

Third Quarter Report
For the period ended September 30, 2025 (Un-Audited)



Al-Ghazi Tractors Limited

Empowering Farmers
with Reliable Performance



ABOUT THIS COVER



As we embark on the next phase of our journey, we remain steadfast in our commitment to delivering superior value to our stakeholders while upholding the highest standards of corporate governance, ethics, and social responsibility. With a clear strategic vision, a resilient business model, and a passionate team driving us forward, we are well-positioned to capitalize on emerging opportunities and overcome future challenges.



CONTENTS

Organizational Overview and External Environment

02 Company Information

Message for Stakeholders

04 Directors' Report

Financial Statements

06 Condensed Interim Statement of Financial Position
07 Condensed Interim Statement of Profit or Loss
08 Condensed Interim Statement of Changes in Equity
09 Condensed Interim Statement of Cash Flows
10 Notes to the Condensed Interim Financial Statements



COMPANY INFORMATION

Board of Directors

Mr. Robert Ian McAllister
Chairman, Non-Executive Director

Mr. Dmitrii Bogatyrev
Non-Executive Director

Mr. Paul Terence Wagstaff
Non-Executive Director

Mr. Marco Votta
Non-Executive Director

Mr. Matthieu Séjourné
Non-Executive Director

Mr. Vincent De Lassagne
Non-Executive Director

Mr. Shahid Shahbaz Toor
Independent Director

Mr. Mirza Malik
Independent Director

Ms. Samiha Zahid
Independent Director

Chief Executive Officer

Mr. Sakib Eltaff

Audit Committee

Mr. Malik Mirza
Chairman, Independent Director

Mr. Marco Votta
Member, Non-Executive Director

Mr. Paul Terence Wagstaff
Member, Non-Executive Director

Human Resource & Remuneration Committee

Ms. Samiha Zahid
Chairperson, Independent Director

Mr. Marco Votta
Member, Non-Executive Director

Mr. Paul Terence Wagstaff
Member, Non-Executive Director

Mr. Sakib Eltaff
Member, CEO

Technical Committee

Mr. Shahid Shahbaz Toor
Chairman, Independent Director

Mr. Robert Ian McAllister
Member, Non-Executive Director

Mr. Matthieu Séjourné
Member, Non-Executive Director

Mr. Vincent De Lassagne
Member, Non-Executive Director

Mr. Paul Terence Wagstaff
Member, Non-Executive Director

Mr. Marco Votta
Member, Non-Executive Director

Mr. Dmitrii Bogatyrev
Member, Non-Executive Director

Chief Financial Officer

Mr. Javed Iqbal

Company Secretary

Mr. Mansoor Khan



Chief Internal Auditor

Mr. Muneeb Ahmed Khan

Auditors

A.F. Ferguson & Co.
Chartered Accountants

Tax Advisors

EY Ford Rhodes
Chartered Accountants

Tola Associates
Chartered Accountants

KPMG Taseer Hadi & Co.
Chartered Accountants

Legal Advisors

Orr, Dignam & Co.
Advocates
Engagement Partner: Mr. Shahzaib Siddiqui

Share Registrar

FAMCO Shares Registration
Services (Pvt) Limited

8-F, Adjacent to Hotel Faran,
Block 6, P.E.C.H.S., Near Nursery,
Shahrah-e-Faisal, Karachi.
Tel: (92 21) 34380101-5
Fax: (92 21) 34380106

Registered Office

Tractor House

102-B, 16th East Street, DHA Phase I,
off Korangi Road, Karachi.
Tel: (92 21) 35318901-5
Fax: (92 21) 35660882
Email: agtl.shareholders@alghazitractors.com
Website: www.alghazitractors.com

Corporate Office

Askari Corporate Tower

9th Floor, 75/76 D-1, Main Boulevard,
Gulberg – III, Lahore

Plant

Sakhi Sarwar Road,
P.O. Box 38,
Dera Ghazi Khan.
Tel: (92 64) 2463750, 2463812, 2020750-51

Marketing Centres

Dera Ghazi Khan
Lahore
Multan
Islamabad
Sukkur



DIRECTORS' REPORT



The Directors are pleased to present the Condensed Interim Review of Al-Ghazi Tractors Limited ("the Company") for the nine-month period ended September 30, 2025.

Economic Environment

Pakistan's economy continued on a stabilization path during the period under review, supported by steady SBP reserves, a relatively stable exchange rate, lower inflation levels, and consistent policy rates.

The agricultural sector, a key driver of the Company's business, remained under significant pressure during 2025. Farmers' economic conditions remained weak due to the poor performance of the sector coupled with recent floods which have had a severe impact on agricultural productivity nationwide, particularly in the heavily affected regions of Punjab and Sindh. As per recent estimates, approximately 2.5 million acres of crops have been destroyed, representing about 7.7% of the country's total cultivated land. Notably, around 90% of Punjab's major crops were affected. This has directly impacted on the Company's sales in those regions.

The Punjab Government has launched the Chief Minister's Green Tractors Scheme 2025–2026, aimed at providing subsidized tractors to farmers in two phases. Phase I, which covers the 75 HP and 85 HP categories, has been completed through a digital balloting process. The Company successfully secured 3,728 units, representing 39% of the 9,500 tractors allocated under this phase. Phase II, targeting the lower horsepower segment, is expected to be rolled out later in the year with an allocation of 10,000 tractors. These initiatives are anticipated to support the Company's sales performance by partially offsetting the adverse impact of recent floods on the purchasing power of the farming community.

Financial Review

The Company recorded a significant decline in sales and revenue compared to the same period last year. This was largely attributed to subdued market demand, driven

by weakened farmer economics. Furthermore, a considerable number of farmers deferred their purchasing decisions in anticipation of the launch of the Chief Minister's Green Tractors Scheme, which further dampened demand during the reporting period.

Despite the challenging business environment, the Company produced 5,005 and sold 4,126 units of tractors compared to 9,620 produced and 9,619 units sold in the corresponding period of last year. Resultantly, operating revenue for the nine months ended September 30, 2025 stood at 9,761 million, representing a decline of 59% compared to Rs. 23,836 million during the corresponding period last year. Cost of sales for this period totaled Rs. 8,032 million a decrease of 56% from Rs. 18,135 million incurred in the same period last year. Gross profit for the nine months ended September 30, 2025 decreased to Rs. 1,729 million, a decrease of Rs. 3,972 million compared to the corresponding period last year.

Distribution and administrative expenses totaled Rs. 391 million and Rs. 1,390 million respectively for the nine months ended September 30, 2025 compared to Rs. 382 million and Rs. 1,163 million for the same period last year. The loss before tax for the current period is Rs. 405 million as compared to profit before tax of Rs. 3,902 million in the corresponding period last year. Resultantly, the loss after tax for the reporting period is Rs. 270 million as compared to profit after tax of Rs. 2,369 million in the same period last year. The loss is primarily attributable to a significant decline

in sales volumes during the period under review, as explained above.

Loss per share for the nine months ended September 30, 2025 recorded at Rs. 4.65 compared to profit per share Rs. 40.87 for the same period last year.

The Company's annexed financial statements have been recommended by the Audit Committee of the Board and are authorized by the Board for placement on Company's website.

Future Outlook

Despite facing various challenges during the period under review, the Company remains cautiously optimistic about the closure of the year on a positive note. The anticipated support from the Green Tractor Scheme is expected to contribute positively to sales volumes in the last quarter. However, the ongoing conflict along the western border presents a potential risk to the continuity of our export operations to Afghanistan, with possible disruptions to the supply chain posing headwinds to the business in short term.

Nevertheless, the Board remains confident in the Company's long-term prospects. Strategic priorities continue to center on enhancing product quality, strengthening customer engagement, and reinforcing risk management frameworks to navigate evolving market dynamics. The Board affirms its confidence in the Company's resilience and strategic direction, maintaining a positive outlook for sustainable growth and long-term value creation for its stakeholders.



Proposal to Change Registered Office

The Board of Directors have proposed to change the Registered Office of the Company from Karachi to Lahore and consequent change in the Memorandum of Association for approval of the same in the upcoming Extraordinary General Meeting of the Members scheduled for November 04, 2025.

Acknowledgement

The Board would like to place on record its gratitude to all stakeholders, particularly our customers, dealers, vendors, and suppliers, for their unwavering commitment and continued support to the Company. The Board also acknowledges and appreciates the dedication and resilience demonstrated by leadership and all staff members in navigating the challenging business environment, while maintaining a steadfast focus on meeting the needs of our customers in alignment with the Company's long-term objectives.

On behalf of the Board of Directors

A handwritten signature in black ink, appearing to read 'Robert Ian McAllister'.

Robert Ian McAllister
Chairman of the Board

A handwritten signature in black ink, appearing to read 'Sakib Eltaff'.

Sakib Eltaff
Chief Executive Officer

October 24, 2025

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION


As at September 30, 2025 (Un-Audited)

	Note	(Un-audited) September 30, 2025 (Rupees in thousand)	(Audited) December 31, 2024
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	2,194,059	1,838,546
Intangible assets		344,547	451,160
Deferred tax asset		338,232	79,051
Long-term loans		2,171	2,355
Long-term deposits		15,107	13,864
		2,894,116	2,384,976
CURRENT ASSETS			
Inventories		6,870,104	5,764,333
Trade receivables		2,259,514	5,052,051
Loans and advances		1,105,580	984,688
Trade deposits and short-term prepayments		204,885	107,456
Interest accrued		-	344
Other receivables		76,224	49,327
Taxation - payments less provision		341,599	-
Refunds due from Government - sales tax net		5,489,716	5,041,760
Cash and bank balances		198,090	976,090
		16,545,712	17,976,049
TOTAL ASSETS		19,439,828	20,361,025
SHARE CAPITAL AND RESERVES			
Share capital		289,821	289,821
Unappropriated profit		8,637,315	8,907,092
		8,927,136	9,196,913
NON-CURRENT LIABILITIES			
Deferred staff benefits - compensated absences		160,145	102,052
Lease liability		22,442	31,476
Employee benefit obligations		101,609	58,763
		284,196	192,291
CURRENT LIABILITIES			
Trade and other payables		4,253,539	5,352,948
Customers' advances		52,071	490,732
Taxation - provision less payments		-	206,131
Unclaimed dividend		58,752	60,918
Unpaid dividend		2,416,858	2,416,858
Current portion of lease liability		17,303	14,943
Short-term financing		3,429,973	2,429,291
		10,228,496	10,971,821
TOTAL LIABILITIES		10,512,692	11,164,112
CONTINGENCIES AND COMMITMENTS	6		
TOTAL EQUITY AND LIABILITIES		19,439,828	20,361,025

The annexed notes 1 to 13 form an integral part of this condensed interim financial information.


Director


Chief Executive Officer


Chief Financial Officer

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

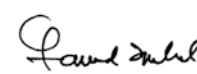
For the Third Quarter ended September 30, 2025 (Un-Audited)

		Quarter ended		Nine months ended	
	Note	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
(Rupees in thousand)					
Revenue from contracts with customers	7	2,034,063	6,295,040	9,760,751	23,835,560
Cost of sales	8	(1,657,548)	(4,533,759)	(8,032,243)	(18,134,702)
Gross profit		376,515	1,761,281	1,728,508	5,700,858
Distribution expenses		(121,291)	(184,664)	(390,835)	(382,148)
Administrative expenses		(431,301)	(427,693)	(1,389,776)	(1,162,521)
Charge for expected credit loss		-	-	(129,860)	-
Operating (loss) / profit		(176,077)	1,148,924	(181,963)	4,156,189
Other income		35,007	46,970	114,735	271,370
Other expenses		(72,908)	(21,396)	(90,494)	(257,417)
Finance costs		(85,121)	(107,833)	(247,636)	(266,249)
(Loss) / profit before income tax and levy		(299,099)	1,066,665	(405,358)	3,903,893
Levy - final tax		-	-	-	(2,226)
(Loss) / profit before income tax		(299,099)	1,066,665	(405,358)	3,901,667
Taxation		73,512	(433,216)	135,581	(1,532,745)
(Loss) / profit after taxation		(225,587)	633,449	(269,777)	2,368,922
Basic and diluted (loss) / earnings per share - Rupees	9	(3.89)	10.93	(4.65)	40.87

The annexed notes 1 to 13 form an integral part of this condensed interim financial information.


Director


Chief Executive Officer


Chief Financial Officer

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

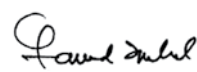
For the Third Quarter ended September 30, 2025 (Un-Audited)

Note	Quarter ended		Nine months ended	
	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
(Rupees in thousand)				
(Loss) / profit after taxation	(225,587)	633,449	(269,777)	2,368,922
Other comprehensive income:				
Items that will not be subsequently reclassified in profit or loss	-	-	-	-
Total comprehensive (loss) / income for the period	(225,587)	633,449	(269,777)	2,368,922

The annexed notes 1 to 13 form an integral part of this condensed interim financial information.


Director


Chief Executive Officer


Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

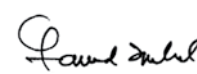
For the Third Quarter ended September 30, 2025 (Un-Audited)

	Share capital	Revenue reserves		Total
		General reserve	Unappropriated profit	
(Rupees in thousand)				
Balance as at January 1, 2025	289,821	-	8,907,092	9,196,913
Loss after tax for the nine months ended September 30, 2025	-	-	(269,777)	(269,777)
Other comprehensive income for the nine months ended September 30, 2025	-	-	-	-
	-	-	(269,777)	(269,777)
Balance as at September 30, 2025	289,821	-	8,637,315	8,927,136
Balance as at January 1, 2024	289,821	-	5,490,404	5,780,225
Profit after tax for the half year ended September 30, 2024	-	-	2,368,922	2,368,922
Other comprehensive income for the nine months ended September 30, 2024	-	-	-	-
	-	-	2,368,922	2,368,922
Balance as at September 30, 2024	289,821	-	7,859,326	8,149,147

The annexed notes 1 to 13 form an integral part of this condensed interim financial information.


Director


Chief Executive Officer


Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOWS

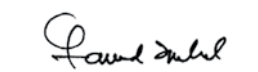
For the Third Quarter ended September 30, 2025 (Un-Audited)

		Nine months ended	
		September 30, 2025	September 30, 2024
	Note	(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash (used in) / generated from operations	10	(212,857)	(1,796,079)
Income tax and levy paid		(671,330)	(1,383,238)
Finance cost paid		(319,432)	(157,565)
Increase in long-term deposits		(1,243)	(404)
Increase / (decrease) in deferred staff benefits - compensated absences		58,093	(2,397)
Employee benefit obligations paid		-	(38,215)
Decrease / (increase) in long-term loans		184	(236)
Net cash outflow from operating activities		(1,146,585)	(3,378,134)
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to property, plant and equipment		(608,962)	(351,547)
Additions to intangible assets		(44,227)	(668,326)
Proceeds from disposal of property, plant and equipment		19,689	9,929
Return on bank deposits received		13,695	68,593
Net cash outflow from investing activities		(619,805)	(941,351)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		(2,166)	(3,450)
Short term borrowings obtained		1,000,682	2,976,143
Lease rentals paid		(10,126)	(3,119)
Net cash inflow from financing activities		988,390	2,969,574
		368,585	2,028,223
Net decrease in cash and cash equivalents		(778,000)	(1,349,911)
Cash and cash equivalents at beginning of the period		976,090	1,723,449
Cash and cash equivalents at end of the period		198,090	373,538

The annexed notes 1 to 13 form an integral part of this condensed interim financial information.


Director


Chief Executive Officer


Chief Financial Officer

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

For the Third Quarter ended September 30, 2025 (Un-Audited)

1. THE COMPANY AND ITS OPERATIONS

- 1.1** Al-Ghazi Tractors Limited (The Company) was incorporated in Pakistan under the Companies Act, 1913 (now Companies Act, 2017) as a public limited company in June, 1983 and is quoted on the Pakistan Stock Exchange. The Company is principally engaged in the manufacture and sale of agricultural tractors, implements and spare parts.

The Company is a subsidiary of Al-Futtaim Industries Company LLC, U.A.E and its ultimate parent is Al-Futtaim Holding Limited, U.A.E.

These condensed interim financial statements are presented in Pak Rupee which is the Company's functional and presentation currency and all amounts have been rounded off to nearest thousands unless otherwise indicated.

- 1.2** The geographical locations and addresses of the Company's business units, including plant are as under:

- The registered office of the Company is situated at Tractor House, 102-B, 16th East Street, DHA Phase I, Off. Korangi Road
- Corporate office situated at Askari Corporate Tower, Plot No. 75D, 76D LDA Scheme Gulberg III, District Lahore
- The assembling plant of the Company is situated at Sakhi Sarwar Road, P.O. Box 38, Dera Ghazi Khan
- The marketing centres of the Company are situated at:
 - J6CV - 58, Sheikhpura Road, Lahore
 - Plot No. 20, Industrial Estate, Near Mill No. 4, Multan
 - Plaza No. 4, 2nd Floor, Sector A, Jinnah Boulevard (East), DHA Phase II, Islamabad
 - House No. B-166, Sukkur Society, 100 FT Road, Opposite JS bank, Sukkur

- 1.3** There has been no change in the status of case pertaining to CCP as disclosed in the annual audited financial statements in note 1.3.

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- 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 the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

These condensed interim financial statements do not include all the information required to be contained in the annual financial statements and therefore should be read in conjunction with the annual audited financial statements for the year ended December 31, 2024.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

For the Third Quarter ended September 30, 2025 (Un-Audited)

2.2 Changes in accounting standards, interpretations and amendments to published accounting and reporting standards

a) Standards and amendments to approved accounting and reporting standards that are effective

There are certain amendments and interpretations to the accounting and reporting standards which are mandatory for the Company's annual accounting period which began on January 1, 2025. However, these do not have any significant impact on the Company's financial reporting.

b) Standards and amendments to approved accounting and reporting standards that are not yet effective

There are certain amendments and interpretations to the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after January 1, 2026. However, these will not have any impact on the Company's financial reporting and, therefore, have not been disclosed in these condensed interim financial statements.

3. MATERIAL ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual audited financial statements for the year ended December 31, 2024.

4. SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

Judgements and estimates made by the management in the preparation of these condensed interim financial statements are the same as those that were applied to annual audited financial statements for the year ended December 31, 2024.

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements for the year ended December 31, 2024.

(Un-audited)	(Audited)
September 30,	December 31,
2025	2024
(Rupees in thousand)	

5. PROPERTY, PLANT AND EQUIPMENT

Operating fixed assets	1,580,275	1,733,297
Capital work-in-progress	613,784	105,249
	2,194,059	1,838,546

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

For the Third Quarter ended September 30, 2025 (Un-Audited)

5.1 Additions to and disposals from property, plant and equipment during the period are as follows:

	Additions (at cost)		Disposals (at net book value)	
	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
(Rupees in thousand)				
Building	2,700	2,306	-	-
Plant and machinery	13,325	48,713	-	-
Furnitures and fixtures	11,871	60,022	-	114
Office equipment	2,280	-	111	-
Computer hardware	41,080	220,595	105	94
Vehicles	32,240	108,267	* 5,254	* 1,394
Factory equipment and tools	9,203	2,893	-	-
Total	112,699	451,796	5,470	1,602

* Includes assets disposed off having Nil net book value.

5.2 Additions to capital work in progress and intangibles are Rs. 500.62 million (December 31, 2024: Rs. 888.56 million) and Rs. 0.51 million (December 31, 2024: Rs. 9.18 million) respectively.

6. CONTINGENCIES AND COMMITMENTS

6.1 Contingency

There has been no significant change in the status of contingencies as reported in the preceding published half-yearly financial statements of the Company for the period ended June 30, 2025.

	(Un-audited) September 30, 2025	(Audited) December 31, 2024
	(Rupees in thousand)	
6.2 Commitments		
Capital expenditure	184,132	521,230
Outstanding letter of credits	810,012	3,232,682
Outstanding letter of guarantees	69,547	181,500

The facilities for opening of letters of credit and for guarantees as at September 30, 2025 amounts to Rs. 5,550 million (December 31, 2024: Rs. 5,550 million) out of which the amount unutilized was Rs. 4,670.44 million (December 31, 2024: Rs. 935.82 million).

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

For the Third Quarter ended September 30, 2025 (Un-Audited)

		(Un-audited) Nine months ended	
	Note	September 30, 2025	September 30, 2024
		(Rupees in thousand)	
7. REVENUE FROM CONTRACT WITH CUSTOMERS			
Tractors		11,307,807	24,111,709
Trading goods and others		254,685	202,244
		11,562,492	24,313,953
Less: Commission and discounts		(418,442)	(456,067)
Sales tax	7.1	(1,383,299)	(22,326)
		9,760,751	23,835,560

7.1 As per the Finance Act, 2024, the sale of tractors became a taxable supply at 10% and subsequently through SRO 1643 (1) of October 2024 the rate was increased to 14%.

		(Un-audited) Nine months ended	
		September 30, 2025	September 30, 2024
		(Rupees in thousand)	
8. COST OF SALES			
Cost of goods manufactured		9,525,578	18,858,909
Opening stock of finished goods		535,641	945,811
Closing stock of finished goods		(2,165,079)	(1,776,209)
Cost of manufactured goods sold		7,896,140	18,028,511
Cost of trading goods and others sold		136,103	106,191
		8,032,243	18,134,702
9. EARNINGS PER SHARE			
(Loss) / profit after taxation attributable to ordinary shareholders		(269,777)	2,368,922
Weighted average number of shares in issue during the period		57,964	57,964
Basic and diluted (loss) / earnings per share - Rupees		(4.65)	40.87

There were no convertible dilutive potential ordinary shares in issue as at September 30, 2025 and 2024.

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

For the Third Quarter ended September 30, 2025 (Un-Audited)

	(Un-audited) Nine months ended	
	September 30, 2025	September 30, 2024
	(Rupees in thousand)	
10. CASH GENERATED FROM OPERATIONS		
(Loss) / profit before income tax and levy	(405,358)	3,903,893
Add / (less): Adjustments for non-cash charges and other items		
Depreciation and amortisation	399,144	216,370
Gain on disposal of property, plant and equipment	(14,544)	(9,929)
Return on bank deposits	(13,351)	(65,222)
Interest on lease liability	3,452	(2,129)
Mark up on running finance	241,100	265,105
Provision for slow moving and obsolete inventories	82,884	(39,809)
Provision for gratuity	42,847	27,988
Provision against doubtful receivables	129,860	-
	466,034	4,296,267
Effect on cash flow due to working capital changes		
Decrease / (increase) in current assets		
Inventories	(1,188,655)	(1,917,660)
Trade receivables	2,662,677	(1,870,915)
Loans and advances	(120,892)	(2,991,043)
Trade deposits and short-term prepayments	(97,429)	280,893
Other receivables	(26,897)	(51,067)
Refunds due from Government	(447,956)	(1,478,667)
	780,848	(8,028,459)
(Decrease) / increase in current liabilities		
Trade and other payables	(1,021,078)	1,617,148
Customers' advances	(438,661)	318,965
	(678,891)	(6,092,346)
Cash (used in) / generated from operations	(212,857)	(1,796,079)

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

For the Third Quarter ended September 30, 2025 (Un-Audited)

11. TRANSACTIONS WITH RELATED PARTIES

Significant transactions between the Company and the related parties during the period are as follows:

Relationship	Nature of transactions	(Un-audited) Nine months ended	
		September 30, 2025	September 30, 2024
		(Rupees in thousand)	
i. Holding company	Dividend paid	-	-
	License fee charge	309,161	-
	License fee paid	180,666	-
ii. Associate Company			
CNH Industrial N.V.	Royalty charge	81,199	190,581
(formerly CNH Global N.V)	Royalty paid	209,843	-
iii. Other related parties			
Al-Ghazi Tractors Limited			
Staff Provident Fund	Contribution paid	64,253	58,779
Al-Ghazi Tractors Limited			
Employees' Gratuity Fund	Contribution paid	-	70,388

12. CORRESPONDING FIGURES

Corresponding figures have been re-arranged and reclassified, wherever necessary, for the purpose of comparison and better presentation the effect of which is immaterial to the financial statements.

13. DATE OF AUTHORISATION FOR ISSUE

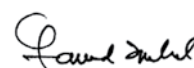
These condensed interim financial statements were authorised for issue on October 24, 2025 by the Board of Directors.



Director



Chief Executive Officer



Chief Financial Officer



www.alghazitractors.com



Tractor House

Plot No.102-B, 16th East Street,
DHA Phase-1, Off. Korangi Road,
Karachi, Pakistan