 months). The maximum period considered when estimating ECLs is the maximum contractual period over which the Company is exposed to credit risk.

The Company has elected to measure loss allowances for trade debts using IFRS 9 simplified approach and has calculated ECLs based on lifetime ECLs. The Company has established a matrix that is based on the Company's historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment. When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Company's historical experience and informed credit assessment including forward-looking information.

Loss allowances for financial assets measured at amortized cost are deducted from the gross carrying amount of the assets.

The gross carrying amount of a financial asset is written off when the Company has no reasonable expectations of recovery of a financial asset in its entirety or a portion thereof. The Company individually makes an assessment with respect to the timing and amount of write off based on whether there is a reasonable expectation of recovery. The Company expects no significant recovery from the amount written off. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Company's procedures for recovery of amounts due.

## Non-financial assets

The carrying amount of the Company's non-financial assets, other than inventories and deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. A cash-generating unit is the smallest identifiable asset group that generates cash flows that largely are independent from other assets and groups. The recoverable amount of an asset or cash generating unit is the greater of its value in use and its fair value less cost to sell. In assessing value in use, the estimated future cash flows are discounted to their present values using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or cash generating unit.

An impairment loss is recognized if the carrying amount of the assets or its cash generating unit exceeds its estimated recoverable amount. Impairment losses are recognized in the statement of profit or loss. Impairment losses recognized in respect of cash generating units are allocated first to reduce the carrying amount of any goodwill allocated to the cash-generating unit and then to reduce the carrying amounts of the other assets in the unit on a

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

pro rata basis. Impairment losses recognized in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount.

An impairment loss is reversed only to that extent that the asset's carrying amount after the reversal does not exceed the carrying amount that would have been determined, net of depreciation and amortization, if no impairment loss had been recognized.

## 6.9 Financial Instruments

### 6.9.1 Recognition and initial measurement

All financial assets or financial liabilities are initially recognized when the Company becomes a party to the contractual provisions of the instrument. Regular way purchases of financial assets are recognised on trade date, the date on which the Company commits to purchase the asset.

A financial asset (unless it is a trade receivable without a significant financing component) or financial liability is initially measured at fair value plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition or issue. A receivable without a significant financing component is initially measured at the transaction price.

### 6.9.2 Classification and subsequent measurement

#### Financial assets

On initial recognition, a financial asset is classified as measured at amortized cost, fair value through other comprehensive income (FVOCI) and fair value through profit or loss (FVTPL).

A financial asset is initially measured at fair value plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition.

Financial assets are not reclassified subsequent to their initial recognition unless the Company changes its business model for managing financial assets, in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the business model.

#### Amortized cost

A financial asset is measured at amortized cost if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

These assets are subsequently measured at amortized cost using the effective interest method. The amortized cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognized in statement of profit or loss. Any gain or loss on derecognition is recognized in statement of profit or loss.

Financial assets measured at amortized cost comprise of cash and bank balances, deposits, long term loans, trade debts, term deposits and other receivable.

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

## Debt Instrument – FVOCI

A debt investment is measured at FVOCI if it meets both of the following conditions and is not designated as at FVTPL:

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

These assets are subsequently measured at fair value. Interest income calculated using the effective interest method, foreign exchange gains and losses and impairment are recognized in statement of profit or loss. Other net gains and losses are recognized in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to statement of profit or loss. However, the Company has no such instrument at the reporting date.

## Equity Instrument – FVOCI

On initial recognition of an equity investment that is not held for trading, the Company may irrevocably elect to present subsequent changes in the investment's fair value in OCI. This election is made on an investment-by-investment basis.

These assets are subsequently measured at fair value. Dividends are recognized as income in statement of profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognized in OCI and are never reclassified to statement of profit or loss.

## Fair value through profit or loss (FVTPL)

All financial assets not classified as measured at amortized cost or FVOCI as described above are measured at FVTPL.

On initial recognition, the Company may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortized cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognized in statement of profit or loss.

Financial assets at fair value through profit or loss comprise of short term investment in listed equity securities and long term receivables.

## Financial assets – Business model assessment:

For the purposes of the assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Company considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment, the Company considers:



# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

- contingent events that would change the amount or timing of cash flows;
- terms that may adjust the contractual coupon rate, including variable-rate features;
- prepayment and extension features; and
- terms that limit the Company's claim to cash flows from specified assets (e.g. non-recourse features).

## Financial liabilities

Financial liabilities are classified as measured at amortized cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held-for-trading, it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognized in statement of profit or loss. Other financial liabilities are subsequently measured at amortized cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognized in statement of profit or loss. Any gain or loss on derecognition is also recognized in statement of profit or loss.

Financial liabilities comprise trade and other payables, short term borrowings, long term financing, current portion of long term liabilities, long term deposits, accrued markup and unclaimed dividend.

### 6.9.3 Derecognition

#### Financial assets

Regular way sales of financial assets are recognised on trade date, the date on which the Company commits to sell the asset. The Company 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 Company neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

The Company 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 Company derecognizes a financial liability when its contractual obligations are discharged or cancelled, or expired. The Company 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 statement of profit or loss.

### 6.10 Stores and spares

These are valued at the moving average cost except for items in transit, which are valued at invoice price and related expenses incurred up to the reporting date. The Company 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 and spares.

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

## 6.11 Stock in trade

Stock of raw materials, packing materials, work in process and finished goods is valued at lower of moving weighted 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 direct production costs such as raw materials, consumables, labor and appropriate proportion of production overheads.

Finished goods purchased for resale are valued at moving average cost of purchase and comprise of purchase price and other costs incurred in bringing the material to its present location and condition.

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

## 6.12 Trade debts, loans, deposits and other receivables

These are stated at amortized cost and are initially recognized when they are originated and measured at fair value of consideration receivable. These assets are written off when there is no reasonable expectation of recovery.

## 6.13 Cash and cash equivalents

Cash and cash equivalents are carried at amortized cost. For the purpose of cash flow statement, cash and cash equivalents comprise of cash in hand, current and deposit account balances with banks, term deposit receipt and outstanding balance of running finance facilities availed by the Company.

## 6.14 Mark-up bearing borrowings

Borrowings are recognized initially at the proceeds received. Borrowings are subsequently stated at amortized cost, any difference between the proceeds (net of transaction costs) and the redemption value is recognized in the statement of profit or loss over the period of the borrowings using the effective interest rate method. Finance costs are accounted for on accrual basis and are reported under accrued markup to the extent of the amount remaining unpaid.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

## 6.15 Trade and other payables

Trade and other payables 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 Company.

## 6.16 Provisions

Provisions are recognized when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of obligation. Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate.

A provision for warranties is recognized when the underlying products or services are sold, based on historical data and a weighting of possible outcomes against their associated probabilities.

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

## 6.17 Foreign currency translation

Foreign currency transactions are translated into Pakistan Rupees which is the Company'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 Pakistan Rupees using the exchange rate at the reporting 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 statement of profit or loss. All non-monetary assets and liabilities are translated in Pakistan Rupees using the exchange rates prevailing on the date of transaction or at the date when the fair value was determined.

## 6.18 Revenue recognition

Revenue from contracts with customers is recognised, when control of goods is transferred to the customers, at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods excluding sales taxes and trade discounts. Specific revenue and other income recognition policies are as follows:

### 6.18.1 Revenue from contracts with customers

Revenue from contracts with customers is recognized at the point in time when control of the asset is transferred to the customer which on the basis of current agreement with majority of the customers, is 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.

## 6.19 Dividends

Dividend income is recognized when the Company's right to receive the dividend is established.

## 6.20 Interest income

Interest income is recognised as it accrues under the effective interest method.

## 6.21 Contract liabilities

A contract liability is the obligation of the Company to transfer goods or services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognized when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognized as revenue when the Company performs under the contract. It also includes refund liabilities arising out of customers' right to claim amounts from the Company on account of contractual delays in delivery of performance obligations and incentive on target achievements.

## 6.22 Borrowing costs

General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognized in statement of profit or loss in the period in which they are incurred.

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

## 6.23 Research and development costs

Research and development costs are charged to statement of profit or loss as and when incurred.

## 6.24 Dividend to ordinary shareholders

Dividend to ordinary shareholders is recognized as a deduction from accumulated profit and as a liability in the Company's unconsolidated statement of financial position in the year in which the dividends are approved by the Board of Directors or the Company's shareholders as the case may be.

## 6.25 Contingent liabilities

A contingent liability is disclosed when:

- 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 Company; or
- 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.

## 6.26 Government grant

The Company follows deferral method of accounting for government grant related to subsidized long term financing. Government grant is initially recognized as deferred grant and measured as the difference between the initial carrying value of the long term loan recorded at market rate (i.e. fair value of the long term loan) and the proceeds of subsidized long term loan received. In subsequent years, the grant is recognized in statement of profit or loss account, in line with the recognition of interest expenses the grant is compensating and is presented as a reduction of related interest expense.

## 6.27 Earnings per share (EPS)

Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by weighted average number of ordinary shares outstanding during the year.

Diluted EPS is calculated by adjusting basic EPS with weighted average number of ordinary shares that would be issued on conversion of all dilutive potential ordinary shares into ordinary shares and post-tax effect of changes in profit or loss attributable to ordinary shareholders of the Company that would result from conversion of all dilutive potential ordinary shares into ordinary shares.

## 6.28 Offsetting of financial instruments

Financial assets and liabilities are off-set and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention and ability to settle on a net basis, or realize the asset and settle the liability simultaneously.

## 6.29 Share Capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognized as a deduction from equity, net of any tax effects.

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|  | Note | 2025<br>(Rupees in thousand) | 2024      |
|--|------|------------------------------|-----------|
| <b>7 PROPERTY, PLANT AND EQUIPMENT</b> |      |                              |           |
| Operating fixed assets                 | 7.1  | <b>1,703,933</b>             | 1,457,514 |
| Right of use asset                     | 7.2  | <b>2,900</b>                 | 5,707     |
| Capital work in progress               | 7.3  | <b>849,983</b>               | 769,707   |
|  |      | <b>2,556,816</b>             | 2,232,928 |



## 7.1 Operating fixed assets

| 2025                                     |  |                         |                          |  |  |  |                                |
|--|--|-------------------------|--------------------------|--|--|--|--------------------------------|
| Annual rate of depreciation              | Cost as at July 01, 2024 – as restated | Additions / (deletions) | Cost as at June 30, 2025 | Accumulated depreciation as at July 01, 2024 as per cost model – as restated | Depreciation charge / (deletions) for the year | Accumulated depreciation as at June 30, 2025 | Book value as at June 30, 2025 |
| %  | ----- (Rupees in thousand) -----       |                         |                          |  |  |  |                                |
| <b>Owned</b>                             |  |                         |                          |  |  |  |                                |
| Freehold land – note 7.1.1               | -                                      | 111,933                 | -                        | 111,933  | -  | -  | 111,933                        |
| Buildings on free hold land – note 7.1.1 | 5                                      | 499,276                 | 116,256                  | 615,532  | 322,819  | 17,053                                       | 275,660                        |
| Plant and machinery                      | 10                                     | 2,723,837               | 69,038 (170)             | 2,792,705  | 1,933,930                                      | 140,134 (56)                                 | 718,697                        |
| Furniture and fixture                    | 10                                     | 154,400                 | 98,151                   | 252,551  | 90,409   | 14,438                                       | 147,705                        |
| Computer & IT equipment                  | 25                                     | 93,557                  | 23,165                   | 116,722  | 74,215   | 11,683                                       | 30,824                         |
| Vehicles                                 | 20                                     | 574,574                 | 258,593 (34,507)         | 798,660  | 278,689  | 119,280 (18,424)                             | 419,115                        |
|  |  | 4,157,577               | 565,203 (34,677)         | 4,688,103  | 2,700,062                                      | 302,588 (18,480)                             | 1,703,933                      |
| ----- (Rupees in thousand) -----         |  |                         |                          |  |  |  |                                |
| <b>Owned</b>                             |  |                         |                          |  |  |  |                                |
| Freehold land – note 7.1.1               | -                                      | 4,275,500               | (4,163,567)              | 111,933  | -  | -  | 111,933                        |
| Buildings on free hold land – note 7.1.1 | 5                                      | 695,791                 | (196,515)                | 499,276  | 69,932   | 17,053                                       | 176,456                        |
| Plant and machinery                      | 10                                     | 2,380,780               | 337,022                  | 2,717,802  | 469,547  | 150,096                                      | 789,907                        |
| Furniture and equipment                  | 10                                     | 151,696                 | -                        | 151,696  | 76,938   | 13,540 (69)                                  | 63,991                         |
| Computer & IT equipment                  | 25                                     | 78,999                  | -                        | 78,999   | 63,275   | 12,011 (1,071)                               | 19,342                         |
| Vehicles                                 | 20                                     | 465,579                 | -                        | 465,579  | 266,734  | 76,737 (64,782)                              | 295,885                        |
|  |  | 8,048,345               | (4,023,060)              | 4,025,285  | 946,426  | 269,437 (65,922)                             | 1,457,514                      |

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

## 7.1.1 Particulars of immovable property (i.e. land and building) in the name of Company are as follows:

| Location  | Usage of Immovable Property          | Total area (acres) | Covered Area (Square Feet) |
|---|--------------------------------------|--------------------|----------------------------|
| Main Haali/ Link Road Hyderabad                           | Manufacturing facility               | 5.49 Acres         | 239,057                    |
| 72-B Main Peco Road, Kot Lakhpat Lahore                   | Head Office & Manufacturing facility | 11.62 Acres        | 506,167                    |
| Warehouse land, 14 Km Multan Road, Lahore                 | Warehouse                            | 1.5 Acres          | 65,340                     |
| 05 Km off Ferozepur Road, Gajju Matta, Kacha Road, Lahore | Warehouse                            | 10.29 Acres        | 448,232                    |

|  | Note | 2025<br>(Rupees in thousand) | 2024<br>(Restated) |
|--|------|------------------------------|--------------------|
| <b>7.1.2</b> Depreciation charge for the year has been allocated as follows: |      |                              |                    |
| Cost of sales  | 30   | 216,111                      | 244,320            |
| Administrative expenses  | 32   | 79,446                       | 25,472             |
| Distribution cost  | 33   | 13,227                       | 10,068             |
|  |      | <b>308,784</b>               | <b>279,860</b>     |

## 7.1.3 All assets of the Company as at June 30, 2025 are located in Pakistan and are in the name of the Company.

## 7.1.4 The following assets were disposed off during the year having net book value above Rs 0.5 million:

| Particulars                           | Cost   | Accumulated depreciation | Book value | Sale proceeds | Gain/(loss) | Mode of disposal | Relationship with the Company | Particulars of purchaser |
|---------------------------------------|--------|--------------------------|------------|---------------|-------------|------------------|-------------------------------|--------------------------|
| (Rupees in thousand)                  |        |                          |            |               |             |                  |                               |                          |
| <b>Vehicles</b>                       |        |                          |            |               |             |                  |                               |                          |
| CAR-TOYOTA-YARIS1329-CC               | 2,958  | 1,334                    | 1,624      | 1,681         | 57          | Company Policy   | Employee                      | Sheikh Taimoor Nasir     |
| CAR-TOYOTA-YARIS1329-CC               | 5,076  | 973                      | 4,103      | 3,796         | (306)       | Company Policy   | Employee                      | Muhammad Ali Khan        |
| CAR-CHANGAN-ALSVIN DCT LUMIERE1500-CC | 4,549  | 892                      | 3,657      | 3,917         | 260         | Company Policy   | Employee                      | Muhammad Babar           |
| CAR-TOYOTA-YARIS1329-CC               | 5,176  | 1,509                    | 3,667      | 3,832         | 165         | Company Policy   | Employee                      | Muhammad Fiaz            |
| CAR-SUZUKI-WAGON R VXR998-CC          | 1,250  | 166                      | 1,084      | -             | (1,084)     | Company Policy   | Employee                      | Shahid Tanveer           |
| Total                                 | 19,009 | 4,874                    | 14,135     | 13,226        | (908)       |                  |                               |                          |

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|                                 | 2025<br>(Rupees in thousand) | 2024         |
|---------------------------------|------------------------------|--------------|
| <b>7.2 Right of use asset</b>   |                              |              |
| <b>Cost</b>                     |                              |              |
| As at July 01                   | 29,929                       | 29,929       |
| Addition during the year        | 2,587                        | -            |
| Disposal during the year        | -                            | -            |
|                                 | 32,516                       | 29,929       |
| <b>Accumulated depreciation</b> |                              |              |
| As at July 01                   | (24,222)                     | (15,826)     |
| Depreciation for the year       | (5,394)                      | (8,396)      |
| Disposal during the year        | -                            | -            |
|                                 | (29,616)                     | (24,222)     |
| <b>Balance as at June 30</b>    | <b>2,900</b>                 | <b>5,707</b> |

- 7.2.1** The Company has lease contracts of its Lahore Gulberg Office, Multan Warehouse and Hyderabad Warehouse. Lease terms are made for fixed period, subject to renewal upon mutual consent of both parties. Where applicable, the company seeks to include extension and termination options to provide operational flexibility. Lease terms are negotiated on individual basis and contain a wide range of different terms and conditions. Management exercise significant judgement in determining whether these extension and termination options are reasonably certain to be exercised.

|   | Note    | 2025<br>(Rupees in thousand) | 2024      |
|---|---------|------------------------------|-----------|
| <b>7.3 Capital work in progress</b>                         |         |                              |           |
| Civil works   |         | 14,261                       | 6,656     |
| Plant and machinery   |         | 754,828                      | 530,748   |
| Furniture and equipment                                     |         | 34,376                       | 161,320   |
| Vehicles  |         | 38,194                       | 54,295    |
| Computer and IT equipment                                   |         | 8,324                        | 16,688    |
|   |         | 849,983                      | 769,707   |
| <b>7.3.1 Movement in capital work-in-progress - at cost</b> |         |                              |           |
| As at July 01   |         | 769,707                      | 301,660   |
| Additions during the year                                   | 7.3.1.1 | 645,243                      | 686,737   |
| Less: Transfers to operating fixed assets                   |         | (564,967)                    | (218,690) |
| As at June 30   |         | 849,983                      | 769,707   |

- 7.3.1.1** This included borrowing costs capitalised during the year of Rs. 42.23 million (2024: Rs. 86 million). The capitalisation rate applied to expenditures on qualifying assets is 18%, representing the weighted average rate of the Company's general borrowings.

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|  | Note  | 2025<br>(Rupees in thousand) | 2024     |
|--|-------|------------------------------|----------|
| <b>8 INTANGIBLE ASSET</b>                                  |       |                              |          |
| Intangible asset represents computer software (ERP system) |       |                              |          |
| <b>8.1 Oracle computer software and implementation</b>     |       |                              |          |
| <b>Cost</b>  |       |                              |          |
| As at July 01  |       | 74,552                       | 74,552   |
| Addition during the year                                   |       | -                            | -        |
|  |       | 74,552                       | 74,552   |
| <b>Accumulated amortization</b>                            |       |                              |          |
| As at July 01  |       | (74,552)                     | (73,239) |
| Amortization for the year                                  | 8.1.1 | -                            | (1,313)  |
|  |       | (74,552)                     | (74,552) |
| Balance as at June 30                                      |       | -                            | -        |
| Rate of amortization                                       |       | 20%                          | 20%      |

**8.1.1** Amortization on intangible assets has been charged to administration expenses.

|   | Note  | 2025<br>(Rupees in thousand) | 2024        |
|---|-------|------------------------------|-------------|
| <b>9 LONG TERM INVESTMENT</b>   |       |                              |             |
| Investments in subsidiaries - at cost                                   | 9.1   | 11,873,145                   | 10,884,988  |
| In equity instruments of associate - at cost                            | 9.2   | 287,455                      | 287,455     |
| Equity instruments designated at fair value through OCI                 | 9.3   | -                            | 8,167       |
|   |       | 12,160,600                   | 11,180,610  |
| <b>9.1 Investments in subsidiaries - at cost</b>                        |       |                              |             |
| <b>Treet Holdings Limited - unquoted</b>                                |       |                              |             |
| 71,104,740 (2024: 71,104,740) fully paid ordinary shares of Rs. 10 each | 9.1.1 | 675,137                      | 675,137     |
| Equity held: 100 % (2024: 100 %)  |       |                              |             |
| Chief Executive Officer - Syed Sheharyar Ali                            |       |                              |             |
| Less: Accumulated impairment allowance                                  | 9.1.2 | (436,911)                    | (436,911)   |
|   |       | 238,226                      | 238,226     |
| <b>First Treet Manufacturing Modaraba - quoted</b>                      |       |                              |             |
| 189,937,516 (2024: 858,010,993) fully paid certificates of Rs. 10 each  | 9.1.3 | 10,280,721                   | 10,280,721  |
| Equity held: 97.11 % (2024: 97.11 %)                                    |       |                              |             |
| Chief Executive Officer - Syed Sheharyar Ali                            |       |                              |             |
| Less: Reserve for demerger  | 9.1.3 | (8,004,882)                  | (8,004,882) |
|   |       | 2,275,839                    | 2,275,839   |

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|  | Note  | 2025<br>(Rupees in thousand) | 2024              |
|--|-------|------------------------------|-------------------|
| <b><u>Renacon Pharma Limited – unquoted</u></b>  |       |                              |                   |
| 34,833,790 (2024: 34,833,790) fully paid ordinary shares of Rs. 10 each                                  | 9.1.4 | 482,213                      | 482,213           |
| Equity held: 55.86% (2024: 55.86%)   |       |                              |                   |
| Chief Executive Officer – Dr. Salman Shakoh  |       |                              |                   |
| <b><u>Treet Battery Limited – quoted</u></b>   |       |                              |                   |
| 932,943,267 (2024: 844,206,022) fully paid ordinary shares of Rs. 10 each                                | 9.1.5 | 8,849,167                    | 7,888,710         |
| Equity held: 86.18% (2024: 95.68%)   |       |                              |                   |
| Chief Executive Officer – Syed Sheharyar Ali   |       |                              |                   |
| <b><u>Treet Trading L.L.C</u></b>  |       |                              |                   |
| 375,000 (2024: Nil) Fully paid ordinary shares of AED 1 each   | 9.1.6 | 27,700                       | -                 |
| Equity held: 100% (2024: Nil%)   |       |                              |                   |
| Chief Executive Officer – Syed Sheharyar Ali   |       |                              |                   |
|  |       | <b>11,873,145</b>            | <b>10,884,988</b> |
| <b>9.1.1</b> The Company directly owns 100% (2024: 100%) equity interest in Treet Holding Limited (THL). |       |                              |                   |
| <b>9.1.2 Accumulated impairment allowance</b>  |       |                              |                   |
| Opening balance  |       | (436,911)                    | (356,518)         |
| Charge during the year   |       | -                            | (80,393)          |
| Closing balance  |       | (436,911)                    | (436,911)         |

In the prior year, following a significant change in THL's financial condition and its transition from a trading based model to rental income, management reassessed the recoverable amount of the investment. The revised amount was based on the realizable value of THL's investments in FTMM and TBL. As a result, an additional impairment loss of Rs. 80.39 million was recognized in the statement of profit or loss. The recoverable amount of 71,104,712 ordinary shares was assessed at Rs. 238.23 million, based on the carrying value of THL's underlying investments at June 30, 2024 which is substantially a Level 3 inputs of the fair value hierarchy in accordance with IFRS 13 "Fair Value Measurement".

During the year, the management assessed the recoverable amount of the Company's investment in THL as per the requirements of IAS 36 "Impairment of Assets". The recoverable amount was calculated based on the value in use and the realizable value of THL's investments in FTMM and TBL.

The value in use calculation was based on cash flow projections derived from five years' business plan inclusive of a comprehensive analysis of new business model of the Company along with strategic business plans and business growth, which was extrapolated beyond five years, by using a growth rate of 5%. The cash flows were discounted using a discount rate of 14.13% which was sensitive to discount rate and local inflation rates. Based on this calculation, the recoverable amount based on value in use per share of the Company was determined at Rs. 5.61 per share which was higher than the carrying amount of investment. As a result, no impairment loss was recognized during the year.



# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

- 9.1.3** The Company directly owns 97.11% (2024: 97.11%) equity interest in First Treet Manufacturing Modaraba (FTMM) and 0.49% (2024: 0.49%) through its subsidiary, THL.

The scheme of arrangement for demerger of battery segment of FTMM was sanctioned by Honorable Lahore High Court (LHC) effective from April 1, 2023 and has successfully facilitated the transfer and vesting of the battery segment's business into Treet Battery Limited (TBL).

As sanctioned by the Lahore High Court (LHC), the certificate holders of FTMM were allotted 0.9984 ordinary shares in TBL for each existing certificate held in FTMM. These shares were issued as consideration for the transfer and vesting of the battery segment and its associated business into TBL. Subsequently, FTMM applied to the LHC for a reduction in certificates, which has been approved during the year. Following the court's approval, a total of 189,937,517 certificates are now directly held by the Company as a result of the reduction in outstanding certificates.

- 9.1.4** Renacon Pharma Limited (RPL) is a pharmaceutical manufacturing company incorporated on July 07, 2009. The Company directly owns 55.86% (2024: 55.86%) equity interest in RPL. The principal place of business is 72-B, Industrial Area Kot Lakhpat, Lahore.

|  | Note    | 2025<br>(Rupees in thousand) | 2024      |
|--|---------|------------------------------|-----------|
| <b>9.1.5 Movement in Treet Battery Limited</b> |         |                              |           |
| Opening balance                                |         | 7,888,710                    | 8,004,882 |
| Addition during the year                       | 9.1.5.1 | 2,003,166                    | -         |
| Disposed off during the year                   | 9.1.5.2 | (1,042,709)                  | (116,172) |
| Closing balance                                |         | 8,849,167                    | 7,888,710 |

- 9.1.5.1** Treet Battery Limited (TBL) was incorporated on February 22, 2019 and is engaged in the business of manufacturing, assembling and selling of batteries including but not limited to lead asset batteries, lithium batteries, gel batteries etc. The registered office of the company is situated at 72-B, Industrial Area Kot Lakhpat, Lahore. As at the reporting date, the Company holds a direct equity interest of 86.18% in TBL (2024: 95.68%).

During the year, the shareholders of both the Company and TBL approved the conversion of a loan, along with the related accrued interest, previously extended by the Company to TBL pursuant to the loan agreement dated November 28, 2022, executed between the Company and TBL. The total amount converted into equity was Rs. 2,003 million, comprising a principal loan amount of Rs. 1,276 million and accrued interest of Rs. 727 million. In consideration for this conversion, 200,316,630 ordinary shares of TBL has been issued to the Company at a par value of Rs. 10 per share, increasing the equity interest by 3.14%.

- 9.1.5.2** During the year, the Company disposed off 111,579,385 ordinary shares of TBL (2024: 12,432,153), representing a 12.64% equity interest. The disposal was executed following approvals from the Board of Directors and the shareholders. The shares were sold through the Pakistan Stock Exchange (PSX) at the prevailing market price of TBL shares on the respective dates of sale. This transaction resulted in a capital gain of Rs. 701 million.

- 9.1.6** During the year, the Company has incorporated a wholly owned foreign subsidiary in Dubai, namely Treet Trading L.L.C. The principal place of business of the company is at API World Tower, Ground Floor, Office 206, UNBOX Business Center, Sheikh Zayed Road, Dubai. The Company made an investment in 375,000 fully paid ordinary shares of AED 1 each after the reporting period. The subsidiary is engaged in the business of general trading.

## Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|  | Note  | 2025<br>(Rupees in thousand) | 2024    |
|--|-------|------------------------------|---------|
| <b>9.2 In equity instruments of associate – at cost</b>                  |       |                              |         |
| <b><u>Loads Limited – quoted</u></b>                                     |       |                              |         |
| 31,387,657 (2024: 31,387,657 ) fully paid ordinary shares of Rs. 10 each | 9.2.1 | 287,455                      | 287,455 |
| Equity held: 12.49% (2024: 12.49%)                                       |       |                              |         |
| Chief Executive Officer – Mohammad Mohtashim Aftab                       |       | 287,455                      | 287,455 |

- 9.2.1** The Company's investment in Loads Limited is less than 20% but it is considered as an associate in accordance with the requirements of IAS 28 "Investments in Associates" since the Company has significant influence over its financial and operating policies through its representation on the Board of Directors of Loads Limited.

During the year, the management has assessed the recoverable amount of the Company's investment as per the requirements of IAS 36 "Impairment of Assets". The recoverable amount of Rs. 14.43 per share is calculated based on fair value less cost of disposal of investment (which is substantially a level 1 input of the fair value hierarchy in accordance with IFRS 13 "Fair Value Measurement"). The carrying amount of the Company's investment was Rs. 9.16 per share which is lower than recoverable amount. Therefore, no impairment loss has been recognized during the year.

|  | Note  | 2025<br>(Rupees in thousand) | 2024  |
|--|-------|------------------------------|-------|
| <b>9.3 Equity instruments designated at fair value through OCI</b>             |       |                              |       |
| <b><u>Techlogix International Limited – unquoted</u></b>                       |       |                              |       |
| Nil (2024: 711,435) fully paid ordinary shares of par value of USD 0.00014682. | 9.3.1 | –                            | 8,167 |
| Equity held: Nil% (2024: 0.697%)   |       |                              |       |

- 9.3.1** Techlogix International Limited ("Techlogix") is a company incorporated in Bermuda. The beneficial owners of Techlogix are Mr. Salman Akhtar, residing in Gulberg, Lahore, and Mr. Kewan Khawaja, residing in Wayland, United States of America. The company is primarily engaged in providing specialized technical consultancy and software development services to both national and international clients. During the year, the Company disposed of its entire investment in Techlogix for a total consideration of USD 149,401, equivalent to USD 0.21 per share, resulting in gain of Rs. 33.346 million recognized in other comprehensive income.

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|   | Note | 2025<br>(Rupees in thousand) | 2024     |
|---|------|------------------------------|----------|
| <b>10 LONG TERM LOANS AND ADVANCES</b>      |      |                              |          |
| Long term advances                          | 10.1 | 53,248                       | 124,315  |
| Loans to employees                          | 10.2 |                              |          |
| - executives                                |      | 26,901                       | 18,004   |
| - other employees                           |      | 8,821                        | 6,635    |
|   |      | 35,722                       | 24,639   |
| Less : Current portion of loan to employees | 15   | (28,606)                     | (20,772) |
|   |      | 60,364                       | 128,182  |

**10.1** These include advances given to various suppliers for purchase of vehicles and construction services.

**10.2** These loans are interest free and are secured against employees' retirement benefits. These loans are recoverable in 12 to 24 monthly instalments. This includes loans to the following key management personnels:

|                        | 2025<br>(Rupees in thousand) | 2024  |
|------------------------|------------------------------|-------|
| Muhammad Khurram Iqbal | 4,949                        | 730   |
| Zunaira Dar            | -                            | 671   |
| Mohammad Imran         | -                            | 575   |
| Rana Imran Ahmed       | 583                          | 507   |
| Asghar Ali Bhatti      | 1,059                        | 754   |
| Amir Kaleem            | 1,828                        | -     |
| Israr-ul Haq           | 2,908                        | -     |
| Farhan Ather           | 4,803                        | -     |
|                        | 16,130                       | 3,237 |

**10.2.1** Maximum outstanding balance with reference to month end balances are as follows:

|                        |        |        |
|------------------------|--------|--------|
| Israr-ul Haq           | 4,653  | 1,046  |
| Muhammad Khurram Iqbal | 6,251  | 2,336  |
| Zunaira Dar            | -      | 1,902  |
| Amir Kaleem            | 3,656  | -      |
| Mohammad Imran         | -      | 1,054  |
| Rashid Siddique        | -      | 597    |
| Rana Imran Ahmed       | 2,334  | 1,860  |
| Farhan Ather           | 5,012  | -      |
| Asghar Ali Bhatti      | -      | 1,659  |
|                        | 21,906 | 10,454 |

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|  | Note        | 2025<br>(Rupees in thousand) | 2024             |
|--|-------------|------------------------------|------------------|
| <b>11 STORES AND SPARES</b>                      |             |                              |                  |
| Stores   |             | 191,880                      | 178,673          |
| Spares   |             | 158,008                      | 126,505          |
|  |             | <b>349,888</b>               | <b>305,178</b>   |
| <b>12 STOCK IN TRADE</b>                         |             |                              |                  |
| Raw and packing material                         | 12.1        | 1,924,405                    | 1,556,969        |
| Work in process                                  |             | 96,928                       | 119,971          |
| Finished goods                                   | 12.2 & 12.3 | 808,266                      | 735,877          |
|  |             | <b>2,829,599</b>             | <b>2,412,817</b> |
| Provision for obsolete and slow moving inventory |             | (5,017)                      | (5,017)          |
|  |             | <b>2,824,582</b>             | <b>2,407,800</b> |

**12.1** It includes raw material in transit amounting to Rs. 268.1 million (2024: Rs. 89.4 million).

**12.2** The amount charged to profit and loss account on account of write down of finished goods to net realizable value amounts to Rs. 9.17 million (2024: Rs. 8.7 million).

**12.3** It includes finished goods in transit amounting to Rs. 98.8 million (2024: Rs.278 million).

|   | Note | 2025<br>(Rupees in thousand) | 2024   |
|---|------|------------------------------|--------|
| <b>13 SHORT TERM INVESTMENTS</b>                        |      |                              |        |
| <u>Investments at fair value through profit or loss</u> |      |                              |        |
| Listed equity securities                                | 13.1 | 32,811                       | 45,112 |

**13.1** Detail of investments in listed equity securities is stated below:

|      |                                       | 2025                         |        |              |                                  |   |  |                                  |
|------|---------------------------------------|------------------------------|--------|--------------|----------------------------------|---|--|----------------------------------|
|      |                                       | Shares Number                | Cost   | Market value | Opening unrealized gain / (loss) | Realized gain/ (loss) on disposal during the year | Unrealized gain / (loss) during the year | Closing unrealized gain / (loss) |
| Note |                                       | -----Rupees in thousand----- |        |              |                                  |   |  |                                  |
| a)   | <b>Banks</b>                          |                              |        |              |                                  |   |  |                                  |
|      | Silk Bank Limited                     | -                            | -      | -            | (12,325)                         | 12,325  | -  | -                                |
| b)   | <b>Textile</b>                        |                              |        |              |                                  |   |  |                                  |
|      | Sunrays Textiles Mills Limited        | -                            | -      | -            | (125)                            | 125   | -  | -                                |
|      | Maqbool Textiles Mills Limited        | 894,500                      | 27,554 | 32,444       | 3,155                            | -   | 1,735                                    | 4,890                            |
| c)   | <b>Miscellaneous</b>                  |                              |        |              |                                  |   |  |                                  |
|      | Transmission Engineering Limited 13.2 | 133,000                      | -      | -            | -                                | -   | -  | -                                |
| d)   | <b>Steel Mills</b>                    |                              |        |              |                                  |   |  |                                  |
|      | Aisha Steel Mills Limited             | 32,704                       | -      | 367          | 240                              | -   | 127                                      | 367                              |
|      |                                       | 1,060,204                    | 27,554 | 32,811       | (9,055)                          | 12,450  | 1,862                                    | 5,257                            |

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|           |                                       | 2024                         |        |                 |  |   |   |  |
|-----------|---------------------------------------|------------------------------|--------|-----------------|--|---|---|--|
|           |                                       | Shares<br>Number             | Cost   | Market<br>value | Opening<br>unrealized<br>gain / (loss) | Realized<br>gain/ (loss)<br>on disposal<br>during the<br>year | Unrealized<br>gain / (loss)<br>during the<br>year | Closing<br>unrealized<br>gain / (loss) |
| Note      |                                       | -----Rupees in thousand----- |        |                 |  |   |   |  |
| <b>a)</b> | <b>Banks</b>                          |                              |        |                 |  |   |   |  |
|           | Silk Bank Limited                     | 13,000,000                   | 24,155 | 11,830          | (11,155)                               | -   | (1,170)   | (12,325)                               |
| <b>b)</b> | <b>Textile</b>                        |                              |        |                 |  |   |   |  |
|           | Sunrays Textiles Mills Limited        | 27,026                       | 2,458  | 2,333           | 244                                    | -   | (369)   | (125)                                  |
|           | Maqbool Textiles Mills Limited        | 894,500                      | 27,554 | 30,708          | 54,293                                 | -   | (51,138)  | 3,155                                  |
| <b>c)</b> | <b>Miscellaneous</b>                  |                              |        |                 |  |   |   |  |
|           | Transmission Engineering Limited 13.2 | 133,000                      | -      | -               | -                                      | -   | -   | -                                      |
| <b>d)</b> | <b>Steel Mills</b>                    |                              |        |                 |  |   |   |  |
|           | Aisha Steel Mills Limited             | 32,704                       | -      | 241             | 176                                    | -   | 64  | 240                                    |
|           |                                       | 14,087,230                   | 54,167 | 45,112          | 43,558                                 | -   | (52,613)  | (9,055)                                |

**13.2** This investment has been valued at Rs. Nil as Pakistan Stock Exchange Limited has placed this company in defaulter segment and there has been no movement in the share price of the company since February 15, 2017

|             |  | Note   | 2025<br>(Rupees in thousand) | 2024    |
|-------------|--|--------|------------------------------|---------|
| <b>14</b>   | <b>TRADE DEBTS</b>   |        |                              |         |
|             | Foreign debtors  | 14.1   | 502,039                      | 131,598 |
|             | Local debtors  | 14.2   | 34,723                       | 43,805  |
|             |  |        | 536,762                      | 175,403 |
|             | Considered doubtful  |        | 5,886                        | 1,785   |
|             |  |        | 542,648                      | 177,188 |
|             | Less: Expected credit loss                                   | 14.3   | (5,886)                      | (1,785) |
|             |  |        | 536,762                      | 175,403 |
| <b>14.1</b> | It include unsecured receivable from following related party |        |                              |         |
|             | Treet Trading LLC  | 14.1.1 | 323,315                      | -       |
|             |  |        | 323,315                      | -       |

**14.1.1** It include unsecured receivable from This represents receivable in the normal course of business and is due by less than 30 days. The balance is neither past due nor impaired. Maximum amount outstanding at any time during the year, with respect to month end balances, was Rs. 323.31 million (2024: Nil)



# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|                                    | Note  | 2025<br>(Rupees in thousand) | 2024         |
|------------------------------------|---|------------------------------|--------------|
| <b>14.2</b>                        | It include unsecured receivable from following related parties: |                              |              |
| Elite Brands Limited               | 14.2.1  | -                            | 3,973        |
| First Treet Manufacturing Modaraba | 14.2.2  | -                            | 297          |
| Liaqat National Hospital           | 14.2.3  | 23                           | 19           |
|                                    |   | <b>23</b>                    | <b>4,289</b> |

**14.2.1** This represents receivable in the normal course of business and is due by less than 30 days. The balance is neither past due nor impaired. Maximum amount outstanding at any time during the year, with respect to month end balances, was Rs. Nil (2024: 21.18 million)

**14.2.2** This represents receivable in the normal course of business and is past due by more than 1 to 90 days. Maximum amount outstanding at any time during the year was Rs.0.29 million (2024: 0.29) with respect to month end balances.

**14.2.3** This represents receivable in the normal course of business and is past due by more than 1 to 60 days. Maximum amount outstanding at any time during the year was Rs.0.019 million (2024: 0.019 million) with respect to month end balances.

**14.3** The movement in expected credit loss with respect to trade debts for the year is as follows:

|                     | Note | 2025<br>(Rupees in thousand) | 2024         |
|---------------------|------|------------------------------|--------------|
| Opening balance     |      | 1,785                        | 1,785        |
| Charge for the year |      | 4,101                        | -            |
| Closing balance     |      | <b>5,886</b>                 | <b>1,785</b> |

## 15 LOANS, ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

|  |      |         |        |
|--|------|---------|--------|
| Current portion of loan to employees       | 10   | 28,606  | 20,772 |
| Advances to employees                      | 15.1 | 80,182  | 25,146 |
| Advances to suppliers                      |      | 204,221 | 86,003 |
| Margin deposits against letters of credits |      | -       | 31,476 |
| Prepayments                                |      | 18,363  | 20,666 |

### Balances with statutory authorities:

|                                    |  |                |                |
|------------------------------------|--|----------------|----------------|
| Export rebate                      |  | 148,993        | 178,554        |
| Collector of customs - custom duty |  | -              | 18,716         |
| Income tax refundable              |  | 221,202        | 114,293        |
|                                    |  | <b>370,195</b> | <b>311,563</b> |
| Receivable from broker             |  | 75,000         | 31,452         |

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|  | Note | 2025<br>(Rupees in thousand) | 2024      |
|--|------|------------------------------|-----------|
| <b>Receivable from subsidiary companies – unsecured, considered good – at amortised cost</b> |      |                              |           |
| - Treet Battery Limited  | 15.5 | 2,736,810                    | 5,031,608 |
| - Renacon Pharma Limited   | 15.5 | 583,694                      | 378,027   |
| - Treet Power Limited  |      | 2,555                        | 2,555     |
| - Treet Trading L.L.C  |      | 23,134                       | -         |
| - Treet HR Management (Private) Limited  |      | 1,820                        | -         |
|  |      | 3,348,013                    | 5,412,190 |
| <b>Receivable from other related parties – unsecured, considered good</b>                    |      |                              |           |
| - Loads Limited  | 15.2 | -                            | 12,352    |
| - Hi-Tech Alloy Wheels Limited   |      | 3,473                        | 3,473     |
|  |      | 3,473                        | 15,825    |
| Employees Housing Fund   |      | 39,873                       | 39,859    |
| Superannuation Fund  |      | 145,544                      | -         |
| Others   |      | 6,785                        | 2,327     |
|  |      | 4,320,255                    | 5,997,279 |

- 15.1** These are interest free advances to employees in respect of salary, medical and travelling expenses and are secured against their retirement benefits. These include an aggregate amount of Rs. Nil (2024: Rs. Nil) receivable from executives of the Company. Out of total receivables, amount of Rs. 6 million (2024: Rs Nil ) is receivable from Chief Executive Officer.

|  | Note | 2025<br>(Rupees in thousand) | 2024  |
|--|------|------------------------------|-------|
| Following are employees whose outstanding amount exceed Rs.1 million : |      |                              |       |
| Chaudhary Ehsan ul Haq   |      | -                            | 1,411 |
| Akhlaq Ahmed   |      | 1,190                        | -     |
| Mohammad Younus  |      | 1,261                        | -     |
| Imran Khan   |      | 1,365                        | -     |
| Arshad Latif   |      | 1,133                        | -     |
| Jawad Ahmed  |      | 1,309                        | -     |
| Amir Kaleem  |      | 1,095                        | -     |
| Ashgar Ali Bhatti  |      | 1,021                        | -     |
| Rana Imran Ahmed   |      | 1,057                        | -     |

- 15.2** These represent receivable from related parties on account of payments made on behalf of related parties, receivable on account of reimbursement of expenses, and advances given to meet working capital requirements of relates parties. A provision for impairment was charged in previous period hence, these balances are net of provision for impairment.

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

## 15.3 Ageing of balances

The balances due from related parties are neither past due nor impaired. Aging of balance due from related parties is as follows:

|                                       | Less<br>than 3<br>months | 3 to 6<br>months | 6 to 12<br>months | Greater than<br>12 months | 2025      | 2024      |
|---------------------------------------|--------------------------|------------------|-------------------|---------------------------|-----------|-----------|
| -----Rupees in thousand-----          |                          |                  |                   |                           |           |           |
| Treet Battery Limited                 | -                        | 218,216          | 85,589            | 2,433,005                 | 2,736,810 | 5,031,608 |
| Renacon Pharma Limited                | 13,985                   | 175,626          | 20,019            | 374,064                   | 583,694   | 378,027   |
| Treet HR Management (Private) Limited | 1,820                    | -                | -                 | -                         | 1,820     |           |
| Treet Power Limited                   | -                        | -                | -                 | 2,555                     | 2,555     | 2,555     |
| Hi-Tech Alloy Wheels Limited          | -                        | -                | -                 | 3,473                     | 3,473     | 3,473     |
| Treet Trading L.L.C                   | 9,562                    | 548              | 5,587             | 7,437                     | 23,134    | 12,352    |

## 15.4 Maximum outstanding balance due from related parties at any time during the year, with reference to month end balances is as follows:

|                                       | 2025<br>(Rupees in thousand) | 2024      |
|---------------------------------------|------------------------------|-----------|
| Renacon Pharma Limited                | 537,931                      | 378,027   |
| Treet HR Management (Private) Limited | 1,343                        | 25        |
| Treet Power Limited                   | 2,555                        | 2,555     |
| Hi-Tech Alloy Wheels Limited          | 3,472                        | 3,473     |
| Loads Limited                         | -                            | 12,352    |
| Treet Battery Limited                 | 5,073,331                    | 5,031,608 |
| Treet Trading L.L.C                   | 392,697                      | -         |

## 15.5 These represent advances given to the related parties for working capital requirements. These carry markup at 3 month Kibor plus 1.275%. A provision for impairment of Rs. 20 million has been charged during the year as disclosed in note 15.6 to the financial statements. This balance is net off provision.

|  | 2025<br>(Rupees in thousand) | 2024     |
|--|------------------------------|----------|
| <b>15.6 Accumulated impairment allowance</b> |                              |          |
| Opening balance                              | (98,559)                     | (12,557) |
| Charge during the year                       | (20,002)                     | (86,002) |
| Closing balance                              | (118,561)                    | (98,559) |

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|                                  |      | 2025<br>(Rupees in thousand) | 2024    |
|----------------------------------|------|------------------------------|---------|
| <b>16 CASH AND BANK BALANCES</b> |      |                              |         |
| Cash in hand                     |      | 569                          | 4,440   |
| Cash at bank in local currency   |      |                              |         |
| - Current accounts               | 16.1 | 749,046                      | 241,874 |
| - Saving accounts                | 16.2 | 59,305                       | 138,829 |
|                                  |      | <b>808,351</b>               | 380,703 |
|                                  |      | <b>808,920</b>               | 385,143 |

**16.1** These include bank accounts of Rs. 246.53 million (2024: Rs. 40.63 million) maintained under Shariah compliant arrangements.

**16.2** These include deposits of Rs. 26.63 million (2024: Rs. 1.6 million) under Shariah compliant arrangements, which carries profit rate ranging from 4.00% to 8.2% per annum (2024: 8.53% to 11.52% per annum). The remaining balance carry mark-up at the rates ranging from 9.5% to 17.52% per annum (2024: 19.52% to 20.52% per annum).

|                                       | Note | 2025<br>(Rupees in thousand) | 2024      |
|---------------------------------------|------|------------------------------|-----------|
| <b>17 SHORT TERM BORROWINGS</b>       |      |                              |           |
| Short term running finance - secured  | 17.1 | 2,356,234                    | 3,133,826 |
| Export refinance and others - secured | 17.2 | 1,053,478                    | 854,771   |
| Islamic mode of financing - secured   | 17.3 | 477,353                      | 956,261   |
|                                       |      | <b>3,887,065</b>             | 4,944,858 |

**17.1** This represents running finance facility availed from various commercial banks to meet working capital requirements of the Company. These carry markup at an effective markup rate ranging from 11.88% to 23.37% (2024: 22.21% to 25.90% ) per annum payable quarterly in arrears.

**17.2** This represents export refinance and other funded (FATR) facilities availed from various commercial banks to meet working capital requirements of the Company. Export Refinance Facilities carry markup at an effective markup rate ranging from 8% to 19% (2024 : 18% to 24.59% ) and FATR facilities carry markup rate ranging from 11.91% to 22.13% (2024: 21.01% to 27.48%) per annum payable quarterly in arrears.

**17.3** This represents musharka running finance and other facilities availed under shariah compliant mode from various Islamic banks to meet working capital requirements of the Company. These carry profit at an effective profit rate ranging from 23.02% to 24.12% (2024: 23.02% to 24.12% ) per annum payable quarterly in arrears or on maturity.

**17.4** The aggregate unavailed short term borrowing facilities amounts to Rs. 1827.90 million (2024: Rs. 139.82 million).

**17.5** The facilities mentioned in 17.2 to 17.4 above are secured by first joint pari passu charge / hypothecation charge / ranking charge over present and future current assets of the Company, lien marked over import documents and title of ownership of goods imported under letters of credit.

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|   | Note | 2025<br>(Rupees in thousand) | 2024      |
|---|------|------------------------------|-----------|
| <b>18 TRADE AND OTHER PAYABLES</b>            |      |                              |           |
| Trade creditors:                              |      |                              |           |
| Related parties – unsecured                   | 18.1 | 37,649                       | 36,737    |
| Others  |      | 567,587                      | 499,111   |
|   |      | 605,236                      | 535,848   |
| Due to related parties – unsecured            | 18.2 | 308,666                      | 171,188   |
| Accrued liabilities                           |      | 679,848                      | 402,957   |
| Contract liability                            | 18.3 | 682,716                      | 384,682   |
| Employees deposits – secured                  |      | 184,502                      | 112,206   |
| Withholding sales tax payable                 |      | 12,352                       | 5,446     |
| Withholding income tax payable                |      | 38,342                       | 26,504    |
| Workers' Profit Participation Fund            | 18.7 | 85,496                       | 48,697    |
| Workers' Welfare Fund                         | 18.8 | 31,300                       | 5,385     |
| Sales tax payable                             |      | 54,393                       | 97,348    |
| Levies payable                                |      | -                            | 29,188    |
| Short term deposits                           | 18.6 | 12,604                       | 12,853    |
| Other payables                                |      | 15,369                       | 27,585    |
| Payable to employee retirement benefit funds: |      |                              |           |
| – Service fund                                | 18.4 | 14,538                       | -         |
| – Superannuation fund                         | 18.5 | -                            | 5,727     |
|   |      | 2,725,362                    | 1,865,614 |
| <b>18.1 Related parties – unsecured</b>       |      |                              |           |
| <b>Subsidiary companies:</b>                  |      |                              |           |
| First Treet Manufacturing Modaraba            |      | 19,799                       | 34,749    |
| Treet Holdings Limited                        |      | 235                          | 105       |
| Treet HR Management (Private) Limited         |      | 1,450                        | 1,450     |
| <b>Other related parties:</b>                 |      |                              |           |
| Treet Battery Limited                         |      | 100                          | -         |
| IGI General Insurance                         |      | 15,746                       | -         |
| Gulab Devi Chest Hospital                     |      | 3                            | 9         |
| Liaquat National Hospital                     |      | 316                          | 424       |
|   |      | 37,649                       | 36,737    |

**18.1.1** These are interest free and in the normal course of business.

**18.2** This represents payable to Treet Holdings Limited (THL) and First Treet Manufacturing Modaraba (FTMM) subsidiary companies, on account of payments made on behalf of the Company. The amount payable to THL & FTMM carries markup at an effective rate ranging from 12.16% to 20.22% during the year.



# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|                                       | 2025<br>(Rupees in thousand) | 2024           |
|---------------------------------------|------------------------------|----------------|
| <b>Subsidiary companies:</b>          |                              |                |
| First Treet Manufacturing Modaraba    | 239,677                      | 106,579        |
| Treet Holdings Limited                | 68,918                       | 64,584         |
| Treet HR Management (Private) Limited | -                            | 25             |
| <b>Other related parties:</b>         |                              |                |
| Loads Limited                         | 70                           | -              |
|                                       | <b>308,666</b>               | <b>171,188</b> |

**18.3** This represents advance received from customers for future sale of goods. During the year, the Company has recognized revenue amounting to Rs. 201.30 million, out of the contract liability as at June 30, 2024.

**18.4** This represents contributory fund maintained by the Company which covers all permanent management employees. Equal monthly contributions are made by the Company at 10% of basic salary. However, it is optional for employees to contribute in service fund. During the period, the Company withdrew an amount of Rs. 296 million from its Service Fund to meet working capital requirements. The withdrawal amount is subject to a markup rate of Kibor plus 1.28%. The Company has repaid the outstanding loan amount of Rs. 292 million along with accrued markup and other adjustments.

**18.5** The Company maintains a Superannuation Fund to provide retirement benefits to employees and is managed in accordance with the Company's Superannuation Fund Policy. The withdrawal is subject to a markup rate of KIBOR plus 2%. All principal amount is outstanding as at period ended.

**18.6** These represent interest free deposits received from freight forwarding agencies and other contractors which have been kept in a separate bank account in terms of section 217 of the Companies Act 2017.

|   | Note   | 2025<br>(Rupees in thousand) | 2024          |
|---|--------|------------------------------|---------------|
| <b>18.7 Workers Profit Participation Fund</b> |        |                              |               |
| Balance at beginning of the year              |        | 48,697                       | 31,601        |
| Charge for the year                           | 34     | 78,450                       | -             |
|   |        | <b>127,147</b>               | <b>31,601</b> |
| Payments during the year                      |        | (1,540)                      | (38,028)      |
| Payments to employees on behalf of WPPF       |        | -                            | (3,717)       |
| Amount withdrawn from fund                    |        | -                            | 92,420        |
| Repayments of amount withdrawn                |        | (45,523)                     | (50,000)      |
| Markup on amount withdrawn                    | 18.7.1 | 5,412                        | 16,421        |
| Balance at end of the year                    |        | <b>85,496</b>                | <b>48,697</b> |

**18.7.1** This represents markup on amount withdrawn from Fund which carries markup at rate of KIBOR plus 2.5% as per Workers Profit Participation Fund.

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|   | Note | 2025<br>(Rupees in thousand) | 2024      |
|---|------|------------------------------|-----------|
| <b>18.8 Workers Welfare Fund</b>  |      |                              |           |
| Balance at beginning of the year  |      | 5,385                        | 11,066    |
| Charge for the year   |      | 31,179                       | 5,385     |
| Prior year  | 34   | -                            | (1,617)   |
| Payments during the year  |      | (5,264)                      | (9,449)   |
|   |      | 25,915                       | (5,681)   |
| Balance at end of the year  |      | 31,300                       | 5,385     |
| <b>19 ACCRUED MARK-UP</b>   |      |                              |           |
| Accrued mark-up / return on:  |      |                              |           |
| Islamic mode of financing :   |      |                              |           |
| - Long term borrowings  |      | 4,150                        | 3,033     |
| - Short term borrowings   |      | 29,858                       | 51,151    |
| Conventional mode of financing  |      |                              |           |
| - Long term borrowings  |      | 44,998                       | 84,741    |
| - Short term borrowings   |      | 99,189                       | 212,641   |
|   |      | 178,195                      | 351,566   |
| <b>20 (Provision for taxation) / Advance tax - net</b>                          |      |                              |           |
| Advance income tax paid   |      | 317,112                      | 209,647   |
| Provision for taxation  |      | (400,169)                    | (108,845) |
|   |      | (83,057)                     | 100,802   |
| <b>21 LEASE LIABILITIES</b>   |      |                              |           |
| Liability against right of use asset  |      | 3,435                        | 8,165     |
| Current portion of liability against right of use asset                         |      | (2,007)                      | (6,966)   |
|   |      | 1,428                        | 1,199     |
| <b>21.1</b> Movement of liability against right of use liability is as follows: |      |                              |           |
| Opening balance   |      | 8,165                        | 16,995    |
| Liability against right of use asset recognised during the year                 |      | 2,587                        | -         |
| Interest on unwinding of liability against right of use assets                  | 35   | 935                          | 1,894     |
| Payments during the year  |      | (8,252)                      | (10,724)  |
| Closing balance   |      | 3,435                        | 8,165     |

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|             | Note   | 2025<br>(Rupees in thousand) | 2024      |
|-------------|--|------------------------------|-----------|
| <b>21.2</b> | Maturity analysis of liability against right of use asset is as follows: |                              |           |
|             | Less than one year   | 2,268                        | 7,747     |
|             | One to five years  | 1,575                        | 1,198     |
|             | Total undiscounted liability against right of use asset as at June 30    | 3,843                        | 8,945     |
|             | Impact of discounting on liability against right of use asset            | (408)                        | (780)     |
|             |  | 3,435                        | 8,165     |
| <b>22</b>   | <b>LONG TERM FINANCES – SECURED</b>                                      |                              |           |
|             | Loan from financial institutions:  |                              |           |
|             | Islamic mode of financing – secured                                      |                              |           |
|             | Bank Islami Pakistan Limited   | 22.1 145,477                 | 153,906   |
|             | First Habib Modaraba   | 22.2 48,126                  | –         |
|             | Conventional mode of financing – secured                                 |                              |           |
|             | Pakistan Kuwait Investment Company Limited                               | 22.3 562,500                 | 687,500   |
|             | Syndicate facility   | 22.4 1,312,500               | 1,500,000 |
|             |  | 2,068,603                    | 2,341,406 |
|             | Less: Current portion shown under current liabilities                    | (416,721)                    | (346,685) |
|             |  | 1,651,882                    | 1,994,721 |

**22.1** This represents Diminishing Musharika facility of Rs. 176.63 million, obtained from Bank Islami Pakistan Limited to purchase brand new / second hand locally assembled vehicles and imported vehicles for personal use of employees and management. The tenor of the facility is upto 5 years. The facility is secured by way of registration of ownership of vehicles in favor of the bank with 10% minimum company's share for local vehicles and 30% for imported vehicles. The loan is repayable in sixty equal monthly principal installments and profit payments at 1 month Kibor + 1.5% spread per annum. The effective markup rate ranging from 12.72% to 22.33% (2024: 22.31% to 23.84%) per annum, payable monthly in arrears.

**22.2** This represents Diminishing Musharika facility of Rs. 150 million, obtained from First Habib Modaraba to purchase locally assembled vehicles. The tenor of the facility is upto 5 years. The facility is secured by way of registration of ownership of vehicles in favor of the Modaraba. The loan is repayable in sixty equal monthly principal installments and profit payments at 3 month Kibor + 1.25% spread per annum. The effective markup rate ranging from 12.38% to 13.86% per annum, payable monthly in arrears.

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

**22.3** This represents facility of Rs. 750 million obtained from Pakistan Kuwait Investment Company (Private) Limited for balance sheet re-profiling. The tenor of the facility is upto 8 years inclusive of 2-year grace period. The facility is secured by way of first Joint Pari Passu charge over all present and future plant and machinery of the Company. The loan is repayable in full in twenty four equal quarterly installments of Rs. 31.25 million. The facility was first disbursed on Dec 22, 2021, with markup charging on the facility at 3 month Kibor + 1.25% spread. The effective markup rate ranging from 12.49% to 21.45% (2024 : 21.45% to 23.88%) per annum, payable quarterly in arrears.

**22.4** This represents syndicate facility comprising of Habib Bank Limited and The Bank of Punjab of Rs.750 million each i.e Rs.1,500 million in total obtained for balance sheet profiling. The tenure of this facility is 8 years inclusive of 2-years grace period . The facility is secured by way of first joint parri passu charge over all present and future asset of the Company and lien and charge over Debt Payment Account and Disbursement Account . The loan is repayable in full in twenty four equal quarterly installments of Rs 62.5 million.The facility was first disbursed on July 6, 2022, with markup charging on the facility at 3 month Kibor + 1.10% spread. The effective markup rate ranging from 13.27% to 21.29% (2024 : 22.43% to 24.02%) per annum, payable quarterly in arrears.

|   | Note | 2025<br>(Rupees in thousand) | 2024      |
|---|------|------------------------------|-----------|
| <b>23 Deferred liabilities – employee retirement benefits</b> |      |                              |           |
| Gratuity fund   |      | 821,377                      | 745,388   |
| Superannuation fund – I                                       |      | 775,372                      | 739,558   |
|   | 23.1 | <b>1,596,749</b>             | 1,484,946 |

|   | Note | Gratuity<br>(Rupees in thousand) |          | Superannuation<br>(Rupees in thousand) |         |
|---|------|----------------------------------|----------|--|---------|
|   |      | 2025                             | 2024     | 2025                                   | 2024    |
| <b>23.1 Net retirement benefit obligation</b>                             |      |                                  |          |  |         |
| Amounts recognized in the statement of financial position are as follows: |      |                                  |          |  |         |
| Present value of defined benefit obligation                               | 23.3 | 927,162                          | 785,788  | 892,101                                | 743,136 |
| Fair value of plan assets   | 23.4 | (105,785)                        | (40,400) | (116,729)                              | (3,578) |
| <b>Net retirement benefit obligation</b>                                  | 23.2 | <b>821,377</b>                   | 745,388  | <b>775,372</b>                         | 739,558 |
| <b>23.2 Movement in net obligation</b>                                    |      |                                  |          |  |         |
| Net liability as at July 01   |      | 745,388                          | 557,623  | 739,558                                | 545,976 |
| Charge to statement of profit or loss                                     |      | 196,565                          | 148,145  | 185,289                                | 141,482 |
| Re-measurements chargeable in statement of comprehensive income           |      | 23,168                           | 100,008  | (78,204)                               | 4,414   |
| Contribution made by the Company  |      | (143,744)                        | (60,388) | (71,271)                               | 47,686  |
| <b>Net liability as at June 30</b>  |      | <b>821,377</b>                   | 745,388  | <b>775,372</b>                         | 739,558 |

**23.2.1** The contribution to the superannuation plan and gratuity plan is negative because the employer contribute contribution into the funds.

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|             |   | Gratuity             |          | Superannuation |          |
|-------------|---|----------------------|----------|----------------|----------|
|             |   | 2025                 | 2024     | 2025           | 2024     |
|             |   | (Rupees in thousand) |          |                |          |
| <b>23.3</b> | <b>Movement in the liability for funded defined benefit</b> |                      |          |                |          |
|             | Liability for defined benefit obligations as at July 01     | 785,788              | 648,305  | 743,136        | 613,713  |
|             | Benefits paid by the plan                                   | (89,737)             | (87,388) | (45,984)       | (47,263) |
|             | Current service costs                                       | 70,252               | 54,868   | 55,731         | 43,665   |
|             | Past service costs (credit)                                 | 28,193               | 9,764    | 26,211         | 7,276    |
|             | Interest cost   | 108,062              | 96,055   | 105,740        | 93,834   |
|             | Benefits due but not paid (payables)                        | (16,589)             | (27,007) | (6,532)        | (25,287) |
|             |   | 885,969              | 694,597  | 878,302        | 685,938  |
|             | Re-measurements on obligation:                              |                      |          |                |          |
|             | Actuarial losses on present value                           |                      |          |                |          |
|             | - Changes in financial assumptions                          | -                    | 64,167   | -              | 63,519   |
|             | - Experience adjustments                                    | 41,193               | 27,024   | 13,799         | (6,321)  |
|             |   | 41,193               | 91,191   | 13,799         | 57,198   |
|             | Present value of defined benefit obligations as at June 30  | 927,162              | 785,788  | 892,101        | 743,136  |
| <b>23.4</b> | <b>Movement in fair value of plan assets</b>                |                      |          |                |          |
|             | Fair value of plan assets as at July 01                     | 40,400               | 90,682   | 3,578          | 67,737   |
|             | Contributions into the plan                                 | 143,744              | 60,388   | 71,271         | (47,686) |
|             | Benefits paid by the plan                                   | (89,737)             | (87,388) | (45,984)       | (47,263) |
|             | Interest income on plan assets                              | 9,942                | 12,542   | 2,393          | 3,293    |
|             | Benefits due but not paid                                   | (16,589)             | (27,007) | (6,532)        | (25,287) |
|             | Return on plan assets excluding interest income             | 18,025               | (8,817)  | 92,003         | 52,784   |
|             | Fair value of plan assets as at June 30                     | 105,785              | 40,400   | 116,729        | 3,578    |
| <b>23.5</b> | <b>Plan assets</b>  |                      |          |                |          |
|             | <b>Plan assets comprise:</b>                                |                      |          |                |          |
|             | <b>Quoted:</b>  |                      |          |                |          |
|             | Listed securities   | 65,588               | 41,023   | 24,803         | 17,558   |
|             | <b>Total quoted plan assets</b>                             | 65,588               | 41,023   | 24,803         | 17,558   |
|             | <b>Un-quoted:</b>   |                      |          |                |          |
|             | Unlisted securities   | 2,865                | 2,570    | -              | -        |
|             | Deposits with banks   | 48,481               | 6,825    | 97,014         | 1,029    |
|             | Investment in mutual funds                                  | 4,525                | 4,337    | -              | -        |
|             | Government securities                                       | -                    | 11,000   | -              | 8,000    |
|             | Others  | 914                  | 1,652    | 1,444          | 2,278    |
|             | <b>Total un-quoted plan assets</b>                          | 56,785               | 26,384   | 98,458         | 11,307   |
|             | Less: payables  | (16,589)             | (27,007) | (6,532)        | (25,287) |
|             |   | 105,784              | 40,400   | 116,729        | 3,578    |



# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

Before making any investment decision, an Asset-Liability matching study is performed by the Board of Trustees of the funds to evaluate the merits of strategic investments. Risk analysis of each category is done to analyze the impacts of the interest rate risk, currency risk and longevity risk.

|             |   | Gratuity             |           | Superannuation |           |
|-------------|---|----------------------|-----------|----------------|-----------|
|             |   | 2025                 | 2024      | 2025           | 2024      |
|             |   | (Rupees in thousand) |           |                |           |
| <b>23.6</b> | <b>Profit or loss includes the following in respect of retirement benefits:</b> |                      |           |                |           |
|             | Interest cost   | 108,062              | 96,055    | 105,740        | 93,834    |
|             | Current service cost  | 70,252               | 54,868    | 55,731         | 43,665    |
|             | Past service cost   | 28,193               | 9,764     | 26,211         | 7,276     |
|             | Interest income on plan assets  | (9,942)              | (12,542)  | (2,393)        | (3,293)   |
|             | Total   | 196,565              | 148,145   | 185,289        | 141,482   |
|             | Less : charged to group companies   | (21,674)             | (16,090)  | (11,633)       | (8,998)   |
|             |   | 174,891              | 132,055   | 173,656        | 132,484   |
| <b>23.7</b> | <b>Amount recognized in other comprehensive income</b>                          |                      |           |                |           |
|             | Remeasurement of plan obligation  | 41,193               | 91,191    | 13,799         | 57,198    |
|             | Remeasurement of plan assets  | (18,025)             | 8,817     | (92,003)       | (52,784)  |
|             |   | 23,168               | 100,008   | (78,204)       | 4,414     |
|             | Less : charged to group companies   | (2,555)              | (10,863)  | 4,910          | (280)     |
|             |   | 20,613               | 89,145    | (73,294)       | 4,134     |
| <b>23.8</b> | <b>Actual return on plan assets</b>   | 27,967               | 3,725     | 94,396         | 56,077    |
| <b>23.9</b> | <b>Actuarial losses recognized directly in other comprehensive income</b>       |                      |           |                |           |
|             | Cumulative amount at July 01  | (498,330)            | (398,322) | (398,526)      | (394,112) |
|             | Gain / (loss) recognized during the year  | (23,168)             | (100,008) | 78,204         | (4,414)   |
|             | Cumulative amount at June 30  | (521,498)            | (498,330) | (320,322)      | (398,526) |

**23.10** The Company expects to pay Rs. 169.4 million in contributions to gratuity fund during the year ending June 30, 2026.

**23.11** The Company expects to pay Rs. 136.4 million in contributions to superannuation fund during the year ending June 30, 2026.

**23.12** The expected benefit payments for the next 10 years and beyond :

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|                         | Gratuity             | Superannuation | Total      |
|-------------------------|----------------------|----------------|------------|
|                         | (Rupees in thousand) |                |            |
| For the year ended 2026 | 34,818               | 24,141         | 58,959     |
| For the year ended 2027 | 74,851               | 64,766         | 139,617    |
| For the year ended 2028 | 75,649               | 65,363         | 141,012    |
| For the year ended 2029 | 99,836               | 89,797         | 189,633    |
| For the year ended 2030 | 105,640              | 95,339         | 200,979    |
| For the year ended 2031 | 167,272              | 152,789        | 320,061    |
| For the year ended 2032 | 71,381               | 62,826         | 134,207    |
| For the year ended 2033 | 193,921              | 157,080        | 351,001    |
| For the year ended 2034 | 159,128              | 148,966        | 308,094    |
| For the year ended 2035 | 179,196              | 175,080        | 354,276    |
| FY 2036 onwards         | 10,655,541           | 10,724,811     | 21,380,352 |

**23.13** Significant actuarial assumptions used for valuation of these plans are as follows:

|   | 2025                    |                               | 2024                    |                               |
|---|-------------------------|-------------------------------|-------------------------|-------------------------------|
|   | Gratuity fund per annum | Superannuation fund per annum | Gratuity fund per annum | Superannuation fund per annum |
| Discount rate used for profit and loss charge | 14.75%                  | 14.75%                        | 16.25%                  | 16.25%                        |
| Discount rate used for year-end obligation    | 11.75%                  | 11.75%                        | 14.75%                  | 14.75%                        |
| Expected rates of salary increase             | 11.75%                  | 11.75%                        | 14.75%                  | 14.75%                        |
| Expected rates of return on plan assets       | 11.75%                  | 11.75%                        | 14.75%                  | 14.75%                        |

## Mortality rate

The rates assumed were based on the SLIC 2001 - 2005 with 1 year setback.

**23.14** Weighted average duration of the defined benefit obligation is 9 years for gratuity and superannuation plans.

|  | 2025<br>(Rupees in thousand) | 2024           |
|--|------------------------------|----------------|
| <b>23.15 Cost on account of defined benefit plans has been allocated as follows:</b> |                              |                |
| <b><u>Unconsolidated Statement of Profit or Loss</u></b>                             |                              |                |
| Cost of revenue  | 254,984                      | 173,297        |
| Administrative expenses  | 69,608                       | 58,962         |
| Distribution cost  | 23,955                       | 32,278         |
| Charged to related group companies   | 33,307                       | 25,090         |
|  | <b>381,854</b>               | <b>289,627</b> |
| <b><u>Unconsolidated Statement of Comprehensive Income</u></b>                       |                              |                |
| Charged to other comprehensive income  | (52,681)                     | 93,279         |
| Charged to related group companies   | (2,355)                      | 11,143         |
|  | <b>(55,036)</b>              | <b>104,422</b> |

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

## 23.16 Actuarial assumptions sensitivity analysis

If the significant actuarial assumptions used to estimate the defined benefit obligation at the reporting date, had fluctuated by 100 bps with all other variables held constant, the impact on the present value of the defined benefit obligation as at June 30, 2025 would have been as follows:

|                                  |         | Impact on present value of defined benefit obligation as at June 30, 2025 |             |                |          |
|----------------------------------|---------|---|-------------|----------------|----------|
|                                  |         | Gratuity  |             | Superannuation |          |
|                                  | Change  | Increase  | Decrease    | Increase       | Decrease |
| ----- (Rupees in thousand) ----- |         |   |             |                |          |
| Discount rate                    | 100 bps | 850,028   | (1,016,314) | 815,381        | 980,945  |
| Future salary increase           | 100 bps | 1,015,464   | (849,380)   | 980,096        | 814,737  |

The sensitivity analysis of the defined benefit obligation to the significant actuarial assumptions has been performed using the same calculation techniques as applied for calculation of defined benefit obligation reported in the statement of financial position.

## 23.17 Risk on account of defined benefit plan

The entity faces following risks on account of defined benefit plans:

**Final salary risk** – The risk that the final salary at the time of cessation of service is greater than what the entity has assumed. Since the benefit is calculated on the final salary, the benefit amount would also increase proportionately.

**Investment risks** – The risk of the investment underperforming and not being sufficient to meet the liabilities.

### Demographic risk

- **Mortality Risk** – The risk that the actual mortality experience is different than the assumed mortality. This effect is more pronounced in schemes where the age and
- **Withdrawal Risk** – The risk of actual withdrawals experience is different from assumed withdrawal probability. The significance of the withdrawal risk varies with the age, service and the entitled benefits of the beneficiary.

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|  | 2025<br>(Rupees in thousand) | 2024            |
|--|------------------------------|-----------------|
| <b>24 DEFERRED TAXATION</b>  | <b>195,270</b>               | <b>229,801</b>  |
| <b>24.1 Deferred tax liability arises in respect of following temporary differences:</b> |                              |                 |
| <b><u>Taxable temporary differences on:</u></b>  |                              |                 |
| - Accelerated tax depreciation   | (75,014)                     | (78,205)        |
| - Right of use asset   | (841)                        | (1,826)         |
|  | <b>(75,855)</b>              | <b>(80,031)</b> |
| <b><u>Deductible temporary differences on:</u></b>                                       |                              |                 |
| - Employee retirement benefits   | 237,681                      | 279,127         |
| - Loans, advances, deposits, prepayments and other receivables                           | 30,741                       | 27,521          |
| - Trade debts  | 1,707                        | 571             |
| - Liability against right of use asset   | 996                          | 2,613           |
|  | <b>271,125</b>               | <b>309,832</b>  |
|  | <b>195,270</b>               | <b>229,801</b>  |
| <b>24.1.1 Movement in deferred tax liability is as follows:</b>                          |                              |                 |
| Balance as at 01 July  | <b>229,801</b>               | 112,406         |
| <b><u>Recognized in statement of profit or loss:</u></b>                                 |                              |                 |
| - Accelerated tax depreciation   | 3,191                        | 11,961          |
| - Right of use asset   | 985                          | 1,819           |
| - Trade debts and receivables  | 4,356                        | 27,631          |
| - Liability against right of use asset   | (1,617)                      | (1,780)         |
|  | <b>6,915</b>                 | <b>39,631</b>   |
| <b><u>Recognized in statement of comprehensive income / equity:</u></b>                  |                              |                 |
| - Re-measurement of employee retirement benefits recognized                              | (15,278)                     | 29,849          |
| - Effect of change in tax rate - employee retirement benefit                             | (26,168)                     | 47,915          |
|  | <b>(41,446)</b>              | <b>77,764</b>   |
| <b>Balance as at June 30</b>   | <b>195,270</b>               | <b>229,801</b>  |

## 25 Contingencies and commitments

### 25.1 Contingencies

#### Income tax

- 25.1.1** During the year, the Additional commissioner Inland Revenue (ACIR) invoked the provisions of the section 122(5A) of the Income Tax Ordinance, 2001 (the Ordinance) for the Tax year 2019, concerning various issues including pro-ration of the profit between local and export sales, addition on account of cash withdrawal under section 21(1), disallowance of exchange loss under section 34(3), advertisement expense under section 21(c) read with section 24, gratuity under section 34(3) and initial allowance under sections 22 and 23, raising a tax demand of Rs. 264 million through order dated June 29, 2025. Against this order, the Company filled an appeal before the Commissioner Inland Revenue-Appeals (CIRA), Lahore on July 23, 2025 which is pending adjudication.

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

The legal advisor of the Company is of the opinion that a favourable outcome is anticipated in the appeal as it is submitted that the learned additional commissioner did not properly examine the documents and records produced during the hearing of this case, nor did he adequately consider the applicable legal provisions.

**25.1.2** The Company has challenged the constitutionality of Section 4C of the Ordinance, through writ petition no. 2859 before the Honorable Islamabad High Court (IHC). The petition contests the inclusion of capital gains and export income classified under the Final Tax Regime (FTR), in the computation of super tax liability, arguing that such inclusion is inconsistent with existing provisions of the Ordinance, particularly sections 4(4) and (5), 8, 37A(4), and 169, and therefore beyond legislative competence. On October 10, 2024, the IHC disposed of the petition favorably, granting a stay in line with previous judgments issued by Bench-VI of the IHC. Subsequently, the Federal Board of Revenue (FBR) filed Intra Court Appeals (ICAs) against the decision, which are currently pending adjudication before a Special Division Bench. The tax advisor of the Company is of the opinion that in light of the favorable decision by the Single Judge and the expectation of a positive outcome from the ICAs, this case will likely to be decided in the favor of the Company. Therefore, no super tax liability on the capital gains has been recognized in these unconsolidated financial statements.

**25.1.3** The ACIR passed an order dated February 28, 2019, u/s 122(5A) of the Ordinance and created a tax demand of Rs. 10.06 million with respect to Tax year 2013. The Company paid Rs. 1 million (10% of demand), under protest, and recorded the same in advance tax. The Company appealed before the CIRA which was decided in favor of the Company for majority of the matters. Being aggrieved, the tax department filed an appeal, dated January 22, 2020, before Appellate Tribunal Inland Revenue (ATIR) which is pending adjudication at the year end. The tax advisor of the Company is confident about the favorable outcome of the case, therefore, no provision has been recorded in these unconsolidated financial statements.

**25.1.4** The ACIR passed an order u/s 122(5A) dated April 21, 2021 and created an income tax demand of Rs. 25.35 million with respect to Tax year 2015. The Company paid Rs. 2.53 million (10% of demand), under protest, and recorded the same in advance tax. The Company appealed before CIRA, against the order of the department, where it deleted certain additions and some partially annulled through order dated March 30, 2022.

Being aggrieved, the Company filed second appeal before the ATIR on April 29, 2022 contesting the portion of annulment which is pending adjudication at year end. However, the department also filed second appeal on account of couple of add backs where adequate relief was not allowed in the first appeal.

Both of the counter appeals are still pending in the ATIR, the tax advisor of the Company is confident about the favorable outcome of the case, therefore, no provision has been recorded in these unconsolidated financial statements.

**25.1.5** During the year, the ACIR (Refund) passed an order under section 170(4) of the Ordinance on May 23, 2025 rejecting the balance refund amounting to Rs.18 million with respect to Tax year 2023. Subsequent to the year end, the Company filed an appeal before CIRA, Lahore on July 23, 2025 against this order, which is pending adjudication. The tax advisor of the Company is confident about the favorable outcome of the case as the ACIR did not properly examined the documents and submitted the records during the hearing, therefore, no provision has been recorded in these unconsolidated financial statements.

**25.1.6** For the Tax year 2016, the ACIR invoked provision of section 122(5A) of the Ordinance on different issues such as addition under sections 111(1)(d) and 111(1)(b), allocation of expenses between export and local sale, inter corporate dividend, profit on sales of fixed assets, disposal of investment property addition under section 111(1)(c), disallowed statutory depreciation allowance, disallowed initial allowance, amortization of advertisement expenses, etc. and passed an order dated March 31, 2022 by raising a tax demand of Rs 125.60 million. The Company filed an appeal before CIRA, Lahore on April 23, 2022. The Company's first appeal

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

was accepted majorly by the CIRA, thereby deleting as well as sending back a couple of add backs for revisiting the decision of assessing officer, whereby the whole tax demand mentioned above was deleted. The ACIR went into second appeal before ATIR on January 12, 2023 against the order of CIRA, which is still pending adjudication. The tax advisor of the Company is confident about the favorable outcome of the case, therefore, no provision has been recorded in these unconsolidated financial statements.

- 25.1.7** In respect of Tax year 2017, the ACIR passed an order dated November 30, 2018 under section 122(5A) of the Ordinance. No tax demand was involved as the additions made by ACIR through its order only reduced the b/f losses. The Company filed an appeal before CIRA, which was decided in favor of the Company for majority of the matters and case was remanded back to assessing officer. The tax department filed an appeal before ATIR on December 27, 2019 against the order of CIRA. The Company also preferred an appeal before ATIR on account of difference issues such as proration of profit between local and export sale, disallowance under section 65B, dividend income allocation etc. Both the counter appeals are pending adjudication at the year end. The tax advisor of the Company is confident about the favorable outcome of the case, therefore, no provision has been recorded in these unconsolidated financial statements.
- 25.1.8** The ACIR through its order dated June 3, 2024, created a tax demand of Rs. 2.21 million under section 161(1) of the Ordinance in respect of the Tax year 2018. This demand includes a default surcharge and penalties, on the contention that the Company failed to deduct and deposit withholding tax from tax payers during the specified period. Being aggrieved, the Company has filed an appeal before CIRA on July 1, 2024. The tax advisor of the Company is confident about the favorable outcome of the case, therefore, no provision has been recorded in these unconsolidated financial statements.
- 25.1.9** The ACIR, in respect of Tax year 2018, through its order dated June 25, 2024, raised a tax demand of Rs. 5.94 million under section 122(5A) of the Ordinance on different issues such as addition under section 21(1), reduced depreciation and initial allowance and advertisement expense amortized. Being aggrieved, the Company filed an appeal before CIRA on July 20, 2024. The tax advisor of the Company is confident about the favorable outcome of the case, therefore, no provision has been recorded in these unconsolidated financial statements.

## Sales tax

- 25.1.10** With respect to the Tax period from July 2013 to June 2018, the ACIR through its order dated May 23, 2019 created a sales tax demand of Rs. 138.04 million on the contention that the Company has claimed illegal/inadmissible input sales tax adjustment. Being aggrieved, the Company filed an appeal before CIRA, which was decided in favor of the Company. The tax department filed an appeal, dated January 9, 2020 before ATIR, which is pending adjudication. The tax advisor of the Company is confident about the favorable outcome of the case, therefore, no provision has been recorded in these unconsolidated financial statements.
- 25.1.11** With respect to the Tax period from July 2016 to June 2018, Additional Commissioner Punjab Revenue Authority (PRA), Lahore, through its order dated December 18, 2020, raised a sales tax demand of Rs. 175.15 million along with default surcharge and penalty of Rs. 141.82 million, on the contention that the Company has received services taxable services but failed to withhold and deposit the tax as per the provisions of the Punjab Sales Tax on Services (Withholding) Rules, 2015. Being aggrieved, the Company has filed an appeal, dated February 22, 2021 before Commissioner Appeal (PRA), Lahore which was partially decided in the favour of the Company through order dated January 16, 2024. and reduced the sales tax demand to Rs 79.74 million along with penalty of Rs. 21.02 million. Against this order, the Company filed an appeal on February 17, 2024 before the ATIR, Lahore which is pending adjudication. The tax advisor of the Company is confident about the favorable outcome of the case, therefore, no provision has been recorded in these unconsolidated financial statements.



# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|  | 2025<br>(Rupees in thousand) | 2024    |
|--|------------------------------|---------|
| <b>25.2 Commitments</b>  |                              |         |
| <b>25.2.1</b> In respect of:   |                              |         |
| - irrevocable letters of credit  | 1,349,862                    | 964,136 |
| <b>25.2.2</b> Guarantees given by banks on behalf of the Company in favour of Sui Northern Gas Pipeline Limited and Sui Southern Gas Company Limited as at June 30, 2025, amounts to Rs. 2.5 million (2024: Rs. 5 million) and Rs. 2.4 million (2024: Rs. 2.4 million) respectively. |                              |         |
| <b>25.2.3</b> Guarantees given by banks on behalf of the Company in favour of Collector of Customs as at June 30, 2025, amounts to Rs. 13.2 million (2024: Rs. 13.2 million).  |                              |         |
| <b>25.2.4</b> Guarantees given by banks on behalf of the Company in favour of Yde Sa (SMC-Private) Limited as at June 30, 2025, amounts to Rs. 1.85 million (2024: Rs. 1.85 million).  |                              |         |

## 26 SHARE CAPITAL

### 26.1 Authorized capital

|                                  | 2025<br>(Number of shares) | 2024        | 2025<br>(Rupees in thousand) | 2024      |
|----------------------------------|----------------------------|-------------|------------------------------|-----------|
| Ordinary shares of Rs. 10 each   | 750,000,000                | 750,000,000 | 7,500,000                    | 7,500,000 |
| Preference shares of Rs. 10 each | 150,000,000                | 150,000,000 | 1,500,000                    | 1,500,000 |
|                                  | 900,000,000                | 900,000,000 | 9,000,000                    | 9,000,000 |

### 26.2 Issued, subscribed and paid-up capital

|  | 2025<br>(Number of shares) | 2024        | 2025<br>(Rupees in thousand) | 2024      |
|--|----------------------------|-------------|------------------------------|-----------|
| Ordinary shares of Rs.10 each fully paid-up in cash        | 282,101,155                | 89,793,463  | 2,821,012                    | 2,821,012 |
| Ordinary shares of Rs.10 each issued on conversion of PTCs | 22,006,165                 | 22,006,165  | 220,061                      | 220,061   |
| Ordinary shares of Rs.10 each issued as bonus shares       | 52,420,143                 | 52,420,143  | 524,201                      | 524,201   |
| Ordinary shares of Rs. 10 each issued against ESOS         | 14,501,351                 | 14,501,351  | 145,014                      | 145,014   |
|  | 371,028,814                | 178,721,122 | 3,710,288                    | 3,710,288 |

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

## 26.3 Reconciliation of number of shares

|                     | Note | 2025<br>(Rupees in thousand) | 2024      |
|---------------------|------|------------------------------|-----------|
| At July 01          |      | 3,710,288                    | 1,787,211 |
| Right shares issued | 26.4 | -                            | 1,923,077 |
| At June 30          |      | 3,710,288                    | 3,710,288 |

- 26.4** This represents the issuance of 192,307,692 right shares by the company at Rs. 10 per share with a premium of Rs. 3 per share, amounting to Rs. 2,499,999,996. These funds will be utilized to reduce its existing short-term facilities and to enhance the capacity of the existing product line.

| Purpose of utilization of right proceeds | Bifurcation of right issue proceeds | % of Allocation | % of Utilization of right proceeds |
|--|-------------------------------------|-----------------|------------------------------------|
|--|-------------------------------------|-----------------|------------------------------------|

|  |               |        |      |
|--|---------------|--------|------|
| Re-payment of debt/ Realignment of capital structure | 1,899,999,996 | 76%    | 100% |
| Capacity Enhancement - Razors                        | 370,000,000   | 14.80% | 70%  |
| New product development                              | 230,000,000   | 9.20%  | 92%  |

- 26.5** Syed Shahid Ali (Chairman) holds 116,551,705 (2024: 116,551,705) and Syed Shahryar Ali (Chief Executive Officer) holds 39,264,082 (2024: 39,264,082) ordinary shares of Rs. 10 each, representing 31.41% (2024: 31.41%) and 21.97% (2024: 21.97%) of the paid up capital.

- 26.7** Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at general meeting of the Company. All shares rank equally with regard to Company's residual assets.

|                    | Note | 2025<br>(Rupees in thousand) | 2024      |
|--------------------|------|------------------------------|-----------|
| <b>27 RESERVES</b> |      |                              |           |
| Capital reserves   | 27.1 | 5,435,250                    | 5,435,250 |
| General reserves   |      | 266,400                      | 266,400   |
|                    |      | 5,701,650                    | 5,701,650 |

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|   | Note   | 2025<br>(Rupees in thousand) | 2024             |
|---|--------|------------------------------|------------------|
| <b>27.1 CAPITAL RESERVES</b>  |        |                              |                  |
| Excess of net worth over purchase consideration of assets of Wazir Ali Industries Limited |        | -                            | 629              |
| Share premium   | 27.1.1 | 5,435,250                    | 5,434,621        |
|   |        | <b>5,435,250</b>             | <b>5,435,250</b> |

**27.1.1** This reserve can be utilized by the Company only for the purposes specified under section 81(2) of the Companies Act, 2017.

**28** This represents an interest free and unsecured loan from a director of the Company received during the financial year 2023 which has been fully repaid in financial year 2024.

|   | 2025<br>(Rupees in thousand) | 2024        |
|---|------------------------------|-------------|
| <b>29 Revenue from contracts with customers - net</b> |                              |             |
| <b>Blades, Razors and Shaving Foam</b>                | <b>2,786,317</b>             | 2,943,808   |
| Export sales - gross                                  | (506)                        | (14,483)    |
| Less: Trade discount                                  | <b>2,785,811</b>             | 2,929,325   |
| Local sales - gross                                   | <b>11,972,509</b>            | 9,703,036   |
| Less: Sales tax                                       | (1,855,392)                  | (1,548,988) |
| Less: Trade discount                                  | <b>(313,751)</b>             | (154,107)   |
|   | <b>9,803,366</b>             | 7,999,941   |
| <b>Trading income - Chemicals</b>                     |                              |             |
| Sale of Chemicals - gross                             | <b>2,222</b>                 | 7,576       |
| Less: Sales tax                                       | (339)                        | (1,156)     |
| Less: Trade discount                                  | -                            | (315)       |
|   | <b>1,883</b>                 | 6,105       |
| <b>Revenue from contracts with customers - net</b>    | <b>12,591,060</b>            | 10,935,371  |

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

## 29.1 Disaggregation of Revenue

In the following table, revenue from contracts with customers is disaggregated by primary geographical markets, major products and service line and timing of revenue recognition.

|                               | Blades, Razors and Shaving foam         |            | Chemicals  |       | Total      |            |            |
|-------------------------------|---|------------|------------|-------|------------|------------|------------|
|                               | 2025                                    | 2024       | 2025       | 2024  |            |            |            |
|                               | -----Rupees in thousand -----           |            |            |       |            |            |            |
| Primary Geographical Markets  |   |            |            |       |            |            |            |
|                               | Asia                                    | 10,976,942 | 9,452,342  | 6,420 | 6,105      | 10,983,362 |            |
|                               | Middle East                             | 1,366,217  | 1,291,616  | -     | -          | 1,366,217  |            |
|                               | Europe                                  | 56,971     | 89,464     | -     | -          | 56,971     |            |
|                               | North America                           | 22,934     | 2,875      | -     | -          | 22,934     |            |
|                               | Africa                                  | 92,522     | 28,824     | -     | -          | 92,522     |            |
|                               | South America                           | 69,054     | 64,055     | -     | -          | 69,054     |            |
| Australia                     | -                                       | 90         | -          | -     | -          |            |            |
|                               | 12,584,640                              | 10,929,266 | 6,420      | 6,105 | 12,591,060 | 10,935,371 |            |
| Major Products                |   |            |            |       |            |            |            |
|                               | Blades and razors                       | 12,584,640 | 10,929,266 | -     | -          | 12,584,640 | 10,929,266 |
|                               | Chemicals                               | -          | -          | 6,420 | 6,105      | 6,420      | 6,105      |
|                               |   | 12,584,640 | 10,929,266 | 6,420 | 6,105      | 12,591,060 | 10,935,371 |
| Timing of revenue recognition |   |            |            |       |            |            |            |
|                               | Products transferred at a point in time | 12,584,640 | 10,929,266 | 6,420 | 6,105      | 12,591,060 | 10,935,371 |

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|   | Note  | 2025<br>(Rupees in thousand) | 2024      |
|---|-------|------------------------------|-----------|
| <b>30 COST OF REVENUE</b>                     |       |                              |           |
| Raw and packing materials consumed            |       | <b>4,709,672</b>             | 4,411,716 |
| Stores and spares consumed                    |       | <b>161,117</b>               | 160,365   |
| Salaries, wages and other benefits            | 30.1  | <b>1,873,187</b>             | 1,699,102 |
| Fuel and power                                |       | <b>667,815</b>               | 761,810   |
| Repairs and maintenance                       |       | <b>72,000</b>                | 53,396    |
| Rent, rates and taxes                         | 30.2  | <b>29,968</b>                | 26,527    |
| Insurance                                     |       | <b>55,329</b>                | 35,456    |
| Travelling and conveyance                     |       | <b>53,937</b>                | 38,479    |
| Printing and stationery                       |       | <b>3,312</b>                 | 6,890     |
| Postage and telephone                         |       | <b>3,481</b>                 | 4,388     |
| Depreciation on property, plant and equipment | 7.1.2 | <b>216,111</b>               | 244,320   |
| Others  |       | <b>23,315</b>                | 12,236    |
|   |       | <b>7,869,244</b>             | 7,454,685 |
| Opening stock of work in process              | 12    | <b>119,971</b>               | 137,153   |
| Closing stock of work in process              |       | <b>(96,928)</b>              | (119,971) |
| Cost of goods manufactured                    |       | <b>23,043</b>                | 17,182    |
| Opening stock of finished goods               | 12    | <b>730,860</b>               | 822,083   |
| Closing stock of finished goods               |       | <b>(808,266)</b>             | (730,860) |
|   |       | <b>(77,406)</b>              | 91,223    |
| Freight, octroi and handling                  |       | <b>179,116</b>               | 126,544   |
|   |       | <b>7,993,997</b>             | 7,689,634 |

**30.1** Salaries, wages and other benefits include Rs. 254.98 million (2024: Rs. 173.29 million) and Rs. 56.6 million (2024: Rs. 53.7 million) in respect of defined benefit schemes and defined contribution schemes respectively.

**30.2** This include short term lease expense of warehouses amounting to Rs. 17.8 million (2024: Rs. 18.8 million).

## Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|   | Note  | 2025<br>(Rupees in thousand) | 2024             |
|---|-------|------------------------------|------------------|
| <b>32 ADMINISTRATIVE EXPENSES</b>             |       |                              |                  |
| Salaries and other benefits                   | 32.1  | 836,491                      | 706,261          |
| Repairs and maintenance                       |       | 31,137                       | 19,372           |
| Rent, rates and taxes                         |       | 7,940                        | 6,166            |
| Travelling and conveyance                     |       | 78,610                       | 71,757           |
| Entertainment                                 |       | 9,434                        | 9,395            |
| Postage and telephone                         |       | 13,071                       | 10,362           |
| Printing and stationery                       |       | 10,692                       | 15,386           |
| Legal and professional                        | 32.2  | 78,744                       | 80,368           |
| Computer expenses                             |       | 61,421                       | 32,304           |
| Meeting fees                                  | 41    | 5,400                        | 5,250            |
| Subscription                                  |       | 11,226                       | 7,619            |
| Depreciation on property, plant and equipment | 7.1.2 | 79,446                       | 25,472           |
| Amortization on intangible asset              | 8.1   | -                            | 1,313            |
| Insurance                                     |       | 20,195                       | 14,366           |
| Research                                      |       | 6,430                        | -                |
| Utilities                                     |       | 12,200                       | 10,088           |
| Others  |       | 39,256                       | 32,843           |
|   |       | <b>1,301,693</b>             | <b>1,048,322</b> |

**32.1** Salaries and other benefits include Rs. 69.61 million (2024: Rs. 58.96 million) and Rs. 36.2 million (2024: Rs. 22.4 million) in respect of defined benefit schemes and defined contribution schemes respectively.

|  | 2025<br>(Rupees in thousand) | 2024         |
|--|------------------------------|--------------|
| <b>32.2 Legal and professional charges include the following in respect of auditors' remuneration:</b> |                              |              |
| Statutory audit  | 4,071                        | 4,071        |
| Half yearly review   | 800                          | 726          |
| Audit of retirement benefit funds  | 420                          | 290          |
| Certification  | 230                          | 230          |
| Out of pocket expenses   | 543                          | 532          |
|  | <b>6,064</b>                 | <b>5,849</b> |



# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|   | Note  | 2025<br>(Rupees in thousand) | 2024             |
|---|-------|------------------------------|------------------|
| <b>33 DISTRIBUTION COST</b>                   |       |                              |                  |
| Salaries and other benefits                   | 33.1  | 696,346                      | 497,560          |
| Repairs and maintenance                       |       | 5,826                        | 5,049            |
| Advertising                                   |       | 589,002                      | 336,705          |
| Freight, octroi and handling                  |       | 110,517                      | 92,284           |
| Rent, rates and taxes                         |       | 1,533                        | 4,447            |
| Travelling and conveyance                     |       | 160,519                      | 118,053          |
| Postage and telephone                         |       | 9,384                        | 8,927            |
| Depreciation on property, plant and equipment | 7.1.2 | 13,227                       | 10,068           |
| Printing and stationery                       |       | 989                          | 1,248            |
| Legal and professional                        |       | 12,040                       | 1,546            |
| Export Commission                             |       | 64,582                       | 32,601           |
| Dealer incentives                             |       | 10,000                       | 35,000           |
| Others  |       | 84,194                       | 35,342           |
|   |       | <b>1,758,159</b>             | <b>1,178,830</b> |

**33.1** Salaries and other benefits include Rs. 23.95 million (2024: Rs. 32.27 million) and Rs. 12.6 million (2024: Rs. 16.6 million) in respect of defined benefit schemes and defined contribution schemes respectively.

|  | Note  | 2025<br>(Rupees in thousand) | 2024           |
|--|-------|------------------------------|----------------|
| <b>34 OTHER OPERATING EXPENSES</b>   |       |                              |                |
| <b><u>Impairment allowance on investment in</u></b>                            |       |                              |                |
| - Treet Holdings Limited   | 9.1.2 | -                            | 80,393         |
| Donations  | 34.1  | 13,271                       | 826            |
| Provision for ECL on trade debts   |       | 4,101                        | -              |
| Markup expense charged by Treet Holding Limited                                | 18.2  | 8,530                        | 8,316          |
| Markup expense charged by First Treet Manufacturing Modaraba                   | 18.2  | 41,779                       | 18,602         |
| Exchange loss - net  | 34.2  | 15,240                       | -              |
| Unrealized loss on short term investments at fair value through profit or loss | 13.1  | -                            | 52,613         |
| Provision for ECL on receivable from related parties                           | 15.5  | 20,002                       | 86,002         |
| Workers' Profit Participation Fund   | 18.7  | 83,862                       | 16,421         |
| Workers' Welfare Fund  | 18.8  | 31,179                       | 3,768          |
| Other  |       | -                            | 8,360          |
|  |       | <b>217,964</b>               | <b>275,301</b> |

**34.1 During the year, donations have been given to the following:**

|  |               |            |
|--|---------------|------------|
| Gulab Devi Chest Hospital                          | 12,146        | 24         |
| Lahore Polo Club                                   | -             | 500        |
| National Ranking Tennis Tournament                 | -             | 302        |
| Cancer Care Hospital                               | 1,000         | -          |
| Institute of Islamic Culture                       | 100           | -          |
| The Association for Overseas Technical Scholarship | 25            | -          |
|  | <b>13,271</b> | <b>826</b> |

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

## 34.1.1 Donations include the following in which certain directors are interested:

| Name of director    | Interest in donee | Name of donee             | 2025                 | 2024 |
|---------------------|-------------------|---------------------------|----------------------|------|
|                     |                   |                           | (Rupees in thousand) |      |
| Mr. Syed Shahid Ali | Trustees          | Gulab Devi Chest Hospital | 12,146               | 24   |

**34.2** This represents exchange loss – net of gain incurred on actual foreign currency conversion.

|   | Note | 2025<br>(Rupees in thousand) | 2024      |
|---|------|------------------------------|-----------|
| <b>35 FINANCE COST</b>                            |      |                              |           |
| <b>Islamic mode of financing – secured</b>        |      |                              |           |
| Markup on long term borrowings                    |      | 30,204                       | 18,779    |
| Markup on short term borrowings                   |      | 133,339                      | 280,681   |
| <b>Conventional mode of financing – secured</b>   |      |                              |           |
| Markup on long term borrowings                    |      | 300,363                      | 442,155   |
| Markup on short term borrowings                   |      | 599,960                      | 1,091,472 |
| Unwinding of liability against right of use asset | 21   | 935                          | 1,894     |
| Bank charges                                      |      | 157,589                      | 46,469    |
|   |      | 1,222,390                    | 1,881,450 |

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|   |      | 2025<br>(Rupees in thousand) | 2024             |
|---|------|------------------------------|------------------|
| <b>36 OTHER INCOME</b>  |      |                              |                  |
| <b><u>Income from financial assets</u></b>                                    |      |                              |                  |
| Profit on bank deposits   | 36.1 | 31,443                       | 24,054           |
| Realized gain on disposal of long term investment                             |      | 701,382                      | 228,977          |
| Unrealised gain on short term investment at fair value through profit or loss |      | 1,862                        | -                |
| Exchange gain - net   | 36.3 | -                            | 13,537           |
| Dividend income   |      | -                            | 952              |
| <b><u>Mark-up income from</u></b>   |      |                              |                  |
| - Treet Trading L.L.C   |      | 1,616                        | -                |
| - Renacon Pharma Limited  |      | 52,220                       | 57,851           |
| - Treet Battery Limited   |      | 459,999                      | 647,189          |
|   |      | <b>1,248,522</b>             | <b>972,560</b>   |
| <b><u>Income from non financial assets</u></b>                                |      |                              |                  |
| Profit on disposal of property, plant and equipment                           |      | 4,229                        | 31,834           |
| Scrap sales   |      | 42,852                       | 60,647           |
| Export rebate   | 36.2 | 38,536                       | 41,111           |
| Liabilities written back  |      | -                            | 2,888            |
| <b><u>Service Charges</u></b>   |      |                              |                  |
| - First Treet Manufacturing Modaraba Limited                                  |      | 3,971                        | 3,971            |
| - Treet Holdings Limited  |      | 191                          | 573              |
| - Renacon Pharma Limited  |      | 157                          | 157              |
| - Treet Battery Limited   |      | 1,299                        | 1,299            |
|   |      | <b>91,235</b>                | <b>142,480</b>   |
|   |      | <b>1,339,757</b>             | <b>1,115,040</b> |

**36.1** Income during the year, from savings bank accounts relating to deposits placed under shariah based arrangements amounted to Rs. 2.94 million (2024: Rs. 0.62 million).

**36.2** Rebate income is net of commission paid to agents of Rs. 4.7 million (2024: Rs. 1.2 million).

**36.3** This represents exchange gain - net of loss incurred on actual foreign currency conversion.

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|                            | Note   | 2025<br>(Rupees in thousand) | 2024     |
|----------------------------|--------|------------------------------|----------|
| <b>37 TAXATION</b>         |        |                              |          |
| <b>Levies</b>              |        |                              |          |
| - Minimum tax differential | 37.1   | 10,137                       | 24,230   |
| - Final taxes              |        | -                            | 66,988   |
|                            |        | 10,137                       | 91,218   |
| Income taxes               |        |                              |          |
| Current                    |        |                              |          |
| - For the year             |        | 390,032                      | 84,615   |
| - For prior years          |        | (2,160)                      | (51,957) |
| Deferred                   |        |                              |          |
| - For the year             | 24.1.1 | (6,915)                      | (39,631) |
|                            |        | 380,957                      | (6,973)  |
|                            | 37.3   | 391,094                      | 84,245   |

**37.1** This represents portion of minimum tax paid under section 113 of Income tax ordinance 2001.

**37.2** The aggregate of minimum tax and income tax amounting to Rs 400.17 million represents tax liability of the Company calculated under the relevant provisions of the Income Tax Ordinance, 2001.

|   | 2025<br>(Rupees in thousand) | 2024     |
|---|------------------------------|----------|
| <b>37.3 Tax charge reconciliation</b>                               |                              |          |
| Numerical reconciliation between tax expense and accounting profit: |                              |          |
| Profit before taxation  | 1,436,614                    | (23,126) |
| Tax at 29% (2024: 29%)  | 416,618                      | (6,707)  |
| Tax effect of:  |                              |          |
| - Income taxed at reduced rates                                     | (115,728)                    | 47,542   |
| - Effect of change in local sales ratio and tax rate                | 4,624                        | 30,068   |
| - Prior year tax  | (2,160)                      | (51,957) |
| - Permanent difference - donations to unapproved institutions       | 3,849                        | 88       |
| - Deductions disallowed   | 25,675                       | 38,572   |
| - Minimum tax adjustment  | 10,137                       | 24,230   |
| - Super tax @ 10%   | 87,504                       | 7,945    |
| - Tax credits   | (38,906)                     | -        |
| - Others  | (520)                        | (5,536)  |
|   | 391,093                      | 84,245   |

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|   | Note               | 2025<br>(Rupees in thousand) | 2024      |
|---|--------------------|------------------------------|-----------|
| <b>38 Earnings per share – basic and diluted</b>                                |                    |                              |           |
| <b>38.1 Basic earnings per share</b>  |                    |                              |           |
| <b><u>i –Profit / Loss attributable to ordinary share holders:</u></b>          |                    |                              |           |
| Profit for the year after taxation  | Rupees in thousand | 1,045,520                    | (107,371) |
| <b><u>ii-Weighted-average number of ordinary shares:</u></b>                    |                    |                              |           |
| Weighted average number of shares   | Number in thousand | 371,029                      | 304,144   |
| <b>Basic earnings per share</b>   | Rupees             | 2.82                         | (0.35)    |
| <b>38.2 Diluted earnings per share</b>  |                    |                              |           |
| <b><u>i-Profit / Loss attributable to ordinary share holders (Diluted):</u></b> |                    |                              |           |
| Profit for the year after taxation (diluted)                                    | Rupees in thousand | 1,045,520                    | (107,371) |
| <b><u>ii-Weighted-average number of ordinary shares (diluted):</u></b>          |                    |                              |           |
| Weighted average number of shares (basic)                                       |                    | 317029                       | 304,144   |
| Weighted-average number of ordinary shares (diluted)                            | Number in thousand | 371,029                      | 304,144   |
| <b>Diluted earnings per share</b>   | Rupees             | 2.82                         | (0.35)    |

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|   | Note    | 2025<br>(Rupees in thousand) | 2024               |
|---|---------|------------------------------|--------------------|
| <b>39 CASH GENERATED FROM OPERATIONS</b>  |         |                              |                    |
| <b>Profit / (loss) before income tax</b>  |         | <b>1,426,477</b>             | <b>(114,344)</b>   |
| Adjustments for non cash items:   |         |                              |                    |
| Impairment allowance on investment in   |         |                              |                    |
| - Treet Holdings Limited  | 9.1.2   | -                            | 80,393             |
| Provision for ECL on receivable from related party                                      | 34      | 20,002                       | 86,002             |
| Minimum tax differential and final tax  | 37      | 10,137                       | 91,218             |
| Finance cost  | 35      | 1,063,866                    | 1,881,450          |
| Depreciation on property, plant and equipment   | 7.1.2   | 308,784                      | 279,860            |
| Provision for employees benefit plans   | 23.15   | 348,547                      | 264,537            |
| Amortization on intangible asset  | 32      | -                            | 1,313              |
| Provision for Workers' Profit Participation Fund  | 34      | 83,862                       | 16,421             |
| Provision for Workers' welfare fund   | 34 & 36 | 31,179                       | 3,768              |
| Profit on bank deposits   | 36      | (31,443)                     | (24,054)           |
| Realized gain on disposal of long term investments                                      | 36      | (701,382)                    | (228,977)          |
| Profit on disposal of property, plant and equipment                                     | 36      | (4,229)                      | (31,834)           |
| Unrealized (gain) / loss on short term investments at fair value through profit or loss | 34 & 36 | (1,862)                      | 52,614             |
| Unrealized exchange gain  | 36      | -                            | -                  |
| Markup income from related parties - net  | 34 & 36 | (463,526)                    | (678,122)          |
| Export rebate   | 36      | (38,536)                     | (41,111)           |
| Dividend income   | 36      | -                            | (952)              |
|   |         | <b>625,399</b>               | <b>1,752,526</b>   |
| Operating profit before working capital changes   |         | <b>2,051,876</b>             | <b>1,638,182</b>   |
| Effect on cashflows due to working capital changes                                      |         |                              |                    |
| (Increase) / decrease in current assets:  |         |                              |                    |
| Stores and spares   |         | (44,710)                     | (26,249)           |
| Stock in trade  |         | (416,782)                    | 450,833            |
| Trade debtors   |         | (361,359)                    | 114,939            |
| Loans, advances, deposits, prepayments and other receivables                            |         | 506,979                      | (574,937)          |
|   |         | <b>(315,872)</b>             | <b>(35,414)</b>    |
| (Decrease) / increase in current liabilities:   |         |                              |                    |
| Trade and other payables  |         | 797,034                      | (182,827)          |
|   |         | <b>2,533,038</b>             | <b>1,419,941</b>   |
| <b>40 CASH AND CASH EQUIVALENTS</b>   |         |                              |                    |
| Cash and bank balances  | 16      | 808,920                      | 385,143            |
| Short term running finance - secured  | 17      | (2,356,234)                  | (3,133,826)        |
| Musharika running finance   |         | (373,353)                    | (652,261)          |
|   |         | <b>(1,920,667)</b>           | <b>(3,400,944)</b> |



# Notes to the Unconsolidated Financial Statements

## For the year ended June 30, 2025

### 41 REMUNERATION OF CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVES

The aggregate amount charged in these unconsolidated financial statements with respect to remuneration, including certain benefits to the chief executive, executive directors, non-executive directors and executives of the Company is as follows:

|                         | Chief Executive               |        | Executive Directors |      | Non- Executive Directors |        | Executives |           |
|-------------------------|-------------------------------|--------|---------------------|------|--------------------------|--------|------------|-----------|
|                         | 2025                          | 2024   | 2025                | 2024 | 2025                     | 2024   | 2025       | 2024      |
|                         | -----Rupees in thousand ----- |        |                     |      |                          |        |            |           |
| Managerial remuneration | 47,968                        | 64,673 | -                   | -    | 60,000                   | 60,000 | 599,547    | 726,429   |
| Provident fund          | 2,764                         | 2,763  | -                   | -    | -                        | -      | 24,240     | 20,702    |
| Service fund            | 2,764                         | 2,763  | -                   | -    | -                        | -      | 24,240     | 18,304    |
| Superannuation fund - I | -                             | -      | -                   | -    | -                        | -      | -          | 207,320   |
| Gratuity fund           | -                             | -      | -                   | -    | -                        | -      | -          | 261,808   |
| Bonus                   | 11,511                        | 10,409 | -                   | -    | -                        | -      | 87,037     | 111,105   |
| Incentives              | -                             | -      | -                   | -    | -                        | -      | 108,274    | 92,309    |
| Utilities               | 2,764                         | 2,763  | -                   | -    | -                        | -      | 27,953     | 24,005    |
| Medical                 | 2,764                         | 2,763  | -                   | -    | 5,455                    | 9,075  | 33,408     | 24,005    |
| Fees                    | -                             | -      | -                   | -    | 5,400                    | 5,250  | -          | -         |
|                         | 70,535                        | 86,134 | -                   | -    | 70,855                   | 74,325 | 904,699    | 1,485,987 |
| Number of persons       | 1                             | 1      | 1                   | 1    | 7                        | 4      | 66         | 73        |

**41.1** The chief executive officer, directors and executives are provided with free use of Company maintained cars and telephone facility, according to their entitlement.

**41.2** The company provides bonuses to its Chief Executive, Directors and Executives based on the achievement of production targets.

### 42 NUMBER OF EMPLOYEES

The Company has employed following number of persons including permanent and contractual staff:

|                             | (Number of persons) |       |
|-----------------------------|---------------------|-------|
|                             | 2025                | 2024  |
| Closing number of employees | 2,015               | 2,089 |
| Average number of employees | 2,052               | 2,180 |

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

## 43 TRANSACTIONS WITH RELATED PARTIES

The related parties include subsidiaries, associated companies, other related group companies, directors of the Company, key management personnel, companies in which key management personnel / directors have control or joint control and post employment benefit plans. Balances with related parties are disclosed in respective notes to these unconsolidated financial statements. Transactions with employees benefit plans are disclosed in note 23 to these unconsolidated financial statements. Significant transactions with related parties other than disclosed elsewhere in financial statements are as follows:

| 43.1 | Transactions with related parties  | Relationship  | Nature of transactions                             | 2025<br>(Rupees in thousand) | 2024      |
|------|------------------------------------|---|--|------------------------------|-----------|
| I    | <b>Subsidiaries</b>                |   |  |                              |           |
|      | Treet Holdings Limited             | Subsidiary Company<br>(100% Direct equity interest)   | Expenses incurred on behalf of related party       | 2,548                        | 11,763    |
|      |                                    |   | Funds received by the Company - net of payments    | 1,570                        | 46,333    |
|      |                                    |   | Purchase of bikes by the Company                   | 210                          | 14,343    |
|      |                                    |   | Interest charged by related party                  | 9,025                        | 8,316     |
|      |                                    |   | Lease rentals charged by the Company               | 764                          | 573       |
|      | First Treet Manufacturing Modaraba | Subsidiary Company<br>(97.11% Direct equity interest) | Expenses incurred on behalf of related party       | 152,924                      | 305,934   |
|      |                                    |   | Funds transferred by the Company - net of receipts | 149,885                      | 240,648   |
|      |                                    |   | Purchase of goods by the Company                   | 95,079                       | 68,545    |
|      |                                    |   | Interest charged by related party                  | 41,058                       | 18,603    |
|      |                                    |   | Rentals charged by the Company                     | 3,971                        | 3,971     |
|      |                                    |   | Guarantee provided on behalf of related party      | -                            | 572,000   |
|      | Treet Battery Limited              | Subsidiary Company<br>(81.18% Direct equity interest) | Expenses incurred on behalf of related party       | 324,048                      | 291,421   |
|      |                                    |   | Funds transferred by the Company - net of receipts | 1,063,535                    | 310,216   |
|      |                                    |   | Interest charged by the Company                    | 459,775                      | 647,189   |
|      |                                    |   | Rentals charged by the Company                     | 1,299                        | 1,299     |
|      |                                    |   | Guarantee provided on behalf of related party      | 2,050,000                    | 3,109,000 |
|      |                                    |   | Conversion of loan to equity                       | 1,276,390                    | -         |
|      |                                    |   | Conversion of accrued interest to equity           | 726,776                      | -         |
|      |                                    |   | Purchase of goods                                  | 183                          | -         |

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

| Transactions with related parties |                                       |   | 2025<br>(Rupees in thousand)                       | 2024      |           |
|-----------------------------------|---------------------------------------|---|--|-----------|-----------|
| II                                | Renacon Pharma Limited                | Subsidiary Company                                      | Expenses incurred on behalf of related party       | 159,497   | 122,740   |
|                                   |                                       | (55.86% Direct equity interest)                         | Interest charged by the Company                    | 52,220    | 57,851    |
|                                   |                                       |   | Funds received by the Company - net of payments    | 3,847     | 103,107   |
|                                   |                                       |   | Rentals charged by the Company                     | 157       | 157       |
|                                   |                                       |   | Guarantee provided on behalf of related party      | 1,305,000 | 1,500,000 |
|                                   | Treet Trading L.L.C                   | Subsidiary Company<br><br>(100% Direct equity interest) | Expenses incurred on behalf of related party       | 21,933    | -         |
|                                   |                                       |   | Interest charged by the Company                    | 1,616     | -         |
|                                   |                                       |   | Sale of goods by the company                       | 392,697   | -         |
|                                   | Other Related parties                 |   |  |           |           |
|                                   | Treet HR Management (Private) Limited | Other related party                                     | Purchase of services by the Company                | 17,352    | 14,674    |
|                                   |                                       | (0% direct holding)                                     | Funds transferred by the Company - net of receipts | 17,352    | 17,022    |
|                                   |                                       |   | Expenses incurred on behalf of related party       | 1,845     | -         |
|                                   | Cutting Edge (Private) Limited        | Common directorship                                     | Purchase of services by the Company                | 3,218     | 2,574     |
|                                   | Loads Limited                         | Common directorship                                     | Funds received by the Company - net of payments    | 12,422    | 5,723     |
|                                   |                                       |   | Guarantee provided (note 43.1.1)                   | 300,000   | -         |
|                                   | Elite Brands Limited                  | Common directorship                                     | Purchase of services by the Company                | -         | 28,229    |
|                                   |                                       |   | Sale of goods by the Company                       | -         | 432,489   |
|                                   |                                       |   | Discount on sales                                  | -         | 14,012    |
| Gulab Devi Chest Hospital         | Common directorship                   | Purchase of services by the Company                     | 41   | 279       |           |
| Liaquat National Hospital         | Common directorship                   | Sales made by the Company                               | 117  | 117       |           |
|                                   |                                       | Discount on sales                                       | 13   | 13        |           |
| IGI General Insurance             | Common directorship                   | Purchase of services by the Company                     | 586  | 586       |           |
|                                   |                                       | Insurance premium charged to the Company                | -  | -         |           |

**43.1.1** The shareholders of the Company, in their meeting held on June 28, 2024, approved a cross-corporate guarantee for a period of one year from the date of approval. The approval will be subject to renewal at the subsequent shareholders' meeting after the year end.

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|     |   |                          |                                   | 2025<br>(Rupees in thousand) | 2024    |
|-----|---|--------------------------|-----------------------------------|------------------------------|---------|
| III | Employee benefits                             |                          |                                   |                              |         |
|     | Provident fund                                | Other related party      | Contribution paid during the year | 232,245                      | 167,448 |
|     | Service fund                                  | Other related party      | Contribution paid during the year | 89,458                       | 67,212  |
|     | Housing fund                                  | Other related party      | Reimbursement of expenses         | 250                          | 62      |
| IV  | Key management personnel                      |                          |                                   |                              |         |
|     | Key management personnel other than directors | Key management personnel | Salaries and other benefits       | 277,305                      | 277,305 |

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity. The salaries and other benefits of directors, who are also key management personnel, are disclosed in note 41 to these unconsolidated financial statements. Other transactions with key management personnel are disclosed in respective notes in these unconsolidated financial statements. The Company considers all members of their management team, including Chief Executive Officer and Directors to be its key management personnel and these are disclosed below:

| Name                    | Relationship                        | % of shareholding in the Company |
|-------------------------|-------------------------------------|----------------------------------|
| Mr. Syed Shahid Ali     | Director / Key management personnel | 31.41%                           |
| Mr. Syed Sheharyar Ali  | Director / Key management personnel | 10.95%                           |
| Mr. Munir Karim Bana    | Director / Key management personnel | 0.14%                            |
| Mr. Salman Faridi       | Director / Key management personnel | 0%                               |
| Ms. Sidra Fatima Sheikh | Director / Key management personnel | 0%                               |
| Mr. Imran Azim          | Director / Key management personnel | N/A                              |
| Mr. Haroon Latif Khan   | Director / Key management personnel | N/A                              |
| Mr. Ahmad Shahid        | Director / Key management personnel | N/A                              |
| Mrs. Zunaira Dar        | Key management personnel            | N/A                              |
| Mr. Mansoor Murad       | Key management personnel            | N/A                              |
| Mr. Arshad Latif        | Key management personnel            | N/A                              |
| Mr. Akhlaq Ahmed        | Key management personnel            | N/A                              |
| Mr. Imran Khan          | Key management personnel            | N/A                              |
| Mr. Nasir Mahmood       | Key management personnel            | N/A                              |

## 44 Financial risk management

### 44.1 Financial risk factors

The Company's activities expose it to a variety of financial risks: credit risk, liquidity risk and market risk (including currency risk, interest rate risk and other price risk). The Company's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the financial performance.

The Company's Board of Directors ("the Board") has overall responsibility for establishment and oversight of the Company's risk management framework. The Board is responsible for

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

developing and monitoring the Company's risk management policies.

The Company's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risk and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and Company's activities. The Company, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

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

The Company's exposure to financial risk, the way these risks affect the financial position and performance and the manner in which such risks are managed is as follows:

## 44.2 Credit risk

Credit risk represents the risk of financial loss if a customer or counterparty to a financial instrument fails to meet its contractual obligations and arises principally from trade receivables.

Concentration of credit risk arises when a number of counter parties are engaged in similar business activities or have similar economic features that would cause their abilities to meet contractual obligation to be similarly effected by the changes in economic, political or other conditions. As the Company is the major manufacturer of blades, it believes that it is not exposed to major concentration of credit risk.

### 44.2.1 Exposure to credit risk

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk as at the end of the reporting period was as follows:

|  | 2025<br>(Rupees in thousand) | 2024             |
|--|------------------------------|------------------|
| <b>Financial asset at amortized cost</b> |                              |                  |
| Long term security deposits              | 22,589                       | 20,323           |
| Long term loans and advances             | 35,722                       | 24,639           |
| Trade debts                              | 536,762                      | 175,403          |
| Loans, advances and other receivables    | 3,847,863                    | 5,755,545        |
| Cash and bank balances                   | 808,920                      | 385,143          |
|  | <b>5,251,856</b>             | <b>6,361,053</b> |

### 44.2.2 Concentration of credit risk

The Company identifies concentrations of credit risk by reference to type of counter party. Maximum exposure to credit risk by type of counterparty is as follows:

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|  | 2025<br>(Rupees in thousand) | 2024      |
|--|------------------------------|-----------|
| Customers                                    | 536,762                      | 175,403   |
| Banking companies and financial institutions | 808,920                      | 412,179   |
| Others                                       | 3,906,174                    | 5,773,471 |
|  | 5,251,856                    | 6,361,053 |

## 44.2.3 Credit quality and impairment

Credit quality of financial assets is assessed by reference to external credit ratings, where available, or to historical information about counterparty default rates. All counterparties, with the exception of customers, have external credit ratings determined by various credit rating agencies. Credit quality of customers is assessed by reference to historical defaults rates and present ages.

### 44.2.3.1 Counterparties with external credit ratings

These include banking companies and financial institutions, which are counterparties to bank balances, margin against letter of credit, term deposit receipt and long term deposit (escrow account). Credit risk is considered minimal as these counterparties have reasonably high credit ratings as determined by various credit rating agencies. Due to long standing business relationships with these counterparties and considering their strong financial standing, management does not expect non-performance by these counterparties on their obligations to the Company. Following are the credit ratings of counterparties with external credit ratings:

| Cash at Bank                 | Rating     |           |         | 2025<br>(Rupees in thousand) | 2024    |
|------------------------------|------------|-----------|---------|------------------------------|---------|
|                              | Short term | Long term | Agency  |                              |         |
| Allied Bank Limited          | A1+        | AAA       | PACRA   | -                            | 17      |
| Albaraka Bank Limited        | A1         | AA+       | JCR VIS | 111,723                      | 218     |
| Askari Bank Limited          | A1+        | AA+       | PACRA   | 54,597                       | 51,597  |
| Bank Alfalah Limited         | A1+        | AAA+      | PACRA   | 33                           | 67      |
| Bank Islami Pakistan Limited | A1         | AA-       | PACRA   | 1,157                        | 3,040   |
| The Bank of Punjab           | A1+        | AA+       | PACRA   | 8,022                        | 585     |
| Dubai Islamic Bank Limited   | A1+        | AA        | JCR VIS | 26,359                       | 75      |
| Faysal Bank Limited          | A1+        | AA        | PACRA   | 5                            | 1,564   |
| Habib Bank Limited           | A1+        | AAA       | JCR VIS | 409,024                      | 147,224 |
| Meezan Bank Limited          | A1+        | AAA       | JCR VIS | 120,709                      | 16,797  |
| MCB Bank Limited             | A1+        | AAA       | PACRA   | 5,284                        | 3,421   |
| National Bank of Pakistan    | A1+        | AAA       | PACRA   | -                            | 1,867   |
| Samba Bank Limited           | A1         | AA        | PACRA   | -                            | 10      |
| Sindh Bank Limited           | A1         | AA-       | JCR VIS | 632                          | 577     |
| Soneri Bank Limited          | A1+        | AA-       | PACRA   | 28,599                       | 103,557 |
| United Bank Limited          | A1+        | AAA       | JCR VIS | 3,836                        | 12,565  |
| Silk Bank Limited            | A1+        | AAA       | JCR VIS | 25,292                       | 18,588  |
| MCIB Bank Limited            | A1         | A+        | PACRA   | 12,940                       | 18,934  |
| JS Bank                      | A1+        | AA        | PACRA   | 139                          | -       |
|                              |            |           |         | 808,351                      | 380,703 |



# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|  | Rating     |           |        | 2025                 | 2024    |
|--|------------|-----------|--------|----------------------|---------|
|  | Short term | Long term | Agency | (Rupees in thousand) |         |
| <b><u>Margin against letters of credit</u></b> |            |           |        |                      |         |
| Habib Metropolitan Bank Limited                | A1+        | AA+       | PACRA  | -                    | 31,476  |
| <b>Total</b>                                   |            |           |        | <b>808,351</b>       | 412,179 |

## 44.2.3.2 Counterparties without external credit ratings

These mainly include customers which are counter parties to local and foreign trade debts against sale of blades and razors. To manage exposure to credit risk in respect of trade receivables, management performs credit reviews taking into account the customer's financial position, past experience and other factors. Export sales are either secured through letter of credit or on advance received basis. Majority of the local sales are made through distributors. As explained in note 6.8, the Company applies the IFRS 9 simplified approach to measure expected credit losses which uses a lifetime expected loss allowance for all trade receivables. Trade receivables are written off when there is no reasonable expectation of recovery. Management uses an allowance matrix to base the calculation of ECL of trade receivables from individual customers, which comprise a very large number of small balances. The analysis of ages of trade debts and loss allowance using the aforementioned approach as at June 30 was determined as follows:

|  | Gross carrying amount | Loss Allowance | Gross carrying amount | Loss Allowance |
|--|-----------------------|----------------|-----------------------|----------------|
|  | 2025                  |                | 2024                  |                |
|  | (Rupees in thousand)  |                |                       |                |
| The aging of trade debts at the reporting date is: |                       |                |                       |                |
| Not past due                                       | 149,363               | -              | 72,814                | -              |
| Past due:  |                       |                |                       |                |
| 1- 90 days   | 336,018               | -              | 45,095                | -              |
| 91 - 180 days                                      | 6,667                 | -              | 42,134                | -              |
| 181 - 365 days                                     | 34,648                | -              | 13,873                | -              |
| 365-and more days                                  | 15,952                | 5,886          | 3,272                 | 1,785          |
| <b>Total</b>                                       | <b>542,648</b>        | <b>5,886</b>   | <b>177,188</b>        | <b>1,785</b>   |

The Company provides unsecured loans and advances to inter-companies. The Company monitors the ability of the inter-companies to repay the loans and advances on an individual basis. Loans and advances provided to intercompanies are not secured by any collateral or supported by any other credit enhancements. Generally, the Company considers loans and advances to inter-companies have low credit risk. The Company assumes that there is a significant increase in credit risk when an inter-company's financial position deteriorates significantly. As the Company is able to determine the timing of payments of the inter-companies' loans and advances when they are payable, the Company considers the loans and advances to be in default when the inter-companies are not able to pay when demanded. The Company considers an inter-company's loan or advance to be credit impaired when:

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

- The inter-company is unlikely to repay its loan or advance to the Company in full;
- The inter-company is continuously loss making and is having a deficit shareholders' fund.

The Company determines the probability of default for these loans and advances individually using internal information available.

## 44.3 Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity is to ensure as far as possible to always have sufficient liquidity to meet its liabilities when due. The Company is not materially exposed to liquidity risk as substantially all obligations / commitments of the Company are short term in nature and are restricted to the extent of available liquidity. In addition, the Company has obtained running finance facilities from various commercial banks to meet any deficit, if required to meet the short term liquidity commitments.

The following are the contractual maturities of the financial liabilities, including estimated interest payments:

|                                      | Carrying Amount  | Contractual cash flows | Less than one year | One to five years | More than five years |
|--------------------------------------|------------------|------------------------|--------------------|-------------------|----------------------|
| <b>2025</b>                          |                  |                        |                    |                   |                      |
| <b>(Rupees in thousand)</b>          |                  |                        |                    |                   |                      |
| <b>Financial liabilities</b>         |                  |                        |                    |                   |                      |
| Trade and other payables             | 1,636,261        | 1,636,261              | 1,636,261          | -                 | -                    |
| Long term finances - secured         | 2,068,603        | 2,068,603              | 416,721            | 1,651,882         | -                    |
| Short term borrowings                | 3,887,065        | 3,887,065              | 3,887,065          | -                 | -                    |
| Unclaimed dividend                   | 14,951           | 14,951                 | 14,951             | -                 | -                    |
| Liability against right of use asset | 3,435            | 3,843                  | 2,268              | 1,575             | -                    |
| Accrued mark-up                      | 178,195          | 178,195                | 178,195            | -                 | -                    |
|                                      | <b>7,788,510</b> | <b>7,788,918</b>       | <b>6,135,461</b>   | <b>1,653,457</b>  | <b>-</b>             |
|                                      | Carrying Amount  | Contractual cash flows | Less than one year | One to five years | More than five years |
| <b>2024</b>                          |                  |                        |                    |                   |                      |
| <b>(Rupees in thousand)</b>          |                  |                        |                    |                   |                      |
| <b>Financial liabilities</b>         |                  |                        |                    |                   |                      |
| Trade and other payables             | 1,156,158        | 1,156,158              | 1,156,158          | -                 | -                    |
| Long term finances - secured         | 2,341,406        | 2,341,406              | 346,685            | 1,932,221         | 62,500               |
| Short term borrowings                | 4,944,858        | 4,944,858              | 4,944,858          | -                 | -                    |
| Unclaimed dividend                   | 14,951           | 14,951                 | 14,951             | -                 | -                    |
| Liability against right of use asset | 8,165            | 8,945                  | 7,747              | 1,198             | -                    |
| Accrued mark-up                      | 351,566          | 351,566                | 351,566            | -                 | -                    |
|                                      | <b>8,817,104</b> | <b>8,817,884</b>       | <b>6,821,965</b>   | <b>1,933,419</b>  | <b>62,500</b>        |

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## 44.4 Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will effect the Company's income or the value of its holdings of financial instruments.

### 44.4.1 Currency risk

The summary quantitative data about the Company's exposure to currency risk as reported to the management of the Company is as follows. The figures represent foreign currency balances after conversion in Pak Rupees using exchange rates prevailing at the unconsolidated statement of financial position date.

|   | USD<br>(Rupees in thousand)<br>2025 | GBP      | USD<br>(Rupees in thousand)<br>2024 | GBP         |
|---|-------------------------------------|----------|-------------------------------------|-------------|
|   | (Rupees in thousand)                |          |                                     |             |
| <b>Assets</b>                                       |                                     |          |                                     |             |
| - Trade debts                                       | 1,774                               | -        | 469                                 | -           |
| <b>Liabilities</b>                                  |                                     |          |                                     |             |
| - Trade creditors and bills payable                 | (46.5)                              | -        | (54)                                | (32)        |
| <b>Net Statement of financial position exposure</b> | <b>1,728</b>                        | <b>-</b> | <b>415</b>                          | <b>(32)</b> |

|  | USD<br>(Rupees in thousand)<br>2025 | EUR          | USD<br>(Rupees in thousand)<br>2024 | EUR          |
|--|-------------------------------------|--------------|-------------------------------------|--------------|
|  | (Rupees in thousand)                |              |                                     |              |
| <b>Off statement of financial position items</b> |                                     |              |                                     |              |
| - Outstanding letters of credit                  | 3,426                               | 393          | 1,976                               | 935          |
|  | JPY                                 | GBP          | JPY                                 | GBP          |
| - Outstanding letters of credit                  | 120,157                             | -            | 75,630                              | 15           |
| <b>Net exposure</b>                              | <b>(121,855)</b>                    | <b>(393)</b> | <b>(1,561)</b>                      | <b>(967)</b> |

### 44.4.2 Exchange rates applied during the year

The following significant exchange rates have been applied:

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|                     | Average rates |        | Reporting date rate |        |
|---------------------|---------------|--------|---------------------|--------|
|                     | 2025          | 2024   | 2025                | 2024   |
| <b>Selling Rate</b> |               |        |                     |        |
| USD                 | 281.45        | 282.95 | 284.10              | 278.80 |
| EURO                | 315.62        | 306.34 | 332.83              | 298.41 |
| JPY                 | 1.85          | 1.73   | 1.97                | 1.73   |
| GBP                 | 370.75        | 351.85 | 389.65              | 351.85 |
| <b>Buying Rate</b>  |               |        |                     |        |
| USD                 | 280.95        | 282.45 | 283.60              | 278.30 |
| EURO                | 315.07        | 306.30 | 332.25              | 297.88 |
| JPY                 | 1.84          | 1.72   | 1.97                | 1.72   |
| GBP                 | 370.10        | 351.22 | 388.97              | 351.22 |

## 44.4.3 Sensitivity analysis

A reasonably possible strengthening / (weakening) of 10% in Pak Rupee against the following currencies would have affected the measurement of financial instruments denominated in foreign currency and affected statement of profit or loss by the amounts shown below at the statement of financial position date. The analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases.

|     | 2025<br>(Rupees in thousand) | 2024   |
|-----|------------------------------|--------|
| USD | 12,162                       | 20,282 |

## 44.4.4 Currency risk management

Since the maximum amount exposed to currency risk is only 0.041% (2024: 0.039%) of the Company's total assets, any adverse / favorable movement in functional currency with respect to US dollar will not have any material impact on the operational results.

## 44.4.5 Interest rate risk

Interest rate risk is the risk that fair values or future cash flows of a financial instrument will fluctuate because of changes in interest rates. Sensitivity to interest rate risk arises from mismatch of financial assets and financial liabilities that mature or re-price in a given period.

### 44.4.5.1 Fixed rate financial instruments

#### Fair value sensitivity analysis for fixed rate instruments

The Company does not account for any fixed rate financial assets and liabilities at fair value through profit and loss account or amortised cost. Therefore, a change in profit / mark-up / interest rates at the reporting date would not affect profit and loss account.

# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

## 44.4.5.2 Variable rate financial instruments

|   |      | Financial<br>assets              | Financial<br>liabilities | Financial<br>assets | Financial<br>liabilities |
|---|------|----------------------------------|--------------------------|---------------------|--------------------------|
|   |      | 2025                             |                          | 2024                |                          |
|   | Note | ----- (Rupees in thousand) ----- |                          |                     |                          |
| 44.4.5.2 Variable rate financial instruments  |      |                                  |                          |                     |                          |
| Non-derivative financial instruments  |      |                                  |                          |                     |                          |
| Long term finances – secured  | 22   | -                                | 2,068,603                | -                   | 2,341,406                |
| Short term borrowings   | 17   | -                                | 3,887,065                | -                   | 4,944,858                |
| Trade and other payables  | 18   | -                                | 308,666                  | -                   | 171,188                  |
| Bank balances – saving account  | 16   | 59,305                           | -                        | 138,829             | -                        |
| Receivable from subsidiary companies and other related parties (excluding accrued markup) | 15   | 1,399,203                        | -                        | 3,240,334           | -                        |
|   |      | 1,458,508                        | 6,264,334                | 3,379,163           | 7,457,452                |

The related mark-up / interest rates for fixed rate financial instruments are indicated in the related notes to the unconsolidated financial statements.

### Cash flow sensitivity analysis for variable rate instruments

A reasonably possible change of 100 basis points in interest rates at the reporting date would have (decreased) / increased profit by amounts shown below. The analysis assumes that all other variables, in particular foreign exchange rates, remain constant. This analysis is performed on the same basis for the year 2024.

|                                     | Profit / (Loss)      |          |
|-------------------------------------|----------------------|----------|
|                                     | 2025                 | 2024     |
|                                     | (Rupees in thousand) |          |
| <b>Increase of 100 basis points</b> |                      |          |
| Variable rate instruments           | (48,058)             | (73,268) |
| <b>Decrease of 100 basis points</b> |                      |          |
| Variable rate instruments           | 48,058               | 73,268   |

The sensitivity analysis prepared is not necessarily indicative of the effects on profit for the year and the outstanding liabilities of the Company at the year end.

## 44.4.5.3 Interest rate risk management

The Company manages these mismatches through risk management strategies where significant changes in gap position can be adjusted. The short term borrowing and loans and advances by the Company has variable rate pricing that is mostly dependent on Karachi Inter Bank Offer Rate ("KIBOR") as indicated in respective notes.

## 44.4.6 Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk

# Notes to the Unconsolidated Financial Statements

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or currency risk). Other price risk arises from the Company's investment in ordinary shares of listed companies. To manage its price risk arising from aforesaid investments, the Company diversifies its portfolio and continuously monitors developments in equity markets. In addition the Company actively monitors the key factors that affect stock price movement.

A 10% increase in share prices at the year end would have increased the Company's profit in case of investments classified as fair value through profit or loss as follows:

|  | 2025<br>(Rupees in thousand) | 2024  |
|--|------------------------------|-------|
| Effect on profit or loss before taxation | 3,281                        | 4,511 |
| Effect on investments                    | 3,281                        | 4,511 |

The sensitivity analysis prepared is not necessarily indicative of the effects on profit or loss, equity and assets of the Company.

## 44.5 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 company 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 company 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:

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

Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred.

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.





# Notes to the Unconsolidated Financial Statements

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|  |        | Carrying amount                 |                                   |                                    |   | Fair value |         |         |         |        |
|--|--------|---------------------------------|-----------------------------------|------------------------------------|---|------------|---------|---------|---------|--------|
|  |        | Fair value through OCI          | Fair value through profit or loss | Financial assets at amortized cost | Financial liabilities at amortized cost | Total      | Level 1 | Level 2 | Level 3 | Total  |
| Note   |        | ----- Rupees in thousands ----- |                                   |                                    |   |            |         |         |         |        |
| 30 June 2024                                       |        |                                 |                                   |                                    |   |            |         |         |         |        |
| Financial assets at fair value                     |        |                                 |                                   |                                    |   |            |         |         |         |        |
|  | 9.3    | 8,167                           | -                                 | -                                  | -                                       | 8,167      | -       | -       | 8,167   | 8,167  |
|  | 13     | -                               | 45,112                            | -                                  | -                                       | 45,112     | 45,112  | -       | -       | 45,112 |
|  |        | 8,167                           | 45,112                            | -                                  | -                                       | 53,279     | 45,112  | -       | 8,167   | 53,279 |
| Financial assets at amortised cost                 |        |                                 |                                   |                                    |   |            |         |         |         |        |
|  |        | -                               | -                                 | 20,323                             | -                                       | 20,323     | -       | -       | -       | -      |
|  | 10     | -                               | -                                 | 24,639                             | -                                       | 24,639     | -       | -       | -       | -      |
|  | 14     | -                               | -                                 | 175,403                            | -                                       | 175,403    | -       | -       | -       | -      |
|  | 15     | -                               | -                                 | 5,755,545                          | -                                       | 5,755,545  | -       | -       | -       | -      |
|  | 16     | -                               | -                                 | 385,143                            | -                                       | 385,143    | -       | -       | -       | -      |
|  | 44.5.1 | -                               | -                                 | 6,361,053                          | -                                       | 6,361,053  | -       | -       | -       | -      |
|  |        | -                               | -                                 | -                                  | -                                       | -          | -       | -       | -       | -      |
| Financial liabilities measured at fair value       |        |                                 |                                   |                                    |   |            |         |         |         |        |
| Financial liabilities – not measured at fair value |        |                                 |                                   |                                    |   |            |         |         |         |        |
|  | 17     | -                               | -                                 | -                                  | 4,944,858                               | 4,944,858  | -       | -       | -       | -      |
|  | 18     | -                               | -                                 | -                                  | 1,156,158                               | 1,156,158  | -       | -       | -       | -      |
|  | 19     | -                               | -                                 | -                                  | 351,566                                 | 351,566    | -       | -       | -       | -      |
|  | 21     | -                               | -                                 | -                                  | 8,165                                   | 8,165      | -       | -       | -       | -      |
|  |        | -                               | -                                 | -                                  | 14,951                                  | 14,951     | -       | -       | -       | -      |
|  | 22     | -                               | -                                 | -                                  | 2,341,406                               | 2,341,406  | -       | -       | -       | -      |
|  | 44.5.1 | -                               | -                                 | -                                  | 8,817,104                               | 8,817,104  | -       | -       | -       | -      |

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**44.5.1** The Company has not disclosed the fair values of these financial assets and liabilities as these are for short term or reprice over short term. Therefore, their carrying amounts are reasonable approximation of fair value.

## 44.6 Capital risk management

The Company's objectives when managing capital are:

a) to safeguard the entity's ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders, and

b) to provide an adequate return to shareholders.

The Company 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 Company may, for example, adjust the amount of dividends paid to shareholders, issue new shares, or sell assets to reduce debt. The Company monitors capital on the basis of the gearing ratio calculated as total debt (current and non-current borrowings) to debt plus equity.

|                       | 2025<br>(Rupees in thousand) | 2024       |
|-----------------------|------------------------------|------------|
| Total debt            | 5,955,668                    | 7,286,264  |
| Total equity and debt | 19,242,824                   | 25,740,204 |
|                       | (in %age)                    |            |
| Debt to equity ratio  | 31%                          | 28%        |

## 45 Reconciliation of movement of liabilities to cash flows arising from financing activities

|   | Liabilities                      |                              |                       |                            |             |
|---|----------------------------------|------------------------------|-----------------------|----------------------------|-------------|
|   | Lease liabilities                | Long term finances - secured | Short term borrowings | Unclaimed Dividend Payable | Total       |
|   | ----- (Rupees in thousand) ----- |                              |                       |                            |             |
| <b>As at June 30, 2024</b>  | 8,165                            | 2,341,406                    | 4,944,858             | 14,951                     | 7,309,380   |
| <b>Changes from financing cash flows</b>                            |                                  |                              |                       |                            |             |
| Proceeds from issue of share capital under ESOS                     | -                                | -                            | -                     | -                          | -           |
| Receipts from long term finances - net                              | -                                | (272,803)                    | -                     | -                          | (272,803)   |
| Repayments of short term borrowings - net                           | -                                | -                            | 323,608               | -                          | 323,608     |
| Principal portion of lease rentals paid                             | (8,252)                          | -                            | -                     | -                          | (8,252)     |
| Dividend paid   | -                                | -                            | -                     | -                          | -           |
| <b>Total changes from financing cash flows</b>                      | (8,252)                          | (272,803)                    | 323,608               | -                          | 42,553      |
| <b>Other changes including non- cash</b>                            |                                  |                              |                       |                            |             |
| Changes in short term running finance and musharika running finance | -                                | -                            | (1,381,401)           | -                          | (1,381,401) |
| Liability against right of use asset recognized                     | 1,675                            | -                            | -                     | -                          | 1,675       |
| Interest on unwinding of lease liability                            | 1,847                            | -                            | -                     | -                          | 1,847       |
| <b>Total liability related other changes</b>                        | 3,522                            | -                            | (1,381,401)           | -                          | (1,377,879) |
| <b>As at June 30, 2025</b>  | 3,435                            | 2,068,603                    | 3,887,065             | 14,951                     | 5,974,054   |

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|   | Lease liabilities                | Long term finances - secured | Liabilities<br>Short term borrowings | Unclaimed Dividend Payable | Total     |
|---|----------------------------------|------------------------------|--------------------------------------|----------------------------|-----------|
|   | ----- (Rupees in thousand) ----- |                              |                                      |                            |           |
| <b>As at June 30, 2023</b>  | 16,995                           | 2,279,101                    | 5,828,618                            | 15,568                     | 8,140,282 |
| <b>Changes from financing cash flows</b>                            |                                  |                              |                                      |                            |           |
| Proceeds from issue of share capital under ESOS                     | -                                | -                            | -                                    | -                          | -         |
| Receipts from long term finances - net                              | -                                | 62,305                       | -                                    | -                          | 62,305    |
| Repayments of short term borrowings - net                           | -                                | -                            | 106,788                              | -                          | 106,788   |
| Principal portion of lease rentals paid                             | (10,724)                         | -                            | -                                    | -                          | (10,724)  |
| Dividend paid   | -                                | -                            | -                                    | (617)                      | (617)     |
| <b>Total changes from financing cash flows</b>                      | (10,724)                         | 62,305                       | 106,788                              | (617)                      | 157,752   |
| <b>Other changes including non- cash</b>                            |                                  |                              |                                      |                            |           |
| Changes in short term running finance and musharika running finance | -                                | -                            | (990,548)                            | -                          | (990,548) |
| Liability against right of use asset recognized                     | -                                | -                            | -                                    | -                          | -         |
| Interest on unwinding of lease liability                            | 1,894                            | -                            | -                                    | -                          | 1,894     |
| <b>Total liability related other changes</b>                        | 1,894                            | -                            | (990,548)                            | -                          | (988,654) |
| <b>As at June 30, 2024</b>  | 8,165                            | 2,341,406                    | 4,944,858                            | 14,951                     | 7,309,380 |

## 46 PLANT CAPACITY AND PRODUCTION

|                 | Production capacity |       | Actual production   |       |
|-----------------|---------------------|-------|---------------------|-------|
|                 | 2025                | 2024  | 2025                | 2024  |
|                 | (Units in millions) |       | (Units in millions) |       |
| Hyderabad plant | 880                 | 880   | 402                 | 458   |
| Lahore plant    | 1,350               | 1,350 | 1,120               | 1,058 |
|                 | 2,230               | 2,230 | 1,522               | 1,516 |

The variance of actual production from capacity is primarily on account of the product mix.

## 47 Disclosure Requirement for Companies not Engaged in Shariah Non-Permissible Business Activities:

Following information has been disclosed as required under amended part I clause VII of Fourth Schedule to the Companies Act, 2017 as amended via S.R.O. 1278 (1) / 2024 dated August 15, 2024:

:

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|  |         | 2025<br>(Rupees in thousand) | 2024       |
|--|---------|------------------------------|------------|
| <b>STATEMENT OF FINANCIAL POSITION</b>   |         |                              |            |
| <b>Liabilities</b>   |         |                              |            |
| Long term financing as per Islamic mode  | 22      | 193,603                      | 153,906    |
| Short term financing as per Islamic mode   | 17      | 477,353                      | 956,261    |
| Interest or mark-up accrued on conventional loans and advances                       | 15 & 19 | 2,204,704                    | 2,571,064  |
| <b>Assets</b>  |         |                              |            |
| Shariah compliant bank balances  | 16      | 246,530                      | 40,630     |
| <b>STATEMENT OF PROFIT OR LOSS</b>   |         |                              |            |
| Revenue from contracts with customers - net (Shariah compliant)                      | 29      | 12,591,060                   | 10,935,371 |
| Profit paid on Islamic mode of financing   | 35      | 163,543                      | 299,460    |
| <b>Profit on deposits</b>  |         |                              |            |
| Shariah compliant bank deposits  | 36      | 2,940                        | 620        |
| Conventional bank deposits   | 36      | 28,503                       | 23,434     |
| <b>Gain on disposal of long term investment</b>                                      |         |                              |            |
| Shariah compliant  | 36      | -                            | -          |
| Shariah non-compliant  | 36      | 701,382                      | 228,977    |
| <b>Unrealised gain on short term investment at fair value through profit or loss</b> |         |                              |            |
| Shariah compliant  | 36      | -                            | -          |
| Shariah non-compliant  | 36      | 1,862                        | -          |
| <b>Exchange differences</b>  |         |                              |            |
| Shariah compliant  | 36      | -                            | 13,537     |
| Shariah non-compliant  | 36      | -                            | -          |
| <b>Dividend Income</b>   |         |                              |            |
| Shariah compliant  | 36      | -                            | -          |
| Shariah non-compliant  | 36      | -                            | 952        |
| <b>Mark-up income on receivable from subsidiaries</b>                                |         |                              |            |
| Shariah compliant  | 36      | -                            | -          |
| Shariah non-compliant  | 36      | 513,835                      | 705,040    |
| <b>Profit on disposal of property, plant and equipment</b>                           |         |                              |            |
| Shariah compliant  | 36      | 4,229                        | 31,834     |
| Shariah non-compliant  | 36      | -                            | -          |

## Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

|                                 |    | 2025<br>(Rupees in thousand) | 2024   |
|---------------------------------|----|------------------------------|--------|
| <b>Scrap sales</b>              |    |                              |        |
| Shariah compliant               | 36 | 42,852                       | 60,647 |
| Shariah non-compliant           | 36 | -                            | -      |
| <b>Export rebate</b>            |    |                              |        |
| Shariah compliant               | 36 | 38,536                       | 41,111 |
| Shariah non-compliant           | 36 | -                            | -      |
| <b>Liabilities written back</b> |    |                              |        |
| Shariah compliant               | 36 | -                            | 2,888  |
| Shariah non-compliant           | 36 | -                            | -      |
| <b>Service charges</b>          |    |                              |        |
| Shariah compliant               | 36 | 5,618                        | 6,000  |
| Shariah non-compliant           | 36 | -                            | -      |

Relationship with Shariah-compliant financial institutions:

The Company has relationships with Shariah complaint banks in respect of bank balances and availed borrowing facilities as mentioned above.

### 48 Provident fund trust

The following information is based on the latest un-audited financial statements of the Provident Fund Trust:

|                                 | Un-audited<br>2025<br>(Rupees in thousand) | Un-Audited<br>2024 |
|---------------------------------|--|--------------------|
| Size of the fund - total assets | 1,028,592                                  | 822,723            |
| Cost of investments made        | 857,632                                    | 705,528            |
| Percentage of investments made  | 91%  | 89%                |
| Fair value of investments       | 930,906                                    | 734,015            |

The break-up of fair value of investments is:

|                             | 2025<br>Un-audited |            | 2024<br>Un-Audited |            |
|-----------------------------|--------------------|------------|--------------------|------------|
|                             | Rs. in ,000        | Percentage | Rs. in ,000        | Percentage |
| Shares in quoted securities | 76,337             | 8.2%       | 52,491             | 7.2%       |
| Listed debt Instruments     | 85,000             | 9.1%       | 85,000             | 11.6%      |
| Government securities       |                    | 0.0%       | 16,300             | 2.2%       |
| Mutual funds                |                    | 0.0%       | 158,430            | 21.6%      |
| Other Investments           | 769,569            | 82.7%      | 421,794            | 57.5%      |
|                             | 930,906            | 100%       | 734,015            | 100%       |



# Notes to the Unconsolidated Financial Statements

For the year ended June 30, 2025

The investments during the year out of provident fund trust have been made in accordance with the provisions of section 218 of the Companies Act, 2017 and the rules formulated for this purpose.

## 49 Service fund trust

The following information is based on the latest un-audited financial statements of the Service Fund Trust:

|                                 | Un-audited<br>2025<br>(Rupees in thousand) | Un-Audited<br>2024 |
|---------------------------------|--|--------------------|
| Size of the fund – total assets | 386,468                                    | 292,573            |
| Cost of investments made        | 155,724                                    | 70,724             |
| Percentage of investments made  | 40%  | 19%                |
| Fair value of investments       | 154,002                                    | 54,791             |

|                             | 2025<br>Un-audited |            | 2024<br>Un-Audited |            |
|-----------------------------|--------------------|------------|--------------------|------------|
|                             | Rs. in ,000        | Percentage | Rs. in ,000        | Percentage |
| Shares in quoted securities | 36,233             | 23.5%      | 22,713             | 41.5%      |
| Government securities       | –                  | 0.0%       | 15,000             | 27.4%      |
| Mutual funds                | 117,769            | 76.5%      | 17,078             | 31.2%      |
| Listed Debt Instruments     | –                  | 0.0%       | –                  | 0.0%       |
|                             | 154,002            | 100%       | 54,791             | 100%       |

The investments during the year out of service fund trust have been made in accordance with the provisions of section 218 of the Companies Act.


## 50 General

The figures have been rounded off to nearest Rupees in thousand.

## 51 Date of authorization for issue

These unconsolidated financial statements were authorized for issue on September 30, 2025 by the Board of Directors of the Company.

LAHORE  
30<sup>th</sup> September 2025

  
**Syed Sheharyar Ali**  
 Chief Executive Officer

  
**Mansoor Murad**  
 Group Chief Financial Officer

  
**Syed Shahid Ali**  
 Director

CONSOLIDATED

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# **FINANCIAL** STATEMENTS

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For the year ended June 30, 2025

# Independent Auditor's Report

## To the members of Treet Corporation Limited

### Report on the Audit of the Consolidated Financial Statements

#### Opinion

We have audited the annexed consolidated financial statements of Treet Corporation Limited and its subsidiaries ("the Group"), which comprise the consolidated statement of financial position as at June 30, 2025, and the consolidated statement of profit or loss, the consolidated statement of comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements including a material accounting policies and other explanatory information.

In our opinion, consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at June 30, 2025 and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with accounting and reporting standards as applicable in Pakistan.

#### 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 Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group 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 consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated 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 matter(s):

| Key audit matter  | How the matter was addressed in our audit  |
|---|--|
| <p><b>Appropriate period of revenue recognition</b></p> <p>The Group's sales comprise of revenue from the local and export sales of blades, razors, shaving foam, batteries, soaps, corrugated boxes, bikes, hemodialysis concentrates and others which has been disclosed in note 33 to the consolidated financial statements.</p> <p>Revenue from sale of goods is recognized at the point in time when control of the goods is transferred to the customer, revenue recognition criteria has been explained in note 6.17 to the consolidated financial statements.</p> <p>We identified revenue recognition as key audit matter as it is one of the key performance indicators of the Group and because of the potential risk that revenue transactions may not have been recognized based on transfer of control of the goods to the customers in line with the accounting policy adopted and may not have been recognized in the appropriate period.</p> | <p>Our audit procedures to address the Key Audit Matter included the following:</p> <ul style="list-style-type: none"> <li>• Obtained an understanding of and assessing the design and implementation and operating effectiveness of controls around recognition of revenue;</li> <li>• Assessed the appropriateness of the Group accounting policies for appropriate period of revenue recognition and compliance of those policies with the IFRS 15.</li> <li>• Checked on a sample basis whether the recorded local and export sales transactions are based on transfer of control of the goods to customers in the appropriate period (i.e. on delivery of goods and after issue of gate passes for local sales and on shipment of goods for export sales).</li> </ul> |

# Independent Auditor's Report

| Key audit matter(s)   | How the matter was addressed in our audit   |
|---|---|
| <p><b>Valuation of Stock-in-trade</b></p> <p>Stock in trade has been valued following an accounting policy as stated in note 6.10 to the consolidated financial statements and the value of stock in trade is disclosed in note 14 to the consolidated financial statements. Stock in trade forms material part of the Company's assets comprising around 17.73% of total assets.</p> <p>The valuation of stock in trade is carried at lower of cost and net realizable value (NRV). Cost as different components, which includes judgement in relation to allocation of overhead costs, which are incurred in bringing the finished goods to its present location and condition. Judgements are also involved in determining the NRV of stock in trade in line with the accounting policy.</p> <p>Due to the above factors, we have considered the valuation of stock in trade as a key audit matter</p> | <p>Our audit procedures to address the Key Audit Matter included the following:</p> <ul style="list-style-type: none"> <li>• Obtained an understanding of procedures followed by the Group with respect to recording of purchases and valuation of stock in trade.</li> <li>• Tested, on a sample basis, the cost of raw materials and production overheads by inspecting the underlying purchase documents and production records to evaluate whether costs were appropriately recognized.</li> <li>• Evaluated the allocation of production costs to work in process and finished goods by reviewing the Group costing methodology and performing recalculations on a sample basis.</li> <li>• Compared management's estimates of future selling prices, used in their NRV calculation, to actual selling prices achieved in subsequent period.</li> <li>• Performed recalculation of net realizable value (NRV) for the samples selected from the closing stock to assess whether any adjustments were required to carrying value of stock in trade in accordance with the Group policy.</li> <li>• For valuation of goods in transit, verified the supporting documents on sample basis to ensure that they have been appropriately recorded in accordance with Group policy and compliance of those policies with IAS 02.</li> </ul> |

## Information Other than the Consolidated Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the information included in the Annual report, but does not include the consolidated financial statements and our auditor's report thereon.

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated 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 for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and Companies Act, 2017 (XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

## Independent Auditor's Report

In preparing the consolidated financial statements, management is responsible for assessing the Group'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 either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Group's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Consolidated Financial Statements**

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated 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 consolidated 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 Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the Group audit. We remain solely responsible for our audit opinion.

## Independent Auditor's Report

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of 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 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, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's 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.

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



Yousuf Adil  
Chartered Accountants

Lahore: 03-Oct-2025  
UDIN: AR202510180IDSy9tvh6



# Consolidated Statement of Financial Position

As at June 30, 2025

|  | Note | 2025        | 2024<br>(Rupees in thousand)<br>(Restated) | 2023<br>(Restated) |
|--|------|-------------|--|--------------------|
| <b>Assets</b>  |      |             |  |                    |
| <b>Non-current assets</b>                                    |      |             |  |                    |
| Property, plant and equipment                                | 7    | 11,422,471  | 10,769,059                                 | 9,980,609          |
| Right of use assets  | 8    | 5,470       | 15,988                                     | 32,052             |
| Intangible assets  | 9    | 133,613     | 133,613                                    | 134,926            |
| Long term investments  | 10   | 337,266     | 328,703                                    | 288,520            |
| Long term deposits   | 11   | 68,764      | 102,813                                    | 111,746            |
| Long term loans and advances                                 | 12   | 60,364      | 128,182                                    | 22,930             |
| Deferred taxation  | 27   | 171,558     | 213,581                                    | 92,057             |
|  |      | 12,199,506  | 11,691,939                                 | 10,662,840         |
| <b>Current assets</b>  |      |             |  |                    |
| Stores and spares  | 13   | 515,919     | 454,221                                    | 426,550            |
| Stock in trade   | 14   | 4,382,061   | 4,322,364                                  | 4,538,884          |
| Trade debts  | 15   | 1,915,426   | 1,793,285                                  | 1,799,114          |
| Short term investments                                       | 16   | 37,820      | 47,800                                     | 100,668            |
| Loans, advances, deposits, prepayments and other receivables | 17   | 3,712,364   | 3,777,521                                  | 2,007,737          |
| Employees provident fund                                     |      | -           | -  | 5,997              |
| Cash and bank balances                                       | 18   | 1,954,494   | 1,095,661                                  | 367,407            |
|  |      | 12,518,084  | 11,490,852                                 | 9,246,357          |
| Asset classified as held for sale                            | 19   | -           | 7,621                                      | -                  |
|  |      | 12,518,084  | 11,498,473                                 | 9,246,357          |
| <b>Liabilities</b>   |      |             |  |                    |
| <b>Current liabilities</b>                                   |      |             |  |                    |
| Current portion of long term liabilities                     | 20   | 583,425     | 430,415                                    | 140,340            |
| Short term borrowings  | 21   | 6,302,374   | 7,230,496                                  | 8,493,325          |
| Trade and other payables                                     | 22   | 5,059,857   | 4,394,888                                  | 3,523,471          |
| Unclaimed dividend   |      | 14,951      | 14,951                                     | 15,602             |
| Accrued mark-up  | 23   | 313,877     | 561,239                                    | 540,632            |
| Employees provident fund                                     |      | 24,284      | -  | -                  |
| Provision for taxation                                       |      | 291,904     | 345,566                                    | 133,547            |
|  |      | 12,590,672  | 12,977,555                                 | 12,846,917         |
| <b>Net current liabilities</b>                               |      | (72,588)    | (1,479,082)                                | (3,600,560)        |
| <b>Non-current liabilities</b>                               |      |             |  |                    |
| Deferred liabilities   | 24   | 1,596,836   | 1,484,946                                  | 1,103,599          |
| Long term finances - secured                                 | 25   | 2,496,011   | 3,018,961                                  | 2,710,632          |
| Government grant   | 26   | 12,673      | 30,540                                     | 46,304             |
| Lease liabilities  | 28   | 1,428       | 4,365                                      | 19,971             |
|  |      | 4,106,948   | 4,538,812                                  | 3,880,506          |
|  |      | 8,019,970   | 5,674,045                                  | 3,181,774          |
| Contingencies and commitments                                | 29   |             |  |                    |
| Share capital  | 30   | 3,710,288   | 3,710,288                                  | 1,787,211          |
| Reserves   | 31   | 6,289,155   | 6,265,964                                  | 5,683,497          |
| Accumulated loss   |      | (2,754,179) | (4,764,142)                                | (4,899,032)        |
| Loan from a director   |      | -           | -  | 230,000            |
| <b>Equity attributable to owners of the Company</b>          |      | 7,245,264   | 5,212,110                                  | 2,801,676          |
| Non - controlling interest                                   | 32   | 774,706     | 461,935                                    | 380,098            |
|  |      | 8,019,970   | 5,674,045                                  | 3,181,774          |

The annexed notes 1 to 56 form an integral part of these consolidated financial statements.

LAHORE  
30<sup>th</sup> September 2025

  
**Syed Sheharyar Ali**  
Chief Executive Officer

  
**Mansoor Murad**  
Group Chief Financial Officer

  
**Syed Shahid Ali**  
Director


# Consolidated Statement of Profit or Loss

For the year ended June 30, 2025

|   | Note | 2025<br>(Rupees in thousand) | 2024<br>(Restated) |
|---|------|------------------------------|--------------------|
| Revenue from contracts with customers - net | 33   | 26,687,607                   | 25,086,307         |
| Cost of revenue                             | 34   | (19,499,486)                 | (19,239,343)       |
| <b>Gross profit</b>                         |      | <b>7,188,121</b>             | <b>5,846,964</b>   |
| Administrative expenses                     | 35   | (1,618,849)                  | (1,221,864)        |
| Distribution cost                           | 36   | (2,694,564)                  | (2,191,076)        |
| Other operating expenses                    | 37   | (260,985)                    | (128,895)          |
|   |      | <b>(4,574,398)</b>           | <b>(3,541,835)</b> |
| <b>Operating profit</b>                     |      | <b>2,613,723</b>             | <b>2,305,129</b>   |
| Finance cost                                | 38   | (1,722,329)                  | (2,452,397)        |
| Other income                                | 39   | 270,476                      | 369,062            |
| Share of profit from associate              |      | 17,465                       | 34,921             |
| <b>Profit before levies and income tax</b>  |      | <b>1,179,335</b>             | <b>256,715</b>     |
| Minimum tax differential                    | 40   | (179,035)                    | (185,622)          |
| Final tax                                   | 40   | (29,121)                     | (67,185)           |
| <b>Profit before income tax</b>             |      | <b>971,179</b>               | <b>3,908</b>       |
| Income Tax                                  | 40   | (412,889)                    | (63,870)           |
| <b>Profit / (loss) for the year</b>         |      | <b>558,290</b>               | <b>(59,962)</b>    |
| Attributable to:                            |      |                              |                    |
| Equity holders of the Parent Company        |      | 502,971                      | (139,965)          |
| Non - controlling interest                  |      | 55,319                       | 80,003             |
|   |      | <b>558,290</b>               | <b>(59,962)</b>    |
| ----- (Rupees) -----                        |      |                              |                    |
| Basic earning / (loss) per share            | 41   | 1.36                         | (0.46)             |
| Diluted earning / (loss) per share          | 41   | 1.36                         | (0.46)             |

The annexed notes 1 to 56 form an integral part of these consolidated financial statements.

LAHORE  
30<sup>th</sup> September 2025

  
**Syed Sheharyar Ali**  
Chief Executive Officer

  
**Mansoor Murad**  
Group Chief Financial Officer

  
**Syed Shahid Ali**  
Director

# Consolidated Statement of Comprehensive Income

For the year ended June 30, 2025

|  | 2025<br>(Rupees in thousand) | 2024<br>(Restated) |
|--|------------------------------|--------------------|
| <b>Profit / (loss) for the year</b>  | <b>558,290</b>               | (59,962)           |
| <b>Other comprehensive income</b>  |                              |                    |
| Items that will never be reclassified subsequently to profit or loss:          |                              |                    |
| Remeasurement of defined benefit obligation - net of tax                       | 11,235                       | (15,148)           |
| Fair value gain on investment in equity instrument designated at FVTOCI        | 33,346                       | -                  |
| Share of loss from associate - net of tax                                      | (736)                        | (28)               |
|  | 43,845                       | (15,176)           |
| Items that may be reclassified subsequently to profit or loss:                 |                              |                    |
| Exchange differences arising during the year on translating foreign operations | (300)                        | -                  |
|  | (300)                        | -                  |
| <b>Total comprehensive income for the year</b>                                 | <b>601,835</b>               | (75,138)           |
| Attributable to:   |                              |                    |
| Equity holders of the Parent Company   | 546,516                      | (155,141)          |
| Non-controlling interest   | 55,319                       | 80,003             |
|  | 601,835                      | (75,138)           |

The annexed notes 1 to 56 form an integral part of these consolidated financial statements.

LAHORE  
30<sup>th</sup> September 2025



**Syed Sheharyar Ali**  
Chief Executive Officer



**Mansoor Murad**  
Group Chief Financial Officer



**Syed Shahid Ali**  
Director


# Consolidated Statement of Cash Flows

For the year ended June 30, 2025

|   | Note | 2025<br>(Rupees in thousand) | 2024<br>(Restated) |
|---|------|------------------------------|--------------------|
| <b>Cash generated from operations</b>                           | 47   | <b>4,136,597</b>             | 3,925,064          |
| Finance cost paid   |      | (2,011,156)                  | (2,424,780)        |
| Income tax paid   |      | (452,593)                    | (469,554)          |
| Levies paid   |      | -                            | (37,800)           |
| WPPF and WWF paid   |      | (58,408)                     | (30,828)           |
| Contributions to defined benefit plans                          |      | (215,015)                    | (12,702)           |
| Long term loans and deposits - net                              |      | 101,867                      | (96,319)           |
|   |      | <b>(2,635,305)</b>           | <b>(3,071,983)</b> |
| <b>Net cash used in from operating activities</b>               |      | <b>1,501,291</b>             | 853,081            |
| <b>Cash flows from investing activities</b>                     |      |                              |                    |
| Fixed capital expenditure                                       |      | (1,214,173)                  | (2,078,991)        |
| Addition to right of use assets                                 |      | (2,587)                      | -                  |
| Proceeds from sale of property, plant and equipment             |      | 20,280                       | 32,126             |
| Proceeds from disposal of short term investments                |      | 13,733                       | -                  |
| Proceeds from disposal of long term investment - Techlogix      |      | 41,534                       | -                  |
| Proceeds from disposal of shares in subsidiary - TBL            |      | 1,744,091                    | 345,143            |
| Profit received on bank deposits                                |      | 52,135                       | 53,393             |
| Dividend received   |      | 99                           | 952                |
| <b>Net cash generated from / (used in) investing activities</b> |      | <b>655,112</b>               | (1,647,377)        |
| <b>Cash flows from financing activities</b>                     |      |                              |                    |
| Proceeds from issue of share capital under rights issue - net   |      | -                            | 2,452,266          |
| Lease rental paid   |      | (17,659)                     | (19,300)           |
| Long term loans - net   |      | (351,788)                    | 583,064            |
| Short term borrowings - net                                     |      | (80,462)                     | (427,415)          |
| Loan from director  |      | -                            | (230,000)          |
| Dividend paid   |      | -                            | (651)              |
| <b>Net cash (used in) / generated from financing activities</b> |      | <b>(449,909)</b>             | 2,357,964          |
| <b>Net increase in cash and cash equivalents</b>                |      | <b>1,706,493</b>             | 1,563,668          |
| <b>Cash and cash equivalents at the beginning of year</b>       |      | <b>(4,247,230)</b>           | (5,810,898)        |
| <b>Cash and cash equivalents at the end of year</b>             | 48   | <b>(2,540,737)</b>           | (4,247,230)        |

The annexed notes 1 to 56 form an integral part of these consolidated financial statements.

LAHORE  
30<sup>th</sup> September 2025

  
**Syed Sheharyar Ali**  
Chief Executive Officer

  
**Mansoor Murad**  
Group Chief Financial Officer

  
**Syed Shahid Ali**  
Director

## For the year ended June 30, 2025

|   | Capital Reserves |               |                 |                                       | Revenue Reserves  |                   |                                      |   | Total equity attributable to shareholders of Holding Company | Non - Controlling Interest (NCI) | Total shareholders equity |                 |
|---|------------------|---------------|-----------------|---------------------------------------|---|-------------------|--------------------------------------|---|--|----------------------------------|---------------------------|-----------------|
|   | Share Capital    | Share Premium | Capital Reserve | Share in capital reserve of associate | Surplus on revaluation of property, plant and equipment- net of tax | Statutory Reserve | Foreign Currency Translation Reserve | Loan received from / (paid to) director |  |                                  |                           | General Reserve |
|   | 1,787,211        | 4,904,527     | 629             | 212,184                               | 6,358,866   | 51,941            | -                                    | 230,000                                 | 266,400  | (4,757,904)                      | 340,729                   | 9,854,583       |
| Balance as at June 30, 2023   | -                | -             | -               | (212,184)                             | (6,358,866)   | -                 | -                                    | -                                       | -  | (141,128)                        | 39,369                    | (6,672,809)     |
| Total comprehensive income for the year   | 1,787,211        | 4,904,527     | 629             | -                                     | -   | 511,941           | -                                    | 230,000                                 | 266,400  | (4,899,032)                      | 380,098                   | 3,181,774       |
| Loss for the year   | -                | -             | -               | -                                     | -   | -                 | -                                    | -                                       | -  | (139,965)                        | 80,003                    | (59,962)        |
| Other comprehensive income  | -                | -             | -               | -                                     | -   | -                 | -                                    | -                                       | -  | (15,176)                         | -                         | (15,176)        |
| Incremental depreciation relating to surplus on revaluation of buildings - net of tax | -                | -             | -               | -                                     | -   | -                 | -                                    | -                                       | -  | (155,141)                        | 80,003                    | (75,138)        |
| Surplus realized on disposal of property, plant and equipment                         | -                | -             | -               | -                                     | -   | -                 | -                                    | -                                       | -  | -                                | -                         | -               |
| Effect of change in tax rate on account of surplus on revaluation of buildings        | -                | -             | -               | -                                     | -   | -                 | -                                    | -                                       | -  | -                                | -                         | -               |
| Transfer of 20% profit for the year to statutory reserve                              | -                | -             | -               | -                                     | -   | 53,278            | -                                    | -                                       | -  | (53,278)                         | -                         | -               |
| Change in ownership interest  | -                | -             | -               | -                                     | -   | -                 | -                                    | -                                       | -  | -                                | -                         | -               |
| Transfer of share of NCI - disposal of share in TBL                                   | -                | -             | -               | -                                     | -   | -                 | -                                    | -                                       | -  | 343,309                          | 1,834                     | 345,143         |
| Transactions with owners of the Group, contributions and distributions                | -                | -             | -               | -                                     | -   | -                 | -                                    | -                                       | -  | -                                | -                         | -               |
| issuance of right shares  | 1,923,077        | 576,923       | -               | -                                     | -   | -                 | -                                    | -                                       | -  | -                                | -                         | 2,500,000       |
| Right shares issuance expenses  | -                | (47,734)      | -               | -                                     | -   | -                 | -                                    | -                                       | -  | (47,734)                         | -                         | (47,734)        |
|   | 1,923,077        | 529,189       | -               | -                                     | -   | -                 | -                                    | (230,000)                               | -  | 2,452,266                        | -                         | 2,452,266       |
| Loan received from a director   | -                | -             | -               | -                                     | -   | -                 | -                                    | -                                       | -  | (230,000)                        | -                         | (230,000)       |
| Balance as at June 30, 2024   | 3,710,288        | 5,433,716     | 629             | -                                     | -   | 565,219           | -                                    | -                                       | 266,400  | (4,764,142)                      | 461,935                   | 5,674,045       |
| Total comprehensive income for the year   | -                | -             | -               | -                                     | -   | -                 | -                                    | -                                       | -  | 502,971                          | 55,319                    | 558,290         |
| Profit for the year   | -                | -             | -               | -                                     | -   | -                 | (301)                                | -                                       | -  | 43,845                           | -                         | 43,543          |
| Other comprehensive income  | -                | -             | -               | -                                     | -   | -                 | (301)                                | -                                       | -  | 546,816                          | 55,319                    | 601,834         |
| Transfer of 20% profit for the year to statutory reserve                              | -                | -             | -               | -                                     | -   | 23,493            | -                                    | -                                       | -  | (23,493)                         | -                         | -               |
| Transfer of capital reserve to share premium  | -                | -             | -               | -                                     | -   | 23,493            | -                                    | -                                       | -  | (23,493)                         | -                         | -               |
| Change in ownership interest  | -                | 629           | (629)           | -                                     | -   | -                 | -                                    | -                                       | -  | -                                | -                         | -               |
| Transfer of share of NCI - disposal of share in TBL                                   | -                | -             | -               | -                                     | -   | -                 | -                                    | -                                       | -  | -                                | -                         | -               |
| Transfer of share of NCI - acquisition of additional share capital in TBL             | -                | -             | -               | -                                     | -   | -                 | -                                    | -                                       | -  | 1,722,516                        | 21,575                    | 1,744,091       |
| Transactions with owners of the Group, contributions and distributions                | -                | -             | -               | -                                     | -   | -                 | -                                    | -                                       | -  | (235,876)                        | 235,876                   | -               |
| issuance of right shares  | -                | -             | -               | -                                     | -   | -                 | -                                    | -                                       | -  | -                                | -                         | -               |
| Right shares issuance expenses  | -                | -             | -               | -                                     | -   | -                 | -                                    | -                                       | -  | -                                | -                         | -               |
| Balance as at June 30, 2025   | 3,710,288        | 5,434,345     | -               | -                                     | -   | 588,712           | (301)                                | -                                       | 266,400  | (2,754,179)                      | 774,706                   | 8,019,970       |

The annexed notes 1 to 56 form an integral part of these consolidated financial statements.

**LAHORE**  
30<sup>th</sup> September 2025

**Syed Sheharyar Ali**  
Chief Executive Officer

**Mansoor Murad**  
Group Chief Financial Officer

**Syed Shahid Ali**  
Director

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

## 1 STATUS AND NATURE OF THE BUSINESS

The Group comprises of :

### Holding Company

Treet Corporation Limited

|   | 2025<br>(Rupees in thousand) | 2024   |
|---|------------------------------|--------|
| <b><u>Subsidiary Companies</u></b>      |                              |        |
| - Treet Holdings Limited                | 100.00                       | 100.00 |
| - First Treet Manufacturing Modaraba    | 99.32                        | 99.32  |
| - Treet HR Management (Private) Limited | 100.00                       | 100.00 |
| - Treet Power Limited                   | 100.00                       | 100.00 |
| - Renacon Pharma Limited                | 55.86                        | 55.86  |
| - Treet Battery Limited                 | 87.99                        | 97.91  |
| <b><u>Associate</u></b>                 |                              |        |
| - Loads Limited                         | 12.49                        | 12.49  |
| - Global Assets (Private) Limite        | 28.85                        | 28.85  |

### **Treet Corporation Limited**

Treet Corporation Limited ("the Holding Company") was incorporated in Pakistan on January 22, 1977 as a public limited company under the Companies Act, 1913 (now Companies Act, 2017). Its shares are quoted on Pakistan Stock Exchange Limited. The principal activity of the Holding Company is manufacturing and sale of razors and razor blades along with other trading activities. The registered office of the Holding Company is situated at 72-B, Industrial Area, Kot Lakhpat, Lahore. The manufacturing facilities of the Holding Company are located in Lahore at 72-B Kot Lakhpat, Industrial Area and in Hyderabad at Hali Road.

### **First Treet Manufacturing Modaraba**

First Treet Manufacturing Modaraba ("the Modaraba") is a multipurpose, perpetual and multi dimensional Modaraba formed on July 27, 2005 under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and rules framed there under and is managed by Treet Holdings Limited (a subsidiary of Treet Corporation Limited), incorporated in Pakistan under the Companies Ordinance, 1984 (now Companies Act, 2017) and registered with the Registrar of Modaraba Companies. The Modaraba is listed on Pakistan Stock Exchange Limited. During the preceding 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 Honorable Lahore High Court, Lahore. The registered office and manufacturing facility of the Modaraba are situated at 72-B, Kot Lakhpat, Industrial Area, Lahore.

### **Restructuring of First Treet Manufacturing Modaraba**

First Treet Manufacturing Modaraba (FTMM) filed a joint petition before the Honorable Lahore High Court, Lahore (the Court) seeking approval of the Court for a Scheme of Arrangement (the Scheme) for demerger. The scheme of arrangement for demerger of battery segment of



## Notes to the consolidated Financial Statements

For the year ended June 30, 2025

FTMM was sanctioned by Honorable Lahore High Court (LHC) effective from April 1, 2023 and successfully facilitated the transfer and vesting of the battery segment's business into Treet Battery Limited (TBL). As sanctioned by the LHC, the certificate holders of FTMM were allotted 0.9984 ordinary shares in TBL for each existing certificate held in FTMM. These shares were issued as consideration for the transfer and vesting of the battery segment and its associated business into TBL. Subsequently, FTMM applied to the LHC for a reduction in certificates, which has been approved during the year. Following the court's approval, shares certificates has been reduced to 195,600,000 which are directly owned by the Modaraba."

### **Treet Battery Limited**

Treet Battery Limited (TBL) was incorporated on February 22, 2019 as a public company limited by shares under the provisions of the Companies Act, 2017 and was subsequently listed on Pakistan Stock Exchange on December 15, 2023. The principal activities of subsidiary company is to carry out business as manufacturers, assemblers, processors, producers, suppliers, sellers, importers, exporters, makers, fabricators and dealers in all batteries including but not limited to lead acid batteries, deep cycle batteries, lithium batteries, nickel cadmium batteries, nickel metal hydride batteries, absorbed glass mat (AGM) batteries, gel batteries used in or required for industrial, transport, commercial and domestic and any other purpose. TBL is a subsidiary of Treet Corporation Limited, a listed company. The registered office is situated at 72-B, Industrial Area, Kot Lakhpat, Lahore, whereas the manufacturing plant is situated at Plot Number 1, Phase 2, M-3 Industrial City (FIEDMC), Sahianwala Interchange, Faisalabad. The battery undertaking and business of FTMM was transferred to TBL under a scheme duly approved by the relevant authorities and sanctioned by the Honorable Lahore High Court, Lahore.

### **Treet Holdings Limited**

Treet Holdings Limited (THL) was incorporated in Pakistan on October 21, 2004 under the Companies Ordinance, 1984 (now Companies Act, 2017) and commenced commercial operations w.e.f. January 01, 2005. The principal activity of the subsidiary company was assembling and sale of motor bikes and rickshaws. As of the reporting date, the subsidiary company is only management Company of First Treet Manufacturing Modaraba and is a subsidiary of Treet Corporation Limited, a listed company. The registered office of subsidiary company is situated at 72-B, Industrial Area Kot Lakhpat, Lahore.

### **Treet HR Management (Private) Limited**

Treet HR Management (Private) Limited was incorporated in Pakistan on September 18, 2006 as a private limited company under the Companies Ordinance, 1984 (now Companies Act, 2017). The subsidiary company is engaged in the business of rendering professional and technical services and providing related workforce to the host companies / customers under service agreements. The registered office of the subsidiary company is situated at 72-B, Industrial Area, Kot Lakhpat, Lahore. The company subsidiary is a wholly owned subsidiary of Treet Holdings Limited, which is also a subsidiary of Treet Corporation Limited - an ultimate parent, a listed company.

### **Treet Power Limited**

Treet Power Limited was incorporated in Pakistan on November 20, 2007 under the Companies Ordinance, 1984 (now Companies Act, 2017). At present the subsidiary company is planning to set up an Electric Power Generation Project for generating, distributing and selling of Electric Power, which is kept in abeyance in order to complete other projects of the Group Companies of Treet Corporation Limited. The registered office of the company is situated at 72-B, Industrial Area, Kot Lakhpat, Lahore. The subsidiary company is a wholly owned subsidiary of Treet Holdings Limited, which is also a subsidiary of Treet Corporation Limited - an ultimate parent, a listed company.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

## **Renacon Pharma Limited**

Renacon Pharma Limited (RPL) was incorporated on July 07, 2009 as a private limited company under the Companies Ordinance, 1984 (now the Companies Act, 2017). The subsidiary company was converted into public limited company (unlisted) on January 27, 2017 after complying with the legal formalities. The Company is engaged in the business of manufacturing of all types of formulations of Hemodialysis Concentrate in powder and solution form for all brands of medicines. Treet Corporation Limited acquired 55.86% equity stake in the subsidiary company on January 18, 2017. The registered office of the subsidiary company and its parent company is situated at 72-B, Industrial Area, Kot Lakhpat, Lahore whereas the manufacturing plant is situated at Plot Number 5 & 6, Phase 2, M-3 Industrial City (FIEDMC), Sahianwala Interchange, Faisalabad.

## **Treet Trading L.L.C**

The Group has incorporated a wholly owned foreign subsidiary in Dubai, namely Treet Trading L.L.C during the year. The principal place of business of the subsidiary company is in API World Tower, Ground Floor, Office 206, UNBOX Business Center, Sheikh Zayed Road, Dubai. Treet Corporation Limited made an investment in 375,000 fully paid ordinary shares of AED 1 each. The subsidiary company is engaged in the business of general trading.

### **1.1 Basis of consolidation and equity accounting**

These consolidated financial statements comprise the financial statements of the Holding Company, its subsidiary companies and its associates as at June 30, 2025. These consolidated financial statements have been prepared from the information available in the audited separate financial statements of the Holding Company For the year ended June 30, 2025 and the audited financial statements of the subsidiaries and associates For the year ended June 30, 2025.

### **1.2 Subsidiaries**

Subsidiaries are all entities (including structured entities) over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. The subsidiaries are fully consolidated from the date of acquisition, being the date on which the Holding Company obtains control, and continue to be consolidated until the date that such control ceases.

The financial statements of the subsidiary companies have been consolidated on a line-by-line basis and the carrying values of the investments held by the Holding Company have been eliminated against the shareholders' equity in the subsidiary companies. The financial statements of the subsidiaries are prepared for the same reporting year as of the Holding Company, using consistent accounting policies.

Intra - Group balances and transactions, and any unrealised income and expenses arising from intra - group transactions, are eliminated.

The purchase method of accounting is used to account for the acquisition of subsidiaries by the Group. The cost of an acquisition is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the acquisition.

Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date, irrespective of the extent of any non-controlling interest. The excess of the cost of acquisition over the fair value of the Group's share of the identifiable net assets acquired is recorded as goodwill. Any goodwill that arises is tested annually for impairment.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

## Non-controlling interest

Non-controlling interest is that part of net results of operations and of net assets of the subsidiaries which are not owned by the Group either directly or indirectly. Non-controlling interest is presented as a separate item in the consolidated financial statements. The Group applies a policy of treating transactions with non-controlling interests as transactions with parties external to the Group. Non-controlling interest is measured at proportionate share of identifiable net assets at the time of acquisition.

Changes in the Group's interest in a subsidiary that do not result in a loss of control are accounted for as equity transaction.

## Loss of control

On the loss of control, the Group derecognizes the assets and liabilities of the subsidiary, any non controlling interests and other components of equity related to the subsidiary. Any surplus or deficit arising on the loss of control is recognized in consolidated statement of profit or loss. In addition, any amounts previously recognized in other comprehensive income in respect of that subsidiary are reclassified to the consolidated statement of profit or loss. If the Group retains any interest in the previous subsidiary, then such interest is measured at fair value at the date that control is lost. Subsequently that retained interest is accounted for as an equity-accounted investee, joint venture or under IFRS - 09, depending on the level of influence retained.

## 1.3 Associates

Associates are all entities over which the Group has significant influence but not control. This is generally the case where the Group holds between 20% to 50% of the voting rights. Investments in associates are accounted for using the equity method of accounting. Under the equity method, the investment is initially recognized at cost, and the carrying amount is increased or decreased to recognize the Group's share of the profit or loss of the associate after the date of acquisition.

If the ownership interest in an associate is reduced but significant influence is retained, only a proportionate share of the amounts previously recognized in other comprehensive income is reclassified to statement of profit or loss account where appropriate.

The Group's share of its associates post acquisition profits or losses is recognized in the consolidated statement of profit or loss and its share in post acquisition movements in other comprehensive income is recognized in other comprehensive income with a corresponding adjustment to the carrying amount of the investment. The Group's share of its associates post acquisition changes in net assets are recognized directly in equity with a corresponding adjustment to the carrying amount of the investment. When the Group's share of losses in associates equals or exceeds its interest in the associate including any other unsecured receivables, the Group does not recognize further losses, unless it has incurred legal or constructive obligations or made payments on behalf of the associates.

Unrealized gains arising from transactions between the Group and its associates are eliminated against investment to the extent of the Group's interest in the associates. Unrealized losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred.

Associates, which the Group intends to dispose off within twelve months of the reporting date are not accounted for under the equity method and are shown under non-current assets held for sale at the lower of carrying amount and fair value less cost to sell.

Dilution gains and losses arising in investments in associates are recognized in the consolidated statement of profit or loss.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

At each reporting date, the Group reviews the carrying amounts of its investments in associates to assess whether there is any indication that such investments have suffered an impairment loss. If any such indication exists, the recoverable amount is estimated in order to determine the extent of the impairment loss, if any. Impairment losses are recognized as expense.

## 2 Basis of preparation

### 2.1 Statement of compliance

These consolidated 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 (IFRS Standards) issued by the International Accounting Standards Board (IASB) as are notified under the provisions of the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRS and IFAS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

### 2.2 Basis of measurement

These consolidated financial statements have been prepared on the historical cost convention except for investment in listed securities which are stated at their fair values and recognition of employee retirement benefits which are stated at present value. The methods used to measure fair values/present values are discussed further in their respective policy notes. In these consolidated financial statements, except for the cash flow statement, all the transactions have been accounted for on accrual basis.

### 2.3 Functional and presentational currency

These consolidated financial statements are presented in Pakistan Rupees which is also the Group's functional currency. All financial information presented in Pakistan Rupees has been rounded to the nearest thousand of rupees except stated otherwise.

### Use of estimates and judgments

The preparation of consolidated financial statements in conformity with 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 and judgments are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making the judgments about 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. Revision to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

The areas where various assumptions and estimates are significant to Group's financial statements or where judgments were exercised in application of accounting policies are as follows:

## 3.1 Property, plant and equipment

The Group reviews the useful lives and residual values of property, plant and equipment annually by considering expected pattern of economic benefit that the Group expects to derive from the item and the maximum period up to which such benefits are expected to be available. Any change in estimates in future years might affect the carrying amounts of the respective items of property, plant and equipment with a corresponding effect on the depreciation charge and impairment.

## 3.2 Stores and spares

The Group reviews the stores and spares for possible impairment on an annual basis. Any change in estimates in future years might affect the carrying amounts of the respective items of stores and spares with a corresponding effect on the provision.

## 3.3 Stock in trade

The Group reviews the carrying amount of stock in trade on a regular basis. Carrying amount of stock-in-trade is adjusted where the net realizable value is below the cost. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and estimated costs necessary to make the sale.

## 3.4 Expected credit loss (ECL) against trade debts, deposits, advances and other receivables

ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group expects to receive. The shortfall is then discounted at an approximation to the assets original effective interest rate.

The Group has elected to measure loss allowances for trade debts using IFRS 9 simplified approach and has calculated ECLs based on lifetime ECLs. The Group has established a matrix that is based on the Group's historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment. When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Group considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Group's historical experience and informed credit assessment including forward-looking information.

The maximum period considered when estimating ECLs is the maximum contractual period over which the Group is exposed to credit risk. Loss allowances for financial assets measured at amortized cost are deducted from the gross carrying amount of the assets.

Impairment on financial assets other than trade debts has been measured on 12 - months expected loss basis and reflects the short maturities of the exposure.

## 3.5 Employee benefits

The Group operates approved funded gratuity and superannuation scheme covering all its full time permanent employees who have completed the minimum qualifying period of service as defined under the respective scheme. The gratuity and superannuation schemes are managed by trustees. 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.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

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 and superannuation 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.

## 3.6 Taxation

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

The Group also regularly reviews the trend of proportion of incomes between Presumptive Tax Regime income and Normal Tax Regime income and the change in proportions, if significant, is accounted for in the year of change.

The Group recognizes deferred tax assets, to the extent it is probable that taxable profits and tax liability, as applicable, will be available against which the deductible temporary differences and tax credits can be utilized, based on its assessment of the probability and sufficiency of future taxable profits, future reversals of existing taxable temporary differences and ongoing tax planning strategies while also keeping in view the provisions of Income Tax Ordinance, 2001 related to adjustment/ carry forward of the underlying temporary differences and tax credits, in subsequent years. This assessment is carried out at the level of each individual legal entity in the Group.

## 3.7 Provisions

Provisions are based on best estimate of the expenditure required to settle the present obligation at the reporting date, that is, the amount that the Group would rationally pay to settle the obligation at the reporting date or to transfer it to a third party.

## 3.8 Impairment of non-financial assets

The carrying amount of the Group's assets are reviewed at each reporting date to determine whether there is any indication of impairment loss. If any such indication exists, recoverable amount is estimated in order to determine the extent of impairment loss, if any.

## 3.9 Contingencies

The Group reviews the status of all pending litigations and claims against the Group. Based on the judgment and the advice of the legal advisors for the estimated financial outcome, appropriate disclosure or provision is made. The actual outcome of these litigations and claims can have an effect on the carrying amounts of the liabilities recognized at the reporting date.

## 3.10 Lease term

The Group applies judgement to determine the lease term for some lease contracts in which it is a lessee that include renewal options. The assessment of whether the Group is reasonably certain to exercise such options impacts the lease term, which significantly affects the amount of lease liabilities and right of use assets recognised.



# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

## Standards, interpretations and amendments adopted during the year

The following amendments to existing standards have been published that are applicable to the Groups' financial statements covering annual periods, beginning on or after the following dates:

### 4.1 New accounting standards, amendments and IFRS interpretations that are effective For the year ended June 30, 2025

The following standards, amendments and interpretations are effective For the year ended June 30, 2025. These standards, amendments and interpretations are either not relevant to the Group's operations or are not expected to have significant impact on the Group's financial statements other than certain additional disclosures.

- Amendments to IFRS 16 , Leases' -Clarification on how seller-lessee subsequently measures sale and leaseback transactions
- Amendments to IAS 1 ,Presentation of Financial Statements' - Classification of liabilities as current or non-current along with Non-current liabilities with Covenants
- Amendments to IAS 7 ,Statement of Cash Flows' and ,IFRS 7 ,Financial instruments disclosures' - Supplier Finance Arrangements

### 4.2 New accounting standards, amendments and IFRS interpretations that are not yet effective

The following standards, amendments and interpretations are only effective for accounting periods, beginning on or after the date mentioned against each of them. These standards, interpretations and the amendments are either not relevant to the Group's operations or are not expected to have significant impact on the Group's financial statements other than certain additional disclosures.

#### Effective from Accounting period beginning on or after

|  |                  |
|--|------------------|
| Amendments to IAS 21 ,The Effects of Changes in Foreign Exchange Rates'  |                  |
| - Clarification on how entity accounts when there is long term lack of Exchangeability   | January 01, 2025 |
| IFRS 17 – Insurance Contracts (including the June 2020 and December 2021 Amendments to IFRS 17)  | January 01, 2027 |
| Amendments IFRS 9 ,Financial Instruments' and IFRS 7 ,Financial instruments disclosures' – Classification and measurement of financial instruments | January 01, 2027 |
| Annual Improvements to IFRS Accounting Standards (related to IFRS 1, IFRS 7, IFRS 9, IFRS 10 and IAS 7)  | January 01, 2026 |
| Amendments IFRS 9 ,Financial Instruments' and IFRS 7 ,Financial instruments disclosures' – Contracts Referencing Nature-dependent Electricity      | January 01, 2026 |

### Certain annual improvements have also been made to a number of IFRSs.

Other than the aforesaid amendments, IASB has also issued the following standards which

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

have not been adopted locally by the Securities and Exchange Commission of Pakistan:

- IFRS 1 – First Time Adoption of International Financial Reporting Standards
- IFRS 18 – Presentation and Disclosures in Financial Statements
- IFRS 19 – Subsidiaries without Public Accountability: Disclosures

## 5 Change in accounting policy and correction of prior period error

Previously, certain items of property, plant and equipment including freehold land, buildings on freehold, building on leasehold land and plant and machinery were stated at revalued amounts less accumulated depreciation and impairment losses, 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 unto 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 Group 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 losses, if any. The said practice enhances the comparability of the Group's financial statements with other businesses comparable with the Group across its business segments. The management believes that the new policy provides reliable and more relevant information to the users of these consolidated financial statements.

This change in accounting policy has been accounted for retrospectively as referred under IAS 8 'Accounting policies, Changes in Accounting Estimates and Errors', and the comparative financial statements have been re-stated.

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

|  | As at June 30, 2024    |             |              | As at June 30, 2023    |             |             |
|--|------------------------|-------------|--------------|------------------------|-------------|-------------|
|  | As previously reported | As restated | Restatement  | As previously reported | As restated | Restatement |
|  | (Rupees in thousand)   |             |              | (Rupees in thousand)   |             |             |
| <b>Effect on statement of financial position</b>                     |                        |             |              |                        |             |             |
| Property, plant and equipment  | 20,888,551             | 10,769,059  | (10,119,492) | 17,009,546             | 9,980,609   | (7,028,937) |
| Long term investments  | 498,049                | 328,703     | (169,346)    | 530,622                | 288,520     | (242,102)   |
| Surplus on revaluation of property, plant and equipment - net of tax | (8,611,894)            | -           | 8,611,894    | (6,358,866)            | -           | 6,358,866   |
| Deferred taxation  | (1,038,196)            | 213,581     | 1,251,777    | (506,173)              | 92,057      | 598,230     |
| Reserves   | (6,405,392)            | (6,265,964) | 139,428      | (5,895,681)            | (5,683,497) | 212,184     |
| Accumulated loss   | 4,484,753              | 4,764,142   | 279,388      | 4,757,904              | 4,899,032   | 141,128     |
| Non - controlling interest   | (468,285)              | (461,935)   | 6,350        | (340,729)              | (380,098)   | (39,369)    |

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|   | For the year ended June 30, 2024 |              |             |
|---|----------------------------------|--------------|-------------|
|   | As previously reported           | As restated  | Restatement |
|   | (Rupees in thousand)             |              |             |
| <b>Effect on statement of profit or loss</b>  |                                  |              |             |
| Cost of revenue   | (19,373,218)                     | (19,239,343) | 133,875     |
| Gross profit  | 5,713,089                        | 5,846,964    | 133,875     |
| Administrative expenses   | (1,221,864)                      | (1,221,864)  | -           |
| Distribution cost   | (2,191,076)                      | (2,191,076)  | -           |
| Operating profit  | 2,171,254                        | 2,305,129    | 133,875     |
| Share of profit from associates   | 72,508                           | 34,921       | (37,587)    |
| Profit before levies and income tax   | 160,427                          | 256,715      | 96,288      |
| Profit / (loss) before income tax   | (92,380)                         | 3,908        | 96,288      |
| Income tax  | 43,802                           | (63,870)     | (107,672)   |
| Profit / (loss) for the year  | (48,578)                         | (59,962)     | (11,384)    |
| <b>Effect on statement of comprehensive income</b>  |                                  |              |             |
| Other comprehensive income  | 2,410,448                        | (15,176)     | (2,425,624) |
| Total comprehensive income for  | 2,361,870                        | (75,138)     | (2,437,008) |
| <b>Effects on earning per share</b>   | Amount in Rupees                 |              |             |
| Earning per share - basic and diluted   | (0.60)                           | (0.46)       | 0.14        |
| The change did not have any impact the Group's operating, investing and financing cash flows. |                                  |              |             |

## 6 Material accounting policy information

The material accounting policies adopted in preparation of these consolidated financial statements are set out below. These policies have been consistently applied to all years presented in these financial statements.

### 6.1 Employee benefits

Defined contribution plans

The Group has maintained five contributory schemes for the employees, as below:

- A recognized contributory provident fund scheme namely "Treet Corporation Limited - Group Employees Provident Fund" is in operation covering all permanent employees. Equal monthly contributions are made both by the Group and employees in accordance with the rules of the scheme at 10% of the basic salary. Group's contribution to the fund is charged to consolidated statement of profit or loss.
- A recognized contributory fund scheme namely "Treet Corporation Limited - Group Employee Service Fund" is in operation which covers all permanent management employees. In accordance with the rules of the scheme, equal monthly contributions are made both by the Group and employees at 10% of basic salary from the date the employee gets permanent status. Additional contributions may be made by the Group for those employees who have at most 15 years of service remaining before reaching retirement age, however, employees can start their additional contribution above the threshold limit of 10% of the basic salary at any time. Group's contribution to the fund is charged to consolidated statement of profit or loss.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

- iii) 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 the scheme. The contributions to the fund are made at 10% of employees basic salary on monthly basis by both employee and the employer. Periodic bonuses by the Group to all the employees in any year, not exceeding one month's basic salary of an employee, are credited to his personal account in the Fund at the sole discretion of the Group. Group's contribution to the fund is charged to consolidated statement of profit or loss.
- iv) An unrecognized contributory fund scheme namely "Treet Corporation Limited - Group Employees Superannuation-II Fund" is in operation covering all permanent management employees. Equal monthly contributions are made both by the Group and employees in accordance with the rules of the scheme at 12% of the basic salary. Group's contribution to the fund is charged to consolidated statement of profit or loss.
- v) An unrecognized contributory fund scheme namely, "Treet Corporation Limited - Group Employees Housing Fund Scheme" is in operation covering permanent management employees with minimum five years of service with the Group. Equal contributions are made monthly both by the Group and employees in accordance with the rules of the Scheme at 20% of the basic pay. Group's contribution to the fund is charged to consolidated statement of profit or loss.

## Defined benefit plans

An approved funded gratuity scheme and a funded superannuation scheme is 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. Provision is made annually to cover obligations under the scheme on the basis of actuarial valuation and is charged to consolidated statement of profit or loss. The Group'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.

Calculation of defined benefit obligation is performed annually by a qualified actuary using the projected unit credit method for valuation. The latest valuation was carried out at 30 June 2024. When the calculation results in a potential asset for the Group, the recognized asset is limited to the present value of economic benefits available in the form of any future refunds from the plan or reductions in future contribution to the plan. To calculate the present value of economic benefits, consideration is given to any applicable minimum funding requirements.

Remeasurements of the net defined benefit liability, which comprise 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 OCI. The Group determines the net interest expense (income) on the net defined benefit liability (asset) for the period by applying the discount rate used to measure the defined benefit obligation at beginning of the annual period to the then-net defined benefit liability (asset), taking into account any changes in the net defined benefit liability (asset) during the period as a result of contributions and benefit payments. Net interest expense and other expenses related to defined benefit plan is recognized in consolidated statement of profit or loss account.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognized immediately in consolidated statement of profit or loss account. The Group recognizes gains and losses on the settlement of a defined benefit plan when the settlement occurs.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

## 6.2 Taxation

### Current

Provision of current tax is based on the taxable income for the year determined in accordance with the prevailing law for taxation of income. The charge for current tax is calculated using prevailing tax rates or tax rates expected to apply to the profit for the year if enacted after taking into account tax credits, rebates and exemptions, if any. The charge for current tax also includes adjustments, where considered necessary, to provision for tax made in previous years arising from assessments framed during the year for such years.

The Group has adopted an Approach – B to incorporate and account for income taxes as per The Institute of Chartered Accountants of Pakistan (ICAP) guide 'IAS 12 Application Guidance on Accounting for Minimum taxes and Final taxes' (the Guide). The Group first designates the amount calculated on taxable income using the notified tax rate as an income tax within the scope of IAS 12 'Income Taxes' and recognizes it as current income tax expense. Any excess over the amount designated as income tax, is then recognised as a levy falling under the scope of IFRIC 21 "Levies" / IAS 37 "Provisions, Contingent Liabilities and Contingent Assets". The charge for current taxation is based on taxable income at the current rate of taxation after taking into account applicable tax credits, rebates and exemptions available, if any. The charge for tax also includes adjustments, where considered necessary, to provision for tax made in previous years arising from assessment made during the year. However, for income covered under final tax regime, taxation is based on applicable tax rates under such regime.

### Deferred

Deferred tax is recognized using the balance sheet liability method, on all temporary differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax losses used in the computation of taxable profit. Deferred tax liabilities are recognized for all taxable temporary differences. Deferred tax assets are recognized for all deductible temporary differences and carry-forward of unused tax losses and tax credits, to the extent that it is probable that taxable profits will be available against which the deductible temporary differences, unused tax losses and tax credits can be utilized.

The carrying amount of all deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the deferred tax assets to be utilized.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax is charged in the statement of profit or loss, except in the case of items charged to other comprehensive income or equity in which case it is included in other comprehensive income or equity.

## 6.3 Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any, except land which is stated at cost less impairment losses, if any.

Depreciation is charged to statement of profit or loss, unless it is included in the carrying amount of another asset, on straight line method whereby cost of an asset is written off over its estimated useful life as disclosed in note 7.1 to these consolidated financial statements.

Depreciation on additions to property, plant and equipment is charged from the day on which

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

an asset is available for use till the day the asset is fully depreciated or disposed off. Assets, which have been fully depreciated, are retained in the books at a nominal value of Rupee 1. 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.

Depreciation methods, residual value and the useful life of assets are reviewed at each financial year end, and adjusted if impact on depreciation is significant.

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 Group and cost of the item can be measured reliably. All other repairs and maintenance costs are charged to the statement of profit or loss as and when incurred.

On disposal or scrapping, the cost of the assets and the corresponding depreciation is adjusted and the resultant gain or loss is dealt with through the statement of profit or loss.

## Capital work in progress

Capital work in progress is stated at cost, less any identified impairment loss. 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 property, plant and equipment as and when assets are available for use.

## 6.4 Business Combinations

Business combinations are accounted for by applying the acquisition method of accounting. The cost of acquisition is measured as the fair value of assets given, equity instruments issued and the liabilities incurred or assumed at the date of acquisition. The consideration transferred includes the fair value of any asset or liability resulting from a contingent consideration arrangement, if any. Acquisition-related costs are expensed as incurred. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. The excess of the consideration transferred over the fair value of the Group's share of identifiable net assets acquired is recorded as goodwill. If this is less than the fair value of the net assets acquired in the case of a bargain purchase, the difference is recognized directly in the profit and loss account. On an acquisition-by-acquisition basis, the Group recognizes any non-controlling interest in the acquiree either at fair value or at the non-controlling interest's proportionate share of the acquiree's identifiable net assets

## 6.5 Intangible assets

### Goodwill

Goodwill arising from a business combination is allocated to cash generating unit or group of cash generating units that are expected to benefit from the synergies of the combination. Impairment loss in respect of goodwill is not reversed.

Goodwill arising on the acquisition of the subsidiaries is measured at cost less accumulated impairment losses, if any.

### Computer software

It represent the cost of computer software (ERP system) and are stated at cost less accumulated amortization and any identified impairment loss. Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is recognised in statement of profit or loss as incurred.

All intangibles with finite useful life are amortized over the period of five years on a straight



# Notes to the consolidated Financial Statements

## For the year ended June 30, 2025

line basis so as to write off the cost of an asset over their estimated useful life. Amortization on additions to intangible assets is charged from the day the asset is available for use till the day the asset is fully amortized or disposed off.

### 6.6 Leases

The Group is the lessee.

At inception of a contract, the Group assesses whether a contract is, or contains, a lease based on whether the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions.

At initial recognition, leases are recognized as a right of use asset and a corresponding liability at the date at which the leased asset is available for use by the Group.

The lease liability is initially measured at the 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 Group's incremental borrowing rate.

Lease payments include fixed payments, variable lease payments that are based on an index or a rate amounts expected to be payable by the lessee under residual value guarantees, the exercise price of a purchase option if the lessee is reasonably certain to exercise that option, payments of penalties for terminating the lease, if the lease term reflects the lessee exercising that option, less any lease incentives receivable. The extension and termination options are incorporated in determination of lease term only when the Group is reasonably certain to exercise these options.

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

The right of use asset is initially measured based on 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 incentive received. The right-of-use asset is depreciated on a straight line method over the lease term as this method most closely reflects the expected pattern of consumption of future economic benefits. The right-of-use asset is reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

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

### 6.7 Investments

Investments intended to be held for less than twelve months from the reporting date or to be sold to raise operating capital are included in current assets, all other investments are classified as non-current. Management determines the classification of its investments at the time of purchase depending on the purpose for which the investments are required and re-evaluates this classification on regular basis.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

## 6.8 Impairment

### Financial assets

The Group recognizes loss allowances for ECLs on:

- financial assets measured at amortized cost;
- debt investments measured at FVOCI; and
- contract asset

The Group measures loss allowances at an amount equal to lifetime ECLs, except for the following, which are measured at 12-month ECLs:

- debt securities that are determined to have low credit risk at the reporting date; and
- other debt securities and bank balances for which credit risk (i.e. the risk of default occurring over the expected life of the financial instrument) has not increased significantly since initial recognition.

12 month ECLs are the portion of ECLs that result from default events that are possible within the 12 months after the reporting date (or a shorter period if the expected life of the instrument is less than 12 months).

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Group considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Group's historical experience and informed credit assessment and including forward-looking information.

The Group assumes that the credit risk on financial asset has increased significantly if it is more than past due for a reasonable period of time. Lifetime ECLs are the ECLs that result from all possible default events over the expected life of financial instrument. 12-month ECLs are the portion of ECLs that result from default events that are possible within the 12 months after the reporting date (or shorter period if the expected life of the instrument is less than 12 months). The maximum period considered when estimating ECLs is the maximum contractual period over which the Group is exposed to credit risk.

The Group has elected to measure loss allowances for trade debts using IFRS 9 simplified approach and has calculated ECLs based on lifetime ECLs. The Group has established a matrix that is based on the Group's historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment. When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Group considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Group's historical experience and informed credit assessment including forward-looking information.

Loss allowances for financial assets measured at amortized cost are deducted from the gross carrying amount of the assets.

The gross carrying amount of a financial asset is written off when the Group has no reasonable expectations of recovery of a financial asset in its entirety or a portion thereof. The Group individually makes an assessment with respect to the timing and amount of write off based on whether there is a reasonable expectation of recovery. The Group expects no

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

significant recovery from the amount written off. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Group's procedures for recovery of amounts due.

The carrying amount of the Group's non-financial assets, other than inventories, goodwill and deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. A cash-generating unit is the smallest identifiable asset group that generates cash flows that largely are independent from other assets and groups. The recoverable amount of an asset or cash generating unit is the greater of its value in use and its fair value less cost to sell. In assessing value in use, the estimated future cash flows are discounted to their present values using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or cash generating unit.

An impairment loss is recognized if the carrying amount of the assets or its cash generating unit exceeds its estimated recoverable amount. Impairment losses are recognized in the consolidated statement of profit or loss. Impairment losses recognized in respect of cash generating units are allocated first to reduce the carrying amount of any goodwill allocated to the cash-generating unit and then to reduce the carrying amounts of the other assets in the unit on a pro rata basis. Impairment losses recognized in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to that extent that the asset's carrying amount after the reversal does not exceed the carrying amount that would have been determined, net of depreciation and amortization, if no impairment loss had been recognized.

## 6.9 Stores and spares

These are valued at the moving average cost except for items in transit, which are valued at invoice price and related expenses incurred unto the reporting date. The Group 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 and spares.

## 6.10 Stock in trade

Stocks of raw materials, packing materials, work-in-process and finished goods 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 direct production costs such as raw materials, consumables, labor and appropriate proportion of production overheads. Finished goods purchased for resale are valued at moving average cost of purchase and comprise of purchase price and other costs incurred in buying the material to its present location and condition.

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

## 6.11 Trade debts, loans, deposits and other receivables

These are classified at amortized cost and are initially recognized when they are originated and measured at fair value of consideration receivable. These assets are written off when there is no reasonable expectation of recovery.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

## 6.12 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at amortized cost. For the purpose of cash flow statement, cash and cash equivalents comprise of cash in hand, current and deposit account balances with banks and outstanding balance of running finance facilities availed by the Group.

## 6.13 Borrowings

Borrowings are classified as 'financial liabilities at amortized cost'. On initial recognition, these are measured at cost, being fair value at the date the liability is incurred, less attributable transaction costs. Subsequent to initial recognition, these are measured at amortized cost with any difference between cost and value at maturity recognized in statement of profit or loss over the period of the borrowings on an effective interest basis.

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

## 6.14 Trade and other payables

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 Group.

## 6.15 Provisions

Provisions are recognized when the Group has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of obligation. Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate.

A provision for warranties is recognised on the basis of best estimate of the warranty expense at the reporting date based on the past practice of customer claims and quantum of warranty expenses incurred during the year. While making the estimate, the Group takes into account the frequency of customer complaints, the past and expected trend of defects in the product etc.

## 6.16 Foreign currency translation

Foreign currency transactions are translated into Pakistan Rupees which is the Group'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 Pakistan Rupees using the exchange rate at the reporting 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 statement of profit or loss. All non-monetary assets and liabilities are translated in Pakistan Rupees using the exchange rates prevailing at the date of transaction or at the date when the fair value was determined.

## 6.17 Revenue recognition

Revenue from contracts with customers is recognised, when control of goods is transferred to the customers, at an amount that reflects the consideration to which the Group expects to be entitled in exchange for those goods excluding sales taxes and trade discounts. Specific revenue and other income recognition policies are as follows:

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

## 6.17.1 Sale of goods

Revenue from sale of goods is recognized at the point in time when control of the asset is transferred to the customer which on the basis of current agreement with majority of the customers, is 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.

## 6.17.2 Dividends

Dividend income is recognized when the Group's right to receive the dividend is established.

## 6.17.3 Interest income

Interest income is recognised as it accrues under the effective interest method.

## 6.18 Contract liabilities

A contract liability is the obligation of the Group to transfer goods or services to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Group transfers goods or services to the customer, a contract liability is recognized when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognized as revenue when the Group performs under the contract. It also includes refund liabilities arising out of customers' right to claim amounts from the Group on account of contractual delays in delivery of performance obligations and incentive on target achievements.

## 6.19 Borrowing costs

General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognized in profit or loss account in the period in which they are incurred.

## 6.20 Financial instruments

### 6.20.1 Recognition and initial measurement

All financial assets or financial liabilities are initially recognized when the Group becomes a party to the contractual provisions of the instrument.

A financial asset (unless it is a trade receivable without a significant financing component) or financial liability is initially measured at fair value plus, for an item not at fair value through profit or loss (FVTPL), transaction costs that are directly attributable to its acquisition or issue. A receivable without a significant financing component is initially measured at the transaction price.

### 6.20.2 Classification and subsequent measurement

#### Financial assets

On initial recognition, a financial asset is classified as measured at amortized cost, fair value through other comprehensive income (FVOCI) and fair value through profit or loss (FVTPL).

A financial asset is initially measured at fair value plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

Financial assets are not reclassified subsequent to their initial recognition unless the Group changes its business model for managing financial assets, in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the business model.

## **Amortized cost**

A financial asset is measured at amortized cost if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

These assets are subsequently measured at amortized cost using the effective interest method. The amortized cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognized in statement of profit or loss. Any gain or loss on derecognition is recognized in statement of profit or loss.

Financial assets measured at amortized cost comprise of cash and bank balances, long term loans to employees, long term deposits, trade debts, loans, advances and other receivables.

## **Debt Instrument – FVOCI**

A debt investment is measured at FVOCI if it meets both of the following conditions and is not designated as at FVTPL:

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

These assets are subsequently measured at fair value. Interest income calculated using the effective interest method, foreign exchange gains and losses and impairment are recognized in statement of profit or loss. Other net gains and losses are recognized in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to profit or loss. However, the Group has no such instrument at the reporting date.

## **Equity Instrument – FVOCI**

On initial recognition of an equity investment that is not held for trading, the Group may irrevocably elect to present subsequent changes in the investment's fair value in OCI. This election is made on an investment-by-investment basis.

These assets are subsequently measured at fair value. Dividends are recognized as income in statement of profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognized in OCI and are never reclassified to statement of profit or loss.

## **Fair value through profit or loss (FVTPL)**

All financial assets not classified as measured at amortized cost or FVOCI as described above are measured at FVTPL.

On initial recognition, the Group may irrevocably designate a financial asset that otherwise



# Notes to the consolidated Financial Statements

## For the year ended June 30, 2025

meets the requirements to be measured at amortized cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognized in profit or loss.

Financial assets at fair value through profit or loss comprise of short term investments in listed equity securities.

### **Financial assets – Business model assessment:**

For the purposes of the assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Group considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment, the Group considers:

- contingent events that would change the amount or timing of cash flows;
- prepayment and extension features; and
- terms that limit the Group's claim to cash flows from specified assets (e.g. non-recourse features).

### **Financial liabilities:**

Financial liabilities are classified as measured at amortized cost or FVTPL. A financial liability is classified as FVTPL if it is classified as held-for-trading, it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognized in consolidated statement of profit or loss. Other financial liabilities are subsequently measured at amortized cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognized in consolidated statement of profit or loss. Any gain or loss on derecognition is also recognized in consolidated statement of profit or loss.

Financial liabilities comprise trade and other payables, short term borrowings, long term finances, accrued markup and unclaimed dividend.

### **6.20.3 Derecognition**

#### **Financial assets**

The Group 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 Group neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

The Group 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.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

## Financial liabilities

The Group derecognizes a financial liability when its contractual obligations are discharged or cancelled, or expire. The Group 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 statement of profit or loss.

### 6.21 Research and development costs

Research and development costs are charged to profit or loss account as and when incurred.

### 6.22 Contingent liabilities

A contingent liability is disclosed when:

- 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 Group; or
- 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.

### 6.20.3 Segment reporting

A segment is a distinguishable component of the Group that is engaged either in providing products or services (business segment), or in providing products or services within a particular economic environment (geographical segment), which is subject to risk and rewards that are different from other segments. Operating segment 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 Board of Director of the Group that makes strategic decisions.

### 6.24 Government grant

Government grants are transfers of resources to an entity by a government entity in return for compliance with certain past or future conditions related to the entity's operating activities - e.g. a government subsidy. The definition of "government" refers to governments, government agencies and similar bodies, whether local, national or international.

The Group recognizes government grants when there is reasonable assurance that grants will be received and the Group will be able to comply with conditions associated with grants.

Government grants are recognized at fair value, as deferred income, when there is reasonable assurance that the grants will be received and the Group will be able to comply with the conditions associated with the grants.

Grants that compensate the Group for expenses incurred, are recognized on a systematic basis in the income for the year in which the related expenses are recognized. Grants that compensate for the cost of an asset are recognized in income on a systematic basis over the expected useful life of the related asset.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

Subsidized long term borrowings are initially measured at the fair value i.e. the present value of the expected future cash flows discounted at a market-related interest rate. The difference between the amount received and the fair value is recognized as government grant. In subsequent years, the grant is recognized in the statement of profit or loss or capital work in progress, in line with the recognition of interest expense the grant is compensating and is presented as a reduction of related interest expense.

## 6.25 Earnings per share (EPS)

Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Group by weighted average number of ordinary shares outstanding during the year.

Diluted EPS is calculated by adjusting basic EPS with weighted average number of ordinary shares that would be issued on conversion of all dilutive potential ordinary shares into ordinary shares and post-tax effect of changes in profit or loss attributable to ordinary shareholders of the Group that would result from conversion of all dilutive potential ordinary shares into ordinary shares.

## 6.26 Off setting of financial instruments

Financial assets and liabilities are off-set and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention and ability to settle on a net basis, or realize the asset and settle the liability simultaneously.

## 6.27 Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognized as a deduction from equity, net of any tax effects.

## 7 PROPERTY, PLANT AND EQUIPMENT

|                          | Note | 2025<br>(Rupees in thousand) | 2024       |
|--------------------------|------|------------------------------|------------|
| Operating fixed assets   | 7.1  | 10,024,513                   | 8,080,547  |
| Capital work in progress | 7.2  | 1,397,958                    | 2,688,512  |
|                          |      | <b>11,422,471</b>            | 10,769,059 |

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

## 7.1 Operating fixed assets

2025

|  | Annual rate of depreciation | Cost as at July 01, 2024 – as restated | Additions / (deletions) | Cost as at June 30, 2025 | Accumulated depreciation as at July 01, 2024 as per cost model – as restated | Depreciation charge / (deletions) for the year | Accumulated depreciation as at June 30, 2025 | Book value as at June 30, 2025 |
|--|-----------------------------|--|-------------------------|--------------------------|--|--|--|--------------------------------|
| ----- (Rupees in thousand) -----         |                             |  |                         |                          |  |  |  |                                |
| <b>Owned</b>                             | %                           |  |                         |                          |  |  |  |                                |
| Freehold land – note 7.1.1               | -                           | 470,170                                | -                       | 470,170                  | -  | -  | -  | 470,170                        |
| Buildings on free hold land – note 7.1.1 | 3.33 – 5                    | 4,842,250                              | 1,436,167               | 6,278,417                | 1,166,880  | 142,176  | 1,309,055                                    | 4,969,362                      |
| Building on leasehold land               | 10                          | 4,791                                  | -                       | 4,791                    | 4,791  | -  | 4,791  | -                              |
| Plant and machinery                      | 10                          | 6,792,412                              | 632,139                 | 7,417,560                | 3,459,020  | 225,968  | 3,678,111                                    | 3,739,449                      |
|  |                             |  | (6,991)                 |                          |  | (6,877)  |  |                                |
| Furniture and equipment                  | 10 – 25                     | 369,700                                | 100,335                 | 470,035                  | 202,886  | 35,002   | 237,888                                      | 232,147                        |
| Computer & IT equipment                  | 25                          | 118,771                                | 26,081                  | 144,852                  | 91,481   | 14,422   | 105,904                                      | 38,949                         |
| Vehicles – owned                         | 20                          | 689,360                                | 303,128                 | 957,439                  | 300,194  | 143,797  | 425,312                                      | 532,127                        |
| Vehicles – under diminishing musharka    | 20                          | 26,426                                 | (35,049)                | 51,312                   | 462  | (18,679)                                       | 9,003  | 42,309                         |
|  |                             |  | 24,886                  |                          | 5,225,714  | 569,906  | 5,770,064                                    | 10,024,513                     |
|  |                             | 13,313,881                             | 2,522,736               | 15,794,577               |  | (25,556)                                       |  |                                |

2024

|  | Cost / revalued amount as at July 01, 2023 – as reported earlier | Effect of retrospective adjustment | Cost as at July 01, 2023 as per cost model – as restated | Additions / (deletions) | Cost as at June 30, 2024 – as restated | Accumulated depreciation as at July 01, 2023 as reported earlier | Effect of retrospective adjustment | Accumulated depreciation as at July 01, 2023 as per cost model – as restated | Depreciation charge / (deletions) for the year – as restated | Accumulated depreciation as at June 30, 2024 – as restated | Book value as at June 30, 2024 – as restated |
|--|--|------------------------------------|--|-------------------------|--|--|------------------------------------|--|--|--|--|
| ----- (Rupees in thousand) -----         |  |                                    |  |                         |  |  |                                    |  |  |  |  |
| <b>Owned</b>                             | %  |                                    |  |                         |  |  |                                    |  |  |  |  |
| Freehold land – note 7.1.1               | -  | 4,946,350                          | (4,476,180)  | 470,170                 | -                                      | 470,170  | -                                  | -  | -  | -  | 470,170                                      |
| Buildings on free hold land – note 7.1.1 | 3.33 – 5   | 4,453,331                          | 388,919  | 4,842,250               | -                                      | 4,842,250  | 774,935                            | 1,038,075  | 128,804  | 1,166,880  | 3,675,371                                    |
| Building on leasehold land               | 10   | 21,432                             | (16,641)   | 4,791                   | -                                      | 4,791  | 505                                | 4,791  | -  | 4,791  | -  |
| Plant and machinery                      | 10   | 6,662,096                          | 124,281  | 6,786,377               | 6,035                                  | 6,792,412  | 2,273,876                          | 3,135,430  | 323,590  | 3,459,020  | 3,325,772                                    |
| Furniture and equipment                  | 10 – 25  | 366,323                            | -  | 366,323                 | 3,509                                  | 369,700  | -                                  | 171,395  | 31,560   | 202,886  | 166,814                                      |
|  |  |                                    |  |                         | (132)                                  |  |                                    |  | (69)   |  |  |
| Computer & IT equipment                  | 25   | 99,436                             | -  | 99,436                  | 21,507                                 | 118,771  | -                                  | 79,082   | 14,029   | 91,481   | 27,290                                       |
|  |  |                                    |  |                         | (2,172)                                |  |                                    |  | (1,630)  |  |  |
| Vehicles – owned                         | 20   | 504,388                            | -  | 504,388                 | 271,096                                | 689,360  | -                                  | 277,497  | 88,597   | 300,194  | 389,166                                      |
| Vehicles – under diminishing musharka    |  |                                    |  |                         | (86,124)                               |  |                                    |  | (65,900)   |  |  |
|  |  |                                    |  |                         | 26,426                                 |  |                                    |  | 462  |  |  |
|  |  | 17,053,356                         | (3,979,621)  | 13,073,736              | 328,573                                | 13,313,881   | 3,049,316                          | 4,706,270  | 587,042  | 5,225,713  | 8,080,547                                    |
|  |  |                                    |  |                         | (88,428)                               |  |                                    |  | (67,599)   |  |  |

## Notes to the consolidated Financial Statements

For the year ended June 30, 2025

**7.1.1** Particulars of immovable property (i.e. land and building) in the name of Holding Company and its subsidiaries are as follows:

| Location   | Usage of Immovable Property            | Total area (acres) | Covered Area (Square Feet) |
|--|--|--------------------|----------------------------|
| Main Haali / Link Road Hyderabad                         | Manufacturing facility                 | 5.49               | 239,144                    |
| 72-B Main Peco Road, Kot Lakhpat Lahore                  | Head Office and Manufacturing facility | 11.62              | 506,167                    |
| 72-B Main Peco Road, Kot Lakhpat Lahore                  | Warehouse                              | 4                  | 174,240                    |
| Warehouse land, 14 Km Multan Road, Lahore                | Warehouse                              | 1.50               | 65,340                     |
| Rohi Nala Kaacha Road, Mouza Kaacha, Lahore.             | Manufacturing facility                 | 2.43               | 105,851                    |
| 09 Km Thokar Niaz Baig, Lahore                           | Education campus                       | 15.17              | 348,480                    |
| Faisalabad, Industrial Estate, Sahianwala, Faisalabad    | Manufacturing facility                 | 50                 | 2,178,000                  |
| 05 Km off Ferozpur Road, Gajju Matta, Kacha Road, Lahore | Manufacturing facility and warehouse   | 10.29              | 448,232                    |

|   |  | Note | 2025<br>(Rupees in thousand) | 2024<br>Restated |
|---|--|------|------------------------------|------------------|
| <b>7.1.2</b>  | <b>Depreciation charge for the year has been allocated as follows:</b> |      |                              |                  |
| Cost of goods sold - Blades, razors, shaving foam and chemicals | 34.1   |      | 216,111                      | 276,507          |
| Cost of goods sold - soaps                                      | 34.2   |      | 404                          | 182              |
| Cost of goods sold - corrugated boxes                           | 34.3   |      | 25,358                       | 23,085           |
| Cost of goods sold - bikes                                      | 34.4   |      | 398                          | 1,031            |
| Cost of goods sold - battery                                    | 34.5   |      | 202,932                      | 224,931          |
| Cost of goods sold - pharmaceutical products                    | 34.6   |      | 22,530                       | 2,524            |
|   |  |      | <b>467,733</b>               | <b>528,259</b>   |
| Administrative expenses   | 36   |      | 87,247                       | 44,788           |
| Distribution cost   | 37   |      | 28,834                       | 12,681           |
|   |  |      | <b>583,814</b>               | <b>585,730</b>   |

**7.1.3** The following assets were disposed off during the year having net book value above Rs. 0.5 million:

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

| Particulars                      | Cost          | Accumulated depreciation | Book value    | Sale proceeds | Gain / (Loss) on disposal | Mode of disposal | Relationship with the Company | Particulars of purchaser |
|----------------------------------|---------------|--------------------------|---------------|---------------|---------------------------|------------------|-------------------------------|--------------------------|
| ----- (Rupees in thousand) ----- |               |                          |               |               |                           |                  |                               |                          |
| <b>Vehicles</b>                  |               |                          |               |               |                           |                  |                               |                          |
| Toyota Yaris                     | 2,958         | 1,334                    | 1,624         | 1,681         | 57                        | Company Policy   | Employee                      | Sheikh Taimoor Nasir     |
| Toyota Yaris                     | 5,076         | 973                      | 4,103         | 3,796         | (306)                     | Company Policy   | Employee                      | Muhammad Ali Khan        |
| Changan Alsvin                   | 4,549         | 892                      | 3,657         | 3,917         | 260                       | Company Policy   | Employee                      | Muhammad Babar           |
| Toyota Yaris                     | 5,176         | 1,509                    | 3,667         | 3,832         | 165                       | Company Policy   | Employee                      | Muhammad Fiaz            |
| Suzuki – Wagon R                 | 1,250         | 166                      | 1,084         | -             | (1,084)                   | Company Policy   | Employee                      | Shahid Tanveer           |
| <b>2025</b>                      | <b>19,009</b> | <b>4,874</b>             | <b>14,135</b> | <b>13,227</b> | <b>(908)</b>              |                  |                               |                          |
| 2024                             | 28,675        | 15,675                   | 13,000        | 20,579        | 7,579                     |                  |                               |                          |

|                                     | Note | 2025<br>(Rupees in thousand) | 2024             |
|-------------------------------------|------|------------------------------|------------------|
| <b>7.2 Capital work in progress</b> |      |                              |                  |
| Civil works                         |      | 374,198                      | 1,796,725        |
| Plant and machinery                 |      | 941,184                      | 657,772          |
| Furniture and equipment             |      | 34,942                       | 162,630          |
| Vehicles                            |      | 38,194                       | 54,295           |
| Computer and IT Equipment           |      | 9,440                        | 17,090           |
|                                     |      | <b>1,397,958</b>             | <b>2,688,512</b> |
| <b>8 RIGHT OF USE ASSETS</b>        |      |                              |                  |
| Cost as at 01 July                  |      | 49,801                       | 49,801           |
| Additions during the year           |      | 2,587                        | -                |
|                                     |      | <b>52,388</b>                | <b>49,801</b>    |
| <b>Accumulated depreciation</b>     |      |                              |                  |
| As at 01 July                       |      | (33,813)                     | (17,969)         |
| Depreciation for the year           | 8.1  | (13,105)                     | (15,844)         |
|                                     |      | <b>(46,918)</b>              | <b>(33,813)</b>  |
| <b>Net book value as at June 30</b> |      | <b>5,470</b>                 | <b>15,988</b>    |

**Annual rate of depreciation – 15% – 35% (2024: 15% – 35%)**

**8.1** The depreciation charge for the year on the right of use assets has been allocated as under:

|                   | Note | 2025<br>(Rupees in thousand) | 2024          |
|-------------------|------|------------------------------|---------------|
| Cost of revenue   | 34   | 5,394                        | 5,179         |
| Distribution cost | 36   | 7,711                        | 10,665        |
|                   |      | <b>13,105</b>                | <b>15,844</b> |



# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|                                  | Note | 2025<br>(Rupees in thousand) | 2024           |
|----------------------------------|------|------------------------------|----------------|
| <b>9 INTANGIBLE ASSETS</b>       |      |                              |                |
| Goodwill acquired on acquisition | 9.1  | 133,613                      | 133,613        |
|                                  |      | <b>133,613</b>               | <b>133,613</b> |

## 9.1 Goodwill acquired on acquisition

This represents excess of purchase consideration paid by the Group for acquisition of Renacon Pharma Limited (RPL) over Group's interest in the fair value of identifiable net assets of RPL at date of acquisition.

As at June 30, 2025, the Group has assessed whether there is any indication of impairment in accordance with IAS 36 'Impairment of Assets'. Based on this assessment, no events or circumstances were identified that would indicate that the carrying amount of goodwill may not be recoverable. Further, Renacon Pharma Limited continues to maintain a consistent profit and net asset position. Accordingly, no impairment loss has been recognized in respect of goodwill.

## 10 LONG TERM INVESTMENTS

|                           | Note | 2025<br>(Rupees in thousand) | 2024           |
|---------------------------|------|------------------------------|----------------|
| At fair value through OCI | 10.1 | -                            | 8,167          |
| Investment in associates  | 10.2 | 337,266                      | 320,536        |
|                           |      | <b>337,266</b>               | <b>328,703</b> |

## 10.1 At fair value through OCI

### Techlogix International Limited – unquoted

|  |        |   |      |
|--|--------|---|------|
| Nil (2024: 711,435) fully paid ordinary shares of par value of USD 0.00014682. | 10.1.1 | - | 8167 |
| Equity held: Nil% (2024: 0.697%)   |        |   |      |

**10.1.1** Techlogix International Limited („Techlogix“) is a company incorporated in Bermuda. The beneficial owners of Techlogix are Mr. Salman Akhtar, residing in Gulberg, Lahore, and Mr. Kewan Khawaja, residing in Wayland, United States of America. The company is primarily engaged in providing specialized technical consultancy and software development services to both national and international clients. During the year, the Group has disposed of its entire investment in Techlogix for a total consideration of USD 149,401, equivalent to USD 0.21 per share, resulting in gain of Rs. 33.346 million recognized in other comprehensive income.

**10.1.2** This investment was made before the promulgation of the Companies Act, 2017 and the requirements of repealed Companies Ordinance, 1984 were duly complied with at the time of investment.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|   | Note   | 2025<br>(Rupees in thousand) | 2024           |
|---|--------|------------------------------|----------------|
| <b>10.2 Investment in associate</b>                                     |        |                              |                |
| <b>Loads Limited- quoted</b>  |        |                              |                |
| 31,387,657 (2024: 31,387,657) fully paid ordinary shares of Rs. 10 each |        |                              |                |
| Equity held: 12.49% (2024: 12.49%)                                      |        |                              |                |
| Chief Executive Officer - Mohammad Mohtashim Aftab                      | 10.2.1 | 312,524                      | 303,034        |
| <b>Global Assets (Private) Limited - unquoted</b>                       |        |                              |                |
| 3,000,000 (2024: 3,000,000) fully paid ordinary shares of Rs. 10 each   |        |                              |                |
| Equity held: 28.74% (2024: 28.74%)                                      | 10.2.2 | 24,742                       | 17,502         |
| Chief Executive Officer - Sheharyar Ali                                 |        |                              |                |
|   |        | <b>337,266</b>               | <b>320,536</b> |

|  | 2025<br>(Rupees in thousand) | 2024<br>(Restated) |
|--|------------------------------|--------------------|
| <b>10.2.1 Loads Limited</b>                                      |                              |                    |
| Cost   | 287,455                      | 287,455            |
| Brought forward amounts of post acquisition profits and reserves | 15,579                       | (20,267)           |
| Share of profit for the year                                     | 10,226                       | 35,879             |
| Share of profit for the year                                     | (736)                        | (33)               |
|  | <b>25,069</b>                | <b>15,579</b>      |
| Balance as at 30 June  | <b>312,524</b>               | <b>303,034</b>     |

The Holding Company's investment in Loads Limited is less than 20% but it is considered an associate in accordance with the requirements of IAS 28 "Investments in Associates" since the Holding Company has significant influence over its financial and operating policies through its representation on the Board of Directors of Loads Limited.

Loads Limited ("Loads") was incorporated in Pakistan on January 01, 1979 as a private limited company. On December 19, 1993, Loads was converted to public unlisted company and subsequently on November 01, 2016, the shares of the Loads were listed on Pakistan Stock Exchange Limited. The registered office of the Loads is situated at Plot No. 23, Sector 19, Korangi Industrial Area, Karachi. The principal activity of the Loads is to manufacture and sale of radiators, exhaust systems and other components for automotive industry. The activities of the Loads are largely independent of the Holding Company. The following table summarizes the financial information of Loads as included in its own consolidated audited financial statements and the Group's share in the results. The table also reconciles the summarized financial information to the carrying amount of the Group's interest in its associate.

Investment in Loads is accounted for using equity method and as at year end, fair value per share of Loads was Rs. 14.43, which is substantially a level 1 input of the fair value hierarchy in accordance with IFRS 13 "Fair Value Measurement"

## Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|   | Note     | 2025<br>(Rupees in thousand) | 2024        |
|---|----------|------------------------------|-------------|
| <b>Percentage of direct holding</b>                         |          | <b>12.49%</b>                | 12.49%      |
| <b>Percentage of effective holding</b>                      |          | <b>12.49%</b>                | 12.49%      |
| Non-current assets  |          | <b>3,877,476</b>             | 3,732,476   |
| Current assets  |          | <b>2,460,111</b>             | 2,905,517   |
| Non-current liabilities                                     |          | <b>(64,872)</b>              | (548,467)   |
| Current liabilities   |          | <b>(3,771,721)</b>           | (3,663,818) |
| <b>Net assets (100%)</b>                                    |          | <b>2,500,993</b>             | 2,425,708   |
| Group's share of net assets                                 |          | <b>312,524</b>               | 303,034     |
| Carrying amount of interest in associate                    |          | <b>312,524</b>               | 303,034     |
| Revenue   |          | <b>6,032,903</b>             | 4,490,364   |
| Profit / (loss) after taxation                              |          | <b>81,856</b>                | 287,257     |
| Other comprehensive income                                  |          | <b>(5,895)</b>               | (264)       |
| Total comprehensive income (100%)                           | 10.2.1.2 | <b>75,961</b>                | 286,993     |
| <b>Group's share of total comprehensive income / (loss)</b> |          | <b>9,490</b>                 | 35,846      |

**10.2.1.1** Partial investment was made before the promulgation of the Companies Act, 2017 and the requirements of repealed Companies Ordinance, 1984 were duly complied at the time of investment.

**10.2.1.2** This represents values after incorporation of group adjustments.

**10.2.2** Global Assets (private) Limited

|  | 2025<br>(Rupees in thousand) | 2024     |
|--|------------------------------|----------|
| Cost   | <b>30,000</b>                | 30,000   |
| Brought forward amounts of post acquisition profits and reserves | <b>(12,498)</b>              | (16,835) |
| Share of profit for the year                                     | <b>7,240</b>                 | 4,337    |
|  | <b>(5,258)</b>               | (12,498) |
| Balance as at 30 June  | <b>24,742</b>                | 17,502   |

Global Assets (Private) Limited (formerly Treet Assets (Private) Limited) was incorporated on May 12, 2008 in Pakistan under the (repealed) Companies Ordinance, 1984 (now the Companies Act, 2017). The principal activities of the company is to deal with investments in shares, debentures, bonds or any securities of the company or on behalf of the Holding Company i.e. Messrs. Treet Corporation Limited as well as other group companies. The registered office of the company is situated at 72-B, Industrial Area, Kot lakh pat, Lahore. The following table summarizes the financial information of Global Assets (Private) Limited as included in its own audited financial statements and the Group's share in the results. The table also reconciles the summarized financial information to the carrying amount of the Group's interest in its associate.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|  | 2025<br>(Rupees in thousand) | 2024   |
|--|------------------------------|--------|
| <b>Percentage interest held</b>                    | <b>28.85%</b>                | 28.85% |
| Current assets                                     | 82,949                       | 58,194 |
| Current liabilities                                | (314)                        | (582)  |
| <b>Net assets (100%)</b>                           | <b>82,635</b>                | 57,612 |
| Group's share of net assets                        | 23,860                       | 16,620 |
| Excess of purchase consideration over net assets   | 882                          | 882    |
| Carrying amount of interest in associate           | 24,742                       | 17,502 |
| Total comprehensive income                         | 25,098                       | 15,036 |
| <b>Group's share of total comprehensive income</b> | <b>7,240</b>                 | 4,337  |

**10.2.2.1** This investment was made before the promulgation of the Companies Act, 2017 and the requirements of repealed Companies Ordinance, 1984 were duly complied at the time of investment.

|   | Note | 2025<br>(Rupees in thousand) | 2024     |
|---|------|------------------------------|----------|
| <b>11 LONG TERM DEPOSITS</b>                |      |                              |          |
| Security deposit                            |      | 68,724                       | 102,773  |
| Others                                      |      | 40                           | 40       |
|   |      | <b>68,764</b>                | 102,813  |
| <b>12 LONG TERM LOANS</b>                   |      |                              |          |
| Long term advances                          | 12.1 | 53,248                       | 124,315  |
| Loans to employees:                         |      |                              |          |
| - executives                                | 12.2 | 26,901                       | 18,004   |
| - other employees                           |      | 8,821                        | 6,635    |
|   |      | <b>35,722</b>                | 24,639   |
| Less : Current portion of loan to employees | 17   | (28,606)                     | (20,772) |
|   |      | <b>60,364</b>                | 128,182  |

**12.1** These include advances given to various suppliers for purchase of vehicles and construction services.

**12.2** These loans are interest free and are secured against employees' retirement benefits. These loans are recoverable in 12 to 24 monthly instalments. This includes loans to the following key management personnels;

## Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|                        | 2025<br>(Rupees in thousand) | 2024  |
|------------------------|------------------------------|-------|
| Muhammad Khurram Iqbal | 4,949                        | 730   |
| Zunaira Dar            | -                            | 671   |
| Mohammad Imran         | -                            | 575   |
| Rana Imran Ahmed       | 583                          | 507   |
| Asghar Ali Bhatti      | 1,059                        | 754   |
| Amir Kaleem            | 1,828                        | -     |
| Israr-ul Haq           | 2,908                        | -     |
| Farhan Ather           | 4,803                        | -     |
|                        | 16,130                       | 3,237 |

### 12.3 Maximum outstanding balance with reference to month end balances are as follows:

|                        | 2025<br>(Rupees in thousand) | 2024  |
|------------------------|------------------------------|-------|
| Israr-ul Haq           | 4,653                        | 1,046 |
| Muhammad Khurram Iqbal | 6,251                        | 2,336 |
| Zunaira Dar            | -                            | 1,902 |
| Amir Kaleem            | 3,656                        | -     |
| Mohammad Imran         | -                            | 1,054 |
| Rashid Siddique        | -                            | 597   |
| Rana Imran Ahmed       | 2,334                        | 1,860 |
| Farhan Ather           | 5,012                        | -     |
| Asghar Ali Bhatti      | -                            | 1,659 |

### 13 STORES AND SPARES

|  |         |         |
|--|---------|---------|
| Stores   | 354,376 | 322,640 |
| Spares   | 168,745 | 138,204 |
|  | 523,121 | 460,844 |
| Provision for obsolete and slow moving inventory | (7,202) | (6,623) |
|  | 515,919 | 454,221 |

#### 13.1 It includes stores and spares in transit amounting to Rs. Nil (2024: Rs. Nil).

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|   | Note               | 2025<br>(Rupees in thousand) | 2024      |
|---|--------------------|------------------------------|-----------|
| <b>14 STOCK IN TRADE</b>                          |                    |                              |           |
| <b>Blades, razor, shaving foam and chemicals:</b> |                    |                              |           |
| Raw and packing material                          | 14.1               | 1,924,405                    | 1,556,969 |
| Work in process                                   | 34.1               | 96,928                       | 119,971   |
| Finished goods                                    | 14.2 , 14.3 & 34.1 | 808,266                      | 735,877   |
| Finished goods - at Treet Trading L.L.C           |                    | 23,295                       | -         |
|   |                    | 2,852,894                    | 2,412,817 |
| <b>Battery:</b>                                   |                    |                              |           |
| Raw and packing materials                         |                    | 610,381                      | 731,144   |
| Work in process                                   | 34.5               | 300,555                      | 277,200   |
| Finished goods                                    | 34.5               | 95,333                       | 384,161   |
|   |                    | 1,006,269                    | 1,392,505 |
| <b>Soaps:</b>                                     |                    |                              |           |
| Raw and packing materials                         |                    | 44,968                       | 85,018    |
| Finished goods                                    | 34.2               | 151,721                      | 68,872    |
|   |                    | 196,689                      | 153,890   |
| <b>Corrugated boxes</b>                           |                    |                              |           |
| Raw and packing materials                         |                    | 137,064                      | 194,255   |
| Work in process                                   |                    | 6,645                        | 11,702    |
| Finished goods                                    | 34.3               | 25,700                       | 27,568    |
|   |                    | 169,409                      | 233,524   |
| <b>Bike:</b>                                      |                    |                              |           |
| Raw and packing materials                         |                    | -                            | 6,482     |
| Finished goods                                    |                    | -                            | 12,872    |
|   |                    | -                            | 19,354    |
| <b>Pharmaceutical products:</b>                   |                    |                              |           |
| Raw and packing materials                         |                    | 100,205                      | 87,390    |
| Work in process                                   | 34.6               | -                            | 626       |
| Finished goods                                    | 34.6               | 64,112                       | 40,523    |
|   |                    | 164,317                      | 128,539   |
|   |                    | 4,389,578                    | 4,340,630 |
| Provision for obsolete and slow moving inventory  |                    | (7,517)                      | (18,266)  |
|   |                    | 4,382,061                    | 4,322,364 |



# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

## 14.1 It includes raw material in transit, the break up is as follows;

|   | Note | 2025<br>(Rupees in thousand) | 2024    |
|---|------|------------------------------|---------|
| <b>14.1</b> It includes raw material in transit, the break up is as follows:  |      |                              |         |
| Blades, razor and shaving foam  |      | 268,100                      | 89,400  |
| Battery   |      | -                            | 37,259  |
|   |      | 268,100                      | 126,659 |
| <b>14.2</b> It includes finished goods in transit, the breakup is as follows: |      |                              |         |
| Blades, razor and shaving foam  |      | 98,800                       | -       |

**14.3** The amount charged to consolidated statement of profit or loss on account of write down of finished goods to net realizable value amounts to Rs. 9.2 million (2024: 12.96 million).

|                            | Note | 2025<br>(Rupees in thousand) | 2024      |
|----------------------------|------|------------------------------|-----------|
| <b>15 TRADE DEBTS</b>      |      |                              |           |
| Foreign debtors            | 15.1 | 256,445                      | 131,598   |
| Local debtors              |      | 1,752,459                    | 1,690,724 |
|                            |      | 2,008,904                    | 1,822,322 |
| Less: Impairment allowance | 15.2 | (93,478)                     | (29,037)  |
|                            |      | 1,915,426                    | 1,793,285 |

## 15.1 It includes unsecured receivable from following related parties:

|  |        |       |       |
|--|--------|-------|-------|
| Liaqat National Hospital                           | 15.1.1 | 4,379 | 965   |
| Loads Limited                                      | 15.1.2 | 90    | 152   |
| Gulab Devi Chest Hospital                          | 15.1.3 | 1,582 | 455   |
| Specialized Autoparts Industries (Private) Limited | 15.1.4 | 20    | 32    |
| Multiple Autoparts Industries (Private) Limited    | 15.1.5 | 144   | 144   |
|  |        | 6,215 | 1,748 |

**15.1.1** This represents receivable in the normal course of business and is due by more than 360 days. The maximum amount outstanding at the end of any month was Rs. 4.2 million (2024: 0.98 million).

**15.1.2** This represents receivable in the normal course of business and is due by more than 360 days. The maximum amount outstanding at the end of any month was Rs. 0.13 million (2024: 0.46 million).

**15.1.3** This represents receivable in the normal course of business and is due by not more than 90 days. The balance is neither past due nor impaired. Maximum amount outstanding at any time during the year, with respect to month end balances, was Rs. 1.6 million (2024: Rs 0.98 million)

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

**15.1.4** This represents receivable in the normal course of business and is due by not more than 90 days. The balance is neither past due nor impaired. Maximum amount outstanding at any time during the year, with respect to month end balances, was Rs. 0.02 million (2024: Rs.0.09 million).

**15.1.5** This represents receivable in the normal course of business and is due by not more than 90 days. The balance is neither past due nor impaired. Maximum amount outstanding at any time during the year, with respect to month end balances, was Rs. 0.144 million.

|             |  | 2025<br>(Rupees in thousand) | 2024     |
|-------------|--|------------------------------|----------|
| <b>15.2</b> | <b>The movement in allowance for impairment is as follows:</b> |                              |          |
|             | Balance as at July 01  | 29,037                       | 39,515   |
|             | Expected credit loss for the year                              | 70,375                       | 12,941   |
|             | Bad debts written off during the year                          | (5,224)                      | (6,344)  |
|             | Reversal of expected credit loss for the year                  | (710)                        | (17,075) |
|             | Balance as at June 30  | 93,478                       | 29,037   |
| <b>16</b>   | <b>SHORT TERM INVESTMENTS</b>                                  |                              |          |
|             | Investments at fair value through profit or loss               |                              |          |
|             | Listed equity securities                                       | 37,820                       | 47,800   |
|             |  | 37,820                       | 47,800   |

# Notes to the consolidated Financial Statements

## For the year ended June 30, 2025

### 16.1 Detail of investments in listed equity securities is stated below:

|                                  |               | 2025                         |              |                                  |  |  |
|----------------------------------|---------------|------------------------------|--------------|----------------------------------|--|--|
|                                  | Shares Number | Cost                         | Market value | Opening unrealized gain / (loss) | Realized gain / (loss) on disposal during the year | Unrealized gain / (loss) during the year |
|                                  | Number        | -----Rupees in thousand----- |              |                                  |  |  |
| <b>a) Banks</b>                  |               |                              |              |                                  |  |  |
| Silk Bank Limited                | -             | -                            | -            | (12,120)                         | 12,120   | -  |
| United Bank Limited              | 18,000        | 2,662                        | 4,967        | -                                | -  | 2,305                                    |
| <b>b) Textile</b>                |               |                              |              |                                  |  |  |
| Sunrays Textiles Mills Limited   | -             | -                            | -            | (124)                            | 124  | -  |
| Maqbool Textiles Mills Limited   | 894,500       | 27,554                       | 32,444       | 3,154                            | -  | 1,736                                    |
| <b>c) Steel Mills</b>            |               |                              |              |                                  |  |  |
| Aisha Steel Mills Limited        | 32,704        | -                            | 367          | 240                              | -  | 127                                      |
| <b>d) Miscellaneous</b>          |               |                              |              |                                  |  |  |
| IGI Holdings Limited             | 203           | 31                           | 42           | (5)                              | -  | 16                                       |
| Transmission Engineering Limited | 133,000       | -                            | -            | -                                | -  | -  |
|                                  | 1,078,407     | 30,247                       | 37,820       | (8,855)                          | 12,244   | 4,184                                    |
|                                  |               |                              |              |                                  |  | 7,573                                    |
|                                  |               | -----Rupees in thousand----- |              |                                  |  |  |
|                                  |               | 2024                         |              |                                  |  |  |
|                                  | Shares Number | Cost                         | Market value | Opening unrealized gain / (loss) | Realized gain / (loss) on disposal during the year | Unrealized gain / (loss) during the year |
|                                  | Number        | -----Rupees in thousand----- |              |                                  |  |  |
| <b>a) Banks</b>                  |               |                              |              |                                  |  |  |
| Silk Bank Limited                | 15,925,000    | 26,612                       | 14,492       | (10,687)                         | -  | (1,433)                                  |
| <b>b) Textile</b>                |               |                              |              |                                  |  |  |
| Sunrays Textiles Mills Limited   | 27,026        | 2,458                        | 2,333        | 245                              | -  | (369)                                    |
| Maqbool Textiles Mills Limited   | 894,500       | 27,554                       | 30,708       | 54,293                           | -  | (51,139)                                 |
| <b>c) Steel Mills</b>            |               |                              |              |                                  |  |  |
| Aisha Steel Mills Limited        | 32,704        | -                            | 240          | 176                              | -  | 64                                       |
| <b>d) Miscellaneous</b>          |               |                              |              |                                  |  |  |
| IGI Holdings Limited             | 203           | 31                           | 26           | (14)                             | -  | 9  |
| Transmission Engineering Limited | 133,000       | -                            | -            | -                                | -  | -  |
|                                  | 17,012,433    | 56,655                       | 47,800       | 44,013                           | -  | (52,868)                                 |
|                                  |               |                              |              |                                  |  | (8,855)                                  |

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|   | Note | 2025<br>(Rupees in thousand) | 2024             |
|---|------|------------------------------|------------------|
| <b>17 LOANS, ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES</b>              |      |                              |                  |
| Current portion of loan to employees - secured, considered good                     | 12   | 28,606                       | 20,772           |
| Advances to employees - secured, considered good                                    | 17.1 | 144,238                      | 85,622           |
| Advances to suppliers - unsecured, considered good                                  | 17.2 | 504,698                      | 773,172          |
| Deposits  |      | 9,812                        | 9,812            |
| Prepayments   |      | 27,151                       | 22,599           |
| Margin deposits - Letter of credits   |      | -                            | 31,476           |
| Loan to director  | 17.3 | 670,000                      | 670,000          |
| Markup receivable on loan to director   | 17.3 | 225,169                      | 106,664          |
| Advances to related parties / employee retirement funds - unsecured considered good |      |                              |                  |
| - Loads Limited   |      | -                            | 12,352           |
| - Hi-Tech Alloy Wheels Limited  |      | 3,473                        | 3,473            |
| - Employees Housing Fund  |      | 39,873                       | 39,859           |
|   | 17.4 | 43,346                       | 55,684           |
| Balances with statutory authorities:  |      |                              |                  |
| - Export rebate   |      | 148,993                      | 178,554          |
| - Collector of customs - custom duty  |      | 2,509                        | 34,618           |
| - Income tax refundable   |      | 1,024,652                    | 1,246,189        |
| - Sales tax   |      | 646,745                      | 486,003          |
|   |      | 1,822,899                    | 1,945,364        |
| Receivable from broker against sale of investments                                  |      | 75,000                       | 31,453           |
| Superannuation Fund   |      | 145,544                      | -                |
| Other receivables   |      | 15,902                       | 24,903           |
|   |      | <b>3,712,364</b>             | <b>3,777,521</b> |

- 17.1** These are interest free advances to employees in respect of salary, medical and travelling expenses and are secured against their retirement benefits. These include an aggregate amount of Rs. Nil (2024: Rs. Nil) receivable from executives of the Group. Out of total receivables, amount of Rs. 6 million (2024: Rs Nil) is receivable from Chief Executive Officer.
- 17.2** These are interest free and in the normal course of business.
- 17.3** This represents the loan provided by Treet Battery Limited to director, Mr. Syed Shahid Ali, on an unsecured basis, with interest, and is due for repayment within one year. The purpose of the loan was to address the working capital shortfall of an associated undertaking, Loads Limited. The director will settle the loan upon recovery of funds from Loads Limited. The rate of markup on the loan is 3 month Kibor + 2.5% per annum. The markup on this facility during the year ranged from 14.64% to 22.74% per annum.
- 17.4** These represent amounts receivable from related parties against purchase of goods or services under normal business trade as per the agreed terms and are interest free. Maximum outstanding balance due from related parties at any time during the year, with reference to month end balances is as follows:

## Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|                                  | Note | 2025<br>(Rupees in thousand) | 2024             |
|----------------------------------|------|------------------------------|------------------|
| - Loans Limited                  |      | -                            | 12,352           |
| - Employees Housing Fund         |      | 39,873                       | 39,859           |
| - Hi-Tech Alloy Wheels Limited   |      | 3,473                        | 3,473            |
| - Loan to director               |      | 895,169                      | 776,664          |
| <b>18 CASH AND BANK BALANCES</b> |      |                              |                  |
| Cash in hand                     |      | 20,255                       | 25,735           |
| Cash at bank                     |      |                              |                  |
| Current accounts                 | 18.1 | 1,798,472                    | 797,881          |
| Saving accounts                  | 18.2 | 135,767                      | 272,045          |
|                                  |      | <b>1,934,239</b>             | <b>1,069,926</b> |
|                                  |      | <b>1,954,494</b>             | <b>1,095,661</b> |

**18.1** These include bank accounts of Rs. 440.02 million (2024: Rs. 87.49 million) maintained under Shariah compliant arrangements.

**18.2** These include deposits of Rs. 60.16 million (2024: Rs. 81.66 million) under Shariah compliant arrangements, which carries profit rate ranging from 4% to 8.2% per annum (2024: 8.52% to 18% per annum). The remaining balance carry mark-up at the rates ranging from 9.5% to 17.52% per annum (2024: 14.5% to 20.52% per annum).

**19** This relates to the plant and machinery of Treet Holdings Limited (a subsidiary), which had been classified as held for sale in the previous year and was disposed of during the current year.

|  | Note | 2025<br>(Rupees in thousand) | 2024             |
|--|------|------------------------------|------------------|
| <b>20 CURRENT PORTION OF LONG TERM LIABILITIES</b> |      |                              |                  |
| Current portion of long term finances              | 25   | 562,911                      | 391,749          |
| Current portion of deferred government grant       | 26   | 15,341                       | 23,103           |
| Current portion of lease liabilities               | 28   | 5,173                        | 15,563           |
|  |      | <b>583,425</b>               | <b>430,415</b>   |
| <b>21 SHORT TERM BORROWINGS</b>                    |      |                              |                  |
| Short term running finance - secured               |      | 4,495,231                    | 5,342,891        |
| Short term advance - secured                       |      | 551,851                      | 982,834          |
| Export refinance - secured                         |      | 1,055,292                    | 854,771          |
| Interest free - unsecured                          |      | 50,000                       | 50,000           |
| Cash finance                                       |      | 150,000                      | -                |
|  |      | <b>6,302,374</b>             | <b>7,230,496</b> |

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|                                       | Note | 2025<br>(Rupees in thousand) | 2024             |
|---------------------------------------|------|------------------------------|------------------|
| <b>21.1 Particulars of borrowings</b> |      |                              |                  |
| Interest / markup based financing     |      |                              |                  |
| - Holding Company                     | 21.2 | 3,409,712                    | 3,988,597        |
| - Subsidiary Companies                | 21.3 | 224,498                      | 26,573           |
| Islamic mode of financing             |      |                              |                  |
| - Holding Company                     | 21.4 | 477,353                      | 956,261          |
| - Subsidiary Company                  | 21.5 | 2,138,997                    | 2,209,065        |
| Loan from director of subsidiary      | 21.6 | 50,000                       | 50,000           |
|                                       |      | <b>6,300,560</b>             | <b>7,230,496</b> |

**21.2** The Holding Company has availed following running finance facilities:

- This represents running finance facility availed from various commercial banks to meet working capital requirements of the Company. These carry markup at an effective markup rate ranging from 11.88% to 23.37% (2024: 22.21% to 25.90%) per annum payable quarterly in
- This represents export refinance and other funded (FATR) facilities availed from various commercial banks to meet working capital requirements of the Company. Export Refinance Facilities carry markup at an effective markup rate ranging from 8% to 19% (2024 : 18% to 24.59%) and FATR facilities carry markup rate ranging from 11.91% to 22.13% (2024: 21.01% to 27.48%) per annum payable quarterly in arrears.
- The aggregate unavailed short term borrowing facilities amounts to Rs. 1827.90 million (2024: Rs. 139.82 million).

**21.3** The Subsidiary Companies (Renacon Pharma Limited & Treet Battery Limited) has availed following facilities:

- This represents running finance facility availed from MCB Bank Limited and carries markup of 1 month Kibor + 1.5% per annum, payable quarterly in arrears. The approved limit of this facility is Rs. 100 million (2024: Rs. 100 million). Further, this is secured against the 1st pari passu charge over all present and future current assets of the subsidiary company (including 25% security margin) and corporate guarantee of the Holding Company. The limit will expire on December 31, 2025 and is renewable. The effective markup on this facility during the year ranged from 12.83% to 23.52% (2024: 23.20% to 24.11%) per annum.
- This represents invoice financing facility obtained from non-banking financial institution to meet working capital requirements, for procurement of raw materials for manufacturing of batteries out of the total sanctioned limit of Rs. 150 million. It carries profit at 3 month Kibor + 1.5% per annum, payable quarterly in arrears. Further, these are secured against the 1st Joint Pari Passu charge over all present and future current assets, plant and machinery of the subsidiary company (including 25% safety margin) and cross corporate guarantee of Holding Company. The limit will expire on September 30, 2025.

**21.4** This represents musharka running finance and other facilities availed under shariah compliant mode from various Islamic banks to meet working capital requirements of the Holding Company. These carry profit at an effective profit rate ranging from 23.02% to 24.12% (2024: 23.02% to 24.12%) per annum payable quarterly in arrears or on maturity.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

**21.5** The Subsidiary Company (Treet Battery Limited) has availed following Islamic mode of financing facilities:

- These represent Istisna and Tijara finance facilities obtained from various financial institutions under Shariah compliant arrangements to meet working capital requirements, for procurement of raw materials, stocks, chemicals, stores, tools and spare parts and the manufacturing of batteries out of the total sanctioned limits of Rs. 2,150 million (2024: Rs. 2,320 million).
- All the short term borrowings from the various financial institutions as disclosed carry profit rates ranging from 3 to 6 month Kibor + 1.25% to 2.5% per annum , payable quarterly in arrears. Further, these are secured against the 1st Joint Pari Passu charge over all present and future current assets, plant and machinery of the Group (including 25% safety margin) and cross corporate guarantee of Holding Company and First Treet Manufacturing Modarba. The limits will expire on various dates by January 31, 2026 but are renewable.

The facilities mentioned in 21.2 & 21.4 above are secured by first joint pari passu charge / hypothecation charge / ranking charge over present and future current assets of the Holding Company, lien marked over import documents and title of ownership of goods imported under letters of credit.

**21.6** This loan is provided by the director to Renacon Pharma Limited (RPL) and is unsecured and markup free.

|   | Note | 2025<br>(Rupees in thousand) | 2024      |
|---|------|------------------------------|-----------|
| <b>22 TRADE AND OTHER PAYABLES</b>            |      |                              |           |
| Trade creditors                               |      |                              |           |
| - Related parties                             | 22.1 | 16,065                       | 1,038     |
| - Others                                      |      | 1,712,359                    | 1,255,459 |
|   |      | <b>1,728,424</b>             | 1,256,497 |
| Other creditors - related parties             | 22.2 | 71                           | -         |
| Accrued liabilities                           |      | 982,254                      | 745,563   |
| Contract liabilities                          | 22.3 | 900,048                      | 610,506   |
| Employees deposits                            |      | 184,502                      | 112,206   |
| Withholding sales tax payable                 |      | 188,582                      | 11,149    |
| Withholding income tax payable                |      | 74,627                       | 43,853    |
| Provision for warranty                        |      | 128,866                      | 161,904   |
| Retention money payable                       |      | 20,927                       | 19,642    |
| Workers' profit participation fund            | 22.5 | 120,254                      | 69,606    |
| Workers' welfare fund                         | 22.6 | 34,728                       | 10,589    |
| Sales tax payable                             |      | 125,591                      | 97,708    |
| Short term deposits                           |      | 12,604                       | 12,853    |
| Levies payable                                |      | -                            | 29,188    |
| Temporary book overdraft - unsecured          |      | 487,802                      | 1,138,917 |
| Other payables                                |      | 56,039                       | 68,980    |
| Payable to employee retirement benefit funds: |      |                              |           |
| - Service fund                                | 22.4 | 14,538                       | -         |
| - Superannuation fund                         |      | -                            | 5,727     |
|   |      | <b>14,538</b>                | 5,727     |
|   |      | <b>5,059,857</b>             | 4,394,888 |



# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|  | 2025<br>(Rupees in thousand) | 2024         |
|--|------------------------------|--------------|
| <b>22.1 This represents unsecured balances due to:</b> |                              |              |
| IGI General Insurance                                  | 15,746                       | -            |
| Gulab Devi Chest Hospital                              | 3                            | 9            |
| Liaquat National Hospital                              | 316                          | 424          |
| Elite Brands Limited                                   | -                            | 605          |
|  | <b>16,065</b>                | <b>1,038</b> |

These are interest free and in the normal course of business.

|  | 2025<br>(Rupees in thousand) | 2024 |
|--|------------------------------|------|
| <b>22.2 This represents unsecured balances due to:</b>   |                              |      |
| Loads Limited  | 71                           | -    |
| <b>22.3</b> This represents advance received from customers for future sale of goods. During the year, the Group has recognized revenue amounting to Rs. 459.76 million (2024: Rs. 403.87 million) out of the contract liability as at June 30, 2024.  |                              |      |
| <b>22.4</b> This represents contributory fund maintained by the Group which covers all permanent management employees. Equal monthly contributions are made by the Group at 10% of basic salary. However, it is optional for employees to contribute in service fund. During the period, the Group withdrew an amount of Rs. 296 million from its Service Fund to meet working capital requirements. The withdrawal amount is subject to a markup rate of Kibor plus 1.28%. The Group has repaid the outstanding loan amount of Rs. 292 million along with accrued markup and other adjustments. |                              |      |

|  | Note | 2025<br>(Rupees in thousand) | 2024          |
|--|------|------------------------------|---------------|
| <b>22.5 Workers' profit participation fund</b> |      |                              |               |
| Balance as at July 01                          |      | 69,606                       | 47,075        |
| Interest on funds unutilized                   | 38   | 3,220                        | 3,519         |
| Payments during the year                       |      | (1,540)                      | (38,028)      |
| Payments to employees on behalf of WPPF        |      | -                            | (3,717)       |
| Amounts withdrawn from fund                    |      | -                            | 92,420        |
| Repayments of amount withdrawn                 |      | (45,523)                     | (50,000)      |
| Markup on amount withdrawn                     | 37   | 5,412                        | 16,421        |
| Charge for the year                            | 37   | 89,079                       | 1,916         |
| Balance as at June 30                          |      | <b>120,254</b>               | <b>69,606</b> |

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|  | Note   | 2025<br>(Rupees in thousand) | 2024      |
|--|--------|------------------------------|-----------|
| <b>22.6 Workers' welfare fund</b>        |        |                              |           |
| Balance as at July 01                    |        | 10,589                       | 14,889    |
| Charge for the year                      | 37     | 35,484                       | 10,589    |
| Prior year adjustment                    |        | -                            | (1,617)   |
| Paid during the year                     |        | (11,345)                     | (13,272)  |
| Balance as at June 30                    |        | 34,728                       | 10,589    |
| <b>23 ACCRUED MARK-UP</b>                |        |                              |           |
| Accrued markup / return on:              |        |                              |           |
| Long term borrowings                     |        | 76,793                       | 159,200   |
| Short term borrowings                    |        | 237,084                      | 402,039   |
|  |        | 313,877                      | 561,239   |
| <b>24 Deferred liabilities</b>           |        |                              |           |
| Employee retirement benefits             | 24.1   | 1,596,750                    | 1,484,946 |
| Provision for gratuity                   |        | 86                           | -         |
|  |        | 1,596,836                    | 1,484,946 |
| <b>24.1 Employee retirement benefits</b> |        |                              |           |
| Gratuity fund                            |        | 821,378                      | 745,388   |
| Superannuation fund - I                  |        | 775,372                      | 739,558   |
|  | 24.1.1 | 1,596,750                    | 1,484,946 |

|   | Note   | Gratuity             |          | Superannuation |         |
|---|--------|----------------------|----------|----------------|---------|
|   |        | 2025                 | 2024     | 2025           | 2024    |
|   |        | (Rupees in thousand) |          |                |         |
| <b>24.1.1 Net retirement benefit obligation</b>                       |        |                      |          |                |         |
| Amounts recognized in statement of financial position are as follows: |        |                      |          |                |         |
| Present value of defined benefit obligation                           | 24.1.3 | 927,162              | 785,788  | 892,101        | 743,136 |
| Fair value of plan assets   | 24.1.4 | (105,784)            | (40,400) | (116,729)      | (3,578) |
| <b>Net retirement benefit obligation</b>                              | 24.1.2 | 821,378              | 745,388  | 775,372        | 739,558 |

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|   | Gratuity             |                | Superannuation |                |
|---|----------------------|----------------|----------------|----------------|
|   | 2025                 | 2024           | 2025           | 2024           |
|   | (Rupees in thousand) |                |                |                |
| <b>24.1.2 Movement in net obligation</b>                        |                      |                |                |                |
| Net liability as at July 01                                     | 745,388              | 557,623        | 739,558        | 545,976        |
| Charge to statement of profit or loss                           | 196,565              | 148,145        | 185,289        | 141,482        |
| Re-measurements chargeable in statement of comprehensive income | 23,168               | 100,008        | (78,204)       | 4,414          |
| Contribution made by the Company                                | (143,744)            | (60,388)       | (71,271)       | 47,686         |
| <b>Net liability as at June 30</b>                              | <b>821,378</b>       | <b>745,388</b> | <b>775,372</b> | <b>739,558</b> |

**24.1.2.1** The contribution to the superannuation plan and gratuity plan is negative because the employer contribute contribution into the funds.

|  | Gratuity             |                | Superannuation |                |
|--|----------------------|----------------|----------------|----------------|
|  | 2025                 | 2024           | 2025           | 2024           |
|  | (Rupees in thousand) |                |                |                |
| <b>24.1.3 Movement in the liability for funded defined benefit obligations</b> |                      |                |                |                |
| Liability for defined benefit obligations as at July 01                        | 785,788              | 648,305        | 743,136        | 613,713        |
| Benefits paid by the plan  | (89,737)             | (87,388)       | (45,984)       | (47,263)       |
| Current service costs  | 70,252               | 54,868         | 55,731         | 43,665         |
| Past service costs   | 28,193               | 9,764          | 26,211         | 7,276          |
| Interest cost  | 108,062              | 96,055         | 105,740        | 93,834         |
| Benefits due but not paid (payables)   | (16,589)             | (27,007)       | (6,532)        | (25,287)       |
|  | <b>885,969</b>       | <b>694,597</b> | <b>878,302</b> | <b>685,938</b> |
| Re-measurements on obligation:   |                      |                |                |                |
| Actuarial losses on present value  |                      |                |                |                |
| - Changes in demographic assumptions   | -                    | 64,167         | -              | 63,519         |
| - Experience adjustments   | 41,193               | 27,024         | 13,799         | (6,321)        |
|  | <b>41,193</b>        | <b>91,191</b>  | <b>13,799</b>  | <b>57,198</b>  |
| Present value of defined benefit obligations as at June 30                     | <b>927,162</b>       | <b>785,788</b> | <b>892,101</b> | <b>743,136</b> |
| <b>24.1.4 Movement in fair value of plan assets</b>                            |                      |                |                |                |
| Fair value of plan assets as at July 01  | 40,400               | 90,682         | 3,578          | 67,737         |
| Contributions into the plan  | 143,744              | 60,388         | 71,271         | (47,686)       |
| Benefits paid by the plan  | (89,737)             | (87,388)       | (45,984)       | (47,263)       |
| Interest income on plan assets   | 9,942                | 12,542         | 2,393          | 3,293          |
| Benefits due but not paid  | (16,589)             | (27,007)       | (6,532)        | (25,287)       |
| Return on plan assets excluding interest income                                | 18,025               | (8,817)        | 92,003         | 52,784         |
| Fair value of plan assets as at June 30  | <b>105,784</b>       | <b>40,400</b>  | <b>116,729</b> | <b>3,578</b>   |

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|                                 | Gratuity             |               | Superannuation |               |
|---------------------------------|----------------------|---------------|----------------|---------------|
|                                 | 2025                 | 2024          | 2025           | 2024          |
|                                 | (Rupees in thousand) |               |                |               |
| <b>24.1.5 Plan assets</b>       |                      |               |                |               |
| <b>Plan assets comprise:</b>    |                      |               |                |               |
| <b>Quoted:</b>                  |                      |               |                |               |
| Listed securities               | 65,588               | 41,023        | 24,803         | 17,558        |
| <b>Total quoted plan assets</b> | <b>65,588</b>        | <b>41,023</b> | <b>24,803</b>  | <b>17,558</b> |
| <b>Un-quoted:</b>               |                      |               |                |               |
| Unlisted securities             | 2,865                | 2,570         | -              | -             |
| Deposits with banks             | 48,481               | 6,825         | 97,014         | 1,029         |
| Investment in mutual funds      | 4,525                | 4,337         | -              | -             |
| Government securities           | -                    | 11,000        | -              | 8,000         |
| Others                          | 914                  | 1,652         | 1,444          | 2,278         |
| Total un-quoted plan assets     | 56,785               | 26,384        | 98,458         | 11,307        |
| Less: payables                  | (16,589)             | (27,007)      | (6,532)        | (25,287)      |
|                                 | <b>105,784</b>       | <b>40,400</b> | <b>116,729</b> | <b>3,578</b>  |

Before making any investment decision, an Asset-Liability matching study is performed by the Board of Trustees of the funds to evaluate the merits of strategic investments. Risk analysis of each category is done to analyze the impacts of the interest rate risk, currency risk and longevity risk.

## 24.1.6 Profit or loss includes the following in respect of retirement benefits:

|   | Gratuity             |                | Superannuation  |                |
|---|----------------------|----------------|-----------------|----------------|
|   | 2025                 | 2024           | 2025            | 2024           |
|   | (Rupees in thousand) |                |                 |                |
| Interest cost   | 108,062              | 96,055         | 105,740         | 93,834         |
| Current service cost  | 70,252               | 54,868         | 55,731          | 43,665         |
| Past service costs  | 28,193               | 9,764          | 26,211          | 7,276          |
| Interest income on plan assets                                | (9,942)              | (12,542)       | (2,393)         | (3,293)        |
| Total charged in statement of profit or loss                  | <b>196,565</b>       | <b>148,145</b> | <b>185,289</b>  | <b>141,482</b> |
| <b>24.1.7 Amount recognized in other comprehensive income</b> |                      |                |                 |                |
| Remeasurement of plan obligation                              | 41,193               | 91,191         | 13,799          | 57,198         |
| Remeasurement of plan assets                                  | (18,025)             | 8,817          | (92,003)        | (52,784)       |
|   | <b>23,168</b>        | <b>100,008</b> | <b>(78,204)</b> | <b>4,414</b>   |
| <b>24.1.8 Actual return on plan assets</b>                    | <b>27,967</b>        | <b>3,725</b>   | <b>94,396</b>   | <b>56,077</b>  |

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|  | Gratuity  |           | Superannuation |           |
|--|-----------|-----------|----------------|-----------|
|  | 2025      | 2024      | 2025           | 2024      |
| (Rupees in thousand)   |           |           |                |           |
| <b>24.1.9 Actuarial losses recognized directly in other comprehensive income</b> |           |           |                |           |
| Cumulative amount at July 01   | (498,330) | (398,322) | (398,526)      | (394,112) |
| Gain / (loss) recognized during the year   | (23,168)  | (100,008) | 78,204         | (4,414)   |
| Cumulative amount at June 30   | (521,498) | (498,330) | (320,322)      | (398,526) |

The Group expects to pay Rs. 169.4 million in contributions to gratuity fund during the year ending June 30, 2026.

The Group expects to pay Rs. 136.4 million in contributions to superannuation fund during the year ending June 30, 2026.

|   | Gratuity             | Superannuation | Total      |
|---|----------------------|----------------|------------|
|   | (Rupees in thousand) |                |            |
| <b>24.1.10</b> The expected benefit payments for the next 10 years and beyond : |                      |                |            |
| For the year ended 2026   | 34,818               | 24,141         | 58,959     |
| For the year ended 2027   | 74,851               | 64,766         | 139,617    |
| For the year ended 2028   | 75,649               | 65,363         | 141,012    |
| For the year ended 2029   | 99,836               | 89,797         | 189,633    |
| For the year ended 2030   | 105,640              | 95,339         | 200,979    |
| For the year ended 2031   | 167,272              | 152,789        | 320,061    |
| For the year ended 2032   | 71,381               | 62,826         | 134,207    |
| For the year ended 2033   | 193,921              | 157,080        | 351,001    |
| For the year ended 2034   | 159,128              | 148,966        | 308,094    |
| For the year ended 2035   | 179,196              | 175,080        | 354,276    |
| FY 2036 onwards   | 10,655,541           | 10,724,811     | 21,380,352 |

## 24.1.11 Significant actuarial assumptions used for valuation of these plans are as follows:

|   | 2025                    |                               | 2024                    |                               |
|---|-------------------------|-------------------------------|-------------------------|-------------------------------|
|   | Gratuity fund per annum | Superannuation fund per annum | Gratuity fund per annum | Superannuation fund per annum |
| Discount rate used for profit and loss charge | 14.75%                  | 14.75%                        | 16.25%                  | 16.25%                        |
| Discount rate used for year-end obligation    | 11.75%                  | 11.75%                        | 14.75%                  | 14.75%                        |
| Expected rates of salary increase             | 11.75%                  | 11.75%                        | 14.75%                  | 14.75%                        |
| Expected rates of return on plan assets       | 11.75%                  | 11.75%                        | 14.75%                  | 14.75%                        |

### Mortality rate

The rates assumed were based on the SLIC 2001 - 2005.

## 24.1.12 Weighted average duration of the defined benefit obligation is 9 years for gratuity and superannuation plans.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|   | Note | 2025<br>(Rupees in thousand) | 2024             |
|---|------|------------------------------|------------------|
| <b>25 LONG TERM FINANCES – SECURED</b>                    |      |                              |                  |
| <b>Holding Company:</b>                                   |      |                              |                  |
| First Habib Modaraba – Diminishing Musharika              | 25.1 | 48,126                       | –                |
| Bank Islami Pakistan Limited – Diminishing Musharika      | 25.2 | 145,477                      | 153,906          |
| Pakistan Kuwait Investment Company Limited – Term finance | 25.3 | 562,500                      | 687,500          |
| Syndicate facility  | 25.4 | 1,312,500                    | 1,500,000        |
| <b>Subsidiary Company:</b>                                |      |                              |                  |
| Bank Islami Limited – Terf Facility                       | 25.5 | 152,990                      | 240,985          |
| Term Finance  | 25.6 | 605,000                      | 605,000          |
| Long term finance facility                                | 25.7 | 200,000                      | 200,000          |
| Diminishing musharika                                     | 25.8 | 32,329                       | 23,319           |
| Less: Current portion of long term finances               | 20   | (562,911)                    | (391,749)        |
|   |      | <b>2,496,011</b>             | <b>3,018,961</b> |

- 25.1** This represents Diminishing Musharika facility of Rs. 150 million, obtained from First Habib Modaraba to purchase locally assembled vehicles. The tenor of the facility is upto 5 years. The facility is secured by way of registration of ownership of vehicles in favor of the Modarba. The loan is repayable in sixty equal monthly principal installments and profit payments at 3 month Kibor + 1.25% spread per annum. The effective markup rate ranging from 12.38% to 13.86% per annum, payable monthly in arrears.
- 25.2** This represents Diminishing Musharika facility of Rs. 176.63 million, obtained from Bank Islami Pakistan Limited to purchase brand new / second hand locally assembled vehicles and imported vehicles for personal use of employees and management. The tenor of the facility is upto 5 years. The facility is secured by way of registration of ownership of vehicles in favor of the bank with 10% minimum company's share for local vehicles and 30% for imported vehicles. The loan is repayable in sixty equal monthly principal installments and profit payments at 1 month Kibor + 1.5% spread per annum. The effective markup rate ranging from 12.72% to 22.33% (2024: 22.31% to 23.84%) per annum, payable monthly in arrears.
- 25.3** This represents facility of Rs. 750 million obtained from Pakistan Kuwait Investment Company (Private) Limited for balance sheet re-profiling. The tenor of the facility is upto 8 years inclusive of 2-year grace period. The facility is secured by way of first Joint Pari Passu charge over all present and future plant and machinery of the Company. The loan is repayable in full in twenty four equal quarterly installments of Rs. 31.25 million. The facility was first disbursed on Dec 22, 2021, with markup charging on the facility at 3 month Kibor + 1.25% spread. The effective markup rate ranging from 12.49% to 21.45% (2024 : 21.45% to 23.88%) per annum, payable quarterly in arrears.
- 25.4** This represents syndicate facility comprising of Habib Bank Limited and The Bank of Punjab of Rs.750 million each i.e Rs.1,500 million in total obtained for balance sheet profiling. The tenure of this facility is 8 years inclusive of 2-years grace period . The facility is secured by way of first joint parri passu charge over all present and future asset of the Company and lien and charge over Debt Payment Account and Disbursement Account . The loan is repayable in full in twenty four equal quarterly installments of Rs 62.5 million. The facility was first disbursed on July 6, 2022, with markup charging on the facility at 3 month Kibor + 1.10% spread. The effective markup rate ranging from 13.27% to 21.29% (2024 : 22.43% to 24.02%) per annum, payable quarterly in arrears.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

- 25.5** This represents long term loan facility obtained from BankIslami Pakistan Limited of Rs. 300 million (2024: Rs. 300 million) under 'Islamic Temporary Economic Refinance Facility' (ITERF). According to the conditions of the ITERF, the subsidiary company will use this facility for the retirement of Letter of credit (LC) established through bank. The facility carries markup at the rate of SBP rate + 4% per annum (below market interest) and is secured against lien over asset imported, ranking charge over fixed asset of the subsidiary company, corporate guarantee of the Holding Company and personal guarantee of the director. The principal is repayable in quarterly instalments commencing from February 01, 2025. The markup on this facility during the period was 5% (2024: 5%) per annum.
- 25.6** This represents a Term finance facility of Rs. 605 million (2024: Rs. 605 million) obtained from Karandaaz Pakistan through Bank Alfalah Limited. The loan is secured against first pari passu / hypothecation charge over all present and future fixed assets of the subsidiary company and corporate guarantee of the Holding Company. The facility will be repaid in quarterly instalments commencing from April 17, 2026 and ending on January 17, 2028. The facility carries markup at 3 month Kibor + 0.25% per annum. The effective markup rate during the period ranged from 12.39% to 20.49% (2024: 21.71% to 23.16%) per annum.
- 25.7** This represents a long-term finance facility obtained from Pair Investment Company Limited. The loan is secured against first pari passu / hypothecation charge over all present and future moveable fixed assets and equitable mortgage over land and building with a 25% margin, ranking pari passu with other lenders of subsidiary company, along with the corporate guarantee of the Holding Company. The facility will be repaid in quarterly instalments commencing from October 01, 2026 and ending on July 01, 2030. The facility carries markup at 3 month Kibor + 1.75% per annum. The effective markup rate during the year ranged from 13.89% to 21.99% (2024: 23.12% to 23.74%) per annum.
- 25.8** This represents Diminishing Musharika facility obtained from a Modaraba company to finance vehicles. The tenor of the facility is 5 years. The rate of markup is 3 month Kibor + 1.75% per annum. The effective markup rate during the year ranged from 13.75% to 21.77% (2024: 23.49%) per annum.

|                                     | Note | 2025<br>(Rupees in thousand) | 2024     |
|-------------------------------------|------|------------------------------|----------|
| <b>26 GOVERNMENT GRANT</b>          |      |                              |          |
| Balance as at July 01               |      | 53,643                       | 61,251   |
| Recognized during the year          |      | -                            | 10,908   |
| Less:                               |      |                              |          |
| Charged to capital work in progress |      | (25,629)                     | (18,516) |
| Balance as at June 30               |      | 28,014                       | 53,643   |
| Current portion                     | 20   | (15,341)                     | (23,103) |
| Non-current portion                 |      | 12,673                       | 30,540   |
| <b>27 DEFERRED TAXATION</b>         | 27.1 | 171,558                      | 213,581  |



# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|   | Note   | 2025<br>(Rupees in thousand) | 2024<br>(Restated) |
|---|--------|------------------------------|--------------------|
| <b>27.1 Deferred tax liability arising in respect of the following items:</b> |        |                              |                    |
| <b>Taxable temporary differences on:</b>                                      |        |                              |                    |
| - Accelerated tax depreciation  |        | (1,082,085)                  | (906,818)          |
| - Group share of associates   |        | (3,760)                      | (8,255)            |
| - Right of use asset  |        | (1,756)                      | (2,779)            |
|   |        | (1,087,601)                  | (917,852)          |
| <b>Deductible temporary differences on:</b>                                   |        |                              |                    |
| - Employee retirement benefits  |        | 237,681                      | 279,127            |
| - Provision for doubtful debts  |        | 30,062                       | 11,574             |
| - Provision for slow moving/obsolete stores                                   |        | 2,757                        | 2,053              |
| - Provision for warranty  |        | 37,371                       | 46,952             |
| - Minimum tax   |        | 1,765                        | 1,548              |
| - Unused tax losses   | 27.1.1 | 1,207,668                    | 1,030,758          |
| - Liability against right of use asset  |        | 2,292                        | 4,171              |
|   |        | 1,519,596                    | 1,376,183          |
| Deferred tax asset unrecognized   |        | (260,437)                    | (244,750)          |
|   |        | 171,558                      | 213,581            |

**27.1.1** This represents deferred tax asset on unused tax losses amounting to Rs. 419.40 million. This includes business loss amounting to Rs. 131.85 which can be carried forward for six preceding tax years, from the tax year to which it relates, as per requirements of Income Tax Ordinance, 2001. This also includes depreciation loss of Rs. 4059.55 million which is available for infinite period.

**27.1.2** This represents the deferred tax asset that has not been recognized due to uncertainty regarding the availability of taxable profits in the foreseeable future.

**27.1.2** Movement in deferred tax liability is as follows:

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|   | Note | 2025<br>(Rupees in thousand) | 2024<br>Restated |
|---|------|------------------------------|------------------|
| <b>27.1.2 Movement in deferred tax liability is as follows:</b>                 |      |                              |                  |
| Balance as at 01 July   |      | 213581                       | 92057            |
| <b>Recognized in statement of profit or loss:</b>                               |      |                              |                  |
| - Accelerated tax depreciation  |      | (175,267)                    | 96,578           |
| - Provision for slow moving/obsolete stores                                     |      | 704                          | 319              |
| - Right of use asset  |      | 1,023                        | 1,819            |
| - Surplus on revaluation of buildings   |      | -                            | -                |
| - Share of loss of associate  |      | 4,495                        | (8,255)          |
| - Provision for warranties  |      | (9,581)                      | 9,252            |
| - Unused tax losses   |      | 176,910                      | 102,390          |
| - Provision for doubtful debts  |      | 18,488                       | 531              |
| - Minimum tax   |      | 217                          | -                |
| - Liability against right of use asset  |      | (1,879)                      | (1,644)          |
| - Change in unrecognized deferred tax   |      | (15,687)                     | (157,230)        |
|   |      | (577)                        | 43,760           |
| <b>Recognized in other comprehensive income / equity:</b>                       |      |                              |                  |
| - Re-measurement of employee retirement benefits recognized                     |      | (41,446)                     | 77,764           |
| Balance as at June 30   |      | 171,558                      | 213,581          |
| <b>28 LEASE LIABILITY</b>   |      |                              |                  |
| Liability against right of use asset  |      | 6,601                        | 19,928           |
| Current portion of liability against right of use asset                         | 20   | (5,173)                      | (15,563)         |
|   |      | 1,428                        | 4,365            |
| <b>Maturity analysis of liability against right of use asset is as follows:</b> |      |                              |                  |
| Less than one year  |      | 5,501                        | 17,154           |
| One to five years   |      | 1,575                        | 4,432            |
| More than five years  |      | -                            | -                |
| Total undiscounted liability against right of use asset as at 30 June           |      | 7,076                        | 21,586           |
| Impact of discounting on liability against right of use asset                   |      | (475)                        | (1,658)          |
|   |      | 6,601                        | 19,928           |
| <b>Movement of liability against right of use liability is as follows:</b>      |      |                              |                  |
| Opening balance   |      | 19,928                       | 35,958           |
| Liability against right of use asset recognized during the year                 |      | 2,587                        | -                |
| Interest on unwinding of liability against right of use assets                  | 38   | 1,745                        | 3,490            |
| Modification of lease Liability   |      | -                            | (220)            |
| Payments during the year  |      | (17,659)                     | (19,300)         |
| Closing balance   |      | 6,601                        | 19,928           |

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

## 29 Contingencies and commitments

### 29.1 Contingencies

#### Contingencies - The Holding Company

- During the year, the Additional commissioner Inland Revenue (ACIR) invoked the provisions of the section 122(5A) of the Income Tax Ordinance, 2001 (the Ordinance) for the Tax year 2019, concerning various issues including pro-ration of the profit between local and export sales, addition on account of cash withdrawal under section 21(1), disallowance of exchange loss under section 34(3), advertisement expense under section 21(c) read with section 24, gratuity under section 34(3) and initial allowance under sections 22 and 23, raising a tax demand of Rs. 264 million through order dated June 29, 2025. Against this order, the Company filled an appeal before the Commissioner Inland Revenue-Appeals (CIRA), Lahore on July 23, 2025 which is pending adjudication.

The legal advisor of the Company is of the opinion that a favourable outcome is anticipated in the appeal as it is submitted that the learned additional commissioner did not properly examine the documents and records produced during the hearing of this case, nor did he adequately consider the applicable legal provisions.

- The Company has challenged the constitutionality of Section 4C of the Ordinance, through writ petition no. 2859 before the Honorable Islamabad High Court (IHC). The petition contests the inclusion of capital gains and export income classified under the Final Tax Regime (FTR), in the computation of super tax liability, arguing that such inclusion is inconsistent with existing provisions of the Ordinance, particularly sections 4(4) and (5), 8, 37A(4), and 169, and therefore beyond legislative competence. On October 10, 2024, the IHC disposed of the petition favorably, granting a stay in line with previous judgments issued by Bench-VI of the IHC. Subsequently, the Federal Board of Revenue (FBR) filed Intra Court Appeals (ICAs) against the decision, which are currently pending adjudication before a Special Division Bench.

The tax advisor of the Company is of the opinion that in light of the favorable decision by the Single Judge and the expectation of a positive outcome from the ICAs, this case will likely to be decided in the favor of the Company. Therefore, no super tax liability on the capital gains has been recognized in these consolidated financial statements.

- The ACIR passed an order dated February 28, 2019, u/s 122(5A) of the Ordinance and created a tax demand of Rs. 10.06 million with respect to Tax year 2013. The Company paid Rs. 1 million (10% of demand), under protest, and recorded the same in advance tax. The Company appealed before the CIRA which was decided in favor of the Company for majority of the matters. Being aggrieved, the tax department filed an appeal, dated January 22, 2020, before Appellate Tribunal Inland Revenue (ATIR) which is pending adjudication at the year end. The tax advisor of the Company is confident about the favorable outcome of the case, therefore, no provision has been recorded in these consolidated financial statements.
- The ACIR passed an order u/s 122(5A) dated April 21, 2021 and created an income tax demand of Rs. 25.35 million with respect to Tax year 2015. The Company paid Rs. 2.53 million (10% of demand), under protest, and recorded the same in advance tax. The Company appealed before CIRA, against the order of the department, where it deleted certain additions and some partially annulled through order dated March 30, 2022.

Being aggrieved, the Company filed second appeal before the ATIR on April 29, 2022 contesting the portion of annulment which is pending adjudication at year end. However, the department also filed second appeal on account of couple of add backs where adequate relief was not allowed in the first appeal. Both of the counter appeals are still

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

pending in the ATIR, the tax advisor of the Company is confident about the favorable outcome of the case, therefore, no provision has been recorded in these consolidated financial statements.

- During the year, the ACIR (Refund) passed an order under section 170(4) of the Ordinance on May 23, 2025 rejecting the balance refund amounting to Rs.18 million with respect to Tax year 2023. Subsequent to the year end, the Company filed an appeal before CIRA, Lahore on July 23, 2025 against this order, which is pending adjudication. The tax advisor of the Company is confident about the favorable outcome of the case as the ACIR did not properly examined the documents and submitted the records during the hearing, therefore, no provision has been recorded in these consolidated financial statements.
- For the Tax year 2016, the ACIR invoked provision of section 122(5A) of the Ordinance on different issues such as addition under sections 111(1)(d) and 111(1)(b), allocation of expenses between export and local sale, inter corporate dividend, profit on sales of fixed assets, disposal of investment property addition under section 111(1)(c), disallowed statutory depreciation allowance, disallowed initial allowance, amortization of advertisement expenses, etc. and passed an order dated March 31, 2022 by raising a tax demand of Rs 125.60 million. The Company filed an appeal before CIRA, Lahore on April 23, 2022. The Company's first appeal was accepted majorly by the CIRA, thereby deleting as well as sending back a couple of add backs for revisiting the decision of assessing officer, whereby the whole tax demand mentioned above was deleted. The ACIR went into second appeal before ATIR on January 12, 2023 against the order of CIRA, which is still pending adjudication. The tax advisor of the Company is confident about the favorable outcome of the case, therefore, no provision has been recorded in these consolidated financial statements.
- In respect of Tax year 2017, the ACIR passed an order dated November 30, 2018 under section 122(5A) of the Ordinance. No tax demand was involved as the additions made by ACIR through its order only reduced the b/f losses. The Company filed an appeal before CIRA, which was decided in favor of the Company for majority of the matters and case was remanded back to assessing officer. The tax department filed an appeal before ATIR on December 27, 2019 against the order of CIRA. The Company also preferred an appeal before ATIR on account of difference issues such as proration of profit between local and export sale, disallowance under section 65B, dividend income allocation etc. Both the counter appeals are pending adjudication at the year end. The tax advisor of the Company is confident about the favorable outcome of the case, therefore, no provision has been recorded in these consolidated financial statements.
- The ACIR through its order dated June 3, 2024, created a tax demand of Rs. 2.21 million under section 161(1) of the Ordinance in respect of the Tax year 2018. This demand includes a default surcharge and penalties, on the contention that the Company failed to deduct and deposit withholding tax from tax payers during the specified period. Being aggrieved, the Company has filed an appeal before CIRA on July 1, 2024. The tax advisor of the Company is confident about the favorable outcome of the case, therefore, no provision has been recorded in these consolidated financial statements.
- The ACIR, in respect of Tax year 2018, through its order dated June 25, 2024, raised a tax demand of Rs. 5.94 million under section 122(5A) of the Ordinance on different issues such as addition under section 21(1), reduced depreciation and initial allowance and advertisement expense amortized. Being aggrieved, the Company filed an appeal before CIRA on July 20, 2024. The tax advisor of the Company is confident about the favorable outcome of the case, therefore, no provision has been recorded in these consolidated financial statements.
- With respect to the Tax period from July 2013 to June 2018, the ACIR through its order dated May 23, 2019 created a sales tax demand of Rs. 138.04 million on the contention that the Company has claimed illegal/inadmissible input sales tax adjustment. Being aggrieved,

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

the Company filed an appeal before CIRA, which was decided in favor of the Company. The tax department filed an appeal, dated January 9, 2020 before ATIR, which is pending adjudication. The tax advisor of the Company is confident about the favorable outcome of the case, therefore, no provision has been recorded in these consolidated financial statements.

- With respect to the Tax period from July 2016 to June 2018, Additional Commissioner Punjab Revenue Authority (PRA), Lahore, through its order dated December 18, 2020, raised a sales tax demand of Rs. 175.15 million along with default surcharge and penalty of Rs. 141.82 million, on the contention that the Company has received services taxable services but failed to withhold and deposit the tax as per the provisions of the Punjab Sales Tax on Services (Withholding) Rules, 2015. Being aggrieved, the Company has filed an appeal, dated February 22, 2021 before Commissioner Appeal (PRA), Lahore which was partially decided in the favour of the Company through order dated January 16, 2024, and reduced the sales tax demand to Rs 79.74 million along with penalty of Rs. 21.02 million. Against this order, the Company filed an appeal on February 17, 2024 before the ATIR, Lahore which is pending adjudication. The tax advisor of the Company is confident about the favorable outcome of the case, therefore, no provision has been recorded in these consolidated financial statements.

## Contingencies – First Treet Manufacturing Modaraba

- For the Tax period July 2017 to June 2018, a sale tax demand of Rs. 14.7 million along with penalty of Rs. 0.85 million (aggregating to Rs. 15.6 million) was created by Deputy Commissioner Inland Revenue (DCIR), Unit-08, Audit-01, LTO, Lahore after conducting audit under section 25 of the Sales Tax Act, 1990 mainly on the issue of inadmissible claim of input tax Rs. 13.57 million, non-compliance of section 73 etc. Against this order the Modaraba filed appeal before the CIR (Appeals), Zone-1, Lahore on May 26, 2022 and the appeal was heard on August 01, 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 December 29, 2022 which is pending adjudication at the year end. As per the opinion of legal advisor of the Modaraba, a favorable outcome is expected.
- For the Tax Years 2011 and 2012, the DCIR raised tax demands of Rs. 1.52 million and Rs. 41.36 million respectively through assessment orders. The Modaraba filed appeals before the CIRA, who decided the cases in favour of the Modaraba and deleted the entire demands. FBR, however, filed appeals before the ATIR, which, vide order dated June 28, 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 161, 205 and 132 of the Income Tax Ordinance, 2001, and raised revised demands of Rs. 1.14 million and Rs. 23.89 million. Subsequent to the year end, the Modaraba has filed appeals before the CIRA-I which is pending adjudication. Based on the opinion of the Modaraba's legal advisor, the management expects a favourable outcome and accordingly, no provision has been made in these consolidated financial statements.

## Contingencies – Treet Holdings Limited

- During previous years, with respect to Tax year 2012, the ACIR passed an order under section 122(5A) on different issues i.e. allocation of expenses between normal income and presumptive income, under section 34(3), bad debts, exchange loss, payment of WWF and dividend income and created an income tax demand of Rs. 1.29 million. Being aggrieved, the Company filed an appeal, dated August 09, 2018, before the CIRA, Zone-1, Lahore and the learned CIRA remanded the case back for re-adjudication.

Against this order, the Company filed second appeal before the ATIR on January 21, 2022 on the issue of remand back. Subsequent to year end, on July 11, 2025, CIRA again gave a favorable order and deleted the entire demand.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

- During previous years, with respect to tax year 2013, ACIR passed an order u/s 122(5A) on different issues i.e. under section 29, bad debts, capital gains on securities, exchange loss and sale / transfer of stock and created an income tax demand of Rs. 17.28 million. Being aggrieved, the Company filed an appeal, dated August 09, 2018, before the CIRA, Zone-1, Lahore and the learned CIRA remanded the case back for re-adjudication.

Against this order, the Company filed second appeal before the ATIR on January 21, 2022. Subsequent to year end, on July 11, 2025, CIRA again gave a favorable order and deleted the entire demand.

## Contingencies – Renacon Pharma Limited

- In the Tax year 2020 the ACIR invoked section 122(5A) of the Ordinance on different issues such as additions under section 29, 111(1)(d) and u/s 20 and passed an order dated August 21, 2023 by raising a tax demand in the sum of Rs. 28.5 million. Against this order, the Company filed appeal before the CIRA on September 08, 2023 which was transferred from CIRA-IV to the ATIR on June 12, 2024 on the point of jurisdiction. The ATIR, vide its order dated August 22, 2024, declared that the assessment order passed by the taxation officer was time-barred and therefore without lawful jurisdiction, and accordingly accepted the Company's appeal and deleted the entire demand. However, the FBR has filed a reference before the Honorable High Court on October 10, 2024 against the aforesaid decision of the ATIR which is currently pending. The management, based on the advice of its legal counsel, expects a favorable outcome in the matter.
- In the Tax year 2022 the ACIR invoked provision of section 122 (5A) of the Ordinance on different issues such as additions u/s 34(5), u/s 174(2) on a/c of expenses, disallowance on a/c of exchange loss, u/s 174 (2) on a/c of legal and professional charges and u/s 29 on a/c of bad debts of the Income Tax Ordinance, 2001 and passed an order dated July 05, 2024 by raising a tax demand in the sum of Rs. 0.21 million. Against this order, the Company filed appeal before the CIRA-II, Lahore on August 02, 2024 which is pending adjudication at this point in time. A favorable outcome is expected in the appeal as the learned ACIR has not properly examined the documents/ records produced before him during the hearing of this case as well as legal provisions of law.
- In the tax year 2023, the Additional Commissioner Inland Revenue (ACIR) invoked provision of section 122 (5A) of the Income Tax Ordinance 2001 on different issues such as additions u/s 174(2) on a/c of legal and professional charges and disallowance of prior year's refund adjustment and passed an order dated 05-07-2024 by raising a tax demand in the sum of Rs. 5,149,264. Against this order, the Company filed appeal before the CIR, Appeal-II, Lahore on 02-08-2024 which is pending adjudication at this point in time. A favorable outcome is expected in the appeal as the learned Additional Commissioner has not properly examined the documents/ records produced before him during the hearing of this case as well as legal provisions of law.
- The DCIR passed an order under section 122(1) of the Ordinance on various issues including additions on account of sales/revenue under section 111(1)(d)(i), other revenue under section 174(2), trade creditors under section 34(5)/111, repair expense and other direct and indirect expenses under section 174(2), after concluding audit proceedings under section 177 of the Ordinance. Through this order, a tax demand of Rs. 2.318 million was raised. The Company has filed an appeal before the CIRA-II on March 26, 2025 which is presently pending adjudication. Based on the advice of its legal counsel, the Company expects a favorable outcome in this matter.



# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

## 29.2 Commitments

- Outstanding letters of credit as at June 30, 2025 amounted to Rs. 970 million (2024: Rs. 970 million).
- Outstanding non-capital commitments as at June 30, 2025 amounted to Rs.363.33 million (2024: Rs. 209.01 million).
- Guarantees given by banks on behalf of the Holding Company in favour of Sui Northern Gas Pipeline Limited and Sui Southern Gas Limited as at June 30, 2025, amounts to Rs. 2.5 million and Rs. 2.4 million respectively (2024: Rs. 7.4 million).
- Guarantees given by banks on behalf of the Holding Company in favour of Collector of Customs as at June 30, 2025, amounts to Rs. 13.2 million (2024: Rs. 13.2 million).
- Guarantees given by banks on behalf of the Holding Company in favour of Yde Sa (SMC-Private) Limited as at June 30, 2025, amounts to Rs. 1.85 million (2024: Rs.1.85 million).
- Guarantees given by bank on behalf of the Treet Battery Limited in favour of Sui Northern Gas Pipeline Limited and Faisalabad Electric Supply Company as at June 30, 2025, amounts to Rs. 58.17 million (2024: Rs. 58.17 million).
- Bank guarantees given on behalf of Renacon Pharma Limited and First Treet Manufacturing Modaraba as at June 30, 2025 amounts to Rs. 10.93 million (2024: Rs. 15.06 million) and Rs. Rs. Nil (2024: Rs. 7.245 million).

## 30 SHARE CAPITAL

### 30.1 Authorized capital

|                                  | 2025<br>(Number of shares) | 2024        | 2025<br>(Rupees in thousand) | 2024      |
|----------------------------------|----------------------------|-------------|------------------------------|-----------|
| Ordinary shares of Rs. 10 each   | 750,000,000                | 750,000,000 | 7,500,000                    | 7,500,000 |
| Preference shares of Rs. 10 each | 150,000,000                | 150,000,000 | 1,500,000                    | 1,500,000 |
|                                  | 900,000,000                | 900,000,000 | 9,000,000                    | 9,000,000 |

### 30.2 Issued, subscribed and paid up capital

|  | 2025<br>(Number of shares) | 2025        | 2025<br>(Rupees in thousand) | 2024      |
|--|----------------------------|-------------|------------------------------|-----------|
| Ordinary shares of Rs. 10 each fully paid-up in cash                       | 282,101,155                | 282,101,155 | 2,821,012                    | 2,821,012 |
| Ordinary shares of Rs. 10 each issued on conversion of PTCs                | 22,006,165                 | 22,006,165  | 220,061                      | 220,061   |
| Ordinary shares of Rs. 10 each fully issued as bonus shares                | 52,420,143                 | 52,420,143  | 524,201                      | 524,201   |
| Ordinary shares of Rs. 10 each issued against employee share option scheme | 14,501,351                 | 14,501,351  | 145,014                      | 145,014   |
|  | 371,028,814                | 371,028,814 | 3,710,288                    | 3,710,288 |



# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

## 30.3 Reconciliation of number of shares

|                     |      | 2025<br>(Rupees in thousand) | 2024      |
|---------------------|------|------------------------------|-----------|
| At July 01          |      | 3,710,288                    | 1,787,211 |
| Right shares issued | 30.4 | -                            | 1,923,077 |
| At June 30          |      | 3,710,288                    | 3,710,288 |

**30.4** This represents the issuance of 192,307,692 right shares by the company at Rs. 10 per share with a premium of Rs. 3 per share, amounting to Rs. 2,499,999,996. These funds will be utilized to reduce its existing short-term facilities and to enhance the capacity of the existing product line.

| Purpose of utilization of right proceeds | Bifurcation of right issue proceeds | % of Allocation | % of Utilization of right proceeds |
|--|-------------------------------------|-----------------|------------------------------------|
|--|-------------------------------------|-----------------|------------------------------------|

|  |               |        |      |
|--|---------------|--------|------|
| Re-payment of debt/ Realignment of capital structure inclusive of interest | 1,899,999,996 | 76.00% | 100% |
| Capacity Enhancement - Razors  | 370,000,000   | 14.80% | 70%  |
| New product development  | 230,000,000   | 9.20%  | 98%  |

|   | Note   | 2025<br>(Rupees in thousand) | 2024<br>(Restated) |
|---|--------|------------------------------|--------------------|
| <b>31 RESERVES</b>  |        |                              |                    |
| Capital reserves  | 31.1   | 6,022,755                    | 5,999,564          |
| General reserves  |        | 266,400                      | 266,400            |
|   |        | 6,289,155                    | 6,265,964          |
| <b>31.1 Capital reserves</b>  |        |                              |                    |
| Excess of net worth over purchase consideration of assets of Wazir Ali Industries Limited |        | -                            | 629                |
| Foreign currency translation reserve  | 31.1.3 | (301)                        | -                  |
| Share premium   | 31.1.1 | 5,434,345                    | 5,433,716          |
| Statutory reserves  | 31.1.2 | 588,712                      | 565,219            |
|   |        | 6,022,755                    | 5,999,564          |

**31.1.1** This reserve can be utilized by the Group only for the purposes specified under section 81(2) of the Companies Act, 2017.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

**31.1.2** This represents profit set aside in compliance with the requirements of Prudential Regulations for Modaraba issued by the Securities and Exchange Commission of Pakistan and is not available for distribution.

**31.1.3** This reserve represents the exchange differences arising on the translation of net assets of foreign operations into Pakistani Rupees. The balance is not available for distribution as dividend and will be realized only on disposal of the related foreign operations.

## 32 NON-CONTROLLING INTEREST

### 32.1 Group entities

The following table summarizes the information relating to the Group's subsidiaries that have Non-Controlling Interest (NCI):

|   | 2025<br>(Rupees in thousand) |  |                              |
|---|------------------------------|--|------------------------------|
|   | Treet<br>Battery<br>Limited  | First Treet<br>Manufacturing<br>Modaraba | Renacon<br>Pharma<br>Limited |
| June 30, 2025<br>Amount in Rupees                             |                              |  |                              |
| <b>NCI percentage</b>   | <b>12.01%</b>                | <b>0.68%</b>                             | <b>44.14%</b>                |
| Non-current assets  | 6,354,904                    | 280,813                                  | 2,290,061                    |
| Current assets  | 3,169,295                    | 3,412,990                                | 978,102                      |
| Non-current liabilities                                       | -                            | -  | 856,802                      |
| Current liabilities   | 7,350,432                    | 703,208                                  | 1,293,494                    |
| <b>Net assets</b>   | <b>2,173,767</b>             | <b>2,990,595</b>                         | <b>1,117,867</b>             |
| <b>Carrying amount of NCI</b>                                 | <b>261,012</b>               | <b>20,268</b>                            | <b>493,425</b>               |
| Revenue from contracts with customers - net                   | 8,843,791                    | 3,793,472                                | 1,615,054                    |
| Profit after taxation   | 40,426                       | 117,463                                  | 121,611                      |
| Other comprehensive income                                    | -                            | -  | -                            |
| <b>Total comprehensive income</b>                             | <b>40,426</b>                | <b>117,463</b>                           | <b>121,611</b>               |
| <b>Total comprehensive income allocated to NCI</b>            | <b>844</b>                   | <b>796</b>                               | <b>53,679</b>                |
| Net cash flows generated from operating activities            | 1,862,413                    | 268,108                                  | 613,053                      |
| Net cash flows used in investing activities                   | (136,856)                    | (12,815)                                 | (383,586)                    |
| Net cash flows used in financing activities                   | (1,131,345)                  | (654)                                    | (282,395)                    |
| <b>Net increase / (decrease) in cash and cash equivalents</b> | <b>594,212</b>               | <b>254,639</b>                           | <b>(52,928)</b>              |

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|  | 2024<br>(Rupees in thousand) |                                    |                        |
|--|------------------------------|------------------------------------|------------------------|
|  | Treet Battery Limited        | First Treet Manufacturing Modaraba | Renacon Pharma Limited |
| June 30, 2024<br>Amount in Rupees                              |                              |                                    |                        |
| <b>NCI percentage</b>  | 2.09%                        | 0.68%                              | 44.14%                 |
| Non-current assets   | 6,424,435                    | 301,530                            | 1,933,108              |
| Current assets   | 3,731,194                    | 3,107,078                          | 961,776                |
| Non-current liabilities  | 3,166                        | -                                  | 1,054,780              |
| Current liabilities  | 10,022,288                   | 535,476                            | 843,848                |
| <b>Net assets - restated</b>                                   | 130,175                      | 2,873,132                          | 996,256                |
| <b>Carrying amount of NCI</b>                                  | 2,716                        | 19,473                             | 439,746                |
| Revenue from contracts with customers - net                    | 8,733,322                    | 4,148,262                          | 1,369,575              |
| Profit / (loss) after taxation                                 | (376,717)                    | 271,457                            | 182,865                |
| Other comprehensive income                                     | -                            | -                                  | -                      |
| <b>Total comprehensive income - restated</b>                   | (376,717)                    | 271,457                            | 182,865                |
| <b>Total comprehensive income allocated to NCI - restated</b>  | (2,553)                      | 1,840                              | 80,716                 |
| Net cash flows (used in) / generated from operating activities | (292,095)                    | 178,381                            | 123,498                |
| Net cash flows used in investing activities                    | (77,196)                     | (47,857)                           | (558,959)              |
| Net cash flows (used in) / generated from financing activities | (339,112)                    | (2,842)                            | 495,910                |
| <b>Net increase / (decrease) in cash and cash equivalents</b>  | (708,403)                    | 127,682                            | 60,449                 |

|  | Note | 2025<br>(Rupees in thousand) | 2024       |
|--|------|------------------------------|------------|
|  |      |                              |            |
| <b>33 REVENUE FROM CONTRACTS WITH CUSTOMERS - NET</b>  |      |                              |            |
| Blades, razors, shaving foam and chemicals             | 33.1 | 12,577,366                   | 10,935,371 |
| Soaps  | 33.2 | 1,056,814                    | 1,333,930  |
| Corrugated boxes                                       | 33.3 | 2,594,846                    | 2,713,273  |
| Bikes  | 33.4 | 246                          | 836        |
| Battery  | 33.5 | 8,843,281                    | 8,733,322  |
| Hemodialysis concentrates<br>(Pharmaceutical products) | 33.6 | 1,615,054                    | 1,369,575  |
|  |      | <b>26,687,607</b>            | 25,086,307 |

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|   | 2025<br>(Rupees in thousand) | 2024        |
|---|------------------------------|-------------|
| <b>33.1 Blades, razor, shaving foam and chemicals</b> |                              |             |
| <b>Blades, razors and shaving foam</b>                |                              |             |
| Export sales  | 2,772,623                    | 2,943,808   |
| Less: Trade discount                                  | (506)                        | (14,483)    |
|   | 2,772,117                    | 2,929,325   |
| Local sales   | 11,972,509                   | 9,703,036   |
| Less: Sales tax                                       | (1,855,392)                  | (1,548,988) |
| Less: Trade discount                                  | (313,751)                    | (154,107)   |
|   | 9,803,366                    | 7,999,941   |
|   | 12,575,483                   | 10,929,266  |
| <b>Trading income - chemicals</b>                     |                              |             |
| Sale of Chemicals - gross                             | 2,222                        | 7,576       |
| Less: Sales tax                                       | (339)                        | (1,156)     |
| Less: Trade discount                                  | -                            | (315)       |
|   | 1,883                        | 6,105       |
|   | 12,577,366                   | 10,935,371  |
| <b>33.2 Soaps</b>                                     |                              |             |
| Local sales   | 1,300,620                    | 1,631,228   |
| Less: Sales tax                                       | (243,806)                    | (297,298)   |
| Less: Trade discount                                  | -                            | -           |
|   | 1,056,814                    | 1,333,930   |
| <b>33.3 Corrugated boxes</b>                          |                              |             |
| Local sales   | 3,056,568                    | 3,198,543   |
| Less: Sales tax                                       | (461,644)                    | (482,487)   |
| Less: Trade discount                                  | (78)                         | (2,783)     |
|   | 2,594,846                    | 2,713,273   |
| <b>33.4 Bikes</b>                                     |                              |             |
| Local sales   | 282                          | 909         |
| Less: Sales tax                                       | (36)                         | (73)        |
| Less: Trade discount                                  | -                            | -           |
|   | 246                          | 836         |

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|                                       | 2025<br>(Rupees in thousand) | 2024        |
|---------------------------------------|------------------------------|-------------|
| <b>33.5 Battery</b>                   |                              |             |
| Local sales                           | 12,886,918                   | 12,881,582  |
| Less: Sales tax                       | (1,965,977)                  | (1,965,432) |
| Less: Trade discount                  | (2,077,660)                  | (2,182,828) |
|                                       | <b>8,843,281</b>             | 8,733,322   |
| <b>33.6 Hemodialysis concentrates</b> |                              |             |
| Export sales                          | 151,832                      | 53,578      |
| Local sales                           | 1,463,273                    | 1,315,997   |
| Less: Trade discount                  | (51)                         | -           |
|                                       | <b>1,615,054</b>             | 1,369,575   |

# Notes to the consolidated Financial Statements

## For the year ended June 30, 2025



### 33.7 Disaggregation of Revenue

In the following table, revenue from contracts with customers is disaggregated by primary geographical markets, major products and service line and timing of revenue recognition.

|   | Blades, razor, shaving foam and chemicals |                   | Soap             |                  | Corrugated boxes |                  | Bikes      |            | Battery          |                  | Hemodialysis concentrates |                  | Total             |                   |
|---|---|-------------------|------------------|------------------|------------------|------------------|------------|------------|------------------|------------------|---------------------------|------------------|-------------------|-------------------|
|   | 2025                                      | 2024              | 2025             | 2024             | 2025             | 2024             | 2025       | 2024       | 2025             | 2024             | 2025                      | 2024             | 2025              | 2024              |
| Rupees in thousands                       |   |                   |                  |                  |                  |                  |            |            |                  |                  |                           |                  |                   |                   |
| <b>Primary Geographical Markets</b>       |   |                   |                  |                  |                  |                  |            |            |                  |                  |                           |                  |                   |                   |
| Asia                                      | 11,279,739                                | 9,458,447         | 1,056,814        | 1,333,930        | 2,594,846        | 2,713,273        | 246        | 836        | 8,843,281        | 8,733,322        | 1,615,054                 | 1,369,575        | 25,389,980        | 23,609,383        |
| Middle East                               | 973,520                                   | 1,291,616         | -                | -                | -                | -                | -          | -          | -                | -                | -                         | -                | 973,520           | 1,291,616         |
| Africa                                    | 121,474                                   | 28,824            | -                | -                | -                | -                | -          | -          | -                | -                | -                         | -                | 121,474           | 28,824            |
| Europe                                    | 67,702                                    | 89,484            | -                | -                | -                | -                | -          | -          | -                | -                | -                         | -                | 67,702            | 89,484            |
| US  | 134,930                                   | 66,930            | -                | -                | -                | -                | -          | -          | -                | -                | -                         | -                | 134,930           | 66,930            |
| Australia                                 | -   | 90                | -                | -                | -                | -                | -          | -          | -                | -                | -                         | -                | -                 | 90                |
|   | <b>12,577,365</b>                         | <b>10,935,371</b> | <b>1,056,814</b> | <b>1,333,930</b> | <b>2,594,846</b> | <b>2,713,273</b> | <b>246</b> | <b>836</b> | <b>8,843,281</b> | <b>8,733,322</b> | <b>1,615,054</b>          | <b>1,369,575</b> | <b>26,687,607</b> | <b>25,086,307</b> |
| <b>Major Products / Service Lines</b>     |   |                   |                  |                  |                  |                  |            |            |                  |                  |                           |                  |                   |                   |
| Blades, razor, shaving foam and chemicals | 12,577,366                                | 10,935,371        | -                | -                | -                | -                | -          | -          | -                | -                | -                         | -                | 12,577,366        | 10,935,371        |
| Soap                                      | -   | -                 | 1,056,814        | 1,333,930        | -                | -                | -          | -          | -                | -                | -                         | -                | 1,056,814         | 1,333,930         |
| Corrugated boxes                          | -   | -                 | -                | -                | 2,594,846        | 2,713,273        | -          | -          | -                | -                | -                         | -                | 2,594,846         | 2,713,273         |
| Bikes                                     | -   | -                 | -                | -                | -                | -                | 246        | 836        | -                | -                | -                         | -                | 246               | 836               |
| Battery                                   | -   | -                 | -                | -                | -                | -                | -          | -          | 8,843,281        | 8,733,322        | -                         | -                | 8,843,281         | 8,733,322         |
| Hemodialysis concentrates                 | -   | -                 | -                | -                | -                | -                | -          | -          | -                | -                | 1,615,054                 | 1,369,575        | 1,615,054         | 1,369,575         |
|   | <b>12,577,366</b>                         | <b>10,935,371</b> | <b>1,056,814</b> | <b>1,333,930</b> | <b>2,594,846</b> | <b>2,713,273</b> | <b>246</b> | <b>836</b> | <b>8,843,281</b> | <b>8,733,322</b> | <b>1,615,054</b>          | <b>1,369,575</b> | <b>26,687,607</b> | <b>25,086,307</b> |
| <b>Timing of revenue recognition</b>      |   |                   |                  |                  |                  |                  |            |            |                  |                  |                           |                  |                   |                   |
| Products transferred at a point in time   | 12,577,366                                | 10,935,371        | 1,056,814        | 1,333,930        | 2,594,846        | 2,713,273        | 246        | 836        | 8,843,281        | 8,733,322        | 1,615,054                 | 1,369,575        | 26,687,607        | 25,086,307        |
| Services provided over the time           | -   | -                 | -                | -                | -                | -                | -          | -          | -                | -                | -                         | -                | -                 | -                 |
|   | <b>12,577,366</b>                         | <b>10,935,371</b> | <b>1,056,814</b> | <b>1,333,930</b> | <b>2,594,846</b> | <b>2,713,273</b> | <b>246</b> | <b>836</b> | <b>8,843,281</b> | <b>8,733,322</b> | <b>1,615,054</b>          | <b>1,369,575</b> | <b>26,687,607</b> | <b>25,086,307</b> |

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|  | Note        | 2025<br>(Rupees in thousand) | 2024<br>(Restated) |
|--|-------------|------------------------------|--------------------|
| <b>34 COST OF REVENUE</b>                              |             |                              |                    |
| Blades, razors, shaving foam and chemicals             | 34.1        | 8,004,208                    | 7,653,276          |
| Soaps  | 34.2        | 827,440                      | 1,053,055          |
| Corrugated boxes                                       | 34.3        | 2,480,302                    | 2,720,851          |
| Bikes  | 34.4        | 2,564                        | 670                |
| Battery  | 34.5        | 7,078,439                    | 6,945,196          |
| Hemodialysis concentrates (Pharmaceutical products)    | 34.6        | 1,106,533                    | 866,295            |
|  |             | <b>19,499,486</b>            | <b>19,239,343</b>  |
| <b>34.1 Blades, razors, shaving foam and chemicals</b> |             |                              |                    |
| Raw and packing material consumed                      |             | 4,716,002                    | 4,343,171          |
| Stores and spares consumed                             |             | 161,117                      | 160,365            |
| Salaries, wages and other benefits                     | 34.1.1      | 1,867,787                    | 1,699,102          |
| Fuel and power   |             | 667,815                      | 761,810            |
| Freight, octroi and handling                           |             | 179,116                      | 126,544            |
| Repair and maintenance                                 |             | 72,000                       | 53,396             |
| Rates and taxes  |             | 29,968                       | 26,527             |
| Insurance  |             | 55,329                       | 35,456             |
| Travelling and conveyance                              |             | 53,937                       | 38,479             |
| Printing and stationery                                |             | 3,312                        | 6,890              |
| Postage and telephone                                  |             | 3,481                        | 4,388              |
| Depreciation on property, plant and equipment          | 7.1.2 & 8.1 | 216,111                      | 276,507            |
| Others   |             | 32,596                       | 12,236             |
|  |             | <b>8,058,571</b>             | <b>7,544,871</b>   |
| Opening stock of work in process                       | 14          | 119,971                      | 137,153            |
| Closing stock of work in process                       |             | (96,928)                     | (119,971)          |
| Cost of goods manufactured                             |             | <b>8,081,614</b>             | <b>7,562,053</b>   |
| Opening stock of finished goods                        |             | 730,860                      | 822,083            |
| Closing stock of finished goods                        | 14          | (808,266)                    | (730,860)          |
|  |             | <b>8,004,208</b>             | <b>7,653,276</b>   |

**34.1.1** Salaries, wages and other benefits include Rs. 254.98 million (2024: Rs. 173.29 million) and Rs. 56.6 million (2024: Rs. 53.7 million) in respect of defined benefit schemes and defined contribution schemes respectively.



# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|   | Note   | 2025<br>(Rupees in thousand) | 2024<br>(Restated) |
|---|--------|------------------------------|--------------------|
| <b>34.2 Soaps</b>                             |        |                              |                    |
| Raw and packing material consumed             |        | 839,509                      | 943,467            |
| Stores and spares consumed                    |        | -                            | 177                |
| Salaries, wages and other benefits            | 34.3.1 | 3,539                        | 10,651             |
| Freight and forwarding                        |        | 23,194                       | 27,735             |
| Travelling and conveyance                     |        | -                            | 804                |
| Repair and maintenance                        |        | 223                          | 1,033              |
| Insurance                                     |        | 372                          | 372                |
| Depreciation on property, plant and equipment | 7.1.2  | 404                          | 182                |
| Rent, rates and taxes                         |        | 14                           | 1,534              |
| Manufacturing charges                         |        | 43,034                       | 53,075             |
|   |        | 910,289                      | 1,039,029          |
| Opening stock of work in process              | 14     | -                            | -                  |
| Closing stock of work in process              |        | -                            | -                  |
| Cost of goods manufactured                    |        | 910,289                      | 1,039,029          |
| Opening stock of finished goods               | 14     | 68,872                       | 82,898             |
| Closing stock of finished goods               |        | (151,721)                    | (68,872)           |
|   |        | 827,440                      | 1,053,055          |
| <b>34.3 Corrugated boxes</b>                  |        |                              |                    |
| Raw and packing material consumed             |        | 1,855,965                    | 2,097,467          |
| Stores and spares consumed                    |        | 63,480                       | 54,075             |
| Salaries, wages and other benefits            | 34.3.1 | 230,481                      | 252,494            |
| Fuel and power                                |        | 136,052                      | 134,646            |
| Freight and forwarding                        |        | 108,447                      | 94,992             |
| Repair and maintenance                        |        | 25,717                       | 27,098             |
| Rates and taxes                               |        | 846                          | 1,191              |
| Insurance                                     |        | 2,792                        | 1,348              |
| Travelling and conveyance                     |        | 5,431                        | 7,056              |
| Depreciation on property, plant and equipment | 7.1.2  | 25,358                       | 23,085             |
| Other expenses                                |        | 18,806                       | 16,802             |
|   |        | 2,473,375                    | 2,710,254          |
| Opening stock of work in process              | 14     | 11,702                       | 11,197             |
| Closing stock of work in process              |        | (6,645)                      | (11,702)           |
| Cost of goods manufactured                    |        | 2,478,432                    | 2,709,749          |
| Opening stock of finished goods               | 14     | 27,568                       | 38,669             |
| Closing stock of finished goods               |        | (25,700)                     | (27,568)           |
|   |        | 2,480,300                    | 2,720,850          |

**34.3.1** Outsourcing of manpower includes Rs. 8.56 million (2024: Rs. 0.86 million) in respect of contribution to gratuity fund, Rs. 3.66 million (2024: Rs. 4.21 million) in respect of contribution to provident fund, Rs. 1.98 million (2024: Rs. 1.30 million) in respect of contribution to service fund and Rs. 3.78 million (2024: Rs. 0.74 million) in respect of contribution to superannuation fund.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|   | Note   | 2025<br>(Rupees in thousand) | 2024<br>(Restated) |
|---|--------|------------------------------|--------------------|
| <b>34.4 Bikes</b>                             |        |                              |                    |
| Raw and packing material consumed             |        | 36                           | 1,440              |
| Carriage inward                               |        | -                            | 10                 |
| Salaries, wages and other benefits            | 34.4.1 | 1,429                        | 6,376              |
| Repair and maintenance                        |        | 82                           | 158                |
| Printing and stationery                       |        | -                            | 28                 |
| Freight and Handling                          |        | -                            | 15                 |
| Travelling and conveyance                     |        | 202                          | 176                |
| Depreciation on property, plant and equipment | 7.1.2  | 398                          | 1,031              |
| Others  |        | 145                          | 403                |
|   |        | 2,292                        | 9,637              |
| Opening stock of finished goods               | 14     | 2,576                        | 3,905              |
| Closing stock of finished goods               |        | (2,304)                      | (12,872)           |
|   |        | 2,564                        | 670                |

**34.4.1** Salaries, wages and other benefits includes Rs. Nil (2024: Rs. 0.27 million), Rs. Nil (2024: Rs.0.09 million) and Rs. Nil (2024: Rs. 0.16 million) in respect of contribution to gratuity fund, super annuation fund and provident fund respectively.

|   | Note   | 2025<br>(Rupees in thousand) | 2024<br>(Restated) |
|---|--------|------------------------------|--------------------|
| <b>34.5 Battery</b>                           |        |                              |                    |
| Raw material and packing material consumed    |        | 5,412,759                    | 5,845,652          |
| Stores and spares consumed                    |        | 20,716                       | 17,633             |
| Salaries, wages and other benefits            | 34.5.1 | 433,396                      | 380,268            |
| Fuel and power                                |        | 479,266                      | 566,876            |
| Freight and forwarding                        |        | 162,133                      | 165,987            |
| Repair and maintenance                        |        | 30,731                       | 43,121             |
| Rates and taxes                               |        | 6,885                        | 3,157              |
| Insurance                                     |        | 28,747                       | 26,093             |
| Traveling and conveyance                      |        | 22,853                       | 24,748             |
| Depreciation on property, plant and equipment | 7.1.2  | 202,932                      | 224,931            |
| Other manufacturing expenses                  |        | 12,548                       | 20,870             |
|   |        | 6,812,966                    | 7,319,335          |
| Opening stock of work in process              | 14     | 277,200                      | 238,743            |
| Closing stock of work in process              |        | (300,555)                    | (277,200)          |
| Cost of goods manufactured                    |        | 6,789,611                    | 7,280,878          |
| Opening stock of finished goods               | 14     | 384,161                      | 48,479             |
| Closing stock of finished goods               |        | (95,333)                     | (384,161)          |
|   |        | 7,078,439                    | 6,945,196          |

**34.5.1** Outsourcing of manpower includes Rs. 6.58 million (2024: Rs. 3.58 million) in respect of contribution to gratuity fund, Rs. 5.91 million (2024: Rs. 5.16 million) in respect of contribution to provident fund, Rs. 3.3 million (2024: Rs. 2.8 million) in respect of contribution to service fund and Rs. 0.39 million (2024: Rs. 0.33 million) in respect of contribution to superannuation fund.

## Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|   | Note   | 2025<br>(Rupees in thousand) | 2024<br>(Restated) |
|---|--------|------------------------------|--------------------|
| <b>34.6 Hemodialysis concentrates (Pharmaceutical products)</b> |        |                              |                    |
| Raw material and packing material consumed                      | 34.6.1 | 888,540                      | 729,411            |
| Stores and spares consumed                                      |        | 7,224                        | 8,042              |
| Salaries wages and other benefits                               | 34.6.2 | 82,200                       | 63,187             |
| Repair and maintenance  |        | 6,151                        | 3,327              |
| Fuel and power  |        | 23,363                       | 17,596             |
| Rates and taxes   |        | 232                          | 282                |
| Printing and stationery   |        | 726                          | 1,558              |
| Postage and telephone   |        | 1,556                        | 850                |
| Entertainment   |        | 4,153                        | 2,550              |
| Expenses for computerization and subscriptions                  |        | 771                          | 158                |
| Travelling  |        | 6,492                        | 4,306              |
| Insurance   |        | 6,087                        | 1,740              |
| Depreciation on property, plant and equipment                   | 7.1.2  | 22,530                       | 2,524              |
| Other manufacturing expenses                                    |        | 79,471                       | 52,107             |
|   |        | <b>1,129,496</b>             | 887,638            |
| Opening stock of work in process                                | 14     | 626                          | -                  |
| Closing stock of work in process                                |        | -                            | (626)              |
| Cost of goods manufactured                                      |        | <b>1,130,122</b>             | 887,013            |
| Opening stock of finished goods                                 | 14     | 40,523                       | 19,805             |
| Closing stock of finished goods                                 |        | (64,112)                     | (40,523)           |
|   |        | <b>1,106,533</b>             | 866,295            |

**34.6.1** These includes imported items amounting to Rs. 314.21 million (2024: Rs. 288.36 million).

**34.6.2** Salaries, wages and other benefits include Rs. 0.75 million (2024: Rs. 0.91 million) in respect of contribution to gratuity fund, Rs. 1.24 million (2024: Rs. 0.77 million) in respect of contribution to provident fund, Rs. 0.52 million (2024: Rs. 0.62 million) in respect of contribution to service fund and Rs. Nil (2024: Rs. 0.12) in respect of superannuation fund.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|   | Note  | 2025<br>(Rupees in thousand) | 2024             |
|---|-------|------------------------------|------------------|
| <b>35 ADMINISTRATIVE EXPENSES</b>             |       |                              |                  |
| Salaries, wages and other benefits            | 35.1  | 1,035,805                    | 796,151          |
| Repairs and maintenance                       |       | 31,866                       | 19,928           |
| Rates and taxes                               |       | 13,334                       | 6,248            |
| Traveling and conveyance                      |       | 95,105                       | 86,316           |
| Entertainment                                 |       | 9,434                        | 9,395            |
| Postage and telephone                         |       | 17,616                       | 11,148           |
| Printing and stationery                       |       | 12,952                       | 17,478           |
| Legal and professional charges                | 35.2  | 129,195                      | 100,195          |
| Computer expenses                             |       | 61,421                       | 32,315           |
| Directors' fee                                |       | 5,960                        | 5,610            |
| Subscription                                  |       | 11,234                       | 7,619            |
| Depreciation on property, plant and equipment | 7.1.2 | 87,247                       | 44,788           |
| Amortization on intangible asset              |       | -                            | 1,313            |
| Research                                      |       | 6,430                        | -                |
| Insurance                                     |       | 20,235                       | 14,485           |
| Others  |       | 81,015                       | 68,875           |
|   |       | <b>1,618,849</b>             | <b>1,221,864</b> |

**35.1** Salaries and other benefits include Rs. 114.99 million (2024: Rs. 94.48 million) in respect of defined benefit and contributions schemes.

|  | 2025<br>(Rupees in thousand) | 2024          |
|--|------------------------------|---------------|
| <b>35.2 Legal and professional charges include the following in respect of auditors' remuneration:</b> |                              |               |
| <b>Group auditor</b>   |                              |               |
| Statutory audit  | 5,590                        | 5,590         |
| Half yearly review   | 800                          | 726           |
| Audit of retirement benefit fund   | 420                          | 290           |
| Certifications   | 230                          | 230           |
| Out of pocket expenses   | 688                          | 699           |
|  | <b>7,728</b>                 | <b>7,535</b>  |
| <b>Component auditor</b>   |                              |               |
| Statutory audit  | 3,992                        | 2,810         |
| Half yearly reviews  | 832                          | 756           |
| Other services   | 827                          | -             |
|  | <b>5,651</b>                 | <b>3,566</b>  |
|  | <b>13,379</b>                | <b>11,101</b> |

## Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|   | Note        | 2025<br>(Rupees in thousand) | 2024             |
|---|-------------|------------------------------|------------------|
| <b>36 DISTRIBUTION COST</b>                   |             |                              |                  |
| Salaries, wages and other benefits            | 36.1        | 899,349                      | 672,016          |
| Repair and maintenance                        |             | 8,477                        | 9,128            |
| Electricity and gas                           |             | 974                          | 776              |
| Advertisement                                 |             | 711,138                      | 368,361          |
| Rates and taxes                               |             | 17,048                       | 15,307           |
| Freight, octroi and handling                  |             | 110,517                      | 124,885          |
| Traveling and conveyance                      |             | 206,091                      | 191,513          |
| Printing and stationery                       |             | 1,174                        | 1,579            |
| Legal and professional                        |             | 12,040                       | 1,546            |
| Postage and telephone                         |             | 11,463                       | 10,933           |
| Depreciation on property, plant and equipment | 7.1.2 & 8.1 | 28,834                       | 23,346           |
| Warranty claims and provisions                |             | 389,452                      | 536,652          |
| Royalty                                       |             | 96,687                       | 98,486           |
| Entertainment                                 |             | 397                          | 101              |
| Export commission                             |             | 64,582                       | 32,601           |
| Export expenses                               |             | 14,899                       | 7,373            |
| Commission                                    |             | -                            | 5,664            |
| Dealer incentives                             |             | 10,000                       | 35,000           |
| Other expenses                                |             | 111,442                      | 55,809           |
|   |             | <b>2,694,564</b>             | <b>2,191,076</b> |

**36.1** Salaries and other benefits include Rs. 48.99 million (2024: Rs. 65.93 million) in respect of defined benefit and contribution schemes.

|  | Note | 2025<br>(Rupees in thousand) | 2024           |
|--|------|------------------------------|----------------|
| <b>37 OTHER OPERATING EXPENSES</b>   |      |                              |                |
| Realized exchange loss   | 37.1 | 21,465                       | -              |
| Workers' Profit Participation Fund   | 22.5 | 94,491                       | 18,337         |
| Workers' Welfare Fund  | 22.6 | 35,484                       | 8,972          |
| Impairment of other receivables  | 15.2 | 70,375                       | 12,941         |
| Donations  | 37.2 | 13,271                       | 826            |
| Assets written off   |      | 8                            | 12,532         |
| Provision for obsolete and slow moving inventory                               |      | 2,975                        | 14,006         |
| Unrealized loss on short term investments at fair value through profit or loss |      | -                            | 52,876         |
| Others   |      | 22,916                       | 8,404          |
|  |      | <b>260,985</b>               | <b>128,895</b> |

**37.1** This represents exchange loss - net of gain incurred on actual foreign currency conversion.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

**37.2** During the year, donations have been given to the followings:

|   | Note | 2025<br>(Rupees in thousand) | 2024 |
|---|------|------------------------------|------|
| Gulab Devi Chest Hospital                         |      | 12,146                       | 24   |
| Lahore Polo Club                                  |      | -                            | 500  |
| National Ranking Tennis Tournament                |      | -                            | 302  |
| Cancer Care Hospital                              |      | 1,000                        | -    |
| Institute of Islamic Culture                      |      | 100                          | -    |
| The Association of Overseas Technical Scholarship |      | 25                           | -    |
|   |      | 13,271                       | 826  |

**34.6** Donations include the following in which certain directors are interested:

| Name of director    | Interest in donee | Name of donee             | 2025<br>(Rupees in thousand) | 2024 |
|---------------------|-------------------|---------------------------|------------------------------|------|
| Mr. Syed Shahid Ali | Trustees          | Gulab Devi Chest Hospital | 12,146                       | 24   |

## 38 FINANCE COST

### Mark-up on:

|  |  |           |           |
|--|--|-----------|-----------|
| Markup on short term borrowings                          |  | 1,158,378 | 1,930,794 |
| Markup on long term borrowings                           |  | 395,413   | 461,975   |
| Unwinding of lease liability against right of use assets |  | 1,745     | 3,490     |
| Interest on Workers' Profit Participation Fund           |  | 3,220     | 3,519     |
| Bank charges   |  | 163,573   | 52,619    |
|  |  | 1,722,329 | 2,452,397 |

## 39 OTHER INCOME

### Income from financial assets

|  |      |         |         |
|--|------|---------|---------|
| Profit on bank deposits                            | 39.1 | 52,135  | 53,393  |
| Unrealized exchange gain                           |      | -       | 23,668  |
| Unrealised gain on short term investments at FVTPL |      | 4,183   | -       |
| Reversal of expected credit loss                   | 15.2 | 710     | 17,075  |
| Markup income                                      |      | 118,504 | 106,665 |
| Dividend income                                    |      | 99      | 952     |
|  |      | 175,631 | 201,753 |

### Income from non-financial assets

|   |      |         |         |
|---|------|---------|---------|
| Profit on disposal of property, plant and equipment |      | 3,796   | 32,126  |
| Scrap sale  |      | 48,470  | 63,452  |
| Export rebate                                       | 39.2 | 38,536  | 41,111  |
| Liabilities written back                            |      | -       | 3,093   |
| Others  |      | 4,043   | 27,527  |
|   |      | 94,845  | 167,309 |
|   |      | 270,476 | 369,062 |

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

**39.1** This includes income from savings accounts relating to deposits placed under shariah based arrangement amounting to Rs. 14.24 million (2024: Rs. 19.48 million).

**39.2** Rebate income is net of commission paid to agents of Rs. 4.7 million (2024: Rs. 1.2 million).

|  | Note | 2025<br>(Rupees in thousand) | 2024<br>(Restated) |
|--|------|------------------------------|--------------------|
| <b>40 TAXATION</b>   |      |                              |                    |
| <b>Levies</b>  |      |                              |                    |
| - Minimum tax differential   |      | 179,035                      | 185,622            |
| - Final taxes  |      | 29,121                       | 67,185             |
|  |      | 208,156                      | 252,807            |
| <b>Income taxes</b>  |      |                              |                    |
| Current  |      |                              |                    |
| - For the year   |      | 400,095                      | 159,684            |
| - For prior years  |      | 12,217                       | (52,054)           |
| Deferred   |      |                              |                    |
| - For the year   | 27   | 577                          | (43,760)           |
|  |      | 512,889                      | 63,870             |
|  | 40.1 | 621,045                      | 316,677            |
| <b>40.1 Tax charge reconciliation</b>                              |      |                              |                    |
| Numerical reconciliation between tax expense and accounting profit |      |                              |                    |
| Profit before taxation   |      | 1,179,335                    | 256,715            |
| Tax at 29% (2024: 29%)   |      | 342,007                      | 74,447             |
| Tax effect of:   |      |                              |                    |
| - Income taxed under reduced rate                                  |      | 61,765                       | 47,542             |
| - Impact of tax related to associate                               |      | (58,525)                     | (37,674)           |
| - Prior year tax   |      | 12,217                       | (52,054)           |
| - Minimum tax adjustment   |      | 179,035                      | 185,622            |
| - Permanent difference - donations to unapproved institutions      |      | 3,849                        | 88                 |
| - Deductions disallowed  |      | 25,675                       | 38,572             |
| - Super tax @ 10%  |      | 87,504                       | 33,430             |
| - Tax credits  |      | (38,906)                     | -                  |
| - Effect of change in local sales ratio and tax rate               |      | 6,424                        | 26,704             |
|  |      | 621,045                      | 316,677            |



# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|  |                           | 2025           | 2024<br>(Re-stated) |
|--|---------------------------|----------------|---------------------|
| <b>41 Earning / (loss) per share – basic and diluted</b>                                 |                           |                |                     |
| <b>41.1 Basic loss per share</b>   |                           |                |                     |
| <b><u>i- Profit / (loss) attributable to ordinary share holders:</u></b>                 |                           |                |                     |
| Profit / (loss) for the year after taxation attributable to equity holders of the parent | <b>Rupees in thousand</b> | <b>502,972</b> | (139,965)           |
| <b><u>ii-Weighted-average number of ordinary shares:</u></b>                             |                           |                |                     |
| Weighted average number of shares  | <b>Number in thousand</b> | <b>371,029</b> | 304,144             |
| <b>Earning / (loss) per share</b>  | <b>Rupees</b>             | <b>1.36</b>    | (0.46)              |
| <b>41.2 Diluted earnings / (loss) per share</b>  |                           |                |                     |
| <b><u>i- Profit / (loss) attributable to ordinary share holders (Diluted):</u></b>       |                           |                |                     |
| Profit / (loss) for the year after taxation (diluted)                                    | <b>Rupees in thousand</b> | <b>502,972</b> | (139,965)           |
| <b><u>ii-Weighted-average number of ordinary shares (diluted):</u></b>                   |                           |                |                     |
| Weighted average number of shares (basic)  |                           | <b>371,029</b> | 304,144             |
| Weighted-average number of ordinary shares (diluted)                                     | <b>Number in thousand</b> | <b>371,029</b> | 304,144             |
| <b>Diluted earning / (loss) per share</b>  | <b>Rupees</b>             | <b>1.36</b>    | (0.46)              |

# Notes to the consolidated Financial Statements

## For the year ended June 30, 2025

### 42 REMUNERATION OF CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVES

The aggregate amount charged in these consolidated financial statements with respect to remuneration, including certain benefits to the chief executive, executive directors, non-executive directors and executives of the Group is as follows:

|                         | Chief Executive               |         | Executive Directors |      | Non- Executive Directors |        | Executives |           |
|-------------------------|-------------------------------|---------|---------------------|------|--------------------------|--------|------------|-----------|
|                         | 2025                          | 2024    | 2025                | 2024 | 2025                     | 2024   | 2025       | 2024      |
|                         | -----Rupees in thousands----- |         |                     |      |                          |        |            |           |
| Managerial remuneration | 62,203                        | 78,908  | -                   | -    | 60,000                   | 60,000 | 846,293    | 805,906   |
| Provident fund          | 2,764                         | 2,763   | -                   | -    | -                        | -      | 34,091     | 25,356    |
| Service fund            | 2,764                         | 2,763   | -                   | -    | -                        | -      | 34,091     | 22,958    |
| Superannuation fund - I | 5,030                         | 7,437   | -                   | -    | -                        | -      | 42,748     | 54,658    |
| Gratuity fund           | 10,261                        | 7,631   | -                   | -    | -                        | -      | 82,116     | 51,480    |
| Bonus                   | 18,256                        | 16,409  | -                   | -    | -                        | -      | 108,979    | 115,664   |
| Incentives              | 13,524                        | 18,315  | -                   | -    | -                        | -      | 125,570    | 170,595   |
| Utilities               | 4,188                         | 5,003   | -                   | -    | -                        | -      | 41,148     | 30,550    |
| Medical                 | 4,415                         | 5,003   | -                   | -    | 5,455                    | 9,075  | 46,603     | 31,952    |
| Fees                    | -                             | -       | -                   | -    | 5,960                    | 5,590  | -          | -         |
|                         | 123,405                       | 144,232 | -                   | -    | 71,415                   | 74,665 | 1,361,639  | 1,309,119 |
| Number of persons       | 1                             | 1       | -                   | -    | 7                        | 5      | 124        | 94        |

The chief executive officer, directors and executives are provided with free use of Group's maintained cars and telephone facility, as well as production bonus according to their entitlement.

### 43 NUMBER OF EMPLOYEES

The Group has employed following number of persons including permanent and contractual staff:

|                              | 2025<br>(Number of persons) | 2024<br>(Number of persons) |
|------------------------------|-----------------------------|-----------------------------|
| As at June 30:               | 2,937                       | 2,634                       |
| Average number of employees: | 2,786                       | 2,666                       |

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

## 44 TRANSACTIONS WITH RELATED PARTIES

The related parties include associated companies, directors of the Company, key management personnel, companies in which key management personnel / directors have control or joint control and post employment benefit plans. Balances with related parties are disclosed in respective notes to these consolidated financial statements. Transactions with employees benefit plans are disclosed in note 24 to these consolidated financial statements. Significant transactions with related parties other than disclosed elsewhere in financial statements are as follows:

| Related parties                                | Relationship                            | Nature of transactions                        | 2025<br>(Rupees in thousand) | 2024   |
|--|---|---|------------------------------|--------|
| Cutting Edge (Private ) Limited                | Common directorship                     | Purchase of services by the Group             | 2,574                        | 2,574  |
| Gulab Devi Chest Hospital                      | Common directorship                     | Services received by the Group                | 5,434                        | 299    |
|  |   | Sale made by the Group                        | -                            | 3,095  |
| Loads Limited                                  | Associated Company (12.49% equity held) | Sale made by the Group                        | -                            | 365    |
|  |   | Funds received by the Group - net of payments | 12,422                       | -      |
|  |   | Guarantee provided                            | 300,000                      | -      |
| Liaquat National Hospital                      | Common directorship                     | Sales made by the Group                       | 12,712                       | 11,538 |
|  |   | Discount on sales                             | -                            | 13     |
|  |   | Purchase of services by the Group             | -                            | 714    |
| IGI Life Insurance                             | Common directorship                     | Insurance premium charged to the Group        | 1,573                        | 13,917 |
| IGI General Insurance                          | Common directorship                     | Insurance premium charged to the Group        | 586                          | 52,216 |
| Multiple AutoParts Industries (Pvt) Limited    | Common directorship                     | Sales made by the Group                       | -                            | 246    |
| Specialized AutoParts Industries (Pvt) Limited | Common directorship                     | Sales made by the Group                       | -                            | 105    |
| Get Gaari Technologies (Private) Limited       | Common directorship                     | Services received by the Group                | 225                          | 88     |
| Auto Giene                                     | Common directorship                     | Purchase of goods by Group                    | -                            | 679    |

## Notes to the consolidated Financial Statements

For the year ended June 30, 2025

| Related parties                 | Relationship             | Nature of transactions            | 2025<br>(Rupees in thousand) | 2024    |
|---------------------------------|--------------------------|-----------------------------------|------------------------------|---------|
| <b>Employee benefits</b>        |                          |                                   |                              |         |
| Provident fund                  | Other related party      | Contribution paid during the year | 232,245                      | 170,213 |
| Service fund                    | Other related party      | Contribution paid during the year | 91,731                       | 68,777  |
| Housing fund                    | Other related party      | Contribution paid during the year | -                            | 62      |
| Housing fund                    | Other related party      | Contribution expense for the year | -                            | 179     |
| Housing fund                    | Other related party      | Reimbursement of expenses         | 250                          | -       |
| Superannuation fund - I         | Other related party      | Contribution paid during the year | 71,271                       | -       |
|                                 |                          | Utilization from fund             | -                            | 47,686  |
| Superannuation fund - II        | Other related party      | Contribution paid during the year | -                            | 165     |
| Gratuity fund                   | Other related party      | Contribution paid during the year | 143,744                      | 60,388  |
| Defined benefit plans           | Other related party      | Contribution paid during the year | 215,015                      | 12,702  |
| <b>Key management personnel</b> |                          |                                   |                              |         |
| Key management personnel        | Key management personnel | Salaries and other benefits       | 346,631                      | 277,305 |

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Group. The salaries and other benefits of directors are disclosed in note 42 to these consolidated financial statements. Other transactions with key management personnel are disclosed in respective notes in these consolidated financial statements. The Group considers all members of their management team, including Chief Executive Officer and Directors to be its key management personnel and these are disclosed below.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

| Name                         | Relationship                        | % of shareholding in the Group |
|------------------------------|-------------------------------------|--------------------------------|
| Mr. Syed Shahid Ali          | Director / Key management personnel | 41.50%                         |
| Mr. Syed Sheharyar Ali       | Director / Key management personnel | 14.72%                         |
| Mr. Munir Karim Bana         | Director / Key management personnel | 0.14%                          |
| Mr. Salman Faridi            | Director / Key management personnel | 0.00%                          |
| Ms. Sidra Fatima Sheikh      | Director / Key management personnel | 0.00%                          |
| Mr. Imran Azim               | Director / Key management personnel | 0.00%                          |
| Mr. Haroon Latif Khan        | Director / Key management personnel | 0.02%                          |
| Mr. Ahmad Shahid             | Director / Key management personnel | 0.62%                          |
| Mr. Jamal Mustafa            | Director / Key management personnel | 0.02%                          |
| Mr. Salman Shakoh            | Director / Key management personnel | 11.93%                         |
| Mr. Muhammad Mohtashim Aftab | Director / Key management personnel | 0.24%                          |
| Mr. Mustafa Rabbani          | Director / Key management personnel | N/A                            |
| Mrs. Zunaira Dar             | Key management personnel            | 0.00%                          |
| Mr. Mansoor Murad            | Key management personnel            | N/A                            |
| Mr. Arshad Latif             | Key management personnel            | N/A                            |
| Mr. Akhlaq Ahmed             | Key management personnel            | N/A                            |
| Mr. Imran Khan               | Key management personnel            | N/A                            |
| Mr. Nasir Mahmood            | Key management personnel            | N/A                            |

## 45 FINANCIAL RISK MANAGEMENT

The Group has exposure to the following risks arising from financial instruments:

- credit risk
- liquidity risk
- market risk

### **Risk management framework**

The Group's Board of Directors (the Board) has overall responsibility for establishment and oversight of the Group's risk management framework. The Board is responsible for developing and monitoring the Group's risk management policies.

The Group's risk management policies are established to identify and analyze the risks faced by the Group, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities. The Group, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations. The Board reviews and agrees upon the policies for managing each of these risks.

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

The Group's exposure to financial risks, the way these risks affect the financial position and performance, and forecast transactions of the Group and the manner in which such risks are managed is as follows:

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

## 45.1 Credit risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations. To manage credit risk the Group 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.

### 45.1.1 Exposure to credit risk

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk as at the end of the reporting period was as follows:

|  | 2025<br>(Rupees in thousand) | 2024             |
|--|------------------------------|------------------|
| Long term deposits   | 68,764                       | 102,813          |
| Long term loans and advances                                 | 35,722                       | 24,639           |
| Trade debts  | 1,915,426                    | 1,793,285        |
| Loans, advances, deposits, prepayments and other receivables | 1,478,003                    | 1,162,692        |
| Bank balances  | 1,954,494                    | 1,095,661        |
|  | <b>5,452,409</b>             | <b>4,179,090</b> |

### 45.1.2 Exposure to credit risk

The Group identifies concentrations of credit risk by reference to type of counter party. Maximum exposure to credit risk by type of counterparty is as follows:

|  | 2025<br>(Rupees in thousand) | 2024             |
|--|------------------------------|------------------|
| Customers                                    | 1,915,426                    | 1,793,285        |
| Banking companies and financial institutions | 1,934,239                    | 1,069,926        |
| Others                                       | 1,602,744                    | 1,315,879        |
|  | <b>5,452,409</b>             | <b>4,179,090</b> |

### 45.1.3 Credit quality and impairment

Credit quality of financial assets is assessed by reference to external credit ratings, where available, or to historical information about counterparty default rates. All counterparties, with the exception of customers, employees, regulatory authorities and utility companies, have external credit ratings determined by various credit rating agencies. Credit quality of customers is assessed by reference to historical defaults rates and present ages.

#### 45.1.3(a) Counterparties with external credit ratings

These mainly include customers which are counter parties to local and foreign trade debts. As explained in note 3.4, the Group applies the IFRS 9 simplified approach to measure expected credit losses which uses a lifetime expected loss allowance for all trade receivables. Trade receivables are written off when there is no reasonable expectation of recovery. On adoption of IFRS 9, management uses an allowance matrix to base the calculation of ECL of trade receivables from individual customers, which comprise a very large number of small balances. Loss rates are calculated using a 'role rate' method based on the probability of receivable

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

progressing through successive stages of delinquency to write-off. the Group has used four years quarterly data in the calculation of historical loss rates along with the matching quarterly ageing brackets for the computation of roll rates. These rates are multiplied by scalar factors to reflect the effect of forward looking macro economic factors.

The analysis of ages of trade debts and loss allowance using the aforementioned approach as at June 30, 2025 was determined as follows:

|                       | <b>Gross<br/>carrying<br/>amount<br/>2025</b> | <b>LOSS<br/>Allowance</b> | <b>Gross<br/>carrying<br/>amount<br/>2024</b> | <b>LOSS<br/>Allowance</b> |
|-----------------------|---|---------------------------|---|---------------------------|
|                       | <b>----- (Rupees in thousand) -----</b>       |                           |   |                           |
| Not past due          | <b>149,363</b>                                | <b>-</b>                  | 72,814  | -                         |
| Less than 30 days     | <b>969,814</b>                                | <b>-</b>                  | 1,134,380                                     | -                         |
| Past due 1 - 3 months | <b>782,735</b>                                | <b>-</b>                  | 224,961                                       | -                         |
| Above 3 months        | <b>106,992</b>                                | <b>93,478</b>             | 390,167                                       | 29,037                    |
|                       | <b>2,008,904</b>                              | <b>93,478</b>             | 1,822,322                                     | 29,037                    |

Customer credit risk is managed by each business unit subject to the Group's established policy, procedures and controls relating to customer credit risk management. Credit limits are established for all customers based on internal rating criteria. Credit quality of the customer is assessed based on an extensive credit rating. Outstanding customer receivables are regularly monitored and shipments to the export customers are generally covered by letters of credit or other form of credit insurance.

## 45.1.3(b) Counterparties with external credit ratings

These include banking companies and financial institutions, which are counterparties to bank balances, merging against letter of credit and term deposits. Credit risk is considered minimal as these counterparties have reasonably high credit ratings as determined by various credit rating agencies. Due to long standing business relationships with these counterparties and considering their strong financial standing, management does not expect non-performance by these counterparties on their obligations to the Group. Following are the credit ratings of counterparties with external credit ratings:



## Notes to the consolidated Financial Statements

For the year ended June 30, 2025

| Bank                                | Rating     |           | Rating Agency | 2025                 | 2024             |
|-------------------------------------|------------|-----------|---------------|----------------------|------------------|
|                                     | Short term | Long term |               | (Rupees in thousand) |                  |
| Allied Bank Limited                 | A1+        | AAA       | PACRA         | 58,110               | 94,088           |
| Al-Baraka Bank Limited              | A1         | A+        | JCR VIS       | 112,199              | 827              |
| Askari Bank Limited                 | A1+        | AA+       | PACRA         | 55,479               | 53,051           |
| Bank Alfalah Limited                | A1+        | AA+       | PACRA         | 10,583               | 3,068            |
| Bank Islami Pakistan Limited        | A1         | AA-       | PACRA         | 1,691                | 10,675           |
| Bank of Punjab                      | A1+        | AA+       | PACRA         | 8,022                | 585              |
| Dubai Islamic Bank Limited          | A1+        | AA        | JCR VIS       | 36,591               | 12,277           |
| Faysal Bank Limited                 | A1+        | AA        | PACRA         | 41,286               | 55,981           |
| Habib Bank Limited                  | A1+        | AAA       | JCR VIS       | 683,603              | 563,552          |
| Meezan Bank Limited                 | A1+        | AAA       | PACRA         | 134,924              | 25,311           |
| MCB Bank Limited                    | A1+        | AAA       | PACRA         | 78,883               | 5,324            |
| National Bank of Pakistan           | A1+        | AAA       | PACRA         | 95,483               | 25,963           |
| Samba Bank Limited                  | A1         | AA        | JCR VIS       | -                    | 10               |
| Sindh Bank Limited                  | A1         | A+        | JCR VIS       | 632                  | 577              |
| Soneri Bank Limited                 | A1+        | AA-       | PACRA         | 31,823               | 108,253          |
| United Bank Limited                 | A1+        | AAA       | JCR VIS       | 5,579                | 18,583           |
| Silk Bank Limited                   | A2         | A-        | JCR VIS       | 25,292               | 18,588           |
| MCB Islamic Bank Limited            | A1         | A         | PACRA         | 317,107              | 72,089           |
| JS Bank Limited                     | A-1+       | AA-       | PACRA         | 139                  | 25               |
| Bank Al Habib Limited               | A-1+       | AAA       | PACRA         | 4,493                | 97               |
| Habib Metropolitan Bank Limited     | A-1+       | AA+       | PACRA         | 178                  | 1,002            |
| Habib Bank Limited (Foreign Branch) | A-1+       | AAA       | MOODY'S       | 232,142              | -                |
|                                     |            |           |               | <b>1,934,239</b>     | <b>1,069,926</b> |

### 45.2 Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial assets, or that such obligations will have to be settled in a manner unfavorable to the Group. Management closely monitors the Group's liquidity and cash flow position. This includes maintenance of liquidity ratios, debtors and creditors concentration both in terms of the overall funding mix and avoidance of undue reliance on large individual customers.

Ultimate responsibility for liquidity risk management rests with the Board, which has built an appropriate liquidity risk management framework for the management of the Group's short, medium and long-term funding and liquidity management requirements. the Group 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.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|  | Carrying Amount   | Contractual cash flows | Less than one year | One to five years | More than five years |
|--|-------------------|------------------------|--------------------|-------------------|----------------------|
| <b>2025</b>                                    |                   |                        |                    |                   |                      |
| <b>(Rupees in thousand)</b>                    |                   |                        |                    |                   |                      |
| <b>Financial liabilities at amortized cost</b> |                   |                        |                    |                   |                      |
| Short term borrowings                          | 6,302,374         | 6,302,374              | 6,302,374          | -                 | -                    |
| Lease liability against right of use assets    | 6,601             | 7,076                  | 5,501              | 1,575             | -                    |
| Trade and other payables                       | 3,487,161         | 3,487,161              | 3,487,161          | -                 | -                    |
| Employees provident fund                       | 24,284            | 24,284                 | 24,284             | -                 | -                    |
| Unclaimed dividend                             | 14,951            | 14,951                 | 14,951             | -                 | -                    |
| Accrued mark-up                                | 313,877           | 313,877                | 313,877            | -                 | -                    |
| Long term finances - secured                   | 3,086,936         | 3,086,936              | 415,696            | 2,657,909         | 13,331               |
|  | <b>13,236,183</b> | <b>13,236,659</b>      | <b>10,563,844</b>  | <b>2,659,484</b>  | <b>13,331</b>        |
| <b>2024</b>                                    |                   |                        |                    |                   |                      |
| <b>(Rupees in thousand)</b>                    |                   |                        |                    |                   |                      |
| <b>Financial liabilities at amortized cost</b> |                   |                        |                    |                   |                      |
| Short term borrowings                          | 7,230,496         | 7,230,496              | 7,230,496          | -                 | -                    |
| Lease liability against right of use assets    | 19,928            | 21,586                 | 17,154             | 4,432             | -                    |
| Trade and other payables                       | 3,360,385         | 3,360,385              | 3,360,385          | -                 | -                    |
| Employees provident fund                       | -                 | -                      | -                  | -                 | -                    |
| Unclaimed dividend                             | 14,951            | 14,951                 | 14,951             | -                 | -                    |
| Accrued mark-up                                | 561,239           | 561,239                | 561,239            | -                 | -                    |
| Long term finances - secured                   | 3,464,353         | 3,464,353              | 583,576            | 2,818,277         | 62,500               |
|  | <b>14,651,352</b> | <b>14,653,010</b>      | <b>11,767,801</b>  | <b>2,822,709</b>  | <b>62,500</b>        |

## 45.3 Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Group's income or the value of its holdings of financial instruments.

### 45.3.1 Currency risk

The summary quantitative data about the Group's exposure to currency risk as reported to the management of the Group is as follows. The figures represent foreign currency balances after conversion in Pak Rupees using exchange rates prevailing at the consolidated statement of financial position date.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|   | USD<br>(Rupees in thousand) | EUR<br>(Rupees in thousand) | USD<br>(Rupees in thousand) | EUR<br>(Rupees in thousand) |
|---|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
|   | 2025                        |                             | 2024                        |                             |
|   | (Rupees in thousand)        |                             |                             |                             |
| <b>Assets</b>                                       |                             |                             |                             |                             |
| - Trade debts                                       | 903                         | -                           | 472                         | -                           |
| <b>Net Statement of financial position exposure</b> | 903                         | -                           | 472                         | -                           |
| <b>Off statement of financial position items</b>    |                             |                             |                             |                             |
| - Outstanding letters of cred                       | 3,447                       | 393                         | 1,973                       | 932                         |
|   | JPY                         | GBP                         | USD                         | EUR                         |
| - Outstanding letters of credit                     | 120,157                     | -                           | -                           | 5,132                       |
| <b>Net exposure</b>                                 | (122,701)                   | (393)                       | (1,501)                     | (6,064)                     |

## Exchange rates applied during the year

The following significant exchange rates have been applied:

|             | Average rate |        | Reporting date rate |        |
|-------------|--------------|--------|---------------------|--------|
|             | 2025         | 2024   | 2025                | 2024   |
| <b>USD</b>  | 281.45       | 282.95 | 284.10              | 278.80 |
| <b>EURO</b> | 315.62       | 306.34 | 332.83              | 298.41 |
| <b>JPY</b>  | 1.85         | 1.73   | 1.97                | 1.73   |
| <b>GBP</b>  | 370.75       | 351.85 | 389.65              | 351.85 |

## Sensitivity analysis

A reasonably possible strengthening / (weakening) of 10% in Pak Rupee against the following currencies would have affected the measurement of financial instruments denominated in foreign currency and affected statement of profit or loss by the amounts shown below at the reporting date. The analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases.

|     | 2025<br>(Rupees in thousand) | 2024 |
|-----|------------------------------|------|
| USD | 90                           | 47   |

### 45.3.2 Interest rate risk

Interest rate risk is the risk that fair values or future cash flows of a financial instrument will fluctuate because of changes in interest rates. Sensitivity to interest rate risk arises from mismatch of financial assets and financial liabilities that mature or re-price in a given period.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

## 45.3.2.1 Fixed rate financial instruments

### Fair value sensitivity analysis for fixed rate instruments

"The Group does not account for any fixed rate financial assets and liabilities at amortized cost. Therefore, a change in profit / mark-up / interest rates at the reporting date would not affect profit and loss account.

### Fair value sensitivity analysis for fixed rate instruments

The Group does not account for any fixed rate financial assets and liabilities at fair value through profit and loss account. Therefore, a change in profit / mark-up / interest rates at the reporting date would not affect profit and loss account.

## 45.3.2.2 Variable rate financial instruments

|   |      | Financial<br>assets              | Financial<br>liabilities | Financial<br>assets | Financial<br>liabilities |
|---|------|----------------------------------|--------------------------|---------------------|--------------------------|
|   |      | 2025                             |                          | 2024                |                          |
|   | Note | ----- (Rupees in thousand) ----- |                          |                     |                          |
| <b>Non-derivative financial instruments</b> |      |                                  |                          |                     |                          |
| Long term finances - secured                | 25   | -                                | 3,086,936                | -                   | 3,464,353                |
| Short term borrowings                       | 21   | -                                | 6,302,374                | -                   | 7,230,496                |
| Bank balances - saving accounts             | 18   | 135,767                          | -                        | 272,045             | -                        |
|   |      | 135,767                          | 9,389,310                | 272,045             | 10,694,849               |

The related mark-up / interest rates for fixed rate financial instruments are indicated in the related notes to the consolidated financial statements.

### Cash flow sensitivity analysis for variable rate instruments

A reasonably possible change of 100 basis points in interest rates at the reporting date would have (decreased) / increased profit by amounts shown below. The analysis assumes that all other variables, in particular foreign exchange rates, remain constant. This analysis is performed on the same basis for the year 2024.

|                                     |  | Profit / (Loss)      |           |
|-------------------------------------|--|----------------------|-----------|
|                                     |  | 2025                 | 2024      |
|                                     |  | (Rupees in thousand) |           |
| <b>Increase of 100 basis points</b> |  |                      |           |
| Variable rate instruments           |  | (92,535)             | (104,228) |
| <b>Decrease of 100 basis points</b> |  |                      |           |
| Variable rate instruments           |  | 92,535               | 104,228   |

The sensitivity analysis prepared is not necessarily indicative of the effects on profit for the year and the outstanding liabilities of the Group at reporting date.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

## 45.3.2.3 Interest rate risk management

The Group manages these mismatches through risk management strategies where significant changes in gap position can be adjusted. The short term borrowing and long term finances by the Group has variable rate pricing that is mostly dependent on Karachi Inter Bank Offer Rate ("KIBOR") as indicated in respective notes.

## 45.3.3 Other price risk

Other price risk is the risk that the fair value 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). Other price risk arises from the Group's investment in units of mutual funds and ordinary shares of listed companies. To manage its price risk arising from aforesaid investments, the Group diversifies its portfolio and continuously monitors developments in equity markets. In addition the Group actively monitors the key factors that affect stock price movement.

A 10% increase in share prices at the year end would have impacted the Group's profit in case of held for trading investments is as follows:

|                          | 2025<br>(Rupees in thousand) | 2024 |
|--------------------------|------------------------------|------|
| Effect on profit or loss | 378                          | 478  |
| Effect on investments    | 378                          | 478  |

The sensitivity analysis prepared is not necessarily indicative of the effects on profit and loss, equity and assets of the Group.

## 45.4 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 company 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 Group 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:

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

Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred.

# Notes to the consolidated Financial Statements

## For the year ended June 30, 2025

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

|  | Carrying amount                 |                                   |                                    |   |            | Fair value |         |         |       |        |
|--|---------------------------------|-----------------------------------|------------------------------------|---|------------|------------|---------|---------|-------|--------|
|  | Fair value through OCI          | Fair value through profit or loss | Financial assets at amortized cost | Financial liabilities at amortized cost | Total      | Level 1    | Level 2 | Level 3 | Total |        |
|  |                                 |                                   |                                    |   |            |            |         |         |       |        |
| Note   | ----- Rupees in thousands ----- |                                   |                                    |   |            |            |         |         |       |        |
| <u>June 30, 2025</u>   |                                 |                                   |                                    |   |            |            |         |         |       |        |
| <b><u>Financial assets at fair value</u></b>                   |                                 |                                   |                                    |   |            |            |         |         |       |        |
| Short term investments   | -                               | 37,820                            | -                                  | -                                       | 37,820     | 37,820     | -       | -       | -     | 37,820 |
|  | -                               | 37,820                            | -                                  | -                                       | 37,820     | 37,820     | -       | -       | -     | 37,820 |
| <b><u>Financial assets at amortized cost</u></b>               |                                 |                                   |                                    |   |            |            |         |         |       |        |
| Long term deposits   | -                               | -                                 | 68,764                             | -                                       | 68,764     | -          | -       | -       | -     | -      |
| Long term loans to employees                                   | -                               | -                                 | 35,722                             | -                                       | 35,722     | -          | -       | -       | -     | -      |
| Trade debts  | -                               | -                                 | 1,915,426                          | -                                       | 1,915,426  | -          | -       | -       | -     | -      |
| Loans, advances, deposits, and other receivables               | -                               | -                                 | 1,478,003                          | -                                       | 1,478,003  | -          | -       | -       | -     | -      |
| Cash and bank balances   | -                               | -                                 | 1,954,494                          | -                                       | 1,954,494  | -          | -       | -       | -     | -      |
| 45.4.1   | -                               | -                                 | 5,452,409                          | -                                       | 5,452,409  | -          | -       | -       | -     | -      |
| <b><u>Financial liabilities measured at fair value</u></b>     |                                 |                                   |                                    |   |            |            |         |         |       |        |
|  | -                               | -                                 | -                                  | -                                       | -          | -          | -       | -       | -     | -      |
| <b><u>Financial liabilities not measured at fair value</u></b> |                                 |                                   |                                    |   |            |            |         |         |       |        |
| Short term borrowings  | -                               | -                                 | -                                  | 6,302,374                               | 6,302,374  | -          | -       | -       | -     | -      |
| Lease liability against right of use assets                    | -                               | -                                 | -                                  | 6,601                                   | 6,601      | -          | -       | -       | -     | -      |
| Trade and other payables                                       | -                               | -                                 | -                                  | 3,487,161                               | 3,487,161  | -          | -       | -       | -     | -      |
| Employees provident fund                                       | -                               | -                                 | -                                  | 24,284                                  | 24,284     | -          | -       | -       | -     | -      |
| Unclaimed dividend   | -                               | -                                 | -                                  | 14,951                                  | 14,951     | -          | -       | -       | -     | -      |
| Accrued mark-up  | -                               | -                                 | -                                  | 313,877                                 | 313,877    | -          | -       | -       | -     | -      |
| Long term finances – secured                                   | -                               | -                                 | -                                  | 3,086,936                               | 3,086,936  | -          | -       | -       | -     | -      |
| 45.4.1   | -                               | -                                 | -                                  | 13,236,183                              | 13,236,183 | -          | -       | -       | -     | -      |





# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

**45.4.1** The Group has not disclosed the fair values of these financial assets and liabilities as these are for short term or repriced over short term. Therefore, their carrying amounts are reasonable approximation of fair value.

## 45.5 Capital risk management

The Group's objectives when managing capital are:

- a) to safeguard the Group's ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders, and
- b) to provide an adequate return to shareholders.

The Group 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 Group may, for example, adjust the amount of dividends attributed to shareholders, issue new shares, or sell assets to reduce debt. The Group monitors capital on the basis of the gearing ratio of total debt (current and non-current borrowings) to debt plus equity.

The debt to equity ratios were as follows:

|   | 2025<br>(Rupees in thousand) | 2024              |
|---|------------------------------|-------------------|
| Total debt  | 9,389,310                    | 10,694,849        |
| Total equity and debt   | 17,409,279                   | 16,368,894        |
| Debt to equity ratio  | 54%                          | 65%               |
| <b>46 OPERATING SEGMENTS</b>  |                              |                   |
| <b>46.1 Geographical Information</b>                                |                              |                   |
| Significant sales are made by the Group in the following countries: |                              |                   |
| Pakistan  | 23,793,593                   | 22,067,383        |
| Saudi Arabia  | 157,673                      | 532,649           |
| United Arab Emirates  | 733,498                      | 484,569           |
| China   | 654,030                      | 560,932           |
| Bangladesh  | 65,210                       | 128,637           |
| Singapore   | 121,475                      | 169,922           |
| Sri Lanka   | 107,273                      | 82,057            |
| Yemen   | 343,318                      | 274,716           |
| Brazil  | 37,147                       | 7,732             |
| Tajikistan  | -                            | 47,349            |
| Syrian Arabic Republican  | 220,772                      | -                 |
| Other countries   | 453,618                      | 730,361           |
|   | <b>26,687,607</b>            | <b>25,086,307</b> |

**46.1.1** Sales are attributed to countries on the basis of the customer's location.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

## 46.2 Business segments

A business segment is a group of assets and operations engaged in providing products that are subject to risk and returns, that are different from those of other business segments. As at 30 June 2025, the Group is engaged into following main business segments:

- (i) Manufacture and sale of blades;
- (ii) Manufacture and sale of soaps;
- (iii) Manufacture and sale of corrugated boxes;
- (iv) Assembling and sale of motor bikes;
- (v) Manufacture and sale of paper and board.
- (vi) Manufacture and sale of battery; and
- (vi) Manufacturing and sale of hemodialysis concentrates (pharmaceutical products).

**46.3 Business segment wise detail**

|   | Note | Blades and Razors            |             |             |             | Battery   |           |           |           | Soaps   |          |           |           | Corrugated boxes |         |             |             | Bikes |  |      |  | Pharmaceutical Products |  |      |  | Others |  |      |  | Total |  |  |  |
|---|------|------------------------------|-------------|-------------|-------------|-----------|-----------|-----------|-----------|---------|----------|-----------|-----------|------------------|---------|-------------|-------------|-------|--|------|--|-------------------------|--|------|--|--------|--|------|--|-------|--|--|--|
|   |      | 2025                         |             | 2024        |             | 2025      |           | 2024      |           | 2025    |          | 2024      |           | 2025             |         | 2024        |             | 2025  |  | 2024 |  | 2025                    |  | 2024 |  | 2025   |  | 2024 |  |       |  |  |  |
|   |      | -----Rupees in thousand----- |             |             |             |           |           |           |           |         |          |           |           |                  |         |             |             |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| <b>Revenue</b>  |      |                              |             |             |             |           |           |           |           |         |          |           |           |                  |         |             |             |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| - external customers  |      | 14,745,132                   | 12,645,844  | 12,886,918  | 12,881,582  | 1,300,620 | 1,631,228 | 3,056,568 | 3,198,543 | 282     | 909      | 1,615,105 | 1,369,575 | 2,222            | 7,576   | 33,606,846  | 31,736,257  |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Less : Sales tax  |      | (1,855,392)                  | (1,548,988) | (1,965,977) | (1,965,432) | (243,806) | (297,298) | (461,644) | (482,487) | (36)    | (73)     | -         | -         | (339)            | (1,156) | (4,527,193) | (4,295,434) |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Trade discount  |      | (314,257)                    | (168,590)   | (2,077,660) | (2,182,828) | -         | -         | (78)      | (2,783)   | -       | -        | (51)      | (315)     | -                | (315)   | (2,392,046) | (2,354,516) |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
|   |      | (2,169,649)                  | (1,717,578) | (4,043,637) | (4,148,260) | (243,806) | (297,298) | (461,722) | (485,270) | (36)    | (73)     | (51)      | (315)     | (339)            | (1,471) | (6,919,239) | (6,649,951) |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| <b>Net revenue</b>  | 33   | 12,575,483                   | 10,929,266  | 8,843,281   | 8,733,322   | 1,056,814 | 1,333,930 | 2,594,846 | 2,713,273 | 246     | 836      | 1,615,054 | 1,369,575 | 1,883            | 6,105   | 26,687,607  | 25,086,307  |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Cost of revenue - raw material and packing material consumption   |      | 4,716,002                    | 4,339,151   | 5,412,759   | 5,845,652   | 839,509   | 943,467   | 1,855,965 | 2,097,467 | 36      | 1,440    | 888,540   | 729,411   | -                | 4,020   | 13,712,811  | 13,960,608  |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Cost of revenue - other than raw and material consumption   |      | 3,288,206                    | 3,310,105   | 1,665,680   | 1,099,545   | (12,069)  | 109,588   | 624,336   | 623,384   | 2,528   | (770)    | 217,993   | 136,884   | -                | -       | 5,786,674   | 5,278,735   |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| <b>Gross profit / (loss)</b>  |      | 4,571,275                    | 3,280,010   | 1,764,842   | 1,788,126   | 229,374   | 280,875   | 114,545   | (7,579)   | (2,318) | 166      | 508,521   | 503,280   | 1,883            | 2,085   | 7,188,121   | 5,846,964   |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| <b>Inter company / Inter segment - net sales</b>  |      | 392,697                      | -           | 510         | -           | -         | -         | 141,812   | 101,059   | 210     | 16,547   | -         | -         | 27,000           | 27,000  | 562,229     | 144,606     |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| <b>Inter company / Inter segment - purchases</b>  |      | (503,128)                    | (83,219)    | (6,243)     | (6,243)     | -         | -         | (3,714)   | (3,714)   | -       | (16,974) | (49,002)  | (34,456)  | (142)            | -       | (562,229)   | (144,606)   |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| <b>Gross profit / (loss) - segment wise</b>   |      | 4,460,844                    | 3,242,415   | 1,759,109   | 1,347,777   | 229,374   | 137,304   | 252,643   | 157,588   | (2,108) | (11,073) | 459,519   | 221,063   | 28,741           | 30,049  | 7,188,121   | 5,846,964   |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Administrative expenses   | 35   |                              |             |             |             |           |           |           |           |         |          |           |           |                  |         |             |             |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Allocated   |      | 1,374,762                    | 1,043,365   | 73,474      | 47,485      | 19,639    | 21,403    | 20,792    | 22,660    | 4,432   | 3,465    | 123,588   | 81,970    | 2,162            | 1,517   | 1,618,848   | 1,221,864   |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Unallocated   |      | -                            | -           | -           | -           | -         | -         | -         | -         | -       | -        | -         | -         | -                | -       | -           | -           |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Distribution cost   | 36   | 1,758,403                    | 1,182,698   | 716,554     | 824,101     | 43,156    | 29,421    | 87,620    | 59,843    | 1,557   | 10,684   | 87,275    | 83,668    | -                | 661     | 2,694,565   | 2,191,076   |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| <b>Segment results</b>  |      | 1,327,679                    | 1,399,328   | 989,081     | 730,729     | 166,579   | 86,480    | 144,231   | 67,919    | (8,097) | (28,551) | 248,656   | 142,518   | 26,579           | 27,461  | 2,874,708   | 2,434,024   |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Other operating expenses  | 37   |                              |             |             |             |           |           |           |           |         |          |           |           |                  |         |             |             |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Finance cost  | 38   |                              |             |             |             |           |           |           |           |         |          |           |           |                  |         |             |             |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Other income  | 39   |                              |             |             |             |           |           |           |           |         |          |           |           |                  |         |             |             |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Share of profit of associate  |      |                              |             |             |             |           |           |           |           |         |          |           |           |                  |         |             |             |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| <b>Profit before levies and income tax</b>  |      |                              |             |             |             |           |           |           |           |         |          |           |           |                  |         |             |             |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Minimum tax differential  |      |                              |             |             |             |           |           |           |           |         |          |           |           |                  |         |             |             |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Final Tax   |      |                              |             |             |             |           |           |           |           |         |          |           |           |                  |         |             |             |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Taxation  |      |                              |             |             |             |           |           |           |           |         |          |           |           |                  |         |             |             |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| <b>Profit/ (loss) after taxation from operations</b>  |      |                              |             |             |             |           |           |           |           |         |          |           |           |                  |         |             |             |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| <b>46.3.1</b>   |      | 8,673,519                    | 13,927,097  | 9,514,829   | 12,766,146  | 1,025,004 | 1,153,647 | 2,084,904 | 2,346,569 | 42,977  | 110,528  | 3,330,144 | 2,870,844 | 81,628           | 83,218  | 24,753,005  | 33,258,048  |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Segment assets  |      |                              |             |             |             |           |           |           |           |         |          |           |           |                  |         |             |             |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Unallocated assets  |      | -                            | -           | -           | -           | -         | -         | -         | -         | -       | -        | -         | -         | -                | -       | -           | -           |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Total Assets  |      |                              |             |             |             |           |           |           |           |         |          |           |           |                  |         |             |             |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| <b>46.3.2</b>   |      | 10,344,906                   | 11,305,364  | 4,095,041   | 5,062,569   | 247,349   | 199,718   | 415,246   | 335,282   | 18,809  | 19,108   | 1,489,661 | 1,436,597 | 36,611           | 124,973 | 16,647,622  | 18,483,610  |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Segment liabilities   |      |                              |             |             |             |           |           |           |           |         |          |           |           |                  |         |             |             |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Unallocated liabilities   |      | -                            | -           | -           | -           | -         | -         | -         | -         | -       | -        | -         | -         | -                | -       | -           | -           |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Total liabilities   |      |                              |             |             |             |           |           |           |           |         |          |           |           |                  |         |             |             |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| <b>46.3.3</b>   |      |                              |             |             |             |           |           |           |           |         |          |           |           |                  |         |             |             |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |
| Unallocated assets pertains to the deferred tax adjustments, which arises only at the consolidated level. |      |                              |             |             |             |           |           |           |           |         |          |           |           |                  |         |             |             |       |  |      |  |                         |  |      |  |        |  |      |  |       |  |  |  |

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

|   | Note   | 2025<br>(Rupees in thousand) | 2024<br>(Restated) |
|---|--------|------------------------------|--------------------|
| <b>47 Cash generated from operations</b>                                    |        |                              |                    |
| Profit before income tax  |        | 971,179                      | 3,908              |
| Adjustments for:  |        |                              |                    |
| Finance cost  | 38     | 1,722,329                    | 2,447,218          |
| Depreciation on property, plant and equipment                               | 7.1    | 569,906                      | 585,730            |
| Depreciation on right of use assets   | 8.1    | 13,105                       | 15,844             |
| Minimum tax differential and final tax                                      | 40     | 208,157                      | 252,807            |
| Exchange loss / (gain) - net  | 39     | 21,465                       | (23,668)           |
| Amortization on intangible asset  | 9.1    | -                            | 1,313              |
| Provision for gratuity  | 24.1.2 | 196,565                      | 148,145            |
| Provision for superannuation  | 24.1.2 | 185,289                      | 141,482            |
| Provision for warranty  | 36     | 389,452                      | 536,652            |
| Profit on bank deposits   | 39     | (52,135)                     | (53,393)           |
| Impairment of other receivables   | 37     | 70,375                       | 12,941             |
| Reversal of impairment under expected credit loss                           | 39     | (710)                        | (17,075)           |
| Profit on disposal of property, plant and equipment                         | 39     | (3,796)                      | (32,126)           |
| Markup income   | 39     | (118,504)                    | (106,665)          |
| Provision for WPPF and WWF  | 37     | 129,975                      | 27,309             |
| Unrealized (gain) / loss on investment at fair value through profit or loss | 37     | (4,183)                      | 52,876             |
| Assets written off  | 37     | 8                            | 12,532             |
| Provision for obsolete and slow moving inventory                            | 37     | 2,975                        | 14,006             |
| Share of profit from associates   |        | (17,466)                     | (34,921)           |
| Dividend income   | 39     | (99)                         | (952)              |
|   |        | 3,312,708                    | 3,980,055          |
| <b>Operating profit before working capital changes</b>                      |        | 4,283,887                    | 3,983,963          |
| <b>Decrease / (Increase) in current assets:</b>                             |        |                              |                    |
| Stores and spares   |        | (61,698)                     | (27,671)           |
| Stock in trade  |        | (62,672)                     | 202,514            |
| Trade debtors   |        | (191,806)                    | 46,572             |
| Loans, advances, deposits, prepayments and other receivables                |        | (37,883)                     | (1,151,313)        |
|   |        | (354,059)                    | (929,898)          |
| <b>Increase / (Decrease) in current liabilities:</b>                        |        |                              |                    |
| Trade and other payables  |        | 206,769                      | 870,999            |
|   |        | 4,136,597                    | 3,925,064          |
| <b>48 CASH AND CASH EQUIVALENT</b>  |        |                              |                    |
| Cash and bank balances  | 18     | 1,954,494                    | 1,095,661          |
| Short term running finance - secured  | 21     | (4,495,231)                  | (5,342,891)        |
|   |        | (2,540,737)                  | (4,247,230)        |

# Notes to the consolidated Financial Statements

## For the year ended June 30, 2025

### 49 Reconciliation of movement of liabilities to cash flows arising from financing activities

|  | Liabilities           |                      |                            | Equity                                      |                   |                           | Total                   |
|--|-----------------------|----------------------|----------------------------|---|-------------------|---------------------------|-------------------------|
|  | Short term borrowings | Loan from a director | Unclaimed Dividend Payable | Lease liability against right of use assets | Long term finance | Deferred government grant | Share capital / premium |
| ----- Rupees in thousands -----                                  |                       |                      |                            |   |                   |                           |                         |
| <b>As at June 30, 2024</b>                                       | 1,837,605             | 50,000               | 14,951                     | 19,928                                      | 3,410,710         | 53,643                    | 9,144,004               |
| <b>Cash flows changes</b>  |                       |                      |                            |   |                   |                           |                         |
| Proceeds from issue of right shares                              | -                     | -                    | -                          | -   | -                 | -                         | -                       |
| Short term borrowings - net                                      | (80,462)              | -                    | -                          | -   | -                 | -                         | (80,462)                |
| Loan repaid to director  | -                     | -                    | -                          | -   | -                 | -                         | -                       |
| Payment of lease liability against right of use assets           | -                     | -                    | -                          | (17,659)                                    | -                 | -                         | (17,659)                |
| Long term loans - net  | -                     | -                    | -                          | -   | (351,788)         | -                         | (351,788)               |
| Dividend paid  | -                     | -                    | -                          | -   | -                 | -                         | -                       |
| <b>Total changes from financing cash flows</b>                   | (80,462)              | -                    | -                          | (17,659)                                    | (351,788)         | -                         | (449,909)               |
| <b>Non-cash changes</b>  |                       |                      |                            |   |                   |                           |                         |
| Liability against right of use assets recognised during the year | -                     | -                    | -                          | 2,587                                       | -                 | -                         | 2,587                   |
| Modification of Lease Liability                                  | -                     | -                    | -                          | -   | -                 | -                         | -                       |
| Interest on unwinding of liability against right of use assets   | -                     | -                    | -                          | 1,745                                       | -                 | -                         | 1,745                   |
| Government grant recognised                                      | -                     | -                    | -                          | -   | -                 | -                         | -                       |
| Government grant amortised                                       | -                     | -                    | -                          | -   | -                 | (25,629)                  | (25,629)                |
| Transfer of capital reserve to share premium                     | -                     | -                    | -                          | -   | -                 | 629                       | 629                     |
| <b>Total liability related other changes</b>                     | -                     | -                    | -                          | 4,332                                       | (351,788)         | (25,629)                  | (20,668)                |
| <b>As at June 30, 2025</b>                                       | 1,757,143             | 50,000               | 14,951                     | 6,601                                       | 3,058,922         | 28,014                    | 9,144,633               |
|  |                       |                      |                            |   |                   |                           | 14,060,264              |

# Notes to the consolidated Financial Statements

## For the year ended June 30, 2025

|  | Liabilities                     |                      |                            |   | Equity            |                           |                       |
|--|---------------------------------|----------------------|----------------------------|---|-------------------|---------------------------|-----------------------|
|  | Short term borrowings           | Loan from a director | Unclaimed Dividend Payable | Lease liability against right of use assets | Long term finance | Deferred government grant | Share capital/premium |
|  | ----- Rupees in thousands ----- |                      |                            |   |                   |                           |                       |
| <b>As at June 30, 2023</b>                                       | 2,265,020                       | 280,000              | 15,602                     | 35,958                                      | 2,820,038         | 61,251                    | 6,691,738             |
| <b>Cash flow changes</b>   |                                 |                      |                            |   |                   |                           |                       |
| Proceeds from issue of right shares                              | -                               | -                    | -                          | -   | -                 | -                         | 2,452,266             |
| Short term borrowings - net                                      | (427,415)                       | -                    | -                          | -   | -                 | -                         | (427,415)             |
| Loan repaid to director  | -                               | (230,000)            | -                          | -   | -                 | -                         | (230,000)             |
| Payment of lease liability against right of use assets           | -                               | -                    | -                          | (19,300)                                    | -                 | -                         | (19,300)              |
| Long term loans - net  | -                               | -                    | -                          | -   | 590,672           | -                         | 590,672               |
| Dividend paid  | -                               | -                    | (651)                      | -   | -                 | -                         | (651)                 |
| Total changes from financing cash flows                          | (427,415)                       | (230,000)            | (651)                      | (19,300)                                    | 590,672           | -                         | 2,452,266             |
| <b>Non-cash changes</b>  |                                 |                      |                            |   |                   |                           |                       |
| Liability against right of use assets recognised during the year | -                               | -                    | -                          | -   | -                 | -                         | -                     |
| Modification of Lease Liability                                  | -                               | -                    | -                          | (220)                                       | -                 | -                         | (220)                 |
| Interest on unwinding of liability against right of use assets   | -                               | -                    | -                          | 3,490                                       | -                 | -                         | 3,490                 |
| Government grant recognised                                      | -                               | -                    | -                          | -   | -                 | 10,908                    | 10,908                |
| Government grant amortised                                       | -                               | -                    | -                          | -   | -                 | (18,516)                  | (18,516)              |
| <b>Total liability related other changes</b>                     | -                               | -                    | -                          | 3,270                                       | -                 | (7,608)                   | (4,338)               |
| <b>As at June 30, 2024</b>                                       | 1,837,605                       | 50,000               | 14,951                     | 19,928                                      | 3,410,710         | 53,643                    | 9,144,004             |
|  |                                 |                      |                            |   |                   |                           | 14,530,841            |

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

## 50 PLANT CAPACITY AND PRODUCTION

|   | Production capacity |           | Actual production |         |
|---|---------------------|-----------|-------------------|---------|
|   | 2025                | 2024      | 2025              | 2024    |
| Blades – units in millions                      | 2,230               | 2,230     | 1,522             | 1,516   |
| Corrugated boxes – in metric tones              | 30,000              | 30,000    | 17,716            | 18,028  |
| Bikes – in units                                | -                   | 18,000    | -                 | 175     |
| Soap – in metric tones                          | N/A                 | N/A       | 2,124             | 2,710   |
| Batteries – numbers                             | 1,500,000           | 1,200,000 | 683,198           | 646,256 |
| Hemodialysis concentrates – in thousand session | 10,600              | 2,400     | 2,718             | 2,358   |

The change in production levels is primarily attributable to variations in product demand.

## 51 Disclosure Requirement for Companies not Engaged in Shariah Non-Permissible Business Activities:

Following information has been disclosed as required under amended Part – I clause – VII of Fourth Schedule to the Companies Act, 2017 as amended via S.R.O. 2024 / (1) 1278 dated August 2024 ,15:

|   | Note | 2025<br>(Rupees in thousand) | 2024       |
|---|------|------------------------------|------------|
| <b>STATEMENT OF FINANCIAL POSITION</b>                          |      |                              |            |
| <b>Liabilities</b>  |      |                              |            |
| Long term financing as per Islamic mode                         | 25   | 378,922                      | 418,210    |
| Short term financing as per Islamic mode                        | 21   | 2,616,350                    | 3,165,326  |
| Interest or mark-up accrued on conventional loans               | 23   | 205,126                      | 364,490    |
| <b>Assets</b>   |      |                              |            |
| Shariah compliant bank balances                                 | 18   | 440,020                      | 87,490     |
| <b>STATEMENT OF PROFIT OR LOSS</b>                              |      |                              |            |
| Revenue from contracts with customers – net (Shariah compliant) | 33   | 26,687,607                   | 25,086,307 |
| Profit paid on Islamic mode of financing                        | 38   | 533,854                      | 907,784    |
| <b>Profit on deposits</b>                                       |      |                              |            |
| Shariah compliant bank balances                                 | 39   | 14,240                       | 19,480     |
| Conventional bank deposits                                      | 39   | 37,895                       | 33,913     |
| <b>Unrealized exchange gain</b>                                 |      |                              |            |
| Shariah compliant   | 39   | -                            | 23,668     |
| Shariah non-compliant   | 39   | -                            | -          |



## Notes to the consolidated Financial Statements

For the year ended June 30, 2025

### Unrealised gain on short term investments at FVTPL

|                       |    |       |   |
|-----------------------|----|-------|---|
| Shariah compliant     | 39 | 4,183 | - |
| Shariah non-compliant | 39 | -     | - |

### Reversal of expected credit loss

|                       |    |     |        |
|-----------------------|----|-----|--------|
| Shariah compliant     | 39 | 710 | 17,075 |
| Shariah non-compliant | 39 | -   | -      |

### Markup income

|                       |    |         |         |
|-----------------------|----|---------|---------|
| Shariah compliant     | 39 | -       | -       |
| Shariah non-compliant | 39 | 118,504 | 106,665 |

### Dividend income

|                       |    |    |     |
|-----------------------|----|----|-----|
| Shariah compliant     | 39 | -  | -   |
| Shariah non-compliant | 39 | 99 | 952 |

### Profit on disposal of property, plant and equipment

|                       |    |       |        |
|-----------------------|----|-------|--------|
| Shariah compliant     | 39 | 3,796 | 32,126 |
| Shariah non-compliant | 39 | -     | -      |

### Scrap sales

|                       |    |        |        |
|-----------------------|----|--------|--------|
| Shariah compliant     | 39 | 48,470 | 63,452 |
| Shariah non-compliant | 39 | -      | -      |

### Export rebate

|                       |    |        |        |
|-----------------------|----|--------|--------|
| Shariah compliant     | 39 | 38,536 | 41,111 |
| Shariah non-compliant | 39 | -      | -      |

### Liabilities written back

|                       |    |   |       |
|-----------------------|----|---|-------|
| Shariah compliant     | 39 | - | 3,093 |
| Shariah non-compliant | 39 | - | -     |

### Others

|                       |    |       |        |
|-----------------------|----|-------|--------|
| Shariah compliant     | 39 | 4,043 | 27,527 |
| Shariah non-compliant | 39 | -     | -      |

## 52 Provident fund trust

The following information is based on the latest un-audited financial statements of the Provident Fund Trust:

|                                 | 2025<br>Un-audited<br>(Rupees in thousand) | 2024<br>Un-Audited |
|---------------------------------|--|--------------------|
| Size of the fund – total assets | 1,028,592                                  | 822,723            |
| Cost of investments made        | 857,632                                    | 705,528            |
| Percentage of investments made  | 91%  | 89%                |
| Fair value of investments       | 930,906                                    | 734,015            |

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

The break-up of fair value of investments is:

|                             | 2025<br>Un-audited |            | 2024<br>Un-Audited |            |
|-----------------------------|--------------------|------------|--------------------|------------|
|                             | Rs. in ,000        | Percentage | Rs. in ,000        | Percentage |
| Shares in quoted securities | 76,337             | 8.2%       | 52,491             | 7.2%       |
| Listed debt Instruments     | 85,000             | 9.1%       | 85,000             | 11.6%      |
| Government securities       | -                  | 0.0%       | 16,300             | 2.2%       |
| Mutual funds                |                    |            | 158,430            | %21.6      |
| Other Investments           | 769,569            | 82.7%      | 421,794            | 57.5%      |
|                             | 930,906            | 100%       | 734,015            | 100%       |

The investments out of provident fund trust have not been made in accordance with the provisions of section 218 of the Companies Act, 2017 and the rules formulated for this purpose.

## 53 Service fund trust

The following information is based on the latest un-audited financial statements of the Service Fund Trust:

|                                 | Un-audited<br>2025<br>(Rupees in thousand) | Un-Audited<br>2024 |
|---------------------------------|--|--------------------|
| Size of the fund - total assets | 386,468                                    | 292,573            |
| Cost of investments made        | 155,724                                    | 70,724             |
| Fair value of investments       | 40%  | 19%                |
| Fair value of investments       | 154,002                                    | 54,791             |

The break-up of fair value of investments is:

|                             | 2025<br>Un-audited |            | 2024<br>Un-Audited |            |
|-----------------------------|--------------------|------------|--------------------|------------|
|                             | Rs. in ,000        | Percentage | Rs. in ,000        | Percentage |
| Shares in quoted securities | 36,233             | 23.5%      | 22,713             | 41.5%      |
| Government securities       | -                  | 0.0%       | 15,000             | 27.4%      |
| Mutual funds                | 117,769            | 76.5%      | 17,078             | 31.2%      |
| Listed Debt Instruments     | -                  | 0.0%       | -                  | 0.0%       |
|                             | 154,002            | 100%       | 54,791             | 100%       |

The investments out of service fund trust have been made in accordance with the provisions of section 218 of the Companies Act.

# Notes to the consolidated Financial Statements

For the year ended June 30, 2025

## 54 GENERAL

The figures have been rounded off to nearest rupee unless otherwise stated.

## 55 Date of authorization for issue

These consolidated financial statements were authorized for issue on September 30, 2025 by the Board of Directors of the Holding Company.

LAHORE  
30<sup>th</sup> September 2025



**Syed Sheharyar Ali**  
Chief Executive Officer



**Mansoor Murad**  
Group Chief Financial Officer



**Syed Shahid Ali**  
Director

# INVESTORS' INFORMATION

### **Utilization of Proceeds from the 107.602% Right Issue**

Treet Corporation Limited (the “Company”) successfully completed the 107.602% right issue, with proceeds allocated to specific strategic purposes as outlined in the offer document. Below is the summary of the utilization of these proceeds, covering the period up to June 30, 2025:

#### **1. Debt Repayment:**

- The Company has utilized 100% of the proceeds allocated for debt repayment, amounting to PKR 1,899,999,996. This is in line with the purpose stated in the offer document.

#### **2. Capacity Enhancement – Razors:**

- PKR 259,000,000, representing 70% of the total allocated amount of PKR 370,000,000, was utilized for projects related to capacity enhancement in the razor segment.

#### **3. New Product Development – Twin Blade Rubberized Handle:**

- PKR 211,600,000 was utilized, representing 92% of the total allocated amount of PKR 230,000,000 for this project reflecting the Company’s commitment to timely execution of its development initiatives.

This disclosure is based on an agreed-upon procedures report provided by independent auditors, ensuring transparency and compliance with the Company’s objectives as outlined during the right issue.

# SHAREHOLDERS

## INFORMATION

### PATTERN OF SHAREHOLDING

1.1 Name of the Company: **TREET CORPORATION LIMITED**

2.1 Pattern of holding of the shares held by the shareholders as at **30-06-2025**

| 2.2 No. of Shareholders | Shareholdings |         | Total Shares Held |
|-------------------------|---------------|---------|-------------------|
|                         | From          | To      |                   |
| 2,094                   | 1             | 100     | 72,894            |
| 1,968                   | 101           | 500     | 643,232           |
| 1,497                   | 501           | 1,000   | 1,291,458         |
| 3,494                   | 1,001         | 5,000   | 9,429,085         |
| 1,069                   | 5,001         | 10,000  | 8,363,678         |
| 428                     | 10,001        | 15,000  | 5,436,860         |
| 250                     | 15,001        | 20,000  | 4,580,037         |
| 192                     | 20,001        | 25,000  | 4,476,212         |
| 117                     | 25,001        | 30,000  | 3,305,558         |
| 84                      | 30,001        | 35,000  | 2,752,378         |
| 77                      | 35,001        | 40,000  | 2,961,828         |
| 72                      | 40,001        | 45,000  | 3,097,514         |
| 89                      | 45,001        | 50,000  | 4,369,547         |
| 35                      | 50,001        | 55,000  | 1,835,519         |
| 37                      | 55,001        | 60,000  | 2,145,222         |
| 21                      | 60,001        | 65,000  | 1,308,538         |
| 26                      | 65,001        | 70,000  | 1,777,545         |
| 21                      | 70,001        | 75,000  | 1,537,948         |
| 15                      | 75,001        | 80,000  | 1,178,004         |
| 12                      | 80,001        | 85,000  | 993,019           |
| 14                      | 85,001        | 90,000  | 1,233,882         |
| 13                      | 90,001        | 95,000  | 1,210,303         |
| 52                      | 95,001        | 100,000 | 5,181,411         |
| 13                      | 100,001       | 105,000 | 1,332,091         |
| 8                       | 105,001       | 110,000 | 864,226           |
| 8                       | 110,001       | 115,000 | 908,536           |
| 4                       | 115,001       | 120,000 | 464,902           |
| 5                       | 120,001       | 125,000 | 618,331           |
| 8                       | 125,001       | 130,000 | 1,023,013         |
| 4                       | 130,001       | 135,000 | 528,184           |
| 2                       | 135,001       | 140,000 | 276,942           |
| 5                       | 140,001       | 145,000 | 722,626           |
| 10                      | 145,001       | 150,000 | 1,500,000         |
| 8                       | 150,001       | 155,000 | 1,221,003         |
| 4                       | 155,001       | 160,000 | 630,912           |
| 4                       | 160,001       | 165,000 | 655,500           |
| 3                       | 165,001       | 170,000 | 501,012           |
| 3                       | 175,001       | 180,000 | 536,229           |
| 3                       | 180,001       | 185,000 | 541,545           |

# SHAREHOLDERS

## INFORMATION

| 2.2 No. of Shareholders | Shareholdings |         | Total Shares Held |
|-------------------------|---------------|---------|-------------------|
|                         | From          | To      |                   |
| 6                       | 185,001       | 190,000 | 1,135,055         |
| 1                       | 190,001       | 195,000 | 191,000           |
| 14                      | 195,001       | 200,000 | 2,793,500         |
| 2                       | 200,001       | 205,000 | 405,000           |
| 6                       | 205,001       | 210,000 | 1,244,253         |
| 2                       | 210,001       | 215,000 | 429,000           |
| 2                       | 215,001       | 220,000 | 431,004           |
| 5                       | 225,001       | 230,000 | 1,136,301         |
| 1                       | 235,001       | 240,000 | 240,000           |
| 1                       | 240,001       | 245,000 | 245,000           |
| 4                       | 245,001       | 250,000 | 997,345           |
| 2                       | 250,001       | 255,000 | 509,000           |
| 1                       | 260,001       | 265,000 | 260,506           |
| 2                       | 265,001       | 270,000 | 537,500           |
| 2                       | 270,001       | 275,000 | 549,134           |
| 1                       | 280,001       | 285,000 | 282,753           |
| 2                       | 285,001       | 290,000 | 576,840           |
| 1                       | 290,001       | 295,000 | 290,550           |
| 3                       | 295,001       | 300,000 | 900,000           |
| 1                       | 300,001       | 305,000 | 300,010           |
| 1                       | 305,001       | 310,000 | 307,430           |
| 3                       | 315,001       | 320,000 | 955,396           |
| 4                       | 320,001       | 325,000 | 1,289,150         |
| 2                       | 325,001       | 330,000 | 657,514           |
| 1                       | 330,001       | 335,000 | 331,435           |
| 2                       | 345,001       | 350,000 | 700,000           |
| 3                       | 350,001       | 355,000 | 1,060,612         |
| 1                       | 355,001       | 360,000 | 355,453           |
| 1                       | 360,001       | 365,000 | 363,022           |
| 1                       | 365,001       | 370,000 | 366,000           |
| 1                       | 375,001       | 380,000 | 378,050           |
| 1                       | 380,001       | 385,000 | 382,974           |
| 1                       | 400,001       | 405,000 | 404,824           |
| 2                       | 405,001       | 410,000 | 817,696           |
| 1                       | 445,001       | 450,000 | 445,434           |
| 1                       | 465,001       | 470,000 | 467,681           |
| 1                       | 475,001       | 480,000 | 480,000           |
| 3                       | 495,001       | 500,000 | 1,500,000         |
| 1                       | 510,001       | 515,000 | 514,000           |
| 2                       | 515,001       | 520,000 | 1,035,155         |
| 1                       | 525,001       | 530,000 | 530,000           |
| 1                       | 535,001       | 540,000 | 540,000           |
| 1                       | 555,001       | 560,000 | 557,000           |
| 2                       | 570,001       | 575,000 | 1,146,658         |
| 1                       | 580,001       | 585,000 | 583,000           |
| 2                       | 585,001       | 590,000 | 1,173,644         |



# SHAREHOLDERS

## INFORMATION

| 2.2 No. of Shareholders | Shareholdings |             | Total Shares Held |
|-------------------------|---------------|-------------|-------------------|
|                         | From          | To          |                   |
| 1                       | 600,001       | 605,000     | 603,838           |
| 1                       | 615,001       | 620,000     | 620,000           |
| 1                       | 635,001       | 640,000     | 636,000           |
| 1                       | 650,001       | 655,000     | 651,800           |
| 2                       | 675,001       | 680,000     | 1,357,002         |
| 1                       | 720,001       | 725,000     | 725,000           |
| 1                       | 725,001       | 730,000     | 728,345           |
| 1                       | 755,001       | 760,000     | 759,000           |
| 1                       | 785,001       | 790,000     | 786,500           |
| 1                       | 805,001       | 810,000     | 805,081           |
| 1                       | 975,001       | 980,000     | 975,140           |
| 2                       | 995,001       | 1,000,000   | 2,000,000         |
| 1                       | 1,055,001     | 1,060,000   | 1,059,833         |
| 1                       | 1,180,001     | 1,185,000   | 1,182,623         |
| 1                       | 1,200,001     | 1,205,000   | 1,203,674         |
| 1                       | 1,240,001     | 1,245,000   | 1,243,450         |
| 1                       | 1,290,001     | 1,295,000   | 1,291,550         |
| 1                       | 1,300,001     | 1,305,000   | 1,303,096         |
| 1                       | 1,415,001     | 1,420,000   | 1,420,000         |
| 1                       | 1,570,001     | 1,575,000   | 1,573,208         |
| 1                       | 1,720,001     | 1,725,000   | 1,721,801         |
| 1                       | 1,935,001     | 1,940,000   | 1,939,500         |
| 1                       | 2,255,001     | 2,260,000   | 2,258,930         |
| 1                       | 2,295,001     | 2,300,000   | 2,300,000         |
| 2                       | 2,485,001     | 2,490,000   | 4,976,317         |
| 1                       | 2,995,001     | 3,000,000   | 3,000,000         |
| 1                       | 4,995,001     | 5,000,000   | 5,000,000         |
| 1                       | 6,935,001     | 6,940,000   | 6,936,461         |
| 1                       | 8,300,001     | 8,305,000   | 8,304,080         |
| 1                       | 10,875,001    | 10,880,000  | 10,876,445        |
| 1                       | 12,440,001    | 12,445,000  | 12,440,255        |
| 1                       | 20,875,001    | 20,880,000  | 20,875,502        |
| 1                       | 40,620,001    | 40,625,000  | 40,620,075        |
| 1                       | 116,550,001   | 116,555,000 | 116,551,705       |
| 11,906                  |               |             | 371,028,814       |

# SHAREHOLDERS

## INFORMATION

| Sr. No.      | Name  | Number of Shares held | Percentage |
|--------------|---|-----------------------|------------|
| <b>2.3</b>   | <b>Categories of Shareholders</b>   |                       |            |
| <b>2.3.1</b> | Directors, Chief Executive Officer, and their spouse and minor children       | 157,714,707           | 42.5074%   |
| <b>2.3.2</b> | Associated Companies, undertakings and related parties.<br>(Parent Company)   | 1,245                 | 0.0003%    |
| <b>2.3.3</b> | NIT and ICP   | 21,436,546            | 5.7776%    |
| <b>2.3.4</b> | Banks Development Financial Institutions, Non Banking Financial Institutions. | 15,242,917            | 4.1083%    |
| <b>2.3.5</b> | Insurance Companies   | 6,700,500             | 1.8059%    |
| <b>2.3.6</b> | Modarabas and Mutual Funds  | 18,013,454            | 4.8550%    |
| <b>2.3.7</b> | Shareholders holding 10% or more  | 157,171,780           | 42.3611%   |
| <b>2.3.8</b> | General Public  |                       |            |
|              | a. Local  | 127,608,061           | 34.3930%   |
|              | b. Foreign  | 59,185                | 0.0160%    |
| <b>2.3.9</b> | Others (to be specified)  |                       |            |
|              | - Government Holding  | 274,134               | 0.0739%    |
|              | - Joint Stock Companies   | 23,452,040            | 6.3208%    |
|              | - Pension Funds   | 363,088               | 0.0979%    |
|              | - Others  | 162,937               | 0.0439%    |

# SHAREHOLDERS

## INFORMATION

| Sr. No.   | Name   | Number of Shares held | Percentage        |
|---|--|-----------------------|-------------------|
| <b>Associated Companies, Undertakings and Related Parties (Name Wise Detail):</b>   |  |                       |                   |
| 1   | TRUSTEES TREET CORP LIMITED-GROUP EMPLOYEES PROVIDENT FUND (CDC) | 1,245                 | 0.0003            |
| <b>Mutual Funds (Name Wise Detail)</b>  |  |                       |                   |
| 1   | CDC - TRUSTEE ALFALH GHP INCOME FUND - MT (CDC)                  | 1,203,674             | 0.3244            |
| 2   | CDC - TRUSTEE ALFALAH MTS FUND - MT (CDC)                        | 1,573,208             | 0.4240            |
| 3   | CDC - TRUSTEE GOLDEN ARROW STOCK FUND (CDC)                      | 250,000               | 0.0674            |
| 4   | CDC - TRUSTEE HBL FINANCIAL SECTOR INCOME FUND PLAN I - MT (CDC) | 2,486,317             | 0.6701            |
| 5   | CDC - TRUSTEE MEEZAN ISLAMIC FUND (CDC)                          | 12,440,255            | 3.3529            |
| <b>Directors and their Spouse and Minor Children (Name Wise Detail):</b>  |  |                       |                   |
| 1   | SYED SHAHID ALI SHAH (CDC)                                       | 116,551,705           | 31.4131           |
| 2   | SYED SHEHARYAR ALI (CDC)   | 40,620,075            | 10.9480           |
| 3   | MR. IMRAN AZIM (NIT Nominee)                                     | -                     | 0.0000            |
| 4   | MR. MUNIR KARIM BANA (CDC) (Loads Nominee)                       | 519,655               | 0.1401            |
| 5   | MR. SALMAN FARIDI (CDC)  | 228                   | 0.0001            |
| 6   | DR. HAROON LATIF KHAN  | -                     | 0.0000            |
| 7   | MR. AHMAD SHAHID HUSSAIN (CDC)                                   | 22,836                | 0.0062            |
| 8   | MS. SIDRA FATIMA SHEIKH (CDC)                                    | 208                   | 0.0001            |
| <b>Executives:</b>  |  |                       |                   |
|   |  | -                     | -                 |
| <b>Public Sector Companies &amp; Corporations:</b>  |  |                       |                   |
|   |  | -                     | -                 |
| <b>Banks, Development Finance Institutions, Non Banking Finance Companies, Insurance Companies, Takaful, Modarabas and Pension Funds:</b> |  |                       |                   |
|   |  | 22,366,505            | 6.0282            |
| <b>Shareholders holding five percent or more voting interest in the listed company (Name Wise Detail)</b>                                 |  |                       |                   |
|   |  | <b>Holding</b>        | <b>Percentage</b> |
| 1   | SYED SHAHID ALI SHAH (CDC)                                       | 116,551,705           | 31.4131           |
| 2   | SYED SHEHARYAR ALI (CDC)   | 40,620,075            | 10.9480           |
| 3   | CDC - TRUSTEE NATIONAL INVESTMENT (UNIT) TRUST (CDC)             | 20,875,502            | 5.6264            |

All trades in the shares of the listed company, carried out by its Directors, Executives and their spouses and minor children shall also be disclosed:

| S.No | NAME                    | SALE   | PURCHASE |
|------|-------------------------|--------|----------|
| 1    | MR. SALMAN FARIDI (CDC) | -      | 10,000   |
| 2    | MR. SALMAN FARIDI (CDC) | 10,000 | -        |

# NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN, that Annual General Meeting of the shareholders of Treet Corporation Limited (the "Company") will be held on Monday, October 27, 2025, at 10:30 A.M. at Ali Auditorium, Ferozepur Road, Shahrah-e-Roomi, Lahore, to transact the following business: -

## **ORDINARY BUSINESS:**

1. To confirm the Minutes of the Extraordinary General Meeting held on January 10, 2025.
2. To receive, consider and adopt the Annual Audited Financial Statements (Standalone & consolidated) of the Company For the year ended June 30, 2025, together with the Directors' and Auditors' Reports thereon.
3. To appoint External Auditors of the Company 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 Yousuf Adil & Co., Chartered Accountants.

## **SPECIAL BUSINESS:**

4. **(i) To consider and if thought fit, pass the following Special Resolution under Section 199 of the Companies Act, 2017, with or without modification(s), addition(s) and/or deletion(s):**

**RESOLVED THAT**, the approval of the shareholders of the Company be and is hereby accorded in terms of Section 199 of the Companies Act, 2017 ("Act") and Regulation 5(5) of the Companies (Investment in Associated Companies or Associated Undertakings) Regulations, 2017 ("Regulations") and subject to the compliance with all statutory and legal requirements, for grant and/or renewal of a loan up to PKR 5,200,000,000/- (Rupees Five Billion Two Hundred Million Only) to Treet Battery Limited ("TBL"), being an associated undertaking, in the form of working capital loan.

**RESOLVED THAT**, that approval of the shareholders of the Company be and is hereby accorded in terms of Section 199 of the Act and Regulation 5(5) of the Regulations and subject to compliance with all statutory and legal requirements, to issue a cross corporate guarantees of up to PKR 3,380,000,000/- (Rupees Three Billion Three Hundred Eighty Million Only) in "TBL", to commercial banks/ financial institutions, for and on behalf of TBL, being an associated undertaking.

**FURTHER RESOLVED THAT**, the rate of return for ear marked non-funded/funded facilities (if any) pursuant to the above resolutions shall be charged to the subsidiary/associated company at the same rate as charged by the banks to the Company.

- (ii) To consider and if thought fit, pass the following Special Resolution under Section 199 of the Companies Act, 2017, with or without modification(s), addition(s) and/or deletion(s):**

**RESOLVED THAT**, the approval of the shareholders of the Company be and is hereby accorded in terms of Section 199 of the Act and, Regulation 5(5) of the Regulations and subject to the compliance with all statutory and legal requirements, for grant and/or renewal of loan up to PKR 1,000,000,000/- (Rupees One Billion Only) to Renacon Pharma Limited ("RPL"), being an associated undertaking, in the form of a working capital loan.

**FURTHER RESOLVED THAT**, that approval of the shareholders of the Company be and is hereby accorded in terms of Section 199 of the Act and Regulation 5(5) of the Regulations and subject to the compliance with all statutory and legal requirements, to issue cross corporate guarantees of up to PKR 1,800,000,000/- (Rupees One Billion Eight Hundred Million Only) to commercial banks/ financial institutions, for and on behalf of "RPL", being an associated undertaking.

**FURTHER RESOLVED THAT**, the rate of return for ear marked non-funded/funded facilities (if any) pursuant to the above resolutions shall be charged to the subsidiary/associated company at the same rate as charged by the banks to the Company.

# NOTICE OF ANNUAL GENERAL MEETING

- (iii) **To consider and if thought fit, pass the following Special Resolution under Section 199 of the Companies Act, 2017, with or without modification(s), addition(s) and/or deletion(s):**

**RESOLVED THAT,** the approval of the shareholders of the Company be and is hereby accorded in terms of Section 199 of the Act and Regulation 5(5) of the Regulations and subject to the compliance with all statutory and legal requirements, for grant and/or renewal of loan up to PKR 3,000,000/- (Rupees Three Million Only) to Treet Power Limited ("**TPL**"), being an associated undertaking, in the form of working capital loan.

**FURTHER RESOLVED THAT,** the rate of return for ear marked non-funded/funded facilities (if any) pursuant to the above resolutions shall be charged to the subsidiary/associated company at the same rate as charged by the banks to the Company.

- (iv) **To consider and if thought fit, pass the following Special Resolution under Section 199 of the Companies Act, 2017, with or without modification(s), addition(s) and/or deletion(s):**

**RESOLVED THAT,** the approval of the shareholders of the Company be and is hereby accorded in terms of Section 199 of the Act and Regulation 5(5) of the Regulations and subject to the compliance with all statutory and legal requirements, for grant and/or renewal of loan up to PKR 1,700,000,000/- (Rupees One Billion Seven Hundred Million Only) to Loads Limited ("**LOADS**"), being an associated undertaking, in the form of working capital loan.

**FURTHER RESOLVED THAT** the shareholders of the Company hereby note, approve and ratify the Cross Corporate Guarantee(s) extended by the Company in favour of Loads Limited under the shareholder's authority granted vide special resolution dated June 28, 2024, for the intervening period from June 28, 2025, until the date of this Annual General Meeting.

**FURTHER RESOLVED THAT** the approval of the shareholders of the Company be and is hereby accorded to the Company in terms of Section 199 of the Act and the Regulations and subject to the compliance with all other statutory and legal requirements, to extend and/or issue cross corporate guarantees of up to PKR 1,500,000,000/- (Rupees One Billion Five Hundred Million Only) to commercial banks/ financial institutions, for and on behalf of "**LOADS**", being an associated undertaking.

**FURTHER RESOLVED THAT,** the rate of return for ear marked non-funded/funded facilities (if any) pursuant to the above resolutions shall be charged to the subsidiary/associated company at the same rate as charged by the banks to the Company.

- (v) **To consider and if thought fit, pass the following Special Resolutions under Section 183(3) read with Section 199 of the Companies Act, 2017, with or without modification(s), addition(s) and/or deletion(s):**

**RESOLVED THAT** the shareholders of the Company hereby accord their approval to extend the validity of the Special Resolution passed in the Extraordinary General Meeting held on January 10, 2025 for a period of one additional year from the date of passing of this special resolution, authorizing the Company to disinvest up to 231,639,658 (Two Hundred and Thirty-One Million Six Hundred and Thirty-Nine Thousand Six Hundred and Fifty-Eight) ordinary shares of Treet Battery Limited (TBL), being a subsidiary of the Company, by way of sale of shares of TBL in open market (through Pakistan Stock Exchange) at the prevailing share price of TBL shares as on the date of sale and/or through a negotiated deal mechanism, at such price and in such manner (one lot or multiple lots) as may be deemed appropriate by the management of the Company.

# NOTICE OF ANNUAL GENERAL MEETING

- (vi) **To consider and if thought fit, pass the following Special Resolution under Section 199 of the Companies Act, 2017, with or without modification(s), addition(s) and/or deletion(s):**

**RESOLVED THAT**, that approval of the shareholders of the Company be and is hereby accorded in terms of Section 199 of the Act and Regulation 5(5) of the Regulations and subject to the compliance with all statutory and legal requirements, to issue cross corporate guarantees up to PKR 572,000,000/- (Rupees Five Hundred and Seventy Two Million Only) to commercial banks/ financial institutions, for and on behalf of its group concern i.e. M/s. First Treet Manufacturing Modaraba (the Subsidiary Company) to accommodate for arrangement of financing.

**FURTHER RESOLVED THAT**, the rate of return for ear marked non-funded/funded facilities (if any) pursuant to the above resolutions shall be charged to the subsidiary/associated company (undertaking) at the same rate as charged by the banks to the Company.

5. **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 the Company 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 the Company.

6. **To authorize the Board of Directors of the Company 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 the Company 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 General Meeting for their formal ratification/ approval.

7. **RESOLVED THAT** the validity of the aforesaid approvals shall stand valid/ extended up to the conclusion of the next Annual General Meeting of the Company.

**FURTHER RESOLVED THAT** the Chief Executive Officer and the Chief Legal Officer and Company Secretary of the Company be and are hereby singly authorized to take all necessary steps for the purpose of implementing, executing and giving effect to the Ordinary and Special Resolutions passed by the shareholders at this Annual General Meeting, including but not limited to the signing and filing of all documents including agreements, forms, returns, and applications with the Securities and Exchange Commission of Pakistan, stock exchange(s), banks, financial institutions, and any other regulatory or governmental authorities, and to do all such acts, deeds and things as may be necessary, incidental or expedient for the purpose of giving effect to the said resolutions.

8. **Any other item with the permission of the Chair.**

By Order of the Board



(Zunaira Dar)  
Company Secretary

Lahore: October 06, 2025

# NOTICE OF ANNUAL GENERAL MEETING

## Notes:

### 1. Closure of Share Transfer Books

The share transfer Books of the Company will remain closed from October 21, 2025 to October 27, 2025 (both days inclusive) for the purpose of attending Annual General Meeting. Transfers received in order at the office of our Share Registrar M/s Corplink (Private) Limited, Wings Arcade, I-K, Commercial Model Town, Lahore at the close of business on October 20, 2025 will be treated in time.

### 2. Appointment of Proxy

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 the Company not less than 48 hours before the time of holding the meeting. 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 the Company's website i.e. <https://treetcorp.com/regulatory-information/>

#### Requirement for Appointing Proxies

- In case of individuals, the account holder or sub-account holder is and/or the person whose securities are in group account and their registration detail is uploaded as per the CDC Regulations, shall submit the proxy form as per the above requirement.
- The proxy form shall be witnessed by two persons whose names, addresses and CNIC numbers shall be mentioned on the form.
- Attested copies of the CNIC or passport of the beneficial owners and the proxyholder shall be furnished with the proxy form.

- The proxy shall produce his/her original CNIC or original passport at the time of the meeting.
- 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 Company.

### 3. For Attending the Meeting

- 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 National Identity Card ("CNIC") or original passport at the time of attending the meeting.
- In case of corporate entity, Board of Directors' resolution/power of attorney with specimen signature of the nominee shall be produced (unless provided earlier) at the time of the 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 date December 15, 2021, members are encouraged to participate in the Annual General Meeting through electronic facility organized by the Company.

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@treetcorp.com](mailto:corporate@treetcorp.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 shareholder / proxy are holder | CNIC No. / NTN No. | Folio No. / CDC Account No. | *Mobile No. | *Email address |
|--|--------------------|-----------------------------|-------------|----------------|
|  |                    |                             |             |                |



# NOTICE OF ANNUAL GENERAL MEETING

\*Shareholders 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 shareholders.

## 5. **Updation of Shareholder Addresses/ Other Particulars:**

Members holding shares in physical form are requested to promptly notify Shares Registrar of the Company 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.

## 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 dated 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, member of the Company will be allowed to exercise their right to vote through e-voting facility or voting by post in its forthcoming Annual General Meeting to be held on Monday, October 27, 2025 at 10:30 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 the Company who have their valid CNIC numbers, cell numbers, and e-mail addresses available in the register of members of the Company 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.

### 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 shareholders 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 the Company's Registered Office at 72-B, Quaid-e-Azam Industrial Estate, Lahore, or email at corporate@treetcorp.com one working day before the Annual General 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.

M/s Abdul Rahman & Co, Chartered Accountants has been appointed as "Scrutinizer" in terms of Companies (Postal Ballot) Regulations 2018, for the purpose of voting at the meeting. The firm meets the QCR rating from ICAP. The Scrutinizer has the necessary knowledge and experience to independently scrutinize the voting process.

# NOTICE OF ANNUAL GENERAL MEETING

## 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 and IBAN number 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 meeting, the Company 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 the Company at its registered address 10 days before holding of the AGM. After receiving the request / demand of members having 10% or more shareholding in aggregate, the Company will intimate members regarding venue of video conference facility at least five (5) days before the date of AGM 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 Treet Corporation Limited, holder of  
\_\_\_\_\_ ordinary share(s)  
as per Folio # \_\_\_\_\_ and / or  
CDC Participant ID & Sub- Account No.  
\_\_\_\_\_, hereby, opt  
for video conference facility at \_\_\_\_\_  
city. \_\_\_\_\_  
\_\_\_\_\_.

## 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 the Company's Annual Audited Financial Statements For the year ended June 30, 2025, along with the Director's and Auditor's Reports, are available on the Company's website at the following link: <https://treetcorp.com/financial-reports/>

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



<https://tinyurl.com/2xozpe3x>

## 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 shareholders 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 Shareholders

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 Shareholders 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.

# NOTICE OF ANNUAL GENERAL MEETING

## 12. Unclaimed Dividend

As per the provision of section 244 of the Act, any shares issued, or dividend declared by the Company 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 Shareholders to file their claim. The details of the shares issued, and dividend declared by the Company which have remained due for more than three years were sent to Shareholders. Shareholders are requested to ensure that their claims for unclaimed dividend and shares are lodged promptly. In case, no claim is lodged with the Company in the given time, the Company 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 Company's website i.e. <https://treetcorp.com/>

### STATEMENTS OF MATERIAL FACTS UNDER SECTION 134(3) OF THE COMPANIES ACT, 2017 RELATING TO THE SPECIAL BUSINESS TO BE TRANSACTED AT THE ANNUAL GENERAL MEETING.

#### AGENDA ITEMS 4, 5 & 6.

Information to be disclosed pursuant to Companies (Investment in Associated Companies or Associated Undertakings) Regulations, 2017 (the "Regulations").

| Name of Associated/ Subsidiary Companies   | Treet Battery Limited   | Renacon Pharma Limited   | Treet Power Limited  | Loads Limited   | Corporate Guarantee/ Earmarking of its Un-Funded/ Funded Facilities   |
|--|---|--|--|---|---|
| Name of the associated company or associated undertaking along with criteria based on which the associated relationship is established;  | Treet Battery Limited (TBL), a subsidiary of Treet Corporation Limited. The Company directly owning 86.17% of the share capital.  | Renacon Pharma Limited (RPL) is Subsidiary of Treet Corporation Limited by directly owning 55.86% of the share capital.  | Treet Power Limited (TPL) is a subsidiary by indirectly owning 100.00% share capital through its directly owned subsidiary Treet Holdings Limited (THL)  | Loads Limited is an associated Company of Treet Corporation Limited. The Company directly owning 12.49% shareholding in Loads Limited   | <ul style="list-style-type: none"> <li>First Treet Manufacturing Modaraba</li> <li>Renacon Pharma Limited</li> <li>Treet Battery Limited</li> <li>Loads Limited</li> </ul>  |
| Earnings per share for the last three years  | 2024: (0.43) (Restated)<br>2023: 0.07<br>2022: 0.31   | 2024: 2.93<br>2023: 1.07<br>2022: 0.50   | 2024: (0.28)<br>2023: (1.05)<br>2022: (0.52)   | 2024: 3.29<br>2023: (5.00)<br>2022: 1.06  | Not Applicable  |
| Breakup value per share, based on latest audited financial statements  | 2.01  | 18.73  | (2.61)   | 17.18   | Not Applicable  |
| Financial position, including main items of balance sheet and profit and loss account of the associated company or associated undertaking on the basis of its latest financial statements; | Treet Battery Limited is a Listed Company. Audited Financial Statements are available at: <a href="https://treetbattery.com/financial-reports/">https://treetbattery.com/financial-reports/</a> | Being a subsidiary of Treet Corporation Limited. The details are available in the Consolidated Accounts. <a href="https://treetcorp.com/financial-reports/">https://treetcorp.com/financial-reports/</a> | Being a subsidiary of Treet Corporation Limited. The details are available in the Consolidated Accounts. <a href="https://treetcorp.com/financial-reports/">https://treetcorp.com/financial-reports/</a> | Loads is the listed Company and associated undertaking of Treet Corporation Limited the Audited Financial Statement are available at: <a href="https://loads-group.pk/annual-reports/">https://loads-group.pk/annual-reports/</a> | Detailed accounts are available at:<br><a href="https://ftmm.com.pk/investor-information/financial-reports-ftmm/">https://ftmm.com.pk/investor-information/financial-reports-ftmm/</a><br><a href="https://treetcorp.com/financial-reports/">https://treetcorp.com/financial-reports/</a><br><a href="https://loads-group.pk/annual-reports/">https://loads-group.pk/annual-reports/</a><br><a href="https://treetbattery.com/financial-reports/">https://treetbattery.com/financial-reports/</a> |

# NOTICE OF ANNUAL GENERAL MEETING

|   |   |  |   |   |   |
|---|---|--|---|---|---|
| A description of the project and its history since conceptualization;   | Treet Battery Limited carry out business as manufacturers, assemblers, processors, producers, suppliers, sellers, importers, exporters, makers, fabricators and dealers in all batteries including but not limited to lead acid batteries, deep cycle batteries, lithium batteries, nickel cadmium batteries, nickel metal hybrid batteries, absorbed glass mat batteries, gel batteries. | Renacon Pharma Limited ("RPL") is a prominent Hemodialysis Concentrates manufacturer in Pakistan. The Company obtained its manufacturing license in 1998 and subsequently replaced majority market of the old Acetate solution with its newer Bicarbonate Concentrate solution within 5 years of introduction. | Treet Power Limited is incorporated on November 20, 2007 in Pakistan. The company is a wholly owned subsidiary of Treet Holdings Limited, which is also a wholly owned subsidiary of Treet Corporation Limited - an ultimate parent, a listed company. The motive behind is to set up an Electric Power Generation Project for generating, distribution and selling of Electric Power, which is kept in abeyance in order to complete other projects of the Group Companies of Treet Corporation Limited. Information memorandum is available at <a href="http://www.treetcorp.com">www.treetcorp.com</a> . | Loads Limited (the Company) is a public listed company, which was incorporated in Pakistan on 1 January 1979, as a private limited company under Companies Act, 1913 (repealed with the enactment of the Companies Act, 2017 on 30 May 2017). On 19 December 1993, the status of the Company was converted from private limited company to public unlisted company. On 1 November 2016, the shares of the Company were listed on Pakistan Stock Exchange Limited (PSX). The principal activity of the Company is to manufacture and sell radiators, exhaust systems and other components for automotive. Information is available at <a href="http://www.loads-group.pk">www.loads-group.pk</a> . | Not Applicable  |
| Starting date and expected date of completion;  | Not Applicable  | Not Applicable   | Not Applicable  | Not Applicable  | Not Applicable  |
| Time by which such project shall become commercially operational;   | Not Applicable  | Not Applicable   | Not Applicable  | Not Applicable  | Not Applicable  |
| Expected return on total capital employed in the project; and   | Not Applicable  | Not Applicable   | Not Applicable  | Not Applicable  | Not Applicable  |
| Funds invested of to be invested by the promoters distinguishing between cash and non-cash amounts:                             | Not Applicable  | Not Applicable   | Not Applicable  | Not Applicable  | Not Applicable  |
| Maximum amount of loans or advances or guarantee;   | Up to an extent of Rs. 5,200 million  | Up to an extent of Rs. 1,000 million   | Up to an extent of Rs. 3.0 million  | Up to an extent of Rs. 1,700 million  | FTMM: 572 million<br>RPL: 1,800 million<br>TBL: 3,380 million<br>Loads: 1500 million              |
| Purpose of loans or advances and benefits likely to accrue to the investing company and its members from such loans or advances | To meet the working capital requirements of the company.  | To meet the working capital requirements of the company.   | To meet the working capital requirements of the company.  | To meet the working capital requirements of the company.  | To meet the letter of credit/ guarantee requirements of above subsidiaries/ Associated Companies. |
| Sources of funds from where loans or advances will be given;  | Own Source  | Own Source   | Own Source  | Own Source  | Not Applicable  |

# NOTICE OF ANNUAL GENERAL MEETING

|   |   |  |   |  |   |
|---|---|--|---|--|---|
| Where loans or advances are being granted using borrowed funds;   | Not Applicable  | Not Applicable   | Not Applicable  | Not Applicable   | Not Applicable  |
| Justification for granting loan or advance out of borrowed funds;   | Not Applicable  | Not Applicable   | Not Applicable  | Not Applicable   | Not Applicable  |
| Detail of guarantees / assets pledged for obtaining such funds, if any; and   | Not Applicable  | Not Applicable   | Not Applicable  | Not Applicable   | Not Applicable  |
| Cost Benefit Analysis   | No Benefit/ Loss  | No Benefit/Loss  | No Benefit/ Loss  | No Benefit/ Loss   | No Benefit/ Loss  |
| Salient feature of all agreements entered or to be entered with its associated company or associated undertaking with regards to proposed investment  | Agreements with subsidiary will be available at the AGM for review of the shareholders                                    | Agreements with subsidiary will be available at the AGM for review of the shareholders   | Agreements with subsidiary will be available at the AGM for review of the shareholders                                | Agreements with associated company will be available at the AGM for review of the shareholders                           | Agreements with subsidiary companies will be available at the AGM for review of the shareholders  |
| Direct or indirect interest of directors, sponsors, majority shareholders and their relatives, if any, in the associated company or associated undertaking or the transaction under consideration;                      | Syed Shahid Ali, Syed Sheharyar Ali, Imran Azim, Ahmad Shahid Hussain and Dr. Haroon Latif Khan are the common directors. | Syed Shahid Ali, Syed Sheharyar Ali, Dr. Salman Faridi and Dr. Haroon Latif Khan are the common directors in the Company. Whereby Syed Shahid Ali holds 10.09% shareholding in Renacon Pharma Limited. | Syed Shahid Ali and Munir Karim Bana are the Common Directors in both the Companies.                                  | Syed Shahid Ali, Syed Sheharyar Ali and Munir Karim Bana are directors in the Company and on the Board of Loads Limited. | Direct Investment of Parent Company and Common Directorship   |
| In case any investment in associated company or associated undertaking has already been made, the performance review of such investment including complete information/ justification for any impairment or write-offs. | Investments in associated entities are made on an arm's length basis, and there has been no impairment or write-offs.     | Investments in associated entities are made on an arm's length basis, and there has been no impairment or write-offs.  | Investments in associated entities are made on an arm's length basis, and there has been no impairment or write-offs. | Investments in associated entities are made on an arm's length basis, and there has been no impairment or write-offs.    | Not Applicable  |
| Average borrowing cost of the investing company or in case of absence of borrowing the Karachi Inter Bank Offered Rate for the relevant period;   | Average borrowing cost of the investing company   | Average borrowing cost of the investing company  | Average borrowing cost of the investing company   | Average borrowing cost of the investing company  | Not Applicable  |
| Rate of interest, mark up, profit, fees or commission etc. to be charged;   | Equivalent cost (borrowing cost of investing company) to be charged to the borrowing subsidiary                           | Equivalent cost (borrowing cost of investing company) to be charged to the borrowing subsidiary  | Equivalent cost (borrowing cost of investing company) to be charged to the borrowing subsidiary                       | Equivalent cost (borrowing cost of investing company) to be charged to the borrowing Associated Company                  | The rate of return (if any) ear marked non-funded / Funded facilities pursuant to the above resolutions shall be charged to the subsidiary/ Associated companies at the same rate as charged by the banks to the Investing Company. |
| Repayment schedules of borrowing of the investing company;  | Not Applicable  | Not Applicable   | Not Applicable  | Not Applicable   | Not Applicable  |

# NOTICE OF ANNUAL GENERAL MEETING

|  |   |   |                |   |                |
|--|---|---|----------------|---|----------------|
| Particulars of collateral security to be obtained against loan to the borrowing company or undertaking, if any;  | Not Applicable  | Not Applicable  | Not Applicable | Not Applicable  | Not Applicable |
| If the loans or advances carry conversion feature i.e. it is convertible into securities, this fact along with complete detail including conversion formula, circumstances in which the conversion may take place and the time when the conversion may be exercisable; | The Investing Company is provided the right to convert the loan into equity of the borrowing company/ associated company and/ or undertaking subject to such terms and conditions as may be subsequently agreed between the parties at the time that such right is exercised. | The Investing Company is provided the right to convert the loan into equity of the borrowing company/ associated company and/ or undertaking subject to such terms and conditions as may be subsequently agreed between the parties at the time that such right is exercised. | Not Applicable | The Investing Company is provided the right to convert the loan into equity of the borrowing company/ associated company and/ or undertaking subject to such terms and conditions as may be subsequently agreed between the parties at the time that such right is exercised. | Not Applicable |
| Repayment schedule and terms of loans or advances to be given to the investee company  | Not Applicable  | Not Applicable  | Not Applicable | Not Applicable  | Not Applicable |
| Any other important details necessary for the members to understand the transaction; and   | Not Applicable  | Not Applicable  | Not Applicable | Not Applicable  | Not Applicable |
| In case of investment in a project of an associated company or associated undertaking that has not commenced operations, in addition to the information referred to above, the following further information is required, namely,                                      | Not Applicable  | Not Applicable  | Not Applicable | Not Applicable  | Not Applicable |

## **Interest of Investee Company, its Sponsors and Directors in the Company:**

The Directors are interested in the resolution to the extent of their common directorships and their shareholding in the associated companies.

## **Audited Financial Statements of Investee Companies:**

As required by Chapter-II clause 4(3) of the Companies (Investment in Associated Companies or Associated Undertakings) Regulations, 2017. The latest audited financial statements of Treet Battery Limited, First Treet Manufacturing Modaraba, Renacon Pharma Limited, Treet Power Limited and Loads Limited shall be made available for inspection by the members at the meeting, namely:

## **Due Diligence Undertaking of Directors:**

The Directors of the Company hereby certify to the Members that the Directors have, as required by Chapter-II clause 3(3) of the Companies (Investment in Associated Companies or Associated Undertakings) Regulations, 2017., carried out the requisite due diligence of associated Companies/ Subsidiaries for the investment mentioned in table. The recommendations of the said due diligence report are duly signed under the authority of the Directors will be made available for inspection by the members at the meeting;

# NOTICE OF ANNUAL GENERAL MEETING

**6. Agenda Item No. 4(v) – To consider and if thought fit, pass the following Special Resolutions under Section 183(3) read with Section 199 of the Companies Act, 2017, with or without modification(s), addition(s) and/or deletion(s):**

Information to be disclosed under Section 183(3) of the Companies Act, 2017 in accordance with S.R.O. 423(I)/2018 dated April 3, 2018 issued by the Securities and Exchange Commission of Pakistan

| Sr. No.      | Description  | Information Required   |
|--------------|--|--|
| <b>(I)</b>   | <b>In case of sale, lease or disposal of sizeable part of undertaking</b>  |  |
| <b>a)</b>    | Description/Name of Asset  | Divestment of up to 231,639,658 ordinary shares of Treet Battery Limited, owned by the Company   |
| <b>b)</b>    | Acquisition date of the Asset  | June 9, 2023   |
| <b>c)</b>    | Cost as on June 30, 2025   | The subject shares of Treet Battery Limited ("TBL") were allotted to the Company pursuant to scheme of arrangement approved by the Honorable Lahore High Court through its Order dated January 10, 2023.   |
| <b>d)</b>    | Revalued amount and date of revaluation (if applicable)  | Not applicable   |
| <b>e)</b>    | Book value as on June 30, 2025   | Rs. 2,173,767,000  |
| <b>f)</b>    | Approximate current market price/fair value.   | PKR 13.92  |
| <b>g)</b>    | In case of sale, if the expected sale price is lower than book value or fair value, then the reasons thereof   | Not applicable   |
| <b>h)</b>    | In case of lease of assets, tenure, lease rentals, increment rate; mode/basis of determination of lease rentals; and other important terms and conditions of the lease | Not applicable   |
| <b>i)</b>    | Additional information in case of sale of land:  |  |
|              | a. location  | Not applicable   |
|              | b. Nature of land (e.g. commercial, agriculture, etc); and   | Not applicable   |
|              | c. Area proposed to be sold  | Not applicable   |
| <b>(II)</b>  | The proposed manner of disposal of the said assets   | The divestment of shares is proposed to be either through sale of shares in open market (through Pakistan Stock exchange) at the share price of TBL shares as on the date of sale and/or through a negotiated deal mechanism, at a price that may be deemed appropriate by the management of the Company, either in one lot or multiple lots as deemed fit by the management |
| <b>(III)</b> | In case the Company has identified a buyer, who is a related party the fact shall be disclosed in the statement of material facts                                      | Nil  |
| <b>(IV)</b>  | <b>Purpose of the sale, lease or disposal of assets along with following details</b>   |  |



# NOTICE OF

## ANNUAL GENERAL MEETING

|   |  |  |
|---|--|--|
| a)  | Utilization of the proceeds received from the transaction  | The proceeds from sale of shares of TBL by the Company shall be utilized for retirement of TCL debt which shall reduce financial costs, improve net profitability and ultimately maximize shareholder value                                |
| b)  | Effect on operational capacity of the company, (if any)  | Not Applicable   |
| c)  | Quantitative and qualitative benefits expected to accrue to the members.   | Reduce in financial costs, improvement of net profitability and ultimately maximization shareholder value  |
| <b>Information required pursuant to Regulation 3(1)(a) and 3(1)(b) of the Companies (Investment in Associated Companies or Associated Undertakings) Regulations, 2017</b> |  |  |
| <b>A. Disclosure for all types of investment</b>  |  |  |
| 1.  | Name of associated company   | Treet Battery Limited  |
| 2.  | Basis of relationship  | Associated Company/Subsidiary  |
| 3.  | Earnings per share for the last three years  | 2024: (0.43) (Restated)<br>2023: 0.07<br>2022: 0.31  |
| 4.  | Break-up value per share, based on latest audited financial statements   | Rs. 2.01 per share   |
| 5.  | Financial position, including main items of statement of financial position and profit and loss account on the basis of its latest financial statements  | Treet Battery Limited is a Listed Company. Audited Financial Statements are available at <a href="https://treetbattery.com/financial-reports/">https://treetbattery.com/financial-reports/</a>   |
| 6.  | In case of investment in relation to a project of associated company or associated undertaking that has not commenced operations, following further information, namely:<br><br>1. description of the project and its history since conceptualization;<br>2. starting date and expected date of completion of work;<br>3. Time by which such project shall become commercially operational;<br>4. Expected time by which the project shall start paying return on investment; and<br>5. Funds invested or to be invested by the promoters, sponsors, associated company or associated undertaking distinguishing between cash and non-cash amounts | Not applicable   |
| <b>B. General Disclosures</b>   |  |  |
| 1.  | Maximum amount of investment (divestment) to be made   | Shareholders' approval is required to disinvest up to 231,639,658 (Two Hundred and Thirty-One Million Six Hundred and Thirty-Nine Thousand and Six Hundred and Fifty-Eight) ordinary shares of Treet Battery Limited owned by the Company. |

# NOTICE OF ANNUAL GENERAL MEETING

|  |   |   |
|--|---|---|
| 2.                                     | Purpose, benefits likely to accrue to the investing company and its members from such investment and period of investment   | Not applicable  |
| 3.                                     | Sources of funds to be utilized for investment and where the investment is intended to be made using borrowed funds:<br><br>1. Justification for investment through borrowings;<br>2. Detail of collateral, guarantees provided and assets pledged for obtaining such funds; and<br>3. Cost benefit analysis; | Not applicable  |
| 4.                                     | Salient features of the agreement(s), if any, with associated company or associated undertaking with regards to the proposed investment   | Not applicable  |
| 5.                                     | Direct or indirect interest of directors, sponsors, majority shareholders and their relatives, if any, in the associated company or associated undertaking or the transaction under consideration   | <p>The following Directors of the Company are shareholders of Treet Battery Limited:</p> <ol style="list-style-type: none"> <li>1. Mr. Syed Shahid Ali; and</li> <li>2. Mr. Syed Sheharyar Ali.</li> </ol> <p>The following Directors of the Company Following are the Common Directors in both Companies:</p> <ol style="list-style-type: none"> <li>1. Mr. Syed Shahid Ali;</li> <li>2. Mr. Syed Sheharyar Ali;</li> <li>3. Mr. Imran Azim;</li> <li>4. Mr. Haroon Latif Khan; and</li> <li>5. Mr. Ahmad Shahid Hussain.</li> </ol> |
| 6.                                     | In case any investment in associated company or associated undertaking has already been made, the performance review of such investment including complete Information/justification for any impairment or write offs   | Treet Battery Limited (TBL) is a subsidiary of Treet Corporation Limited. As of the current financial reporting period, investments are recorded at cost with no recognized impairment losses.  |
| 7.                                     | Any other important details necessary for the members to understand the transaction   | The funds will be utilized for retirement of TCL debt which will reduce the financial cost, improve net profitability and ultimately maximize shareholder's wealth.   |
| <b>C. In case of equity investment</b> |   |   |
| 1.                                     | Maximum price at which securities will be acquired  | Not applicable  |
| 2.                                     | In case the purchase price is higher than market value in case of listed securities and fair value in case of unlisted securities, justification thereof  | Not applicable  |
| 3.                                     | Maximum number of securities to be acquired (divested)  | Shareholders' approval is required to disinvest up to 231,639,658 (Two Hundred and Thirty-One Million Six Hundred and Thirty-Nine Thousand and Six Hundred and Fifty-Eight) ordinary shares of Treet Battery Limited owned by the Company.  |

# NOTICE OF ANNUAL GENERAL MEETING

|  |  |   |
|--|--|---|
| 4.   | Number of securities and percentage thereof held before and after the proposed investment (divestment)   | Numbers of shares of Treet Battery Limited owned by the Company before the proposed divestment is 895,012,913 ordinary shares equivalent to approximately 82.67% of the existing paid-up share capital of Treet Battery Limited.  |
|  |  | Numbers of shares of Treet Battery Limited owned by the Company after the proposed divestment shall be up to 729,105,184 ordinary shares equivalent to approximately 67.34% of the existing paid-up share capital of Treet Battery Limited.   |
| 5.   | Current and preceding twelve weeks' weighted average market price where investment is proposed to be made in listed securities   | Not applicable  |
| 6.   | Fair value determined in terms of sub-regulation (1) of regulation 5 of the Companies (Investment in Associated Companies or Associated Undertakings) Regulations, 2017 for investments in unlisted securities | Not applicable  |
| <b>(v) Further Information relating to the sale of Asset</b> |  |   |
| a)   | Reason which led to closure/disposal of Asset:   | These measures underscore the Company's strategic commitment to delivering sustained value to its shareholders.   |
| b)   | Expected time of completion  | Completion timeline may vary depending on market conditions   |
| c)   | Due Diligence  | The recommendations of the said due diligence report are duly signed under the authority of the Directors will be made available for inspection by the members at the meeting;  |
| d)   | Interest of Directors  | <p>The following Directors of the Company are shareholders of Treet Battery Limited:</p> <ol style="list-style-type: none"> <li>1. Mr. Syed Shahid Ali; and</li> <li>2. Mr. Syed Sheharyar Ali.</li> </ol> <p>The following Directors of the Company Following are the Common Directors in both Companies:</p> <ol style="list-style-type: none"> <li>1. Mr. Syed Shahid Ali;</li> <li>2. Mr. Syed Sheharyar Ali;</li> <li>3. Mr. Imran Azim;</li> <li>4. Mr. Haroon Latif Khan; and</li> <li>5. Mr. Ahmad Shahid Hussain.</li> </ol> |

# NOTICE OF ANNUAL GENERAL MEETING

**7. Agenda Item No. 5 – 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:**

The Company 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 the Company’s Directors were interested in certain transactions with related parties due to their common directorship in associated/subsidiary companies. During the previous Annual General Meeting of the Company, 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 General Meeting for their formal approval/ratifications.

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

**8. Agenda Item No. 6 – To authorize the Board of Directors of the Company to approve transactions with related parties for the financial year ending June 30, 2026:**

The Company 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 the Company’s 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 the Company 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 the Company and these transactions shall be placed before the shareholders in the next Annual General Meeting of the Company for their formal ratification/approval.

| (d) | ڈائریکٹرز کا مفاد | کمپنی کے مندرجہ ذیل ڈائریکٹرز ٹریٹ بیٹری لمیٹڈ کے شیئر ہولڈرز ہیں:    |
|-----|-------------------|---|
|     |                   | 1. جناب سید شاہد علی؛ اور   |
|     |                   | 2. جناب سید شہر یار علی؛  |
|     |                   | کمپنی کے مندرجہ ذیل ڈائریکٹرز دونوں کمپنیوں میں مشترکہ ڈائریکٹرز ہیں: |
|     |                   | 1. جناب سید شاہد علی؛   |
|     |                   | 2. جناب سید شہر یار علی؛  |
|     |                   | 3. جناب عمران عظیم؛   |
|     |                   | 4. جناب احمد شاہد حسین؛ اور   |
|     |                   | 5. ڈاکٹر ہارون لطیف خان   |

ایجنڈا آئیکٹم نمبر 5 کمپنیز ایکٹ 2017ء کے سیکشن 208 کے تحت عمومی کاروباری امور کے دوران ایسوسی ایٹڈ کمپنیوں/ انڈر ٹیکنگ کے ساتھ کی جانے والی آرمر لینتھ ٹرانزیکشنز کی منظوری دینا اور اس کی توثیق کرنا۔

30 جون 2025ء کو اختتام پذیر سال میں کمپنی نے عمومی کاروباری امور کے دوران آرمر لینتھ کی بنیاد پر متعلقہ فریقین کے ساتھ ٹرانزیکشنز کیس۔ تمام ٹرانزیکشنز کو متعلقہ فریقین کے ساتھ درج کیا گیا جس کی آڈٹ کمیٹی سے باقاعدہ سفارش اور لٹیکمپنیز (کوڈ آف کارپوریٹ گورننس) ضوابط، 2019ء کے قاعدہ 15 کی پیروی میں سہ ماہی بنیادوں پر بورڈ آف ڈائریکٹرز کی منظوری درکار ہوتی ہے۔

کمپنی کے چند ڈائریکٹرز متعلقہ فریقین کے ساتھ لین دین میں ایسوسی ایٹڈ/ ذیلی کمپنیوں میں مشترکہ ڈائریکٹر شپ کی بنیاد پر دلچسپی رکھتے تھے۔ کمپنی کے سابقہ سالانہ اجلاس عام کے دوران شیئر ہولڈرز نے 30 جون 2025ء کو اختتام پذیر مالیاتی سال کے لئے معاملہ کی بنیاد پر متعلقہ فریقین سے وقتاً فوقتاً کی جانے والی ٹرانزیکشنز کی منظوری کے لئے بورڈ آف ڈائریکٹرز کو مجاب ٹھہرایا۔ ایسی ٹرانزیکشنز کو باقاعدہ منظوری/ توثیق کے لئے اس سالانہ اجلاس عام شیئر ہولڈرز کے سامنے رکھا جائے گا۔

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

ایجنڈا آئیکٹم نمبر 6-30 جون 2026ء کو اختتام پذیر مالیاتی سال کے لئے متعلقہ فریقین کے ساتھ ٹرانزیکشنز کی منظوری کی بابت کمپنی کے بورڈ آف ڈائریکٹرز کو مجاب ٹھہرانا: عمومی کاروباری امور کے دوران منظور شدہ پالیسی کے تحت آرمر لینتھ کی بنیاد پر 30 جون 2026ء کو اختتام پذیر مالیاتی سال کے دوران متعلقہ فریقین کے ساتھ ٹرانزیکشنز کرے گی۔ کمپنی کے چند ڈائریکٹرز متعلقہ فریقین کے ساتھ لین دین میں ایسوسی ایٹڈ/ ذیلی کمپنیوں میں مشترکہ ڈائریکٹر شپ کی بنیاد پر دلچسپی رکھ سکتے ہیں۔ بورڈ کی منظوری سے شفاف کاروباری عمل داری کے فروغ کے لئے 30 جون 2026ء کو اختتام پذیر مالیاتی سال کے دوران معاملہ کے لحاظ سے اپنے متعلقہ فریقین کے ساتھ وقتاً فوقتاً کی جانے والی ٹرانزیکشنز کو کمپنی کے شیئر ہولڈرز کی جانب سے منظوری شمار کیا جائے گا۔ اور باقاعدہ توثیق/ منظوری کے لئے ان ٹرانزیکشنز کو آئندہ سالانہ اجلاس عام میں شیئر ہولڈرز کے سامنے رکھا جائے گا۔

|     |  |  |
|-----|--|--|
| 2.  | لسڈ سکیورٹیز کی صورت میں اگر قیمت فروخت مارکیٹ ویلیو سے کم ہو اور ان لسڈ سکیورٹیز کی صورت میں قیمت خرید فیئر ویلیو سے کم ہو تو، اس کا جواز                       | اطلاق نہیں ہوتا  |
| 3.  | حاصل کی جانے والی سکیورٹیز کی زیادہ سے زیادہ تعداد   | ٹریٹ بیٹری لمیٹڈ میں کمپنی کے ملکیتی 23,163,658 (تیس کروڑ سولہ لاکھ انتالیس ہزار چھ سو اٹھاون) حصص تک ارتداد سرمایہ کاری کے لئے شیئر ہولڈرز کی منظوری درکار ہے۔                                    |
| 4.  | مجوزہ سرمایہ کاری سے قبل اور بعد ملکیتی سکیورٹیز کی تعداد اور اوسط (ارتداد سرمایہ کاری)  | مجوزہ ارتداد سرمایہ کاری سے قبل ٹریٹ بیٹری لمیٹڈ میں کمپنی کے ملکیتی حصص کی تعداد 895,012,913 عمومی حصص ہے جو ٹریٹ بیٹری لمیٹڈ کے موجودہ ادا شدہ سرمایہ حصص کے تقریباً 82.67% کے مساوی ہے۔         |
|     |  | مجوزہ ارتداد سرمایہ کاری کے بعد ٹریٹ بیٹری لمیٹڈ میں کمپنی کے ملکیتی حصص کی تعداد 729,105,184 عمومی حصص ہو جائے گی جو ٹریٹ بیٹری لمیٹڈ کے موجودہ ادا شدہ سرمایہ حصص کے تقریباً 67.34% کے مساوی ہے۔ |
| 5.  | لسڈ سکیورٹیز کی صورت میں سرمایہ کاری پر موجودہ اور حالیہ بارہ ہفتوں کی ویڈیو اوسط مارکیٹ پرائس   | اطلاق نہیں ہوتا  |
| 6.  | کمپنیز (انویسٹمنٹ بابت ایسوسی ایٹڈ کمپنیز/ انڈر ٹیکنگ) ضوابط، 2017ء ("ضوابط") کے قاعدہ 5(1) کے تحت ان لسڈ سکیورٹیز کی صورت میں سرمایہ کاری کی فیئر ویلیو کا تعین | اطلاق نہیں ہوتا  |
| v.  | اثاثہ کی فروخت کی بابت مزید معلومات  |  |
| (a) | وجہ جس سے اثاثہ جات کی بندش/ ڈسپوزل پر مجبور کیا   | یہ اقدامات اپنے شیئر ہولڈرز کو پائیدار قدر فراہم کرنے کے لئے کمپنی کے اسٹریٹجک عزم کی عکاسی کرتے ہیں۔  |
| (b) | تمکیل کا متوقع وقت   | تمکیل کا وقت مارکیٹ حالات کے مطابق تبدیل ہو سکتا ہے  |
| (c) | جانچ پڑتال کی رپورٹ  | مذکورہ جانچ پڑتال کی رپورٹ کی سفارشات پر ڈائریکٹرز کی اتھارٹی میں دستخط ہوئے جسے اجلاس میں اراکین کے جائزہ کے لئے پیش کیا جائے گا۔   |

|   |  |  |
|---|--|--|
| 1.  | کی جانے والی زیادہ سے زیادہ سرمایہ کاری یا ارتداد سرمایہ کاری  | ٹریٹ بیٹری لمیٹڈ میں کمپنی کے ملکیٹی 231,639,658 (تیس کروڑ سولہ لاکھ انتالیس ہزار چھ سو اٹھاون) حصص تک ارتداد سرمایہ کاری کے لئے شیئر ہولڈرز کی منظوری درکار ہے۔   |
| 2.  | سرمایہ لگانے والی کمپنی اور اس کے اراکین کو حاصل ہونے والے ممکنہ فوائد اور سرمایہ کاری کی مدت  | اطلاق نہیں ہوتا  |
| 3.  | سرمایہ کاری کے لئے استعمال ہونے والے فنڈز کے وسائل جہاں سرمایہ کاری ادھار رقم سے کی جائے گی:<br>1. قرض کے ذریعے سرمایہ کاری کا جواز<br>2. ایسی رقوم حاصل کرنے کے لئے ضمانت، گارنٹی اور گروی رکھے گئے اثاثہ جات کی تفصیل؛ اور<br>3. کاسٹ فوائد کا جائزہ | اطلاق نہیں ہوتا  |
| 4.  | مجازہ سرمایہ کاری کی بابت ایسوسی ایٹڈ کمپنی یا ایسوسی ایٹڈ انڈر ٹیکنگ کے ساتھ معاہدے/معاہدوں کی نمایاں خصوصیات، اگر کوئی ہوں،  | اطلاق نہیں ہوتا  |
| 5.  | ایسوسی ایٹڈ کمپنی یا انڈر ٹیکنگ یا زیر غور امور میں ڈائریکٹرز، سپانسرز، بڑے شیئر ہولڈرز اور ان کے رشتہ داروں، اگر کوئی ہو، کا بالواسطہ یا بلاواسطہ مفاد  | کمپنی کے مندرجہ ذیل ڈائریکٹرز ٹریٹ بیٹری لمیٹڈ کے شیئر ہولڈرز ہیں:<br>1. جناب سید شاہد علی؛ اور<br>2. جناب سید شہر یار علی؛<br>کمپنی کے مندرجہ ذیل ڈائریکٹرز دونوں کمپنیوں میں مشترکہ ڈائریکٹرز ہیں:<br>1. جناب سید شاہد علی؛<br>2. جناب سید شہر یار علی؛<br>3. جناب عمران عظیم؛<br>4. جناب احمد شاہد حسین؛ اور<br>5. ڈاکٹر ہارون لطیف خان |
| 6.  | اگر پہلے ہی ایسوسی ایٹڈ کمپنی یا ایسوسی ایٹڈ انڈر ٹیکنگ میں سرمایہ کاری کی گئی ہے تو اس سرمایہ کاری کا کردگی کا جائزہ بشمول امپیر منٹ یا رائٹ آف کی مکمل معلومات/جواز  | ایسوسی ایٹڈ اداروں میں سرمایہ کاری آرمر لینتھ کی بنیاد پر کی گئی ہے اور یہاں کوئی امپیر میٹ یا رائٹ آف نہ ہوا ہے۔  |
| 7.  | ٹرانزیکشن کو سمجھنے کے لئے اراکین کو درکار دیگر اہم معلومات  | TCL قرضے کی ادائیگی کے لئے فنڈز کو استعمال کیا جائے گا۔ جس سے قرضوں پر لاگت میں کمی، خالص منافع میں بہتری اور بعد ازاں شیئر ہولڈرز کی مالیت میں اضافہ ہوگا۔  |
| <b>C. ایکویٹی سرمایہ کاری کی صورت میں</b> |  |  |
| 1.  | قیمت کی حد جس پر سیوریٹیز حاصل کی جائیں گی   | اطلاق نہیں ہوتا  |



|   |  |
|---|--|
| (III)   | اگر کمپنی نے خریدار کا تعین کر لیا ہو، جو متعلقہ فریق ہو، تو ایسے حقائق کا اظہار مادی حقائق کے اعلامیہ میں کیا جائے گا۔ کوئی نہیں  |
| (IV) مندرجہ ذیل تفصیلات کے ساتھ اثاثہ جات کی فروخت، لیز یا ڈسپوزل کا مقصد |  |
| (a)   | ٹرانزیکشن سے وصول آمدنی کا استعمال<br>TBL حصص کی فروخت سے کمپنی کو حاصل آمدنی TCL قرضوں کی ادائیگی کے لئے استعمال ہوگی جس سے قرضوں کی لاگت میں کمی، خالص منافع میں بہتری اور بعد ازاں شیئر ہولڈرز کی قدر میں اضافہ ہوگا۔   |
| (b)   | کمپنی کی آپریشنل استعداد پر اثر (اگر کوئی ہو) اطلاق نہیں ہوتا  |
| (c)   | اراکین کو ممکنہ حاصل ہونے والے مقداری و معیاری فوائد قرضوں کی لاگت میں کمی، خالص منافع میں بہتری اور بعد ازاں شیئر ہولڈرز کی قدر میں اضافہ   |
| A. تمام اقسام کی سرمایہ کاری کا اظہار                                     |  |
| 1.  | ایسوسی ایٹڈ کمپنی کا نام ٹریٹ بیٹری لمیٹڈ  |
| 2.  | تعلق کی بنیاد ایسوسی ایٹڈ کمپنی / ذیلی کمپنی   |
| 3.  | گزشتہ تین برس کے لئے فی حصص آمدنی<br>2024: (0.43) (نظر ثانی شدہ)<br>2023: 0.07<br>2022: 0.31   |
| 4.  | تازہ ترین پڑتال شدہ مالیاتی اسٹیٹمنٹس کی بنیاد پر فی حصص بریک اپ 2.01 روپے فی حصص ویلیو  |
| 5.  | تازہ ترین مالیاتی اسٹیٹمنٹس کی بنیاد پر ایسوسی ایٹڈ کمپنی یا ایسوسی ایٹڈ انڈر ٹیکنگ کی مالیاتی حالت بشمول بیلنس شیٹ اور نفع و نقصان اکاؤنٹ کے اہم مندرجات<br><a href="https://treetbattery.com/financial-reports/">https://treetbattery.com/financial-reports/</a> پر دستیاب ہیں۔  |
| 6.  | ایسوسی ایٹڈ کمپنی / انڈر ٹیکنگ کے کے پروجیکٹ کی بابت سرمایہ کاری، جس سے اپنے آپریشنز کا آغاز نہ کیا ہو، کی صورت میں مندرجہ ذیل درکار معلومات:<br>1. تخیل کے وقت سے پروجیکٹ کی تفصیل اور اس کا ماضی<br>2. تاریخ آغاز اور کام کی تکمیل کی مجوزہ تاریخ<br>3. وقت جب یہ پروجیکٹ تجارتی لحاظ سے فعال ہو جائے گی<br>4. متوقع وقت جب تک پروجیکٹ سرمایہ کاری پر ریٹرن دینے کا آغاز کر دے گی۔<br>5. پروموترز، سپانسرز، ایسوسی ایٹڈ کمپنی یا ایسوسی ایٹڈ انڈر ٹیکنگ کی جانب سے نقد یا غیر نقد صورت میں لگایا گیا حقیقی یا ممکنہ سرمایہ |
| B. عمومی اظہار  |  |

لمیٹڈ، ٹریٹ پاور لمیٹڈ اور لوڈ لمیٹڈ کی تازہ ترین پڑتال شدہ مالیاتی اسٹیٹمنٹس جائزہ کے لئے اجلاس کے وقت دستیاب رکھی جائیں گی۔

ڈائریکٹرز کی جانچ پڑتال کا حلف نامہ

ڈائریکٹرز یہاں اراکین کو توثیق کرتے ہیں کہ کمپنیز (انویسٹمنٹ بابت ایسوسی ایٹڈ کمپنیز/ انڈر ٹیکنگ) ضوابط، 2017ء کے باب II (3) کے مطابق ڈائریکٹرز نے جدول میں درج سرمایہ کاری کے لئے ایسوسی ایٹڈ کمپنیوں/ انڈر ٹیکنگ کی ضروری جانچ پڑتال کا اظہار کیا ہے۔ مذکورہ جانچ پڑتال کی رپورٹ کی سفارشات پر ڈائریکٹرز نے باقاعدہ دستخط کئے ہیں جو اجلاس کے موقع پر جائزہ کے لئے اراکین کو دستیاب ہوگی۔

ایجنڈا آئٹم نمبر (v) 4 کمپنیز ایکٹ 2017ء کے سیکشن 183(3) اور 199 کے تحت مندرجہ ذیل خصوصی قرارداد کو بعد/ علاوہ ترمیم/ ترمیم زیر غور لانا اور مناسب سمجھنے پر منظور کرنا:  
کمپنیز ایکٹ 2017ء کے سیکشن 183(3) کے تحت سیوریٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے جاری کردہ S.R.O. 423(I)/2018 مؤرخہ 3 اپریل 2018ء کی پیروی میں ظاہر کی جانے والی درکار معلومات:

| نمبر شمار | تفصیلات  | درکار معلومات   |
|-----------|--|---|
| (I)       | انڈر ٹیکنگ کے بھاری حصے کی فروخت، لیز یا ڈسپوزل کی صورت میں  |   |
| (a)       | اثاثہ کی تفصیل/ نام  | ٹریٹ بیٹری لمیٹڈ میں کمپنی کے ملکیتی 231,639,658 عمومی حصص تک کی ارتداد سرمایہ کاری   |
| (b)       | اثاثہ کی تاریخ حصول  | 9 جون 2023ء   |
| (c)       | 30 جون 2025ء کو لاگت   | حکم مؤرخہ 10 جنوری 2023ء کے ذریعے فاضل لاہور ہائی کورٹ کی منظوری شدہ سکیم آف ارتجعت کی پیروی میں ٹریٹ بیٹری لمیٹڈ (TBL) کے مذکورہ حصص کمپنی کو الٹ کئے گئے۔   |
| (d)       | ازسرنو تعین شدہ رقم اور تعین کی تاریخ (اگر کوئی ہو)  | اطلاق نہیں ہوتا   |
| (e)       | 30 جون 2025ء کو Book Value   | 2,173,767,000/- روپے  |
| (f)       | اندازاً حالیہ مارکیٹ پرائس/ فیئر ویلیو   | 13.92 روپے  |
| (g)       | فروخت کی صورت میں، اگر متوقع قیمت فروخت Book ویلیو یا فیئر ویلیو سے کم ہو تو اس کی وجوہات  | اطلاق نہیں ہوتا   |
| (h)       | اثاثہ جات کی لیز کی صورت میں، مدت، لیز کا کرایہ، اضافہ کی شرح، لیز کرایہ کے تعین کا انداز/ بنیاد اور لیز کی دیگر اہم شرائط و ضوابط | اطلاق نہیں ہوتا   |
| (i)       | اراضی کی فروخت کی صورت میں اضافی معلومات   | اطلاق نہیں ہوتا   |
|           | a. مقام  | اطلاق نہیں ہوتا   |
|           | b. اراضی کی نوعیت (مثلاً کمرشل، زرعی وغیرہ)؛   | اطلاق نہیں ہوتا   |
|           | c. فروخت کئے جانے والا مجوزہ رقبہ  | اطلاق نہیں ہوتا   |
| (II)      | مذکورہ اثاثہ جات کے ڈسپوزل کا مجوزہ انداز  | حصص کی ارتداد سرمایہ کاری اوپن مارکیٹ میں (بذریعہ پاکستان اسٹاک ایکسچینج) تاریخ فروخت TBL حصص کی شیئر پرائس پر اور/ یا مذاکراتی میکنزم کے ذریعے کمپنی کی انتظامیہ کی صوابدیدی شرح پر ایک یا ایک سے زائد لائٹس میں کی جائے گی۔ |

|  |   |   |                 |                 |                 |
|--|---|---|-----------------|-----------------|-----------------|
| قرض لینے والی کمپنی یا انڈر ٹیکنگ سے قرضوں کے عوض حاصل کی جانے والی ضمانت کی تفصیلات   | اطلاق نہیں ہوتا   | اطلاق نہیں ہوتا   | اطلاق نہیں ہوتا | اطلاق نہیں ہوتا | اطلاق نہیں ہوتا |
| اگر قرض یا پیشگی زر میں تبدیلی کا عنصر یعنی انہیں سیوریج میں تبدیل کیا جاسکتا ہو تو اس کی حقیقت بمعہ تمام تر تفصیلات بشمول تبدیلی کا فارمولا، حالات جس میں تبدیلی واقع ہو سکتی ہے اور وقت جب اس تبدیلی پر عمل درآمد ہو سکتا ہے | سرمایہ لگانے والی کمپنی یا اختیار ہوگی کہ وہ قرض کو قرض لینے والی کمپنی / ایسوسی ایٹڈ کمپنی اور / یا انڈر ٹیکنگ کی ایکویٹی میں تبدیل کر سکے۔ جو اس اختیار کے استعمال کے وقت فریقین کے مابین طے شدہ شرائط و ضوابط کے مطابق ہوگی۔ | سرمایہ لگانے والی کمپنی یا اختیار ہوگی کہ وہ قرض کو قرض لینے والی کمپنی / ایسوسی ایٹڈ کمپنی اور / یا انڈر ٹیکنگ کی ایکویٹی میں تبدیل کر سکے۔ جو اس اختیار کے استعمال کے وقت فریقین کے مابین طے شدہ شرائط و ضوابط کے مطابق ہوگی۔ | اطلاق نہیں ہوتا | اطلاق نہیں ہوتا | اطلاق نہیں ہوتا |
| سرمایہ حاصل کرنے والی کمپنی کو دیئے جانے والے قرض یا پیشگی زر کی ادائیگی کا شیڈول اور شرائط  | اطلاق نہیں ہوتا   | اطلاق نہیں ہوتا   | اطلاق نہیں ہوتا | اطلاق نہیں ہوتا | اطلاق نہیں ہوتا |
| ٹرانزیکشن کو سمجھنے کے لئے اراکین کو درکار دیگر اہم معلومات  | اطلاق نہیں ہوتا   | اطلاق نہیں ہوتا   | اطلاق نہیں ہوتا | اطلاق نہیں ہوتا | اطلاق نہیں ہوتا |
| ایسوسی ایٹڈ کمپنی یا ایسوسی ایٹڈ انڈر ٹیکنگ کے پروجیکٹ، جو ابھی فعال نہ ہوا ہو، میں سرمایہ کاری کی صورت میں مذکورہ بالا معلومات کے علاوہ مندرجہ ذیل معلومات درکار ہیں  | اطلاق نہیں ہوتا   | اطلاق نہیں ہوتا   | اطلاق نہیں ہوتا | اطلاق نہیں ہوتا | اطلاق نہیں ہوتا |

سرمایہ حاصل کرنے والی کمپنی، اس کے سپانسرز اور ڈائریکٹرز کا کمپنی میں مفاد

ڈائریکٹرز اپنی مشترکہ ڈائریکٹر شپ اور ایسوسی ایٹڈ کمپنیوں میں اپنی شیئر ہولڈنگ کی حد تک مفاد رکھتے ہیں۔

سرمایہ حاصل کرنے والی کمپنی کی پڑتال شدہ مالیاتی اسٹیٹمنٹس

کمپنیز (انویسٹمنٹ بابت ایسوسی ایٹڈ کمپنیز / انڈر ٹیکنگ) ضوابط، 2017ء ("ضوابط") کے باب II (3) کے مطابق ٹریٹ بیٹری لمیٹڈ، فرسٹ ٹریٹ میڈیوٹرنگ مضافہ، رینا کون فارما

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| ایسوسی ایٹڈ کمپنی یا انڈر ٹیکنگ یا زیر غور امور میں ڈائریکٹرز، سپانسرز، بڑے شیئر ہولڈرز اور ان کے رشتہ داروں، اگر کوئی ہو، کا بالواسطہ یا بلاواسطہ مفاد                | سید شاہد علی، سید شہریار علی، عمران عظیم، احمد شاہد حسین اور ڈاکٹر ہارون لطیف خان مشترکہ ڈائریکٹرز ہیں۔            | سید شاہد علی، سید شہریار علی، ڈاکٹر سلمان فریدی اور ڈاکٹر ہارون لطیف خان کمپنی میں مشترکہ ڈائریکٹرز ہیں۔ جب کہ سید شاہد علی ریٹا کون فارما لمیٹڈ میں 10.09% شیئر ہولڈنگ رکھتے ہیں۔ | سید شاہد علی، سید شہریار علی اور منیر کریم بانا دونوں کمپنیوں کے مشترکہ ڈائریکٹرز ہیں۔                             | سید شاہد علی، سید شہریار علی اور منیر کریم بانا کمپنی میں ڈائریکٹرز ہیں اور لوڈز لمیٹڈ کے بورڈ کا حصہ ہیں۔         | مرکزی کمپنی کی براہ راست سرمایہ کار اور مشترکہ ڈائریکٹر شپ   |
| اگر پہلے ہی ایسوسی ایٹڈ کمپنی یا ایسوسی ایٹڈ انڈر ٹیکنگ میں سرمایہ کاری کی گئی ہے تو اس سرمایہ کاری کا کردار کا جائزہ بشمول امپائر منٹ یا رائٹ آف کی مکمل معلومات/جواز | ایسوسی ایٹڈ اداروں میں سرمایہ کاری آرمز لینتھ کی بنیاد پر کی گئی ہے اور یہاں کوئی امپائر منٹ یا رائٹ آف نہ ہوا ہے۔ | ایسوسی ایٹڈ اداروں میں سرمایہ کاری آرمز لینتھ کی بنیاد پر کی گئی ہے اور یہاں کوئی امپائر منٹ یا رائٹ آف نہ ہوا ہے۔   | ایسوسی ایٹڈ اداروں میں سرمایہ کاری آرمز لینتھ کی بنیاد پر کی گئی ہے اور یہاں کوئی امپائر منٹ یا رائٹ آف نہ ہوا ہے۔ | ایسوسی ایٹڈ اداروں میں سرمایہ کاری آرمز لینتھ کی بنیاد پر کی گئی ہے اور یہاں کوئی امپائر منٹ یا رائٹ آف نہ ہوا ہے۔ | ایسوسی ایٹڈ اداروں میں سرمایہ کاری آرمز لینتھ کی بنیاد پر کی گئی ہے اور یہاں کوئی امپائر منٹ یا رائٹ آف نہ ہوا ہے۔ |
| سرمایہ لگانے والی کمپنی کے قرضوں کی اوسط لاگت قرض کی عدم موجودگی میں متعلقہ دورانیہ کے لئے کراچی انٹر بینک آفر ڈریٹ  | سرمایہ لگانے والی کمپنی کے قرضوں کی اوسط لاگت  | سرمایہ لگانے والی کمپنی کے قرضوں کی اوسط لاگت  | سرمایہ لگانے والی کمپنی کے قرضوں کی اوسط لاگت  | سرمایہ لگانے والی کمپنی کے قرضوں کی اوسط لاگت  | سرمایہ لگانے والی کمپنی کے قرضوں کی اوسط لاگت  |
| عائد ہونے والی شرح سود، مارک اپ، نفع، فیس یا کمیشن وغیرہ   | مساوی لاگت (سرمایہ لگانے والی کمپنی کے قرض کی لاگت) جو قرض لینے والی ذیلی کمپنی پر عائد ہوگی                       | مساوی لاگت (سرمایہ لگانے والی کمپنی کے قرض کی لاگت) جو قرض لینے والی ذیلی کمپنی پر عائد ہوگی   | مساوی لاگت (سرمایہ لگانے والی کمپنی کے قرض کی لاگت) جو قرض لینے والی ذیلی کمپنی پر عائد ہوگی                       | مساوی لاگت (سرمایہ لگانے والی کمپنی کے قرض کی لاگت) جو قرض لینے والی ذیلی کمپنی پر عائد ہوگی                       | مساوی لاگت (سرمایہ لگانے والی کمپنی کے قرض کی لاگت) جو قرض لینے والی ذیلی کمپنی پر عائد ہوگی                       |
| سرمایہ لگانے والی کمپنی کے قرض کی ادائیگی کا شیڈول   | اطلاق نہیں ہوتا  | اطلاق نہیں ہوتا  | اطلاق نہیں ہوتا  | اطلاق نہیں ہوتا  | اطلاق نہیں ہوتا  |

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| قرضوں یا پیشگی زریا گارنٹی کی رقم کی زیادہ سے زیادہ حد   | 5,200 ملین روپے تک  | 1,000 ملین روپے تک  | 3.0 ملین روپے تک  | 1,700 ملین روپے تک  | 572:FTMM ملین<br>1,800:RPL ملین<br>3,380:TBL ملین<br>لوڈز: 1,500 ملین                     |
| قرضوں یا پیشگی زر کا مقصد اور ایسے قرضوں یا پیشگی زر سے سرمایہ لگانے والی کمپنی اور اس کے اراکین کو کمزور حاصل فوائد                     | کمپنی کے سرمایہ زیر کار کی ضروریات کو پورا کرنا   | کمپنی کے سرمایہ زیر کار کی ضروریات کو پورا کرنا   | کمپنی کے سرمایہ زیر کار کی ضروریات کو پورا کرنا   | کمپنی کے سرمایہ زیر کار کی ضروریات کو پورا کرنا   | مذکورہ بالا ذیلی/ایسوسی ایٹڈ کمپنیوں کے لیٹر آف کریڈٹ/ گارنٹی ضروریات کو پورا کرنا        |
| فنانس کے ذرائع جہاں سے قرضوں یا پیشگی زر کی ادائیگی کی جائے گی   | ذاتی ذرائع  | ذاتی ذرائع  | ذاتی ذرائع  | ذاتی ذرائع  | اطلاق نہیں ہوتا   |
| جہاں ادھار لی گئی رقم سے قرض یا پیشگی زر جاری کیا جائے گا۔   | اطلاق نہیں ہوتا   | اطلاق نہیں ہوتا   | اطلاق نہیں ہوتا   | اطلاق نہیں ہوتا   | اطلاق نہیں ہوتا   |
| ادھار رقم سے جاری کئے جانے والے قرض/پیشگی زر کا جواز   | اطلاق نہیں ہوتا   | اطلاق نہیں ہوتا   | اطلاق نہیں ہوتا   | اطلاق نہیں ہوتا   | اطلاق نہیں ہوتا   |
| یہ فنانس حاصل کرنے کے لئے گارنٹیوں/گروئی اثاثہ جات کی تفصیل، اگر کوئی ہے؛ اور  | اطلاق نہیں ہوتا   | اطلاق نہیں ہوتا   | اطلاق نہیں ہوتا   | اطلاق نہیں ہوتا   | اطلاق نہیں ہوتا   |
| کاسٹ فوائد کا جائزہ  | کوئی فائدہ نہیں/خسارہ   | کوئی فائدہ نہیں/خسارہ   | کوئی فائدہ نہیں/خسارہ   | کوئی فائدہ نہیں/خسارہ   | کوئی فائدہ نہیں/خسارہ   |
| مجوزہ سرمایہ کاری کی بابت ایسوسی ایٹڈ کمپنیوں یا ایسوسی ایٹڈ انڈر ٹیکنگ کے ساتھ کئے جانے والے موجودہ اور ممکنہ معاہدوں کی نمایاں خصوصیات | شیر ہولڈرز کے جائزہ کے لئے ذیلی کمپنیوں کے ساتھ کئے جانے والے معاہدے AGM پر دستیاب ہوں گے | شیر ہولڈرز کے جائزہ کے لئے ذیلی کمپنیوں کے ساتھ کئے جانے والے معاہدے AGM پر دستیاب ہوں گے | شیر ہولڈرز کے جائزہ کے لئے ذیلی کمپنیوں کے ساتھ کئے جانے والے معاہدے AGM پر دستیاب ہوں گے | شیر ہولڈرز کے جائزہ کے لئے ذیلی کمپنیوں کے ساتھ کئے جانے والے معاہدے AGM پر دستیاب ہوں گے | شیر ہولڈرز کے جائزہ کے لئے ذیلی کمپنیوں کے ساتھ کئے جانے والے معاہدے AGM پر دستیاب ہوں گے |

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| تختیل کے وقت سے<br>پروجیکٹ اور اس کے ماضی کی<br>تفصیلات                       | ٹریٹ بیٹری لمیٹڈ تمام<br>ٹریٹ بیٹریوں بشمول لیکن<br>محدود نہیں لیڈ ایسڈ<br>بیٹریوں، ڈیپ سائیکل<br>بیٹریوں، لھیم بیٹریوں،<br>نکل کیڈیم بیٹریوں،<br>نکل نیکل ہائڈرو<br>بیٹریوں، ایزار بڈ گلاس<br>میٹ بیٹریوں اور نیل<br>بیٹریوں کی تیاری،<br>اسمبلنگ، پروسیسنگ،<br>ترسیل، فروخت، درآمد<br>و برآمد اور ڈیلنگ کا<br>کاروبار کرتی ہے۔<br>معلومات کا میمورنڈم<br>www.treetbattery.com<br>پر دستیاب ہے۔ | رینا کون فارما لمیٹڈ<br>("RPL") پاکستان کی<br>ایک معروف ہیموڈائلیسز<br>محلول تیار کرنے والی کمپنی<br>ہے۔ کمپنی نے اپنا<br>لائسنس<br>1998ء میں حاصل کیا<br>اور بعد میں پرانے ایسی<br>ٹیٹ محلول کی بڑی مارکیٹ<br>کو نئے بانی کاربونیٹ مرکب<br>محلول سے تعارف کے 5<br>سال کے اندر تبدیل کیا۔<br>معلومات کا میمورنڈم<br>www.renaconpharma.com<br>پر دستیاب ہے۔ | ٹریٹ پاور لمیٹڈ پاکستان<br>میں 20 نومبر 2007ء کو<br>قائم ہوئی۔ کمپنی ٹریٹ<br>ہولڈنگز لمیٹڈ کی کلی ملکیتی<br>ذیلی کمپنی ہے جو ٹریٹ<br>کارپوریشن-مرکزی کمپنی<br>کی کلی ملکیتی کمپنی ہے۔ اس<br>کا مقصد الیکٹرک پاور کی<br>تیاری، تقسیم اور فروخت<br>کے لئے الیکٹرک پاور<br>جنریشن پروجیکٹ قائم کرنا<br>ہے جو قحط کا شکار ہے۔<br>تاکہ ٹریٹ کارپوریشن<br>لمیٹڈ کی دیگر گروپ کمپنیوں<br>کے پروجیکٹس کو مکمل کیا جا<br>سکے۔ معلومات کا میمورنڈم<br>www.treetcorp.com<br>پر دستیاب ہے۔ | لوڈز لمیٹڈ (کمپنی) پبلک<br>لسٹڈ کمپنی ہے جس کا اندراج<br>کمپنیز ایکٹ 1913 (جو<br>30 مئی 2017ء کو نافذ<br>کمپنیز ایکٹ 2017ء سے<br>تبدیل ہوا) یکم جنوری<br>1979ء کو بطور پرائیویٹ<br>لمیٹڈ کمپنی ہوا۔ 19 دسمبر<br>1993ء کو کمپنی کی نوعیت<br>کو پرائیویٹ لمیٹڈ کمپنی<br>سے پبلک ان لسٹڈ کمپنی میں<br>تبدیلی کر دیا گیا۔ یکم نومبر<br>2016ء کو کمپنی کا اندراج<br>پاکستان اسٹاک ایکسچینج<br>(PSX) پر ہوا۔ کمپنی کی<br>بنیادی سرگرمی ریڈی ایٹرز،<br>ایگزاسٹ سسٹمز اور دیگر<br>آٹوموٹیو پوزوں کی تیاری<br>ہے۔ معلومات کا میمورنڈم<br>www.loads-group.com<br>پر دستیاب ہے۔ |                 |
| تاریخ آغاز اور تکمیل کی متوقع<br>تاریخ  | اطلاق نہیں ہوتا  | اطلاق نہیں ہوتا  | اطلاق نہیں ہوتا  | اطلاق نہیں ہوتا  | اطلاق نہیں ہوتا |
| وقت جب یہ پروجیکٹ تجارتی<br>لحاظ سے آپریشنل ہو جائے گا                        | اطلاق نہیں ہوتا  | اطلاق نہیں ہوتا  | اطلاق نہیں ہوتا  | اطلاق نہیں ہوتا  | اطلاق نہیں ہوتا |
| پروجیکٹ پر صرف کل سرمایہ<br>سے متوقع آمدنی؛ اور                               | اطلاق نہیں ہوتا  | اطلاق نہیں ہوتا  | اطلاق نہیں ہوتا  | اطلاق نہیں ہوتا  | اطلاق نہیں ہوتا |
| پرومٹرز کی جانب سے کی<br>جانے والی سرمایہ کاری کی<br>بابت نقد اور غیر نقد رقم | اطلاق نہیں ہوتا  | اطلاق نہیں ہوتا  | اطلاق نہیں ہوتا  | اطلاق نہیں ہوتا  | اطلاق نہیں ہوتا |

وفاقی حکومت کے کرڈٹ کے لئے SECP میں جمع کرانا ضروری ہے۔ عرصہ تین سال سے زائد واجب الادا کمپنی کے جاری کردہ حصص اور اعلان کردہ منافع منقسمہ کی تفصیلات شیئر ہولڈرز کو بھی گئیں۔ شیئر ہولڈرز سے التماس ہے کہ وہ لادعوئی منافع منقسمہ اور حصص کافی الفور دعوئی دائر کریں۔ اگر مقررہ مدت میں کمپنی کو کوئی درخواست نہیں ملتی تو کمپنی ایکٹ کے سیکشن (2) 244 کی پیروی میں اخبار میں اشتہار دے کر لادعوئی/غیر ادا شدہ رقم اور حصص سرکاری خزانے میں جمع کرا دے گی۔

پراکسی فارم اور بیلٹ پیپر نوٹس کے ہمراہ اراکین کو بھیجا جا رہا ہے جو کمپنی کی ویب سائٹ <https://treetcorp.com/> پر بھی موجود ہے۔

سالانہ اجلاس عام میں زیر غور لائے جانے والے خصوصی امور کی بابت کمپنیز ایکٹ 2017ء کے سیکشن (3) 134 کے تحت مادی حقائق کا اعلامیہ

ایجنڈا آئٹم 4، 5 اور 6

کمپنیز (ایسوسی ایٹڈ کمپنی یا ایسوسی ایٹڈ انڈر ٹیکنگ میں سرمایہ کاری) ضوابط، 2017ء ("ضوابط") کی پیروی میں بیان کی جانے والی معلومات۔

| ایسوسی ایٹڈ/ذیلی کمپنیوں کے نام  | ٹریٹ بیٹری لمیٹڈ   | ریناکون فارما لمیٹڈ   | ٹریٹ پاور لمیٹڈ   | لوڈز لمیٹڈ  | کارپوریٹ گارنٹی/اس کی فنڈ/نان فنڈ سہولیات کی ایئر مارکنگ   |
|--|--|---|---|---|--|
| ایسوسی ایٹڈ کمپنی/انڈر ٹیکنگ کا نام بمعہ معیار جس کی بنیاد پر ایسوسی ایٹڈ تعلق قائم ہوا  | ٹریٹ کارپوریشن لمیٹڈ کی ذیلی کمپنی ٹریٹ بیٹری لمیٹڈ (TBL) کمپنی جوہ %86.17 سرمایہ حصص کی براہ راست مالک ہے   | ریناکون فارما لمیٹڈ (R P L) ٹریٹ کارپوریشن لمیٹڈ کی ذیلی کمپنی ہے جوہ %55.86 سرمایہ حصص کی براہ راست مالک ہے  | ٹریٹ پاور لمیٹڈ (TPL) ایک ذیلی کمپنی ہے جو اپنی ملکیتی ذیلی کمپنی ٹریٹ ہولڈنگ لمیٹڈ (THL) کے ذریعہ %100.00 سرمایہ حصص کی براہ راست مالک ہے                                | لوڈز لمیٹڈ کارپوریشن لمیٹڈ کی ایسوسی ایٹڈ کمپنی ہے جو لوڈز لمیٹڈ میں %12.49 شیئر ٹریٹ بیٹری لمیٹڈ • لوڈز لمیٹڈ  | • فرسٹ ٹریٹ مینوفیکچرنگ مضاربہ • ریناکون فارما لمیٹڈ • ٹریٹ بیٹری لمیٹڈ • لوڈز لمیٹڈ   |
| گزشتہ تین برس کے لئے فی حصص آمدنی  | 2024:(0.43) 2023:(نظر ثانی شدہ) 0.07:2023 0.31:2022  | 2024:2.93 2023:1.07 2022:0.50   | 2024:(0.28) 2023:(1.05) 2022:(0.52)   | 2024:3.29 2023:(5.00) 2022:1.06   | اطلاق نہیں ہوتا  |
| تازہ ترین پڑتال شدہ مالیاتی اسٹیٹمنٹس کی بنیاد پر فی حصص بریک اپ ویلیو   | 2.01   | 18.73   | (2.61)  | 17.18   | اطلاق نہیں ہوتا  |
| اپنی تازہ ترین مالیاتی اسٹیٹمنٹس کی بنیاد پر ایسوسی ایٹڈ کمپنی یا ایسوسی ایٹڈ انڈر ٹیکنگ کی مالیاتی حالت بشمول بیلنس شیٹ اور نفع و نقصان اکاؤنٹ کے اہم مندرجات | ٹریٹ بیٹری لمیٹڈ ایک لحد کمپنی ہے۔ پڑتال شدہ مالیاتی اسٹیٹمنٹس <a href="https://treetbattery.com/financial-reports/">https://treetbattery.com/financial-reports/</a> دستیاب ہیں۔ | بطور ذیلی کمپنی ٹریٹ کارپوریشن لمیٹڈ تفصیلات مجموعی کھاتوں میں دستیاب ہیں <a href="https://treetcorp.com/financial-reports/">https://treetcorp.com/financial-reports/</a> | بطور ذیلی کمپنی ٹریٹ کارپوریشن لمیٹڈ تفصیلات مجموعی کھاتوں میں دستیاب ہیں <a href="https://treetcorp.com/financial-reports/">https://treetcorp.com/financial-reports/</a> | لوڈز لحد کمپنی اور ٹریٹ کارپوریشن لمیٹڈ کی ایسوسی ایٹڈ انڈر ٹیکنگ ہے۔ پڑتال شدہ مالیاتی اسٹیٹمنٹس <a href="https://loads-group.pk/annual-reports/">https://loads-group.pk/annual-reports/</a> | تفصیلی کھاتے مندرجہ ذیل پر دستیاب ہیں: <a href="https://ftmm.com.pk/investor-information/financial-reports-ftmm/">https://ftmm.com.pk/investor-information/financial-reports-ftmm/</a> <a href="https://treetcorp.com/financial-reports/">https://treetcorp.com/financial-reports/</a> <a href="https://loads-group.pk/annual-reports/">https://loads-group.pk/annual-reports/</a> <a href="https://treetbattery.com/financial-reports/">https://treetbattery.com/financial-reports/</a> |



7.

ای میل، موبائل نمبر IBAN کی تجدید

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 شیئر ہولڈرز سے التماس ہے کہ وہ اپنے ای میل ایڈریس، موبائل فون نمبر اور IBAN کا اندراج/تجدید اپنے فزیکل فوئیو یا CDC اکاؤنٹ میں کرائیں۔

8.

وڈ یوکل سہولت کا اقرار نامہ

SECP کے سرکلر نمبر 10 بابت 2014ء مؤرخہ 21 مئی 2014ء اور ایکٹ کے سیکشن (b)(1) 134 میں موجود قواعد کی روشنی میں اگر کمپنی 10% یا زائد شیئر ہولڈنگ رکھنے اور جغرافیائی مقام پر مقیم اراکین سے اجلاس کے انعقاد سے کم از کم 10 یوم قبل وڈ یوکل نفرس کے ذریعے اجلاس میں شرکت کی درخواست کریں تو کمپنی مذکورہ شہر میں وڈ یوکل نفرس کی سہولت کا انتظام کرے گی جو اس شہر میں ایسی سہولت کی دستیابی سے مشروط ہوگی۔ اراکین سے التماس ہے کہ وہ اپنے پتہ میں تبدیلی کی بابت بروقت اطلاع دیں۔ اس بابت براہ کرم مندرجہ ذیل فارم پر کر کے AGM کے انعقاد سے 10 یوم قبل کمپنی کے رجسٹرڈ پتہ پر جمع کرائیں۔ 10% یا زائد کی مجموعی شیئر ہولڈنگ رکھنے والے اراکین کی درخواست/مطالبہ موصول ہونے پر کمپنی AGM کی تاریخ سے پانچ (05) یوم قبل وڈ یوکل نفرس سہولت کے مرکز اور اس سہولت تک رسائی کے لئے تمام تر ضروری معلومات سے متعلق اراکین کو اطلاع کرے گی۔

وڈ یوکل نفرس سہولت کے لئے درخواست

میں/ہم..... سکنتہ..... بطور رکن ٹریٹ کارپوریشن لمیٹڈ رجسٹرڈ فوئیو نمبر..... اور/یا CDC شراکت آئی ڈی/ذیلی اکاؤنٹ نمبر..... کے تحت..... عمومی حصص کا مالک ہونے پر یہاں باضابطہ طور پر..... میں وڈ یوکل نفرس سہولت کا انتخاب کرتے ہیں۔

9.

مالیاتی اسٹیٹمنٹس تک رسائی

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

<https://treetcorp.com/regulatory-information/>

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



10.

فزیکل شیئرز کی CDC اکاؤنٹ میں تبدیلی

سیکورٹیز 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 بک انٹری فارم میں حصص رکھنے کی سہولت سے فائدہ اٹھانے کے لئے شیئر ہولڈرز سے التماس ہے کہ وہ فزیکل فارم میں اپنے شیئرز کو بک انٹری فارم میں تبدیل کرائیں۔

11.

شیئر ہولڈرز کو تحائف دینے پر پابندی

سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان ("SECP") نے بذریعہ سرکلر 2/2018 مؤرخہ 9 فروری 2018ء کے ذریعے اجلاس کے موقع پر شیئر ہولڈرز کو کسی بھی انداز میں تحائف یا مراعات (ٹوکن/کوپنر/خلافیتیں/ٹیک اوپے بیکیج) 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.

لا دعویٰ منافع منقسمہ

ایکٹ کے سیکشن 244 کے مطابق دعویٰ جمع کرانے کے لئے شیئر ہولڈرز کو جاری نوٹس کے بعد مقررہ اور ادائیگی کی تاریخ سے عرصہ تین برس تک کمپنی کے لا دعویٰ منافع منقسمہ کو

سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) کی وقتاً فوقتاً جاری کردہ متعلقہ ہدایات بشمول خط نمبر 2021/11/20 (SMD/SE/2/20) مورخہ 15 دسمبر 2021ء کی روشنی میں کمپنی کے زیرِ نظام برقی سہولت کے ذریعے سالانہ اجلاس عام میں شرکت کے لئے اراکین 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 شیئر ہولڈر/پراکسی ہولڈر | شناختی کارڈ/NTN نمبر | فولیو/CDCA کاؤنٹ 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 اجلاس کے انعقاد سے تیس منٹ قبل لاگ ان کی سہولت کھول دی جائے گی۔ رجسٹرڈ اراکین/پراکسیز شیئر ہولڈرز کی شناخت اور تصدیق کے لئے درکار تمام تقاضے پورے کرنے کے بعد اپنے آلات کے ذریعے اجلاس کی کارروائی میں شرکت کر سکیں گے۔

شیئر ہولڈر کے پتوں/دیگر تفصیلات کی تجدید

فزیکل فارم میں حصص رکھنے والے اراکین سے التماس ہے کہ وہ اپنے رجسٹرڈ پتوں میں تبدیلی کی صورت میں فی الفور کمپنی کے شیئر رجسٹرار کو آگاہ کریں۔ برقی صورت میں حصص رکھنے والے شیئر ہولڈرز کو اپنے شریک یا CDC انوبیٹرا کاؤنٹ سروس میں اپنے پتے کی تجدید کرانا ہوگی۔

ای ووٹنگ اور پوسٹل بیلٹ

اراکین کو یہاں اطلاع دی جاتی ہے کہ کمپنیز (پوسٹل بیلٹ) ضوابط 2018ء ترمیمی کی روشنی میں اراکین کو بذریعہ SRO 2192(1)/2022 مورخہ 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 کمپنی اراکین کو اجازت ہوگی کہ وہ مذکورہ بالا ضوابط میں درج شرائط کے مطابق 27 اکتوبر 2025ء بروز پیر بوقت 10:30 بجے صبح منعقد ہونے والے سالانہ جائزہ اجلاس میں اپنا حق رائے دہی ای ووٹنگ سہولت یا بذریعہ ڈاک استعمال کر سکیں۔ کمپنی اپنے اراکین کو ووٹنگ کے لئے مندرجہ ذیل آپشنز فراہم کرے گی:

#### 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 کمپنی 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 کاسٹ 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 کاسٹ کر سکتے ہیں۔ ایک مرتبہ ووٹ کاسٹ 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 شیئر ہولڈرز کو حسب ضرورت آگاہ کیا جائے گا۔

اراکین یقینی بنائیں گے کہ باقاعدہ پُر اور دستخط شدہ بیلٹ پیپر بمعہ نقل شناختی کارڈ اجلاس کے چیئرمین کو بذریعہ ڈاک کمپنی کے رجسٹرڈ آفس واقع B-72، قائد اعظم انڈسٹریل اسٹیٹ لاہور یا بذریعہ ای میل corporate@treetcorp.com سالانہ جائزہ اجلاس کے انعقاد یعنی 27 اکتوبر 2025ء سے ایک کاروباری دن قبل 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 ہذا ہے۔

میسرز عبدالرحمن اینڈ کو چارٹرڈ اکاؤنٹنٹس کمپنیز (پوسٹل بیلٹ) ضوابط 2018ء کے تحت اجلاس میں رائے شماری کے لئے بطور ”نگران“ مقرر کیا گیا ہے۔ فرم ICAP سے QCR ریٹنگ پر پورا اترتی ہے۔ نگران ووٹنگ کے عمل کی آزادانہ نگرانی کا ضروری علم اور تجربہ رکھتی ہے۔

مزید قرار پایا کہ بورڈ کی جانب سے منظور شدہ ٹرانزیکشنز کو شیئر ہولڈرز کی منظوری شمار کیا جائے گا اور باقاعدہ منظوری/توثیق کے لئے اگلے سالانہ اجلاس عام میں انہیں شیئر ہولڈرز کے سامنے رکھا جائے گا۔

7. قرار پایا کہ مذکورہ بالا خصوصی امور کی منظوریوں کی میعاد کمپنی کے اگلے سالانہ اجلاس عام کے اختتام تک کارآمد رہے گی۔

مزید قرار پایا کہ چیف ایگزیکٹو آفیسر، چیف لیگل آفیسر اور کمپنی سیکریٹری کو سالانہ اجلاس عام ہذا میں شیئر ہولڈرز کی جانب سے منظور شدہ عمومی و خصوصی قراردادوں کے اطلاق، نفاذ اور موثر کرنے کے لئے جداگانہ حیثیت میں تمام ضروری اقدامات اٹھانے کا مجاز ٹھہرایا جاتا ہے جس میں تمام تر دستاویزات بشمول معاہدے، فارمز، ریٹرنز اور درخواستوں پر دستخط کرنا یا انہیں جمع کرنا اور سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، اسٹاک ایکسچینج، بینکوں، مالیاتی اداروں اور دیگر ریگولیٹری و حکومتی محکموں کو درخواستیں جمع کرنا اور تمام امور اور کام بروئے کار لانا جو مذکورہ قراردادوں کے اطلاق کے لئے ضروری ہیں۔

منعہ

بحکم بورڈ

(زیر ہذا)

کمپنی سیکریٹری

8. چیئر مین کی اجازت سے دیگر امور کو زیر غور لانا۔

لاہور: 06 اکتوبر 2025ء

### 1. شیئر ٹرانسفر Books کی بندش

سالانہ اجلاس عام میں شرکت کی غرض سے کمپنی کی شیئر ٹرانسفر Books مؤرخہ 21 اکتوبر 2025ء تا 27 اکتوبر 2025ء (بشمول دونوں ایام) بند رہیں گی۔ 20 اکتوبر 2025ء کو کاروبار بند ہونے تک ہمارے شیئر رجسٹر میں سرکارپ لنک (پرائیویٹ) لمیٹڈ، ونگز آرکیڈ، K-1 کمرشل ماڈل ٹاؤن لاہور کے دفتر میں موصول ٹرانسفرز کو بروقت وصولی شمار کیا جاتا ہے۔

### 2. پراکسی کی تقرری

اس اجلاس میں شرکت اور ووٹ کرنے کے اہل تمام اراکین کسی دوسرے شخص کو اپنے لئے شرکت اور ووٹ کرنے کی خاطر اپنا پراکسی مقرر کر سکتے ہیں۔ مؤثر کرنے کی غرض سے پراکسی اجلاس کے انعقاد سے کم از کم اڑتالیس (48) گھنٹے قبل کمپنی کے رجسٹرڈ آفس میں موصول ہو جانی چاہئیں۔ CDC کاؤنٹس ہولڈرز کو سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے جاری کردہ سرکلر 1 مؤرخہ 26 جنوری 2000ء میں درج ہدایت پر بھی عمل کرنا ہو گا۔ پراکسی فارم کمپنی کی ویب سائٹ <https://treetcorp.com/regulatory-information/> پر بھی دستیاب ہے۔

### پراکسی کی تقرری کے تقاضے

- فرد واحد کی صورت میں، اکاؤنٹ ہولڈرز اور/یا ذیلی اکاؤنٹ ہولڈرز جن کی سکیورٹیز گروپ اکاؤنٹ میں موجود ہوں اور ان کی تفصیلات CDC ضوابط کے تحت شائع کی گئی ہوں، کو مذکورہ بالا تقاضے کے مطابق پراکسی فارم جمع کرنا ہو گا۔
- پراکسی فارم کی گواہی دو افراد دیں گے جن کے نام، پتے اور شناختی کارڈ نمبر پراکسی فارم پر درج ہوں گے۔
- مستفید ہونے والے مالک اور پراکسی ہولڈر کے شناختی کارڈ یا پاسپورٹ کی مصدقہ نقول پراکسی فارم کے ساتھ لف کی جائے گی۔
- اجلاس کے موقع پر پراکسی اپنا اصلی شناختی کارڈ یا پاسپورٹ پیش کرے گا/گی۔
- کاروباری ادارہ کی صورت میں بورڈ آف ڈائریکٹرز کی قرارداد/مختار نامہ بمعہ نامزد فرد کے نمونہ کے دستخط پراکسی فارم کے ہمراہ کمپنی کو جمع کرایا جائے (اگر پہلے جمع نہ کرایا گیا ہے)

### 3. اجلاس 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 ہو گی۔
- کاروباری ادارے کی صورت میں بورڈ آف ڈائریکٹرز کی قرارداد/مختار نامہ بمعہ نامزد فرد کے نمونہ کے دستخط اجلاس کے موقع پر پیش کرنا ہو گا (اگر پہلے فراہم نہ کیا گیا ہو)۔

(iv)

کمپنیز ایکٹ 2017ء کے سیکشن 199 کے تحت مندرجہ ذیل خصوصی قرارداد کو بمعہ/ علاوہ ترمیم/ ترامیم، اضافہ اور حذف زیر غور لانا اور مناسب سمجھنے پر منظور کرنا:

قرار پایا کمپنیز ایکٹ 2017ء کے سیکشن 199 اور کمپنیز (انوہسٹمنٹ بابت ایسوسی ایٹڈ کمپنیز/ انڈر ٹیکنگ) ضوابط، 2017ء ("ضوابط") کے قاعدہ (5) کے تحت اور تمام تر قانونی تقاضوں کی تعمیل سے مشروط ایسوسی ایٹڈ انڈر ٹیکنگ لوڈز لمیٹڈ ("LOADS") کے حق میں سرمایہ زیر قرض کی صورت میں 1,700,000,000 روپے (ایک ارب ستر کروڑ روپے) تک کے قرضہ کے اجراء اور/ یا تجدید کے لئے کمپنی کے شیئرز ہولڈرز کی جانب سے منظوری دی جاتی ہے۔

مزید قرار پایا کہ 28 جون 2025ء سے سالانہ اجلاس عام کی تاریخ انعقاد تک کے دورانیہ کے لئے 28 جون 2024ء کی خصوصی قرارداد کے ذریعے حاصل شدہ شیئرز ہولڈرز کے اختیار کے تحت یہاں شیئرز ہولڈرز لوڈز لمیٹڈ کے حق میں کمپنی کی دی گئی کراس کارپوریٹ گارنٹی کو ایکٹیویٹڈ اور منظور کرنا اور اس کی توثیق کرتے ہیں۔

مزید قرار پایا کمپنیز ایکٹ کے سیکشن 199 اور ضوابط کے قاعدہ (5) کے تحت اور قانونی تقاضوں کی تعمیل سے مشروط کمرشل بینکوں/ مالیاتی اداروں کے حق میں ایسوسی ایٹڈ انڈر ٹیکنگ LOADS کی جانب سے LOADS کے لئے 1,500,000,000 روپے (ایک ارب پچاس کروڑ روپے) کی کراس کارپوریٹ گارنٹی دینے اور/ یا جاری کرنے کے لئے کمپنی کے شیئرز ہولڈرز کی جانب سے منظوری دی جاتی ہے۔

مزید قرار پایا کہ مذکورہ بالا قرارداد کی روشنی میں ایئر مارکڈ نان فنڈڈ/ فنڈڈ سہولیات (اگر کوئی ہیں) پر واپسی کی عائد شرح ذیلی/ ایسوسی ایٹڈ کمپنی پر بینکوں کی جانب سے کمپنی پر عائد کی گئی شرح کے مساوی ہوگی۔

(v)

کمپنیز ایکٹ 2017ء کے سیکشن 199 کے تحت مندرجہ ذیل خصوصی قرارداد کو بمعہ/ علاوہ ترمیم/ ترامیم، اضافہ اور حذف زیر غور لانا اور مناسب سمجھنے پر منظور کرنا:

قرار پایا کہ 10 جنوری 2025ء کو منعقدہ غیر معمولی اجلاس عام میں پاس کی گئی خصوصی قرارداد کی میعاد میں خصوصی قرارداد ہذا کی تاریخ منظوری سے مزید ایک سال توسیع کے لئے کمپنی کے شیئرز ہولڈرز منظوری دیتے ہیں جس کے تحت تاریخ فروخت کو TBL حصص کی موجودہ قیمت پر اوپن مارکیٹ میں (بذریعہ پاکستان اسٹاک ایکسچینج TBL) حصص کی فروخت اور/ یا مذاکراتی میکنزم کے ذریعے کمپنی کی ذیلی کمپنی ٹریٹ بیٹری لمیٹڈ (TBL) 231,639,658 (تیس کروڑ سولہ لاکھ انا تالیس ہزار چھ سو اٹھاون) عمومی حصص کے ارتداد سرمایہ کا مجاز ٹھہرایا جاتا ہے۔ جو کمپنی کی انتظامیہ کی صوابدید پر خصوصی قیمت اور انداز (ایک لاکھ یا متفرق لاکھ) میں ہو سکتی ہے۔

(vi)

کمپنیز ایکٹ 2017ء کے سیکشن 199 کے تحت مندرجہ ذیل خصوصی قرارداد کو بمعہ/ علاوہ ترمیم/ ترامیم، اضافہ اور حذف زیر غور لانا اور مناسب سمجھنے پر منظور کرنا:

قرار پایا کمپنیز ایکٹ 2017ء کے سیکشن 199 اور کمپنیز (انوہسٹمنٹ بابت ایسوسی ایٹڈ کمپنیز/ انڈر ٹیکنگ) ضوابط، 2017ء ("ضوابط") کے قاعدہ (5) کے تحت اور تمام تر قانونی تقاضوں کی تعمیل سے مشروط فنانسنگ انتظام میں مدد کے لئے گروپ کنسرن یعنی میسرز فرسٹ ٹریٹ مینوفیکچرنگ مضاربہ (ذیلی کمپنی) کی جانب سے/ کے لئے کمرشل بینکوں/ مالیاتی اداروں کے حق میں 572,000,000 روپے (ستاون کروڑ بیس لاکھ روپے) تک کی کراس کارپوریٹ گارنٹی جاری کرنے کی بابت کمپنی کے شیئرز ہولڈرز کی جانب سے منظوری دی جاتی ہے۔

مزید قرار پایا کہ مذکورہ بالا قرارداد کی روشنی میں ایئر مارکڈ نان فنڈڈ/ فنڈڈ سہولیات (اگر کوئی ہیں) پر واپسی کی عائد شرح ذیلی/ ایسوسی ایٹڈ کمپنی پر بینکوں کی جانب سے کمپنی پر عائد کی گئی شرح کے مساوی ہوگی۔

5.

مندرجہ ذیل خصوصی قرارداد کی بمعہ/ علاوہ ترامیم منظوری کے ذریعے کمپنیز ایکٹ 2017ء کے سیکشن 208 کے تحت عمومی کاروباری امور کے دوران ایسوسی ایٹڈ کمپنیوں/ انڈر ٹیکنگ کے ساتھ کی جانے والی آرمر لینتھ ٹرانزیکشنز کی منظوری دینا اور اس کی توثیق کرنا:

قرار پایا کہ 30 جون 2025ء کو اختتام پذیر مالیاتی سال کے لئے پڑتا شدہ مالیاتی اسٹیٹمنٹس کے متعلقہ نوٹ میں درج عمومی کاروباری امور کے دوران ایسوسی ایٹڈ کمپنیوں/ انڈر ٹیکنگ کے ساتھ کی جانے والی ریلیٹیو پارٹی ٹرانزیکشنز کے ساتھ کی جانے والی ریلیٹیو پارٹی ٹرانزیکشنز کی منظوری کے لئے کمپنی کے چیف ایگزیکٹو آفیسر کو مجاز ٹھہرایا جاتا ہے اور اس بابت کمپنی کی جانب سے چیف ایگزیکٹو آفیسر کو تمام ضروری اقدامات کرنے اور تمام دستاویزات/ معاہدوں پر دستخط کرنے یا ان کو حتمی شکل دینے کے لئے بھی مجاز ٹھہرایا جاتا ہے۔

مزید قرار پایا کہ 30 جون 2025ء کو اختتام پذیر مالیاتی سال میں عمومی کاروباری امور کے دوران ایسوسی ایٹڈ کمپنیوں/ انڈر ٹیکنگ کے ساتھ کی جانے والی تمام ریلیٹیو پارٹی ٹرانزیکشنز کی منظوری کے لئے کمپنی کے چیف ایگزیکٹو آفیسر کو مجاز ٹھہرایا جاتا ہے اور اس بابت کمپنی کی جانب سے چیف ایگزیکٹو آفیسر کو تمام ضروری اقدامات کرنے اور تمام دستاویزات/ معاہدوں پر دستخط کرنے یا ان کو حتمی شکل دینے کے لئے بھی مجاز ٹھہرایا جاتا ہے۔

6.

مندرجہ ذیل خصوصی قرارداد کی منظوری کے ذریعے 30 جون 2026ء کو اختتام پذیر مالیاتی سال کے دوران متعلقہ فریقین کے ساتھ ٹرانزیکشنز کی منظوری کے لئے مندرجہ ذیل خصوصی قرارداد بمعہ/ علاوہ ترامیم منظور کر کے کمپنی کے بورڈ آف ڈائریکٹرز کو مجاز ٹھہرایا جاتا:

قرار پایا کہ کمپنی کے بورڈ 30 جون 2026ء کو اختتام پذیر مالیاتی سال کے دوران معاملہ کی نوعیت کے اعتبار سے متعلقہ فریقین کے ساتھ ٹرانزیکشنز کی منظوری کا مجاز ٹھہرایا جاتا ہے۔

## نوٹس برائے سالانہ اجلاس عام

بذریعہ نوٹس ہذا مطلع کیا جاتا ہے کہ ٹریٹ کارپوریشن لمیٹڈ ("کمپنی") کے شیئرز ہولڈرز کا سالانہ اجلاس عام بروز جیرمؤرخہ 27 اکتوبر بوقت 10:30 بجے صبح علی آڈیٹوریم فیروز پور روڈ، شاہراہ روٹی، لاہور میں مندرجہ ذیل امور پر بحث کے لئے منعقد ہوگا:

### عمومی امور

1. 10 جنوری 2025ء کو منعقدہ غیر معمولی اجلاس عام کی کارروائی کی توثیق کرنا۔
2. 30 جون 2025ء کو اختتام پذیر سال کے لئے کمپنی سالانہ پڑتال شدہ مالیاتی اسٹیٹمنٹس (علیحدہ اور مجموعی) بمعہ ڈائریکٹرز اور آڈیٹرز 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 یوسف، عادل اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس کی جگہ میسرز BDO ابراہیم اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس کی بطور بیرونی آڈیٹرز تقرری کی سفارش کی ہے۔

### خصوصی امور

4. (i) کمپنیز ایکٹ 2017ء کے سیکشن 199 کے تحت مندرجہ ذیل خصوصی قرارداد کو بمعہ/علاوہ ترمیم/ترمیم، اضافہ اور حذف زیر غور لانا اور مناسب سمجھنے پر منظور کرنا:  
قرار پایا کمپنیز ایکٹ 2017ء کے سیکشن 199 اوکینیز (انویسٹمنٹ بابت ایسوسی ایٹڈ کمپنیز/انڈر ٹیکنگ) ضوابط، 2017ء ("ضوابط") کے قاعدہ 5(5) کے تحت اور تمام تر قانونی تقاضوں کی تعمیل سے مشروط ایسوسی ایٹڈ کمپنی ٹریٹ بیٹری لمیٹڈ ("TBL") کے حق میں سرمایہ زیر قرض کی صورت میں 5,200,000,000 روپے (پانچ ارب بیس کروڑ روپے) تک کے قرضہ کے اجراء اور/یا تجدید کے لئے کمپنی کے شیئرز ہولڈرز کی جانب سے منظوری دی جاتی ہے۔  
مزید قرار پایا کہ ایکٹ کے سیکشن 199 اور ضوابط کے قاعدہ 5(5) کے تحت اور قانونی تقاضوں کی تعمیل سے مشروط کمرشل بینکوں/مالیاتی اداروں کے حق میں ایسوسی ایٹڈ کمپنی TBL کی جانب سے یا TBL کے لئے TBL میں 3,380,000,000 روپے (تین ارب اڑتیس کروڑ روپے) کی کراس کارپوریٹ گارنٹی جاری کرنے کے لئے کمپنی کے شیئرز ہولڈرز کی جانب سے منظوری دی جاتی ہے۔

مزید قرار پایا کہ مذکورہ بالا قرارداد کی روشنی میں ایگزیکٹو مارکنگ فنانڈنگ/فنانڈنگ سہولیات (اگر کوئی ہیں) پرواپسی کی عائد شرح ذیلی/ایسوسی ایٹڈ کمپنی پریٹیکوں کی جانب سے کمپنی پر عائد کی گئی شرح کے مساوی ہوگی۔

- (ii) کمپنیز ایکٹ 2017ء کے سیکشن 199 کے تحت مندرجہ ذیل خصوصی قرارداد کو بمعہ/علاوہ ترمیم/ترمیم، اضافہ اور حذف زیر غور لانا اور مناسب سمجھنے پر منظور کرنا:  
قرار پایا کمپنیز ایکٹ 2017ء کے سیکشن 199 اوکینیز (انویسٹمنٹ بابت ایسوسی ایٹڈ کمپنیز/انڈر ٹیکنگ) ضوابط، 2017ء ("ضوابط") کے قاعدہ 5(5) کے تحت اور تمام تر قانونی تقاضوں کی تعمیل سے مشروط ایسوسی ایٹڈ انڈر ٹیکنگ ریناکون فارمالیٹڈ ("RPL") کے حق میں سرمایہ زیر قرض کی صورت میں 1,000,000,000 روپے (ایک ارب روپے) تک کے قرضہ کے اجراء اور/یا تجدید کے لئے کمپنی کے شیئرز ہولڈرز کی جانب سے منظوری دی جاتی ہے۔  
مزید قرار پایا کہ ایکٹ کے سیکشن 199 اور ضوابط کے قاعدہ 5(5) کے تحت اور قانونی تقاضوں کی تعمیل سے مشروط کمرشل بینکوں/مالیاتی اداروں کے حق میں ایسوسی ایٹڈ انڈر ٹیکنگ RPL کی جانب سے یا RPL کے لئے 1,800,000,000 روپے (ایک ارب اسی کروڑ روپے) کی کراس کارپوریٹ گارنٹی جاری کرنے کے لئے کمپنی کے شیئرز ہولڈرز کی جانب سے منظوری دی جاتی ہے۔

مزید قرار پایا کہ مذکورہ بالا قرارداد کی روشنی میں ایگزیکٹو مارکنگ فنانڈنگ/فنانڈنگ سہولیات (اگر کوئی ہیں) پرواپسی کی عائد شرح ذیلی/ایسوسی ایٹڈ کمپنی پریٹیکوں کی جانب سے کمپنی پر عائد کی گئی شرح کے مساوی ہوگی۔

- (iii) کمپنیز ایکٹ 2017ء کے سیکشن 199 کے تحت مندرجہ ذیل خصوصی قرارداد کو بمعہ/علاوہ ترمیم/ترمیم، اضافہ اور حذف زیر غور لانا اور مناسب سمجھنے پر منظور کرنا:  
قرار پایا کمپنیز ایکٹ 2017ء کے سیکشن 199 اوکینیز (انویسٹمنٹ بابت ایسوسی ایٹڈ کمپنیز/انڈر ٹیکنگ) ضوابط، 2017ء ("ضوابط") کے قاعدہ 5(5) کے تحت اور تمام تر قانونی تقاضوں کی تعمیل سے مشروط ایسوسی ایٹڈ انڈر ٹیکنگ ٹریٹ پاور لمیٹڈ ("TPL") کے حق میں سرمایہ زیر قرض کی صورت میں 3,000,000,000 روپے (تیس لاکھ روپے) تک کے قرضہ کے اجراء اور/یا تجدید کے لئے کمپنی کے شیئرز ہولڈرز کی جانب سے منظوری دی جاتی ہے۔  
مزید قرار پایا کہ مذکورہ بالا قرارداد کی روشنی میں ایگزیکٹو مارکنگ فنانڈنگ/فنانڈنگ سہولیات (اگر کوئی ہیں) پرواپسی کی عائد شرح ذیلی/ایسوسی ایٹڈ کمپنی پریٹیکوں کی جانب سے کمپنی پر عائد کی گئی شرح کے مساوی ہوگی۔

# KEY OPERATING FINANCIAL DATA

\* Restated

| Rs. In Million                            | 2025     | 2024*    | 2023*   | 2022     | 2021    | 2020    |
|---|----------|----------|---------|----------|---------|---------|
| Sales                                     | 26,688   | 25,086   | 23,353  | 15,790   | 14,192  | 11,112  |
| Export Sales                              | 2,924    | 2,929    | 3,534   | 2,313    | 2,513   | 2,042   |
| Gross Profit                              | 7,188    | 5,847    | 5,126   | 2,669    | 2,547   | 1,310   |
| Profit/(loss) before Taxation             | 1,179    | 257      | 281     | -56      | 1,122   | -2,555  |
| Profit/(loss) after Taxation              | 558      | -60      | 28      | -303     | 548     | -2,656  |
| Shareholders' Equity+ Revaluation Surplus | 8,020    | 5,674    | 3,182   | 9,669    | 10,105  | 6,795   |
| Fixed Asset-Net                           | 11,422   | 10,769   | 9,981   | 16,990   | 16,861  | 13,912  |
| Total Assets                              | 24,718   | 23,190   | 19,909  | 25,323   | 25,785  | 22,723  |
| Total Liabilities                         | 16,698   | 17,516   | 16,727  | 15,653   | 15,681  | 15,928  |
| Current Assets                            | 12,518   | 11,491   | 9,246   | 7,275    | 6,981   | 5,996   |
| Current Liabilities                       | 12,591   | 12,978   | 12,847  | 13,125   | 14,026  | 15,022  |
| Cash Dividend                             | 0%       | 0%       | 0%      | 0%       | 10%     | 0%      |
| Stock Dividend                            | 0%       | 0%       | 0%      | 0%       | 0%      | 0%      |
| Share Outstanding                         | 371      | 371      | 179     | 179      | 175     | 170     |
| Important Ratios                          | 2025     | 2024*    | 2023*   | 2022     | 2021    | 2020    |
| Profitability                             |          |          |         |          |         |         |
| Gross Profit                              | 26.93%   | 23.31%   | 21.95%  | 16.90%   | 17.95%  | 11.79%  |
| Profit/ (loss) before Tax                 | 4.42%    | 1.02%    | 1.21%   | -0.35%   | 7.91%   | -23.00% |
| Profit/ (loss) after Tax                  | 2.09%    | -0.24%   | 0.12%   | -1.92%   | 3.86%   | -23.90% |
| Return to Equity                          |          |          |         |          |         |         |
| Return on Equity before Tax               | 14.70%   | 4.52%    | 8.84%   | -0.58%   | 11.11%  | -37.61% |
| Return on Equity after Tax                | 6.96%    | -1.06%   | 0.89%   | -3.13%   | 5.42%   | -39.09% |
| Earning per share                         | 1.36     | -0.46    | -0.003  | -1.77    | 3.24    | -15.46  |
| Liquidity/Leverage                        |          |          |         |          |         |         |
| Current ratio                             | 0.99     | 0.89     | 0.72    | 0.55     | 0.50    | 0.40    |
| Break-up value per Share                  | 21.62    | 15.29    | 17.80   | 54.10    | 57.79   | 40.01   |
| Total Liability to Equity                 | 2.08     | 3.09     | 5.26    | 1.62     | 1.55    | 2.34    |
| % Change                                  | 2025     | 2024*    | 2023*   | 2022     | 2021    | 2020    |
| Sales                                     | 6.38%    | 7.42%    | 47.90%  | 11.26%   | 27.72%  | -7.19%  |
| Export Sales                              | -0.18%   | -17.11%  | 52.78%  | -7.98%   | 23.06%  | -19.53% |
| Gross Profit                              | 22.94%   | 14.06%   | 92.06%  | 4.80%    | 94.48%  | 5.03%   |
| Profit Before Taxation                    | 359.39%  | -8.78%   | 605.30% | -104.96% | 143.92% | 31.13%  |
| Profit after Taxation                     | 1031.07% | -311.24% | 109.37% | -155.30% | 120.63% | 24.97%  |
| Shareholders' Equity+Revaluation Surplus  | 41.34%   | 78.33%   | -67.09% | -4.31%   | 48.71%  | -25.01% |
| Fixed Asset-Net                           | 6.07%    | 7.90%    | -41.26% | 0.76%    | 21.20%  | -14.42% |
| Total Assets                              | 6.59%    | 16.48%   | -21.38% | -1.79%   | 13.48%  | -8.12%  |
| Total Liabilities                         | -4.67%   | 4.72%    | 6.86%   | -0.18%   | -1.55%  | 1.64%   |
| Current Assets                            | 8.94%    | 24.27%   | 27.09%  | 4.22%    | 16.42%  | -22.54% |
| Current Liabilities                       | -2.98%   | 1.02%    | -2.12%  | -6.43%   | -6.63%  | -1.10%  |
| Dividend                                  | -        | -        | -       | -100%    | 100%    | -       |
| Shares Outstanding                        | 0.00%    | 107.60%  | 0.00%   | 2.22%    | 2.95%   | 2.65%   |



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