



GOING FURTHER
TOGETHER



QUARTERLY & HALF YEARLY
FINANCIAL STATEMENTS
(UNAUDITED)
DECEMBER 31, 2025

بِسْمِ اللَّهِ الرَّحْمَنِ الرَّحِيمِ

In the Name of Allah, the Most Gracious, the Most Merciful



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VISION

Dynamic, Quality Conscious and Ever Progressive

MISSION

- To be market leader in providing safe, economical, durable, comfortable and environment friendly means of transportation of international quality at competitive prices.
- To achieve market leadership in automotive wheel-rims of all types and sizes.
- Grow through innovation of new products.
- Give higher return to the stakeholders.

CORPORATE STRATEGY

Achieve optimal performance in production and sale; continuously add value added products at competitive prices by maintaining quality as core element; focus on customers' satisfaction regarding sale, spares and service; explore new markets and enhance customer base; ensure right usage of company's resources; create employment opportunities; protect the interest of stakeholders; and be a part of the country's development.

COMPANY INFORMATION

BOARD OF DIRECTORS

Mrs. Saira Asad Hameed
Chairperson / Non-Executive Director

Mr. Mian Asad Hameed
Chief Executive

Mr. Saeed Iqbal Khan
Executive Director

Mr. Mian Muhammad Ali Hameed
Executive Director

Mrs. Sana Suleyman
Non-Executive Director

Mr. Humza Amjad Wazir
Non-Executive Director

Mr. Umair Ejaz
Independent Director

Mr. Taha Mahmood
Independent Director

Mr. Muhammad Omer Saeed
Independent Director

AUDIT COMMITTEE

Mr. Umair Ejaz (Chairman)
Mr. Taha Mahmood (Member)
Mrs. Sana Suleyman (Member)
Mr. Arshad Mahmood (Secretary)

RISK MANAGEMENT COMMITTEE

Mr. Umair Ejaz (Chairman)
Mr. Taha Mahmood (Member)
Mr. Mian Muhammad Ali Hameed
(Member)
Mr. Arshad Mahmood (Secretary)

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Taha Mahmood (Chairman)
Mr. Mian Asad Hameed (Member)
Mr. Humza Amjad Wazir (Member)
Mr. Umair Ejaz (Member)
Mr. Arshad Mahmood (Secretary)

NOMINATION COMMITTEE

Mr. Mian Asad Hameed (Chairman)
Mr. Humza Amjad Wazir (Member)
Mr. Saeed Iqbal Khan (Member)
Mr. Arshad Mahmood (Secretary)

SUSTAINABILITY COMMITTEE

Mr. Muhammad Omer Saeed (Chairman)
Mr. Umair Ejaz (Member)
Mrs. Sana Suleyman (Member)
Mr. Arshad Mahmood (Secretary)

COMPANY SECRETARY

Mr. Arshad Mahmood – FCA

CHIEF FINANCIAL OFFICER

Mr. Muhammad Atif Rao

AUDITORS

Crowe Hussain Chaudhury & Co.
Chartered Accountants

CREDIT RATING

Medium to Long term rating: **A**
Short term rating: **A1**

REGISTERED OFFICE

88 - Ali Town Thokar Niaz Baig,
Raiwind Road, Lahore, Pakistan.
www.sazgarautos.com

SHARE REGISTRAR

Corp Tec Associates (Pvt.) Limited
503-E, Johar Town, Lahore.
Ph: +92-42-35170336-37
Fax: +92-42-35170338

FACTORY

Three-Wheeler Plant:

18-KM Raiwind road, Lahore, Pakistan.
Ph: +92-42-35330300-2,
Fax: +92-42-35330329

Four-Wheeler Plant:

Maghrabi Tanki-1, Link Road, near Ijtimah
Chowk, Sundar-Raiwind Road, Raiwind,
Lahore, Pakistan.
Ph: +92-42-35398671-74,
Fax: +92-42-35398676

BANKERS

Meezan Bank Limited	MCB Islamic Bank Limited	Bank Islami Pakistan Limited
Faysal Bank Limited	Bank AL Habib Limited	Askari Bank Limited
Habib Bank Limited	National Bank of Pakistan	Bank Alfalah Limited
Habib Metropolitan Bank Limited	The Bank of Punjab – Taqwa Islamic	Dubai Islamic Bank Pakistan Limited
United Bank Limited - Ameen	Al Baraka Bank Pakistan Limited	Allied Bank Limited
The Bank of Khyber – Islamic Banking	Soneri Bank Limited	

ڈائریکٹرز کا جائزہ

آپ کی کمپنی کے ڈائریکٹرز 31 دسمبر 2025 تک مکمل ہونے والی دوسری سرمایہ اور ششماہی کے لئے کمپنی کے معاملات پر بخوشی اپنا جائزہ پیش کرتے ہیں۔

معیشت:

زیر جائزہ مدت کے دوران معیشت کے اشاریوں میں بہتری جاری ہے۔ بڑھتی ہوئی رفتار صنعتی، زرعی اور خدمات کے شعبوں میں بحالی کی وجہ سے ہے۔ ای ایف ایف اور آرائس ایف کے تحت آئی ایم ایف سے 1.20 ارب امریکی ڈالر کی رقم کی وصولی، مسلسل ترسیلات زر کی منتقلی اور برآمدی آمدنی نے غیر ملکی زرمبادلہ کے ذخائر کی سطح 21.01 ارب امریکی ڈالر (دسمبر 2024: 16.41 ارب امریکی ڈالر) حاصل کرنے میں مدد دی، جو ایک سال کے عرصے میں فاریکس کی سطح میں نمایاں اضافہ ظاہر کرتا ہے۔ پاکستانی روپیہ مضبوط غیر ملکی زرمبادلہ کے ذخائر کی وجہ سے مستحکم رہا۔ مہنگائی کم ہونے کے رجحان کی بدولت اسٹیٹ بینک آف پاکستان نے پالیسی شرح سود کو معمولی طور پر 11 فی صد سے کم کر کے 10.50 فی صد کر دیا۔ مزید برآں، فیڈرل بورڈ آف ریونیو (FBR) نے مالی سال 2025-26 کے پہلے نصف میں 16,154 ارب روپے کی خالص ٹیکس وصولی ریکارڈ کی، جو گزشتہ سال کے اسی عرصے کے مقابلے میں 9.42 فی صد اضافہ ظاہر کرتی ہے۔

مندرجہ بالا بہتری کے باوجود موجودہ مالی سال 2025-26 کے جولائی تا نومبر عرصہ کے دوران غیر ملکی براہ راست سرمایہ کاری (FDI) میں 25.93 فی صد کی کمی آئی ہے جو 1.242 ارب امریکی ڈالر سے کم ہو کر 0.92 ارب امریکی ڈالر ہو گئی ہے، ایشیا اور خدمات پر تجارتی خسارہ 11.079 ارب امریکی ڈالر سے بڑھ کر 14.085 ارب امریکی ڈالر ہو گیا ہے اور کرنٹ اکاؤنٹ نے پچھلے سال کے اسی عرصہ کے 0.503 ارب امریکی ڈالر کے سرپلس کے مقابلے میں اب 0.812 ارب امریکی ڈالر کا خسارہ دکھایا ہے۔

آؤٹسکیر:

آؤٹسکیر نے مالی سال 2025-26 کے پہلے نصف میں نمایاں ترقی کی ہے جس کی بنیادی وجہ معاشی حالات میں استحکام، کم شرح سود اور صارفین کے اعتماد میں بہتری ہے۔ مجموعی طور پر، آؤٹسکیر نے فروخت کے حجم میں 32.21 فی صد کی شرح نمو دکھائی ہے جو پچھلے سال 28.42 فی صد تھی۔ فورویئرڈ لے سیگمنٹ (ٹریڈرز و کوچوز) میں 47.03 فی صد (31 دسمبر 2024: 54.82 فی صد) کی شرح نمو ریکارڈ کی گئی، جبکہ ٹو ویلز اور تھری ویلز وول لے سیگمنٹ میں بالترتیب 32.94 فی صد اور 6.23 فی صد اضافہ ہوا (31 دسمبر 2024: 27.68 فی صد اور 94.94 فی صد)۔ تاہم، ٹریڈرز سیگمنٹ میں 25.68 فی صد کی کمی آئی (31 دسمبر 2024: 25.69 فی صد)۔ (ماخذ: PAMA) آؤٹسکیر کی ترقی کاڑیوں کی بڑھتی ہوئی طلب کی عکاسی کرتی ہے، جو ملک کی مجموعی معاشی ترقی میں نمایاں کردار ادا کرے گی۔

کمپنی کی مالی کارکردگی:

اللہ تعالیٰ کے فضل سے موجودہ مالی سال 2025-26 (جولائی تا دسمبر) کی دوسری سرمایہ اور مجموعی طور پر ششماہی کے دوران، کمپنی نے اس مدت میں اپنی سب سے زیادہ فروخت حاصل کی ہے۔

دوسری سرمایہ کے دوران، مجموعی فروخت 85.29 فی صد اضافہ کے ساتھ پچھلے مالیاتی سال کی دوسری سرمایہ کے مقابلے میں 18.36 ارب روپے سے بڑھ کر 34.02 ارب روپے ہو گئی ہے، مجموعی منافع 57.97 فی صد اضافہ کے ساتھ 5.21 ارب روپے سے بڑھ کر 18.23 ارب روپے ہو گیا ہے، اور قبل از ٹیکس منافع 56.16 فی صد اضافہ کے ساتھ 4.22 ارب روپے سے بڑھ کر 6.59 ارب روپے ہو گیا ہے۔

اس سال کی ششماہی کے دوران مجموعی فروخت 51.80 فی صد اضافہ کے ساتھ پچھلے مالیاتی سال کی ششماہی کے مقابلے میں 44.69 ارب روپے سے بڑھ کر 67.85 ارب روپے ہو گئی ہے، مجموعی منافع 30.55 فی صد اضافہ کے ساتھ 12.83 ارب روپے سے بڑھ کر 16.75 ارب روپے ہو گیا ہے، اور قبل از ٹیکس منافع 27.68 فی صد اضافہ کے ساتھ 10.84 ارب روپے سے بڑھ کر 13.84 ارب روپے ہو گیا ہے اور آمدنی فی حصص 109.60 روپے سے بڑھ کر 139.64 روپے ہو گئی ہے۔ موجودہ ششماہی کی مجموعی فروخت میں فورویئر 63.51 ارب روپے (2024: 40.01 ارب روپے) تھری ویلز 3.95 ارب روپے (2024: 4.29 ارب روپے) اور ٹریڈرز ویلز 0.38 ارب روپے (2024: 0.39 ارب روپے) کی فروخت شامل ہے۔

فورویئر تھری وبلر اور ریکٹرول ریز کی پیداوار کا خلاصہ ذیل میں دیا گیا ہے:-

تفصیل	ایف اے / چائٹ	دوسری سہ ماہی 2025-26	دوسری سہ ماہی 2024-25	پرومیزی (کی) فی صد	ششماہی 2025-26	ششماہی 2024-25	پرومیزی (کی) فی صد
فورویئر	نمبر	3,899	2,808	38.85 فی صد	5,527	39.32 فی صد	
تھری وبلر	نمبر	6,045	6,906	12.47 فی صد	12,829	6.84 فی صد	
ٹریکٹر وبلر	نمبر	12,414	14,100	11.96 فی صد	23,047	3.84 فی صد	

عبوری منافع مقسمہ:

آپ کی کمپنی کے ڈائریکٹرز - 15 روپے فی حصص یعنی 150 فی صد دوسرے عبوری نقد منافع مقسمہ کا بخوشی اعلان کرتے ہیں۔ یہ پہلے 150 فی صد عبوری نقد منافع کے علاوہ ہے۔

ایوارڈز اور اعزازات:

اللہ تعالیٰ کے فضل سے، آپ کی کمپنی کی کارپوریٹ گورننس اور شفافیت میں بہترین کارکردگی کے عزم کو اعلیٰ سطح پر تسلیم کیا گیا ہے:

(PSX) پی ایس ایکس ٹاپ 25 کمپنیز ایوارڈ:

کمپنی نے 2024 کے بہترین ٹاپ 25 کمپنیز ایوارڈ میں پانچویں پوزیشن حاصل کی، جس کا پاکستان اسٹاک ایکسچینج (پی ایس ایکس) نے ٹاپ کمپنیوں کے انتخاب کے معیار کے مطابق حاصل کردہ اسکور کی بنیاد پر اعلان کیا۔

بہترین کارپوریٹ رپورٹ ایوارڈز:

انجینئرنگ اور آؤٹسکیر میں کمپنی کی رپورٹنگ کے معیار کے اعتراف میں، کمپنی کو اس کی سالانہ رپورٹ 2024 کے لیے سرٹیفکیٹ آف میرٹ سے نوازا گیا۔ یہ ایوارڈ آئی سی ٹی ٹیوٹ آف چارٹرڈ اکاؤنٹنٹس آف پاکستان (ICAP) اور انسٹی ٹیوٹ آف کاسٹ اینڈ مینجمنٹ اکاؤنٹنٹس آف پاکستان (ICMAP) کی مشترکہ جانب سے پیش کیا گیا۔

بہترین پائیداری رپورٹ ایوارڈز:

ماحولیاتی اور سماجی ذمہ داری کے لیے کمپنی کی وابستگی کو مد نظر رکھتے ہوئے ICAP اور ICMAP کی جانب سے کمپنی نے اپنی پائیداری رپورٹ 2024 کے لیے سرٹیفکیٹ آف میرٹ بھی وصول کیا۔

مستقبل پر نقطہ نظر:

پاکستان کی معیشت آنے والے مہینوں میں اپنی مثبت رفتار برقرار رکھنے کی توقع رکھتی ہے، جس کا حصول صنعتی ترقی اور مینڈیکرو اکٹا تک انتظام سے ہے جو کہ مالی نظم و ضبط، سخت مالیاتی پالیسی اور سرمایہ کاری کو راغب کرنے اور ذخائر بنانے کے لیے ساختی اصلاحات پر مشتمل ہوں، جس سے ایک مضبوط معیشت تشکیل ہوگی۔

آؤٹسکیر مالی سال 2025-26 کے دوسرے نصف میں کچھ خطرات اور مواقع کے ساتھ اپنی ترقی کی سمت برقرار رکھنے کی توقع رکھتا ہے۔ آؤٹ پالیسی 2021-2016 کے تحت نیو انٹرپرائسز والوں کو دی جانے والی رعایتیں 30 جون 2026 کو ختم ہو رہی ہیں۔ نئی آؤٹ پالیسی (2026-31) حکومت کے زیر غور ہے اور توقع ہے کہ آنے والے ادوار میں متعارف کروائی جائے گی۔ اس شعبے میں نیو انٹرپرائسز (NEV)

کی لانچر میں اضافہ ہو رہا ہے کیونکہ اسمبلر زچہ ہا بھرڈ اور الیکٹریک ماڈلز متعارف کروا رہے ہیں۔ اگرچہ یہ مقابلہ کو بڑھاتا ہے، لیکن صارفین کے انتخاب کو بھی وسیع کرتا ہے۔ تاہم، استعمال شدہ گاڑیوں کی درآمدات میں نرمی، جو مالی سال 2025-26 میں 40 فی صد ریگولیٹری ڈیوٹی کے تابع ہے مقامی طور پر تیار شدہ گاڑیوں کی تعداد کے لیے چیلنجز پیدا کر سکتی ہے کیونکہ محصولات سالانہ بنیادوں پر کم کیے جائیں گے۔

آپ کی کمپنی بدلتی ہوئی مارکیٹ کی ضروریات کے مطابق خود کو ڈھالنے میں فعال رہتی ہے۔ زیر جائزہ عرصے کے بعد، کمپنی نے 26 جنوری 2026 سے "TANK - 500" ہا بھرڈ (HEV) اور پلگ ان ہا بھرڈ (PHEV) دونوں اقسام کے لیے بلیک شروع کرنے کا اعلان کیا۔ کمپنی ان اعلیٰ کارکردگی والے ہا بھرڈ کے لیے اچھے مارکیٹ رد عمل کی توقع کرتی ہے۔

مزید برآں، پتھری وہیلر سیکٹور کی بحالی اور برقی ہوئی رفتار حاصل ہونے کی توقع ہے جو کمپنی کی فروخت اور منافع میں نمایاں اضافہ کرے گا۔

NEVs پر اسٹرٹیجک توجہ اور مقامی اسمبلی میں مسلسل سرمایہ کاری کے ساتھ، کمپنی پائیدار مارکیٹ پوزیشن حاصل کرنے اور اپنے سٹریٹجی ہولڈرز کو طویل مدتی قدر فراہم کرنے کی صلاحیت پر اعتماد رکھتی ہے۔

ڈائریکٹرز کمپنی کے ملازمین کی انتھک کوششوں، ٹیم ورک اور گن جس کا اظہار انہوں نے موجودہ عرصہ کے دوران کیا ہے، کے شکر گزار ہیں۔ وہ اپنے معزز ذہن داران، گاہکوں، سپلائرز اور مالی اداروں کے کمپنی کے ساتھ مسلسل تعاون کرنے پر بھی شکر گزار ہیں۔

لاہور

مورخہ 27 جنوری 2026

بورڈ آف ڈائریکٹرز کی جانب سے


سید اقبال خان
ڈائریکٹر


میاں اسد جید
چیف ایگزیکٹو

DIRECTORS' REVIEW

The directors of your Company are pleased to present their review on the affairs of the Company for the 2nd quarter and half year ended December 31, 2025:

THE ECONOMY:

The economy continues to register an improvement in economic indicators during the period under review. The growing momentum is driven by the recovery in industrial, agricultural and service sectors. Constant Workers' remittances, export proceeds and disbursement of funds of US \$ 1.20 billion from IMF under EFF and RSF supported to achieve the foreign exchange reserves level of US\$ 21.01 billion (December 2024: US\$ 16.41 billion), showing a significant increase in forex level over a period of one year. Pak Rupee remained stable due to strengthened foreign exchange reserves. In response to easing inflationary trend, the SBP marginally reduced the policy rate from 11% to 10.50%. Furthermore, the Federal Board of Revenue (FBR) recorded a net tax collection of PKR 6,154 billion during the first half of FY 2025-26, reflecting a 9.42% growth over the same period of last year.

Despite of the above improvements, Foreign Direct Investment (FDI) has dropped by 25.93% from US\$ 1.242 billion to 0.92 billion, the trade deficit on goods and services has significantly widened from US\$ 11.079 billion to US\$ 14.085 billion and the current account has shown a deficit of US\$ 0.812 billion compared to a surplus of US\$ 0.503 billion during the period July-November of current financial year 2025-26 compared with the corresponding period of last financial year.

AUTO SECTOR:

The auto sector has witnessed a significant growth during first half of financial year 2025-26, mainly attributed to stabilization in economic conditions, lower interest rates and improvement in consumer confidence. Overall, the auto sector has demonstrated a growth rate of 32.21% in sales volume compared to a 28.42% in the previous year. The four-wheeler segment (excluding tractors) recorded a growth of 47.03% (December 31, 2024: 54.82%), while the two-wheeler and three-wheeler segments grew by 32.94% and 6.23%, respectively (December 31, 2024: 27.68% & 94.94%). However, the tractor segment experienced a decline of 25.68% (December 31, 2024: -25.69%). (Source: PAMA). The auto sector's growth reflects a rising demand for vehicles, which will contribute significantly to overall economic growth of the country.

COMPANY'S FINANCIAL PERFORMANCE:

By the Grace of Almighty Allah, during the second quarter and cumulatively six months of the current financial year 2025-26 (July-December), the Company has achieved its highest-ever sales for the period.

During the 2nd quarter, the sales have increased by 85.29% from PKR 18.36 billion to PKR 34.02 billion, gross profit by 57.97% from PKR 5.21 billion to PKR 8.23 billion and pre-tax profit by 56.16% from PKR 4.22 billion to PKR 6.59 billion as compared with the corresponding period of last year.

The half year sales have increased by 51.80% from PKR 44.69 billion to PKR 67.85 billion, gross profit by 30.55% from PKR 12.83 billion to PKR 16.75 billion and pre-tax profit by 27.68% from PKR 10.84 billion to PKR 13.84 billion and earnings per share from PKR 109.60 to PKR 139.64 as compared with the corresponding period of last year. The current half year sale is comprised of PKR 63.51 billion (2024: PKR 40.01 billion) of Four Wheelers, PKR 3.95 billion (2024: PKR 4.29 billion) of Three Wheelers and PKR 0.38 billion (2024: PKR 0.39 billion) of tractor wheel rims.

The summary of production of four wheelers, three wheelers and tractor wheel rims is given below:

Description	U/M	Second Quarter 2025-26	Second Quarter 2024-25	Increase / (Decrease) %	Half Year 2025-26	Half Year 2024-25	Increase / (Decrease) %
Four Wheeler	No.	3,899	2,808	38.85%	7,700	5,527	39.32%
Three Wheeler	No.	6,045	6,906	(12.47%)	11,952	12,829	(6.84%)
Tractor Wheel Rims	No.	12,414	14,100	(11.96%)	22,163	23,047	(3.84%)

INTERIM CASH DIVIDEND:

The Directors of your company are pleased to declare 2nd interim cash dividend of Rs. 15/- per ordinary share i.e. 150%. This is in addition to the 1st interim cash dividend of 150%.

AWARDS AND RECOGNITION:

By the Grace of Almighty Allah, your Company's commitment to excellence in corporate governance and transparency has been recognized at the highest levels:

- **PSX Top 25 Companies Award:** The Company secured a 5th position in the prestigious **Top 25 Companies Award** for 2024, announced by the **Pakistan Stock Exchange (PSX)** on the basis of score obtained as per criteria for selection of Top Companies.
- **Best Corporate Report Awards:** In recognition of company's reporting quality within the **Engineering & Auto sector**, the Company was honored with a **Certificate of Merit** for its Annual Report 2024. This award was presented jointly by the Institute of Chartered Accountants of Pakistan (**ICAP**) and the Institute of Cost and Management Accountants of Pakistan (**ICMAP**).
- **Best Sustainability Report Awards:** Demonstrating our dedication to environmental and social responsibility, the Company also received a **Certificate of Merit** for its **Sustainability Report 2024** from ICAP and ICMAP.

FUTURE OUTLOOK:

Pakistan's economy is expected to maintain its positive momentum in the coming months, driven by industrial growth and prudent macroeconomic management involving fiscal discipline, tight monetary policy and structural reforms to attract investment and build reserves, creating a resilient economy.

The auto sector is projected to maintain its trajectory of growth in the second half of financial year 2025-26 with certain risks and opportunities. The concessions allowed to new entrants under Auto Policy 2016-21 are ending on June 30, 2026. The new auto policy (2026-31) is under consideration by the Government which is expected to introduce in the periods to come. The sector is witnessing a surge in **New Energy Vehicle (NEV)** launches as assemblers introduce advanced hybrid and electric models. While this intensifies competition, it also broadens consumer choice. However, the relaxation of **used car imports**—subject to a **40% regulatory duty** in FY 2025-26—may pose challenges to the volumes of locally produced vehicles as duties are phased down annually.

Your Company remains proactive in adapting to evolving market demands. Subsequent to the period under review, the Company announced the commencement of bookings for the “TANK-500” in both Hybrid (HEV) and Plug-in Hybrid (PHEV) variants starting January 26, 2026. The Company anticipates a good market response to these high-performance models.

Furthermore, Three-Wheeler segment is expected to recover and achieve its growing momentum, contributing substantially to the Company's sales and profitability.

With a strategic focus on NEVs and continued investment in local assembly, the Company remains confident in its ability to secure a sustainable market position and deliver long-term value to its shareholders.

The directors would like to place on record their appreciation for the untiring efforts, teamwork and dedication shown by the company's employees during the period under review. They would also like to express their gratitude to the valued shareholders, customers, suppliers and financial institutions for their co-operation, constant support and trust on the Company.

For and on behalf of the Board

Lahore

Dated: 27-01-2026


MIAN ASAD HAMEED
CHIEF EXECUTIVE


SAEED IQBAL KHAN
DIRECTOR



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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF SAZGAR ENGINEERING WORKS LIMITED

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **SAZGAR ENGINEERING WORKS LIMITED** ("the Company") as at December 31, 2025 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the condensed interim financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for the financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

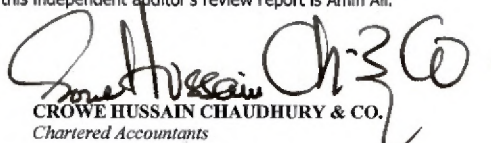
Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

Pursuant to the requirement of Section 237(1)(b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the Company. Accordingly, the figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the three months period ended December 31, 2025 have not been reviewed by us.

The engagement partner on the audit resulting in this independent auditor's review report is Amin Ali.

Lahore
Dated: January 27, 2026
UDIN: RR2025100511U4b17vpH


CROWE HUSSAIN CHAUDHURY & CO.
Chartered Accountants

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CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

AS AT DECEMBER 31, 2025

		Un-audited December 31, 2025	Audited June 30, 2025
	Note	Rupees	Rupees
EQUITY AND LIABILITIES			
Share Capital and Reserves			
Authorized share capital	4	1,000,000,000	1,000,000,000
Issued, subscribed and paid-up share capital	5	604,459,640	604,459,640
Capital reserve - share premium		557,406,192	557,406,192
Revenue reserve - unappropriated profit		28,870,788,302	22,545,831,628
Shareholders' Equity		30,032,654,134	23,707,697,460
Non Current Liabilities			
Diminishing musharakah financing		28,125,012	49,825,282
Deferred tax Liability		176,257,691	203,778,448
Post employment benefits		762,630,180	689,751,270
		967,012,883	943,355,000
Current Liabilities			
Trade and other payables		32,346,123,905	16,380,112,157
Dividend payable / unclaimed		34,220,693	22,228,966
Profit Payable		305,493,336	134,718,125
Short term borrowings		3,315,856,851	-
Current portion of non-current liabilities		58,318,136	114,469,094
Taxation - net		-	434,275,876
		36,060,012,921	17,085,804,218
Contingencies and Commitments	6	-	-
Total Equity and Liabilities		67,059,679,938	41,736,856,678
ASSETS			
Non Current Assets			
Property, plant and equipment	7	9,815,451,585	7,939,921,844
Intangible assets	8	28,439	62,564
Long term loans to employees		90,199,143	74,167,676
Long term deposits		12,090,470	8,990,470
		9,917,769,637	8,023,142,554
Current Assets			
Stores, spares and loose tools		110,382,361	63,066,066
Stock-in-trade		27,677,770,717	14,227,879,268
Trade debts		167,565,036	111,137,653
Loans, advances, deposits, prepayments and other receivables		3,959,714,131	2,715,138,956
Cash and bank balances		25,226,478,056	16,596,492,181
		57,141,910,301	33,713,714,124
Total Assets		67,059,679,938	41,736,856,678

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.


MIAN ASAD HAMEED
CHIEF EXECUTIVE


SAEED IQBAL KHAN
DIRECTOR


MUHAMMAD ATIF RAO
CHIEF FINANCIAL OFFICER

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

FOR THE SECOND QUARTER AND HALF YEAR ENDED DECEMBER 31, 2025

	Note	Second Quarter Ended		Half Year Ended	
		Oct - Dec 2025	Oct - Dec 2024	December 31, 2025	December 31, 2024
		Rupees	Rupees	Rupees	Rupees
Sales - net	9	34,021,274,878	18,362,661,302	67,845,860,924	44,694,655,327
Cost of sales	10	(25,793,977,321)	(13,156,343,702)	(51,097,135,990)	(31,867,700,528)
Gross profit		8,227,297,557	5,206,317,600	16,748,724,934	12,826,954,799
Distribution and marketing costs		(1,469,529,456)	(767,972,570)	(2,433,590,871)	(1,508,012,813)
Administrative expenses		(258,845,212)	(135,453,319)	(465,327,712)	(258,436,001)
Other operating expenses		(493,481,617)	(321,380,140)	(1,035,616,440)	(809,414,813)
		(2,221,856,285)	(1,224,806,029)	(3,934,535,023)	(2,575,863,627)
Operating Profit		6,005,441,272	3,981,511,571	12,814,189,911	10,251,091,172
Other income		708,837,609	332,826,851	1,222,562,423	736,215,613
Finance cost		(120,246,509)	(92,356,483)	(199,472,249)	(149,811,660)
		588,591,100	240,470,368	1,023,090,174	586,403,953
Profit before Levy and Taxation		6,594,032,372	4,221,981,939	13,837,280,085	10,837,495,125
Levy / final taxation		-	(496,699)	-	(946,969)
Profit before Taxation		6,594,032,372	4,221,485,240	13,837,280,085	10,836,548,156
Taxation	11	(2,570,479,351)	(1,813,779,092)	(5,396,714,671)	(4,211,347,525)
Net Profit after taxation for the period from continuing operations		4,023,553,021	2,407,706,148	8,440,565,414	6,625,200,631
Net loss after taxation for the period from discontinued operations			(23,287)	-	(44,492)
Net profit for the period		4,023,553,021	2,407,682,861	8,440,565,414	6,625,156,139
Earnings / (Loss) per share - basic and diluted					
Continuing operations		66.56	39.83	139.64	109.60
Discontinued operations		-	(0.00)	-	(0.00)
Earnings per share - basic and diluted	12	66.56	39.83	139.64	109.60

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.


MIAN ASAD HAMEED
CHIEF EXECUTIVE


SAEED IQBAL KHAN
DIRECTOR


MUHAMMAD ATIF RAO
CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF
COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE SECOND QUARTER AND HALF YEAR ENDED DECEMBER 31, 2025

	Oct - Dec 2025	Oct - Dec 2024	December 31, 2025	December 31, 2024
	Rupees	Rupees	Rupees	Rupees
Net Profit for the period	4,023,553,021	2,407,682,861	8,440,565,414	6,625,156,139
Other comprehensive income for the period	-	-	-	-
Total Comprehensive Income for the period	4,023,553,021	2,407,682,861	8,440,565,414	6,625,156,139

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.


MIAN ASAD HAMEED
CHIEF EXECUTIVE


SAEED IQBAL KHAN
DIRECTOR


MUHAMMAD ATIF RAO
CHIEF FINANCIAL OFFICER

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

FOR THE HALF YEAR ENDED DECEMBER 31, 2025

Particulars	Share Capital	Capital reserve Share premium	Revenue reserve Un-appropriated profit	Total
	Rupees	Rupees	Rupees	Rupees
Balance as at June 30, 2024 - Audited	604,459,640	557,406,192	8,942,220,855	10,104,086,687
Transaction with owner, recognize directly in equity - distributions				
Final cash dividend for the year ended June 30, 2024 at the rate of Rs 12 (120%) per share	-	-	(725,351,568)	(725,351,568)
Interim dividend for the year ended June 30, 2025 at the rate of Rs 10 (100%) per share	-	-	(604,459,640)	(604,459,640)
Total transaction with owner, recognized directly in equity - distributions	-	-	(1,329,811,208)	(1,329,811,208)
Comprehensive income for the period				
Net profit for the period	-	-	6,625,156,139	6,625,156,139
Other comprehensive income / (loss)	-	-	-	-
Total comprehensive income for the period ended December 31, 2024	-	-	6,625,156,139	6,625,156,139
Balance as at December 31, 2024 - unaudited	604,459,640	557,406,192	14,237,565,786	15,399,431,618
Balance as at June 30, 2025 - Audited	604,459,640	557,406,192	22,545,831,628	23,707,697,460
Transaction with owner, recognize directly in equity - distributions				
Final cash dividend for the year ended June 30, 2025 at the rate of Rs. 20 (200%) per share	-	-	(1,208,919,280)	(1,208,919,280)
1st Interim cash dividend for the year ended June 30, 2026 at the rate of Rs 15 (150%) per share	-	-	(906,689,460)	(906,689,460)
Total transaction with owner, recognized directly in equity - distributions	-	-	(2,115,608,740)	(2,115,608,740)
Comprehensive income for the period				
Net profit for the period	-	-	8,440,565,414	8,440,565,414
Other comprehensive income / (loss)	-	-	-	-
Total comprehensive income for the period ended December 31, 2025	-	-	8,440,565,414	8,440,565,414
Balance as at December 31, 2025 - unaudited	604,459,640	557,406,192	28,870,788,302	30,032,654,134

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.


MIAN ASAD HAMEED
CHIEF EXECUTIVE


SAEED IQBAL KHAN
DIRECTOR


MUHAMMAD ATIF RAO
CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2025

	Note	December 31, 2025 Rupees	December 31, 2024 Rupees
Cash Flows from Operating Activities			
Profit before levy and taxation		13,837,280,085	10,837,463,085
Adjustment for non cash charges and other items:			
Depreciation on property, plant and equipment	7.1	186,468,991	161,324,773
Amortization on intangibles	8	34,125	34,125
Provision for post employment benefits		84,947,888	70,225,686
(Decrease) / Increase in deferred revenue		(434,076)	(31,612,993)
Workers' profit participation fund		751,004,881	586,006,492
Workers' welfare fund		284,229,869	223,108,321
Provision for warranty claims		64,394,151	111,571,238
Discounting of loan to employees		13,536,939	3,426,280
Finance cost		185,935,310	146,385,380
Bank profits on saving accounts		(1,193,655,287)	(715,526,262)
Effect of unwinding on loan to employees		(804,403)	(1,638,305)
Miscellaneous income		-	(7,205)
Gain on disposal of fixed assets		-	(1,086,652)
		<u>375,658,388</u>	<u>552,210,878</u>
		14,212,938,473	11,389,673,963
Working capital changes			
(Increase)/Decrease in current assets			
Store, spares and loose tools		(47,316,295)	(26,116,541)
Stock-in-trade		(13,449,891,449)	(7,694,514,423)
Trade debts		(56,427,383)	(55,267,900)
Loans, advances, deposits, prepayments and other receivables		(4,666,630)	156,005,284
(Decrease) / Increase in current liabilities			
Trade and other payables		14,189,081,302	2,308,002,583
Increase in long term loans and advances		<u>(28,764,003)</u>	<u>(15,259,718)</u>
		602,015,542	(5,327,150,715)
Cash generated from operations		14,814,954,015	6,062,523,248
Finance cost paid		(15,160,099)	(35,388,117)
Income tax paid/deducted at source		(6,115,030,899)	(4,119,801,095)
Employees retirement benefit - gratuity paid		(12,068,978)	(17,284,146)
Workers' Welfare Fund Paid		(264,363,874)	-
Net cash generated from operating activities		<u>8,408,330,165</u>	<u>1,890,049,890</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of Property, plant and equipment		(2,061,998,732)	(2,259,629,999)
(Increase) / Decrease in long term deposits		(3,100,000)	-
Proceeds from sale of property, plant and equipment		-	18,120,000
Net cash used in investing activities		<u>(2,065,098,732)</u>	<u>(2,241,509,999)</u>
CASH FLOW FROM FINANCING ACTIVITIES			
Repayment of long term financing		(77,417,152)	(97,296,305)
Proceeds from short term borrowings		3,315,856,851	6,574,035,701
Profit on bank deposits received		1,151,931,756	718,069,561
Dividend paid		(2,103,617,013)	(1,321,268,917)
Net cash generated from financing activities		<u>2,286,754,442</u>	<u>5,873,540,040</u>
Net Increase in Cash and Cash Equivalents		<u>8,629,985,875</u>	<u>5,522,079,931</u>
Cash and Cash Equivalents at the beginning of the period		16,596,492,181	7,761,682,665
Cash and Cash Equivalents at the End of the Period		<u>25,226,478,056</u>	<u>13,283,762,596</u>

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.


MIAN ASAD HAMEED
CHIEF EXECUTIVE


SAEED IQBAL KHAN
DIRECTOR


MUHAMMAD ATIF RAO
CHIEF FINANCIAL OFFICER

NOTES

TO THE CONDENSED INTERIM FINANCIAL STATEMENTS - UN-AUDITED

FOR THE SECOND QUARTER AND HALF YEAR ENDED DECEMBER 31, 2025

1 THE COMPANY AND ITS OPERATIONS

Sazgar Engineering Works Limited was incorporated in Pakistan on September 21, 1991 as a Private Limited Company and converted into a Public Limited Company on November 21, 1994. The Company is listed on the Pakistan Stock Exchange Limited. The Company is domiciled in Pakistan and is engaged in manufacturing and sale of automobiles and automotive parts.

The geographical locations and addresses of the Company's business units, including production facilities are as under:

Business unit	Geographical location
Registered office	88- Ali Town, Thokar Niaz Baig, Raiwind Road, Lahore.
Manufacturing facility - three wheeler and wheel rim.	18-Km Raiwind Road, Lahore.
Manufacturing facility - four wheeler	Maghrabi Tanki-1 Link Road, Near Ijtamah Chowk, Sunder-Raiwind Road, Lahore.

- 1.1 The Board of directors, in their meeting held on August 29, 2025, decided to discontinue the Home Appliances business effective from September 01, 2025 after a comprehensive review of its financial performance, market dynamics and long-term strategic objectives. The decision has been made in the best interest of the shareholders with a view to focusing the Company's resources on its core businesses and more profitable segments. All necessary regulatory requirements and contractual obligations relating to the discontinuation have been fulfilled without any disruption to employees, customer or stakeholders. Furthermore, the Company holds no material assets or liabilities pertaining to the segment of home appliance business.

Summary of non-current assets - Held for Sale

The Company has no non-current assets classified as held for sale in accordance with IFRS 5 "Non-Current Assets Held for Sale and Discontinued Operations."

	Un-audited Oct - Dec 2025 Rupees	Un-audited Oct - Dec 2024 Rupees	Un-audited July - Dec 2025 Rupees	Un-audited July - Dec 2024 Rupees
Analysis of result of discontinued operation				
Profit / (loss) after taxation from discontinued operation - Home Appliances	-	(23,287)	-	(44,492)
Cash outflows from operating activities - Home Appliances	-	(23,287)	-	(44,492)

2 BASIS OF PREPARATION

2.1 Statement of Compliance

These condensed interim financial statements (un-audited) 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 are notified under the Companies Act, 2017; and
 - Provisions of, directives and notifications issued under the Companies Act, 2017.
- Where the provisions of, directives and notifications issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of, directives and notifications issued under the Companies Act, 2017 have been followed.

- 2.2 These condensed interim financial statements (un-audited) are being submitted to the shareholders as required by section 237 of the Companies Act, 2017 (the "Act").

- 2.3 These condensed interim financial statements (un-audited) do not include all the information and disclosures as required in the annual financial statements and should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2025.

- 2.4 The figures included in the condensed interim statement of profit or loss for the quarters ended Dec 31, 2025 and 2024 and in the notes forming part thereof have not been reviewed by the auditors of the Company, as they have reviewed the accumulated figures for the half years ended Dec 31, 2025 and 2024.

2.5 FINANCIAL RISK MANAGEMENT, FINANCIAL INSTRUMENTS AND ACCOUNTING ESTIMATES AND JUDGMENTS

2.5.1 Financial risk management

The Company oversees the management of risks. The Company's risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended June 30, 2025.

2.5.2 Fair value of financial assets and liabilities

The carrying value of all financial assets and liabilities reflected in these condensed interim financial statements (un-audited) approximate to their fair value.

NOTES

TO THE CONDENSED INTERIM FINANCIAL STATEMENTS - UN-AUDITED

FOR THE SECOND QUARTER AND HALF YEAR ENDED DECEMBER 31, 2025

2.5.3 Accounting estimates and judgments

The preparation of these condensed interim financial statements (un-audited) requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amount of assets and liabilities, incomes and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation are the same as those that applied to the financial statements for the year ended June 30, 2025.

2.6 COMPARATIVE FIGURES

The comparative statement of financial position presented has been extracted from annual financial statements (audited) for the year ended June 30, 2025; the comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows of the Company have been extracted from the condensed interim financial statements (un-audited) for the six months period ended December 31, 2024.

2.7 Shariah Compliance Disclosure

	Un-audited December 31, 2025 Rupees	Audited June 30, 2025 Rupees
2.7.1 Financing (Long term, short term, or lease financing) obtain as per Islamic mode;		
i) Diminishing musharakah financing	28,125,012	49,825,282
ii) Profit Payable	33,265,624	10,073,193
iii) Short term borrowings	3,315,856,851	-
iv) Current portion of diminishing musharakah financing	46,350,799	102,067,681
2.7.2 Interest or mark-up accrued on any conventional loan or advance;	-	-
2.7.3 Long-term and short-term Shariah compliant investments;	-	-
2.7.4 Shariah-compliant bank deposits, bank balances, and TDRs;	25,226,478,056	16,596,492,181
	Un-audited July - Dec 2025 Rupees	Un-audited July - Dec 2024 Rupees
2.7.5 Revenue earned from a Shariah-Compliant business segment;	67,845,860,924	44,694,655,327
2.7.6 Break-up of late payments or liquidated damages;	-	-
2.7.7 Gain or loss or dividend earned on Shariah compliant investments or share of profit from Shariah-compliant associates;	-	-
2.7.8 Profit earned from Shariah-compliant banks deposits, bank balances, or TDRs;	1,193,655,287	715,526,262
2.7.9 Exchange gain earned from actual currency;	-	7,205
2.7.10 Exchange gains earned using conventional derivative financial instruments;	-	-
2.7.11 Profits paid on Islamic mode of financing;	35,115,653	71,011,992
2.7.12 Total interest earned on any conventional loan or advance;	-	-
2.7.13 Source and detailed breakup of other income, including breakup of other or miscellaneous portions of other income into Shariah-compliant and non compliant income;		
i) Gain on sale of fixed asset	-	1,086,652
ii) Sale of scrap items	26,217,822	14,736,993
iii) Rectification charges	1,884,911	3,220,196
2.7.14 Relationship with Shariah-compliant financial institutions, including banks, takaful operators and their windows, etc.		
Name	Relationship	
Habib Metropolitan Bank Limited	Funded / Non-funded facility & Bank Balance	
Bank Al-Habib Limited	Funded / Non-funded facility & Bank Balance	
Habib Bank Limited	Funded / Non-funded facility & Bank Balance	
The Bank of Punjab	Funded / Non-funded facility & Bank Balance	
Al Baraka Bank (Pakistan) Limited	Funded / Non-funded facility & Bank Balance	
Meezan Bank Limited	Bank Balance	
National Bank of Pakistan	Funded / Non-funded facility & Bank Balance	
Allied Bank Limited	Non-funded facility & Bank Balance	
Bank Islami Limited	Bank Balance	
JS Bank Limited	Bank Balance	
MCB Islamic Bank Limited	Bank Balance	
United Bank Limited	Bank Balance	
Dubai Islamic Bank Pakistan Limited	Funded / Non-funded facility & Bank Balance	
Bank Alfalah Limited	Funded / Non-funded facility & Bank Balance	
Faysal bank Limited	Funded / Non-funded facility & Bank Balance	
Askari Bank Limited	Funded / Non-funded facility & Bank Balance	
The Bank of Khyber	Funded / Non-funded facility & Bank Balance	
Soneri Bank Limited - Islamic	Funded / Non-funded facility & Bank Balance	
Jubilee General Insurance Company Limited	Funded & Non-funded facility	
IGI General Insurance Ltd.	Window Takaful	
EFU General Insurance Company Limited	Window Takaful	

NOTES

TO THE CONDENSED INTERIM FINANCIAL STATEMENTS - UN-AUDITED

FOR THE SECOND QUARTER AND HALF YEAR ENDED DECEMBER 31, 2025

3 MATERIAL ACCOUNTING POLICY INFORMATION

- 3.1** The accounting policies adopted in the preparation of these condensed interim financial statements (un-audited) are consistent with those applied in the preparation of the annual audited financial statements for the year ended June 30, 2025.
- 3.2** Certain standards, amendments and interpretations of approved accounting standards will be effective for accounting periods but are considered not to be relevant or to have any significant effect on the Company's operations and are, therefore, not detailed in these condensed interim financial statements (un-audited).
- 3.3** There are certain amendments in the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 01, 2026. However, these amendments will not have any significant impact on the financial reporting of the Company and, therefore, have not been detailed in these condensed interim financial statements (un-audited).

4 AUTHORIZED SHARE CAPITAL

Un-audited December 31, 2025	Audited June 30, 2025		Un-audited December 31, 2025	Audited June 30, 2025
Number of Shares			Rupees	Rupees
100,000,000	100,000,000	Ordinary shares of Rupees 10/- each	1,000,000,000	1,000,000,000
5 Issued, subscribed and paid up share capital				
21,363,000	21,363,000	ordinary shares of Rupees 10/- each fully paid up in cash.	213,630,000	213,630,000
39,082,964	39,082,964	ordinary shares of Rupees 10/- each allotted as bonus shares.	390,829,640	390,829,640
60,445,964	60,445,964		604,459,640	604,459,640

6 CONTINGENCIES AND COMMITMENTS

6.1 Contingencies

There is no significant change in contingencies from the preceding annual published financial statements of the Company for the year ended June 30, 2025, except the following:

- 6.1.1** The Additional Commissioner Inland Revenue (ACIR) passed an order dated September 30, 2025, under Section 122(5A) of the Income Tax Ordinance, 2001, for the Tax Year 2023, thereby creating a tax demand amounting to Rs. 188,902,192/-. Subsequent to the reporting date, the Company filed an application for rectification of the said order under Section 221 of the Income Tax Ordinance, 2001 before the Additional Commissioner Inland Revenue (ACIR), in addition to filing an appeal before the Commissioner Inland Revenue (Appeals) [CIR(A)]. In the opinion of the management, favorable outcome of the rectification and appeal is expected, hence, no provision is incorporated in these financial statements.
- 6.1.2** During the period, two customers have filed consumer court cases against the Company in respect of certain alleged claims. These cases are currently pending adjudication before the respective consumer courts. In the opinion of the management, the likelihood of an outflow of economic resources embodying economic benefits is not probable. However, as the matters remain sub judice, the Company continues to monitor their progress closely. The aggregate amount of the claims cannot be determined with reasonable accuracy at this stage but is not expected to have any material impact on the financial position of the Company. Accordingly, no provision has been recognized in these financial statements in respect of these matters.

6.2 Commitments

- 6.2.1** Commitments in respect of outstanding letters of credit for raw material amount to Rs. 17,872.86 Million (June 30, 2025: Rs. 12,785.50 Million).
- 6.2.2** Commitments in respect of capital expenditures amount to Rs. 606.25 Million (June 30, 2025: Rs. 1,164.11 Million) and bank guarantee of Rs. 710.28 Million (June 30, 2025: Rs. 602.05 Million).

NOTES

TO THE CONDENSED INTERIM FINANCIAL STATEMENTS - UN-AUDITED

FOR THE SECOND QUARTER AND HALF YEAR ENDED DECEMBER 31, 2025

	Note	Un-audited December 31, 2025 Rupees	Audited June 30, 2025 Rupees
7	PROPERTY, PLANT AND EQUIPMENT		
Operating fixed assets - tangible	7.1	6,001,571,941	6,061,900,046
Capital work in progress	7.2	3,813,879,644	1,878,021,798
		<u>9,815,451,585</u>	<u>7,939,921,844</u>
7.1 OPERATING FIXED ASSETS - tangible			
Opening book value		6,061,900,046	4,223,942,764
Add:			
Additions during the period (at cost)			
- Freehold Land		-	1,366,832,550
- Building and civil works on freehold land		-	165,917,427
- Plant and machinery		37,546,516	387,102,830
- Furniture and fittings		6,180,000	9,114,080
- Office equipment		927,500	988,000
- Electric installations		9,204,242	56,202,124
- Vehicles		72,282,629	204,773,555
		<u>126,140,887</u>	<u>2,190,930,566</u>
Less:			
Disposal during the period (at net book value)		-	(17,033,348)
- Vehicles		(186,468,991)	(335,939,936)
Depreciation charged during the period		<u>(186,468,991)</u>	<u>(352,973,284)</u>
Closing book value		<u>6,001,571,941</u>	<u>6,061,900,046</u>
7.2 CAPITAL WORK IN PROGRESS			
Opening balance		1,878,021,798	336,431,244
Additions during the period			
- Plant and machinery & Advances to Suppliers		574,272,414	363,325,521
- Building and civil works on freehold land		1,361,585,432	1,502,732,423
		<u>1,935,857,846</u>	<u>1,866,057,944</u>
Less Transferred to fixed assets during the period			
- Plant and machinery		-	(111,412,780)
- Building and civil works on freehold land		-	(213,054,610)
		-	(324,467,390)
Closing Balance		<u>3,813,879,644</u>	<u>1,878,021,798</u>
		Un-audited December 31, 2025 Rupees	Audited June 30, 2025 Rupees
8	INTANGIBLE ASSETS		
Opening book value		62,564	130,814
Less: amortization charged during the period		(34,125)	(68,250)
Closing book value		<u>28,439</u>	<u>62,564</u>
		Un-audited Oct - Dec 2025 Rupees	Un-audited Oct - Dec 2024 Rupees
9	SALES - NET		
Gross sales	9.1	41,295,846,949	20,564,083,719
Less: Sales tax		5,701,548,679	1,425,213,569
Federal excise duty		1,572,744,587	775,964,819
Sales returns		278,805	244,029
		<u>7,274,572,071</u>	<u>2,201,422,417</u>
		<u>34,021,274,878</u>	<u>18,362,661,302</u>
		Un-audited July - Dec 2025 Rupees	Un-audited July - Dec 2024 Rupees
		81,789,010,874	51,221,692,388
		10,804,699,899	4,562,031,368
		3,138,045,878	1,964,123,210
		404,173	882,483
		<u>13,943,149,950</u>	<u>6,527,037,061</u>
		<u>67,845,860,924</u>	<u>44,694,655,327</u>
9.1	This includes Rs. 26.37 million (December 31, 2024: Rs. 35.78 Million) on account of export sales for the period.		
9.2	The disaggregation of revenue is disclosed in note no.14 of these condensed interim financial statements.		

NOTES

TO THE CONDENSED INTERIM FINANCIAL STATEMENTS - UN-AUDITED

FOR THE SECOND QUARTER AND HALF YEAR ENDED DECEMBER 31, 2025

		Un-audited Oct - Dec 2025 Rupees	Un-audited Oct - Dec 2024 Rupees	Un-audited July - Dec 2025 Rupees	Un-audited July - Dec 2024 Rupees
10	COST OF SALES				
	Raw materials and components consumed	26,528,361,081	19,359,628,857	52,557,563,895	37,991,448,101
	Salaries, wages and other benefits	516,747,546	375,231,492	1,007,962,508	672,311,071
	Stores, spares and loose tools consumed	110,974,051	102,427,745	220,839,392	171,616,836
	Power and fuel charges	240,549,429	224,400,682	536,284,075	482,130,006
	Repair and maintenance	51,668,109	56,823,611	136,591,528	131,830,666
	Other expenses	31,118,767	21,037,525	50,043,263	34,102,323
	Depreciation & amortization	76,701,445	72,449,798	152,116,458	138,163,481
		<u>27,556,120,428</u>	<u>20,211,999,710</u>	<u>54,661,401,119</u>	<u>39,621,602,484</u>
	Opening work-in-process	39,139,113	32,819,758	41,674,019	32,066,787
	Closing work-in-process	(40,761,166)	(11,362,776)	(40,761,166)	(11,362,776)
	Cost of goods manufactured	<u>27,554,498,375</u>	<u>20,233,456,692</u>	<u>54,662,313,972</u>	<u>39,642,306,495</u>
	Opening finished goods	4,930,454,847	2,768,530,376	2,698,243,141	1,848,659,626
	Cost of finished goods purchased	377,984,276	391,003,825	805,539,054	613,381,598
	Closing finished goods	(7,068,960,177)	(10,236,647,191)	(7,068,960,177)	(10,236,647,191)
		<u>25,793,977,321</u>	<u>13,156,343,702</u>	<u>51,097,135,990</u>	<u>31,867,700,528</u>
11	TAXATION				
	Levy / final taxation	-	496,699	-	946,969
	Current tax				
	For the period	2,580,121,900	1,970,220,287	5,431,632,800	4,263,587,565
	Prior period	(7,397,371)	(34,210,792)	(7,397,371)	(34,210,792)
	Deferred tax	(2,245,178)	(122,230,403)	(27,520,758)	(18,029,248)
		<u>2,570,479,351</u>	<u>1,813,779,092</u>	<u>5,396,714,671</u>	<u>4,211,347,525</u>
		Un-audited Oct - Dec 2025 Rupees	Un-audited Oct - Dec 2024 Rupees	Un-audited July - Dec 2025 Rupees	Un-audited July - Dec 2024 Rupees
12	EARNINGS PER SHARE - BASIC AND DILUTED				
	Basic earnings per share				
	Net profit for the period	Rupees 4,023,553,021	2,407,682,861	8,440,565,414	6,625,156,139
	Weighted average number of ordinary shares outstanding during the period - Note 5	Number 60,445,964	60,445,964	60,445,964	60,445,964
	Basic earnings per share	Rupees 66.56	39.83	139.64	109.60

12.1 Diluted earnings per share

A diluted earnings per share has not been presented as the Company does not have any convertible instruments in issue as at December 31, 2025 and December 31, 2024, which would have any effect on earnings per share if the option to convert is exercised.

NOTES

TO THE CONDENSED INTERIM FINANCIAL STATEMENTS - UN-AUDITED

FOR THE SECOND QUARTER AND HALF YEAR ENDED DECEMBER 31, 2025

				Un-audited July - Dec 2025 Rupees	Un-audited July - Dec 2024 Rupees
13 BALANCES AND TRANSACTIONS WITH RELATED PARTIES					
Related party	Relationship	Nature of Transaction			
Pak Tractor Manufacturing Company (Private) Limited	Associate	Sale of goods		1,324,350	1,191,776
		Receipt against sales		529,832	1,589,035
Power Vision Systems (Private) Limited	Associate	Payment against purchases		-	46,285
Non-executive directors		Meeting fee paid		1,260,000	1,320,000
		Sale of goods		54,395,400	-
		Receipts against sale of goods		54,395,400	-
		Dividend paid		168,285,670	98,056,036
Key management personnel		Remuneration, allowances and benefits		205,320,826	129,516,149
		Dividend paid		1,133,726,125	744,683,162
Other executives		Remuneration, allowances and benefits		31,664,658	14,883,424
		Dividend paid		51,572,680	18,006,720
Spouses of directors		Dividend paid		64,777,265	31,893,610
Relatives of directors		Sale of goods - vehicles		-	10,058,750
		Receipts against sale of goods		-	10,058,750
		Dividend paid		3,669,630	2,296,974

	Un-audited December 31, 2025 Rupees	Audited June 30, 2025 Rupees
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BALANCES OUTSTANDING FOR THE PERIOD / YEAR ENDED

Pak Tractor Manufacturing Company (Private) Limited	Trade debts	794,518	-
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		Un-audited	Un-audited	Un-audited	Un-audited
		Oct - Dec 2025	Oct - Dec 2024	July - Dec 2025	July - Dec 2024
		Rupees	Rupees	Rupees	Rupees
14	SEGMENT RESULTS - CONTINUING OPERATIONS				
	Segment Revenue - Net - External				
	Automotive parts	247,184,720	236,525,274	378,876,287	394,626,459
	Automobiles - three Wheeler	1,935,740,048	2,203,612,561	3,953,614,219	4,285,584,036
	Automobiles - four Wheeler	31,838,350,110	15,922,523,467	63,513,370,418	40,014,444,832
	Total	34,021,274,878	18,362,661,302	67,845,860,924	44,694,655,327
	Segment operating results				
	Automotive parts	1,967,393	5,561,360	2,873,592	7,594,487
	Automobiles - three Wheeler	40,641,992	101,736,294	82,229,416	148,786,274
	Automobiles - four Wheeler	6,455,953,504	4,195,294,058	13,764,343,343	10,903,825,224
	Total	6,498,562,889	4,302,591,712	13,849,446,351	11,060,205,985

15 NON-ADJUSTING EVENT AFTER THE BALANCE SHEET DATE

The Board of Directors of the Company, at their meeting held on January 27, 2026, declared a second interim cash dividend of Rs. 15.00 per share (December 31, 2024: Rs. 10.00 per share), representing 150.00% (December 31, 2024: 100.00%), amounting to Rs. 906.69 million (December 31, 2024: Rs. 604.46 million). This is in addition to the first interim cash dividend of Rs. 15.00 per share, representing 150.00%, amounting to Rs. 906.69 million. Both interim cash dividends relate to the financial year ended June 30, 2026. These condensed interim financial statements do not include the effect of the 2nd interim dividend, which will be recognized in the subsequent period.

NOTES

TO THE CONDENSED INTERIM FINANCIAL STATEMENTS - UN-AUDITED FOR THE SECOND QUARTER AND HALF YEAR ENDED DECEMBER 31, 2025

16 DATE OF AUTHORIZATION FOR ISSUE

The Board of Directors of the Company has authorized these condensed interim financial statements (un-audited) for issue on January 27, 2026.

17 GENERAL

The figures have been rounded off to the nearest Rupee.


MIAN ASAD HAMEED
CHIEF EXECUTIVE


SAEED IQBAL KHAN
DIRECTOR


MUHAMMAD ATIF RAO
CHIEF FINANCIAL OFFICER

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