

2025



Pakistan Synthetics Limited

**HALF YEARLY
REPORT
DECEMBER**

PAKISTAN SYNTHETICS LIMITED

BOARD OF DIRECTORS	MR. KHURSHID AKHTAR MR. YAKOOB HAJI KARIM MR. NOMAN YAKOOB MR. ABID UMER MR. MUBBASHIR AMIN MR. TAYAB RAFIQ BALAGAMWALA MR. FARAZ YOUNUS BANDUKDA MS. SADAF SHABBIR	CHAIRMAN -INDEPENDENT CHIEF EXECUTIVE EXECUTIVE NON-EXECUTIVE NON-EXECUTIVE INDEPENDENT INDEPENDENT INDEPENDENT
AUDIT COMMITTEE	MR. TAYAB RAFIQ BALAGAMWALA MR. MUBBASHIR AMIN MR. FARAZ YOUNUS BANDUKDA	CHAIRMAN
HUMAN RESOURCE AND REMUNERATION COMMITTEE	MR. FARAZ YOUNUS BANDUKDA MR. MUBBASHIR AMIN MR. NOMAN YAKOOB	CHAIRMAN
CHIEF FINANCIAL OFFICER	MR. SHAHID YAQOOB	
COMPANY SECRETARY	MR. MUHAMMAD IMRAN	
BANKERS	ASKARI BANK LIMITED AL BARAKA BANK PAKISTAN LIMITED BANK AL HABIB LIMITED BANK OF PUNJAB LIMITED BANK OF KHYBER BANK AL-FALAH LIMITED BANK ISLAMI PAKISTAN LIMITED DUBAI ISLAMIC BANK PAKISTAN LIMITED FAYSAL BANK LIMITED HABIB BANK LIMITED HABIB METROPOLITAN BANK LIMITED MEEZAN BANK LIMITED PAK KUWAITINVESTMENTCOMPANY SONERI BANK LIMITED MCB ISLAMIC BANK LIMITED	
AUDITORS	BDO EBRAHIM & CO. CHARTERED ACCOUNTANTS	
REGISTRAR	F.D REGISTRAR SERVICES (PVT.) LTD. OFFICE # 1705, 17TH FLOOR, SAIMA TRADE TOWER-A, I.I. CHUNDRIGAR ROAD, KARACHI.	
LEGAL ADVISOR	MUHAMMAD AHMED - ADVOCATE	
REGISTERED OFFICE	OFFICE # 1504, 15TH FLOOR, EMERALD TOWER, BLOCK 5, CLIFTON, KARACHI.	
FACTORY	F-1, 2, 3, & 13, 14 & 15 HUB INDUSTRIAL TRADING ESTATE DISTRICT LASBELLA, BALOCHISTAN. PLOT # A-5, N.W.I.Z, PORT QASIM AUTHORITY, KARACHI.	

DIRECTORS' REVIEW

The Board of Directors is pleased to present its review together with unaudited financial statements of the Company for the half year ended December 31, 2025:

OVERVIEW

The country's economy demonstrated encouraging progress during the first half of the financial year. Inflation continued to ease, supported by currency stability. A stable exchange rate, coupled with reductions in interest rates, improved financing conditions for businesses.

However, adverse weather events during the first quarter of the period under review disrupted economic activity, weakened consumer demand, and exerted upward pressure on inflation—potentially reversing the improvements in macroeconomic indicators. In line with these broader economic challenges, the Company experienced a decline in its topline performance during the period. Additionally, rising power costs, driven by higher gas tariffs and increased levies, continue to pose a significant challenge to the business.

OPERATING AND FINANCIAL PERFORMANCE

For the six-month period ending December 31, 2025, the Company recorded net revenue of Rs. 5,988.105 million, reflecting a decrease of 8.92% compared to Rs. 6,574.730 million earned during the corresponding period last year. The cost of sales for the current period stood at Rs. 5,201.760 million, showing a decrease of 7.12% from Rs. 5,600.099 million incurred in the same period of the previous year. Consequently, the gross profit reported for the period under review amounting to Rs. 786.345 million, as against Rs. 974.631 million achieved in the corresponding period of 2025.

Administrative and distribution expenses for the half year were contained at Rs. 106.943 million, compared to Rs. 159.389 million in the same period last year, reflecting the Company's continued focus on cost control and operational efficiency. Increase in other income is mainly due to reversal in provision for expected credit loss (ECL) amounting to Rs. 28.59m recognized during the current period. Finance cost declined to Rs. 289.372 million as compared to Rs. 390.865 million in the previous year, primarily due to lower markup rates during the period.

The share of loss from associates reduced profit before tax by Rs. 53.900 million (2024: Rs. 105.072 million). After accounting for all expenses and charges, the Company reported a net profit after tax of Rs. 218.809 million for the period under review, compared to Rs. 168.792 million earned during the corresponding period last year. The profit is translated into earning per share of Rs. 1.58 (2024: Rs. 1.22).

FUTURE OUTLOOK

Management remains focused on maintaining the Company's market position by investing in growth areas to capitalize on available market opportunities. Through the continued expansion of its core business segments and strategic realignment of operations, the Company aims to further strengthen its financial

PAKISTAN SYNTHETICS LIMITED

position. The Company will continue to mitigate external challenges by leveraging its financial strength and enhancing operational efficiencies.

ACKNOWLEDGEMENT

The Board expresses its gratitude to all the valued shareholders, Federal and Provincial Government functionaries, Banks, financial institutions, suppliers and customers for their unwavering commitment and support to the Company.

The Board also extends its appreciation to the management team, executives, staff members and workers of the company for the valuable contributions, services, loyalty & dedication and recognize that they are most valuable assets of the Company.

For and on behalf of the Board of Directors



YAKOOB HAJI KARIM
CHIEF EXECUTIVE



NOMAN YAKOOB
DIRECTOR

Date: February 16, 2026

Karachi



Tel: +92 21 3568 3030
Fax: +92 21 3568 4239
www.bdo.com.pk

2nd Floor, Block-C
Lakson Square, Building No.1
Sarwar Shaheed Road
Karachi-74200
Pakistan

INDEPENDENT AUDITOR'S REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE MEMBERS

Introduction

We have reviewed the accompanying condensed interim statement of financial position of PAKISTAN SYNTHETICS LIMITED ("the Company") as at December 31, 2025 and the related condensed interim statement of profit or loss, the condensed interim statement of comprehensive income, the condensed interim statement of cash flows, the condensed interim statement of changes in equity and notes to the condensed interim financial statements for the six-month period then ended (here-in-after referred as the "interim financial statements"). Management is responsible for the preparation and presentation of these condensed 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 condensed interim financial statements based on our review.

Scope of review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements as at and for the six-month period ended December 31, 2025 are not prepared, in all material respects, in accordance with 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 review resulting in this independent auditor's report is Tariq Feroz Khan.

KARACHI

DATED: 18 FEB 2026

UDIN: RR202510166ORjvm0kau

BDO EBRAHIM & Co
CHARTERED ACCOUNTANTS

PAKISTAN SYNTHETICS LIMITED

PAKISTAN SYNTHETICS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2025

		December 31, 2025	June 30, 2025
		Unaudited	Audited
	Note	------(Rupees in '000)-----	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	3,860,972	3,418,755
Right-of-use assets		-	2,472
Long term loan to employees		3,820	490
Long term deposits		4,209	4,209
Deferred taxation		33,170	44,412
Investment in associates	6	920,995	974,895
		<u>4,823,166</u>	<u>4,445,233</u>
CURRENT ASSETS			
Stores and spares		605,744	515,112
Stock-in-trade	7	3,461,451	2,973,788
Trade debts	8	2,458,298	2,600,289
Loans and advances		29,669	35,662
Short term deposits and prepayments		186,511	91,880
Short term investments		4,869	5,249
Other receivables		198,698	2,030
Taxation - net		550,704	501,644
Cash and bank balances	9	14,599	27,625
		<u>7,510,543</u>	<u>6,753,279</u>
		<u>12,333,709</u>	<u>11,198,512</u>
TOTAL ASSETS			
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised share capital			
140,000,000 (June 30, 2025: 140,000,000) ordinary shares of Rs. 10 each		<u>1,400,000</u>	<u>1,400,000</u>
Issued, subscribed and paid-up capital			
138,699,000 (June 30, 2025: 138,699,000) ordinary shares of Rs. 10 each		1,386,990	1,386,990
Reserves		<u>3,459,790</u>	<u>3,240,980</u>
		4,846,780	4,627,970
NON-CURRENT LIABILITIES			
Long term borrowings	10	984,567	701,592
Deferred income		31,089	41,426
		1,015,656	743,018
CURRENT LIABILITIES			
Trade and other payables		2,014,700	3,149,619
Short term borrowings	11	4,205,272	2,417,611
Accrued markup		63,180	43,052
Current portion of long term borrowings	10	163,504	187,628
Current portion of lease liabilities		-	3,788
Current portion of deferred income		19,285	20,501
Unclaimed dividend		5,332	5,325
		<u>6,471,273</u>	<u>5,827,524</u>
		<u>12,333,709</u>	<u>11,198,512</u>
TOTAL EQUITY AND LIABILITIES			
CONTINGENCIES AND COMMITMENTS			
	12		

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

PAKISTAN SYNTHETICS LIMITED

PAKISTAN SYNTHETICS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2025

	Note	Half year ended		Quarter ended	
		December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
----- (Rupees in '000) -----					
Revenue from contracts with customers	13	5,988,105	6,574,730	3,243,371	3,073,837
Cost of sales		(5,201,760)	(5,600,099)	(2,899,391)	(2,666,015)
Gross profit		786,345	974,631	343,980	407,822
Administrative and general expenses		(74,742)	(64,055)	(38,327)	(33,718)
Distribution and selling costs		(32,201)	(95,334)	(15,936)	(33,644)
Other operating expenses		(27,016)	(38,416)	(10,502)	(22,410)
		(133,959)	(197,805)	(64,765)	(89,772)
Operating profit		652,386	776,826	279,214	318,050
Other income		46,490	13,977	35,578	5,430
Finance costs		(289,372)	(390,865)	(167,042)	(183,936)
Share of loss on investment in associate		(53,900)	(105,072)	(19,310)	(30,131)
Profit before tax		355,604	294,866	128,440	109,413
Taxation	14	(136,795)	(126,074)	(39,460)	(38,561)
Profit for the period		218,809	168,792	88,980	70,852
Earnings per share - basic and diluted	15	1.58	1.22	0.64	0.51

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE



DIRECTOR



CHIEF FINANCIAL OFFICER

PAKISTAN SYNTHETICS LIMITED

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

	Half year ended		Quarter ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
	----- (Rupees in '000) -----			
Profit for the period	218,809	168,792	88,980	70,852
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>218,809</u>	<u>168,792</u>	<u>88,980</u>	<u>70,852</u>

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

PAKISTAN SYNTHETICS LIMITED

PAKISTAN SYNTHETICS LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED DECEMBER 31, 2025

	Reserves					Total
	Issued, subscribed and paid-up capital	Capital reserve	Revenue reserves		Total reserves	
			Share premium	General reserve		
----- (Rupees in '000) -----						
Balance as at July 01, 2024 (Audited)	1,386,990	140,100	292,450	2,440,978	2,873,528	4,260,518
Total comprehensive income for the period ended December 31, 2024	-	-	-	168,792	168,792	168,792
Balance as at December 31, 2024 (Un-Audited)	1,386,990	140,100	292,450	2,609,770	3,042,320	4,429,310
Balance as at July 01, 2025 (Audited)	1,386,990	140,100	292,450	2,808,431	3,240,981	4,627,971
Total comprehensive income for the period ended December 31, 2025	-	-	-	218,809	218,809	218,809
Balance as at December 31, 2025 (Un-Audited)	1,386,990	140,100	292,450	3,027,240	3,459,790	4,846,780

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

PAKISTAN SYNTHETICS LIMITED

PAKISTAN SYNTHETICS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2025

	Note	Half year ended	
		December 31, 2025	December 31, 2024
(Rupees in '000)			
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash (used in) / generated from operations	16	(908,705)	1,633,462
Financial charges paid		(257,301)	(373,334)
Taxes paid		(174,613)	(365,122)
Net cash (used in) / generated from operating activities		(1,340,619)	895,006
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure		(705,768)	(390,310)
Proceeds from disposal of property, plant and equipment		1,692	-
Profit on saving accounts		496	536
Net cash used in investing activities		(703,580)	(389,774)
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment of lease liability		(3,788)	(7,292)
Repayment of long term borrowings		(102,701)	(114,917)
Proceeds from long term borrowings		350,000	-
Proceeds from short term murabaha, salam and istisna		34,532	347,471
Net cash generated from financing activities		278,043	225,256
Net (decrease) / increase in cash and cash equivalents during the period		(1,766,155)	730,488
Cash and cash equivalents at beginning of the period		(796,000)	(1,556,085)
Cash and cash equivalents at end of the period		(2,562,156)	(825,597)
CASH AND CASH EQUIVALENTS COMPRISE:			
Cash and bank balances		14,599	11,763
Running finance and musharakah		(2,576,755)	(837,360)
		(2,562,156)	(825,597)

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER

PAKISTAN SYNTHETICS LIMITED

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

1. STATUS AND NATURE OF BUSINESS

Pakistan Synthetics Limited ("the Company") was incorporated on November 18, 1984 as a private limited company in Pakistan and subsequently converted into a public limited company on December 31, 1987. The shares of the Company are listed on Pakistan Stock Exchange with effect from June 27, 1995. The principal activity of the Company is manufacturing and sale of Plastic Caps, Crown Caps, PET resin, Preform and BOPET resin. The registered office of the company is situated at office no. 1504, 15th Floor, Emerald Tower, Block 5, Clifton, Karachi.

The manufacturing facility of the Company is situated at F-1,2,3 and 13,14 & 15, Hub Industrial Trading Estate, District Lasbella Balochistan and Plot No. A-5, N.W.I.Z, Port Qasim Authority, Karachi.

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; 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 notification issued under the Companies Act, 2017 have been followed.

- 2.2.1 The disclosures made in these condensed interim financial statement have been limited based on the requirements of the International Accounting Standard (IAS) 34: 'Interim Financial Reporting'. These condensed interim information does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Company for the year ended June 30, 2025.
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- 2.2.2 The comparative condensed interim statement of financial position presented in this condensed interim financial statement has been extracted from the audited annual financial statements of the Company for the year ended June 30, 2025, whereas, the comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from the unaudited condensed interim financial information for the period ended December 31, 2024.
- 2.2.3 These condensed interim financial statement are unaudited. However, a review has been performed by the statutory auditors.

2.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention except as stated otherwise.

2.3 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani Rupee, which is the functional and presentation currency of the Company.

3. MATERIAL ACCOUNTING POLICY INFORMATION

3.1 The accounting policies adopted and methods of computation in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the annual audited financial statements for the year ended June 30, 2025

3.2 Changes in accounting standards, interpretations and evaluation of accounting and reporting standards

a) Standards, amendments and interpretations to approved accounting standards that are effective during the period ended December 31, 2025

There are certain amendments to the published accounting and reporting standards that are mandatory for the Company's annual accounting period beginning on July 1, 2025. However, these do not have any significant impact on the Company's operations and, therefore, have not been detailed in these condensed interim financial information.

b) Standards, amendments and interpretations to existing approved accounting standards that are not yet effective and have not been early adopted by the Company

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Company for its annual periods beginning on or after July 1, 2026. However, these are not considered to be relevant or will not have any material effect on the Company's financial information except for:

PAKISTAN SYNTHETICS LIMITED

The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and

Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 1, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial assets or financial liabilities.

4. SIGNIFICANT ESTIMATES, ASSUMPTION AND JUDGEMENTS

The preparation of condensed interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts. Actual results may differ from these judgement, estimates and assumptions. The accounting, estimates and judgements made by the management in the preparation of condensed interim financial statements are the same as those applied in the annual audited financial statements of the company for the year ended June 30, 2025.

		December 31 2025 Unaudited (Rupees in '000)	June 30, 2025 Audited
5. PROPERTY, PLANT AND EQUIPMENT	Note		
Operating fixed assets	5.1	3,567,071	2,892,449
Capital work-in-progress		293,901	526,306
		<u>3,860,972</u>	<u>3,418,755</u>
5.1 Operating fixed assets			
Opening net book value		2,892,448	2,765,183
Addition / transfer during the period / year (at cost)		938,174	598,216
Disposal during the period / year		(1,692)	(4,000)
Depreciation charge for the period / year		(261,859)	(466,950)
Closing net book value		<u>3,567,071</u>	<u>2,892,449</u>
6. INVESTMENT IN ASSOCIATE			
Carrying value		974,895	1,179,443
Share of loss from associate		(53,900)	(204,548)
	6.1	<u>920,995</u>	<u>974,895</u>
6.1	This represents shareholding of 17.61% (2025: 18.24%) comprising of 150,000,000 shares (2025: 150,000,000) of Petpak Films (Private) Limited, original cost of the shares was Rs. 10/share.		

PAKISTAN SYNTHETICS LIMITED

		December 31 2025	June 30, 2025
	Note	Unaudited (Rupees in '000)	Audited
7. STOCK-IN-TRADE			
Raw and packing material			
- in hand		1,402,790	748,845
- in transit		83,987	832,568
		<u>1,486,777</u>	<u>1,581,413</u>
Work-in-process		-	380,522
Finished goods		1,974,674	1,011,853
		<u>3,461,451</u>	<u>2,973,788</u>
8. TRADE DEBTS			
Unsecured - considered goods			
Trade debts		2,669,917	2,840,504
Less: Allowance for expected credit losses	8.1	(211,619)	(240,215)
		<u>2,458,298</u>	<u>2,600,289</u>
8.1. Allowance for expected credit losses			
Opening balance		240,215	226,517
(Reversal) / charge for the period / year		(28,596)	13,698
Closing balance		<u>211,619</u>	<u>240,215</u>
9. CASH AND BANK BALANCES			
Cash in hand		4,753	1,389
Bank balances			
with Islamic banks			
- current accounts		5,730	9,198
- saving accounts	9.1	1,327	997
		<u>7,057</u>	<u>10,195</u>
with conventional banks			
- current accounts		2,789	15,553
- saving accounts	9.2	-	488
		<u>2,789</u>	<u>16,041</u>
		<u>14,599</u>	<u>27,625</u>

9.1 Rate of profit on saving accounts with Islamic banks is 7.5% per annum (2025: 8.5% per annum).

9.2 Rate of profit on saving accounts with conventional bank is 11.5% per annum (2025: 10.5% per annum).

PAKISTAN SYNTHETICS LIMITED

	December 31 2025 Unaudited Note	June 30, 2025 Audited (Rupees in '000)
10. LONG TERM BORROWINGS - SECURED		
Loans from Islamic financial institutions		
Long term finance facility - diminishing musharakah	766,187	456,989
Islamic temporary economic refinance facility (ITERF)	432,258	494,158
	1,198,445	951,147
Deferred income - government grant	(50,374)	(61,927)
Current portion shown under current liabilities	(163,504)	(187,628)
	<u>984,567</u>	<u>701,592</u>
11. SHORT TERM BORROWINGS - SECURED		
Conventional financing		
Running finance under mark-up arrangement	272,558	137,396
Islamic financing		
Murabaha	517,552	403,308
Istisna	1,110,965	1,190,678
Running Musharakah	2,304,197	686,229
	<u>4,205,272</u>	<u>2,417,611</u>

12. CONTINGENCIES AND COMMITMENTS

12.1 Contingencies

The status of contingencies as at December 31, 2025 are same as disclosed in annual audited financial statements for the year ended June 30, 2025.

12.2 Commitments

The Company has facilities of Rs. 4,600 million (2025: Rs. 4,600 million) for opening letters of credit. At December 31, 2025, the open letters of credits for stock in trade, stores and spares and capital commitment amounted to Rs. 352.405 million (2025: Rs. 2,566.75 million).

The facility for opening letter of guarantees from a banking company amounted to Rs. 700 million (2025: Rs. 700 million). Bank guarantees amounting to Rs. 613.860 million (2025: Rs. 538.86 million) have been issued in favour of Sui Southern Gas Company Limited and Collector of Customs for payment of gas bills and clearance of import consignment while submitting bank guarantee against excise duty and income tax to be deposited with national exchequer at import stage.

PAKISTAN SYNTHETICS LIMITED

13. REVENUE FROM CONTRACTS WITH CUSTOMERS

	Half year ended		Quarter ended	
	December 2025	December 2024	December 2025	December 2024
	----- 'Unaudited' -----			
	----- (Rupees in '000) -----			
Gross sales	6,998,559	7,801,469	3,750,739	3,304,072
Sales tax	(1,010,454)	(1,226,739)	(507,368)	(230,235)
	<u>5,988,105</u>	<u>6,574,730</u>	<u>3,243,371</u>	<u>3,073,837</u>

14. TAXATION

Current	125,553	199,651	3,673	84,870
Deferred	11,242	(73,577)	35,787	(46,309)
	<u>136,795</u>	<u>126,074</u>	<u>39,460</u>	<u>38,561</u>

15. EARNINGS PER SHARE - BASIC AND DILUTED

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Company to the weighted average number of ordinary shares in issue during the period. There is no dilutive effect on the basic earnings per share of the Company.

Profit for the period (Rs. '000)	218,809	168,792	88,980	70,852
Weighted average number of ordinary shares outstanding during the period	138,699,000	138,699,000	138,699,000	138,699,000
Earnings per share - basic and diluted (Unaudited)	<u>1.58</u>	<u>1.22</u>	<u>0.64</u>	<u>0.51</u>

PAKISTAN SYNTHETICS LIMITED

	Half year ended	
	December 31, 2025	December 31, 2024
	----- 'Unaudited' -----	
	----- (Rupees in '000) -----	
16. CASH (USED IN) / GENERATED FROM OPERATIONS		
Profit before tax	355,604	294,866
Adjustment for non-cash charges and other items:		
Depreciation on property, plant and equipment	261,858	231,092
Depreciation on right of use asset	2,472	4,944
Share of loss on investment in associates	53,900	105,072
Reversal of provision against expected credit loss	-	12,745
Unrealised gain / loss remeasurement of short term investment	-	1,298
Interest expense on lease liability	-	631
Amortisation of deferred income - government grant	(11,553)	(13,355)
Finance costs	288,982	386,129
Interest expense on GIDC	-	984
Unrealised exchange (gain)/ loss	(5,537)	1,717
Profit on saving accounts	(496)	(536)
	589,626	730,720
Working capital changes		
Increase in current assets:		
Stores and spares	(90,632)	(69,828)
Stock in trade	(487,663)	(763,093)
Trade debts	141,991	213,136
Loans and advances	13,431	123,012
Short term deposits and prepayments	(94,631)	(11,701)
Short term investment	380	-
Other receivables	(196,666)	(104,944)
	(713,792)	(613,418)
(Decrease) / increase in current liabilities		
Trade and other payables	(1,129,374)	1,221,779
	(1,843,166)	608,361
Long term loan to employees - net	(10,769)	(485)
Net cash (used in) / generated from operations	(908,705)	1,633,462

PAKISTAN SYNTHETICS LIMITED

17. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties comprise of entities over which the Company is able to exercise significant influence, entities with common directors, major shareholders, staff retirement benefits, directors and key management personnel. Transactions with related parties are entered into at commercial terms, as per the terms of employment and actuarial advice, as the case may be. The name, nature and basis of relationships are:

Name of related party	Nature of relationship	Basis of relationship
Amna Industries (Private) Limited	Associated Company	Common directorship
Petpak Films (Private) Limited	Associated Company	Shareholding and directorship
3M Industries (Private) Limited	Associated Company	Common directorship
Al-Hilal Shariah Advisors (Private)	Associated Company	Common directorship
Al-Hilal Securities Advisors (Private)	Associated Company	Common directorship
Akaz Brands (Private) Limited	Associated Company	Common directorship
Key management personnel	Related parties	Executives

Details of transactions with and balances from / to related parties, other than those which have been specifically disclosed elsewhere in these condensed interim financial statements are as follows:

Half year ended	
December 31, 2025	December 31, 2024
----- 'Unaudited' -----	
----- (Rupees in '000) -----	

17.1 Transactions during the period

Key management personnel compensation

Managerial remunerations	17,823	34,944
Others	1,129	3,026
Mr. Mubbashir Amin (Non-Executive Director)	1,612	2,810

The directors and most of the executive of the company are provided with free use of the company maintained cars.

Associated Company

Petpak Films(Private) Limited

Share of loss on investment in Associate	53,900	105,072
Sales of goods to Petpak Films (Private) Limited	-	290,614

PAKISTAN SYNTHETICS LIMITED

December 31, June 30,
2025 2025
Unaudited Audited
----- (Rupees in '000) -----

17.2 Period / year end balances

Associated Company

Petpak Films(Private) Limited

Investment

920,995

974,895

18 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objective and policies are consistent with that disclosed in the annual audited financial statements for the year ended June 30, 2025.

19 FAIR VALUE MEASUREMENT - FINANCIAL INSTRUMENTS

The carrying values of all financial assets and liabilities reflected in the unconsolidated condensed interim financial statements approximate their fair values. Fair value is the amount 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.

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset either directly or derived from prices.

Level 3: inputs for the asset or liability that are not based on observable market data (unadjusted) inputs.

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy:

	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
December 31, 2025 (Unaudited)				
- Listed equity securities	3,728	-	-	3,728
- Mutual funds	-	1,141	-	1,141
	3,728	1,141	-	4,869
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
December 31, 2024 (Unaudited)				
- Listed equity securities	4,403	-	-	4,403
- Mutual funds	-	846	-	846
	-	-	-	5,249

19.1 The fair value of the securities have been assessed through market value deployed at Pakistan Stock Exchange(PSX) website.

19.2 The fair value of the mutual funds have been assessed through out MUFAP's website.

19.3 All other assets and liabilities carrying amount is approximately equal to there fair values.

PAKISTAN SYNTHETICS LIMITED

December 31, June 30,
2025 2025
Unaudited Audited
----- (Rupees in '000) -----

20 SHARIAH COMPLIANT DISCLOSURE

Statement of Financial Position

Shariah complaint

Short term deposits	155,039	80,650
Short term investment	4,869	846
Bank balances	7,057	10,195
Long-term borrowing	1,198,445	951,147
Short-term borrowing	3,932,714	2,280,215
Accrued markup	62,820	40,671

Non-Shariah complaint

Bank balances	2,789	16,041
Short-term borrowing	272,558	137,396
Accrued markup	360	2,379

Statement of Profit or loss

Shariah complaint

Profit on bank balances	356	527
Unrealise loss on short term investment	(630)	(3,023)
Markup on financing	278,216	628,691

Non-Shariah complaint

Profit on bank balances	141	829
Markup on financing	11,156	17,429

21 CORRESPONDING FIGURES

Certain corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison and better presentation.

22 GENERAL

Amounts have been rounded off to the nearest thousands of rupees unless otherwise stated.

23 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorized for issue on 16-FEB-2026 by the Board of Directors of the Company.


CHIEF EXECUTIVE


DIRECTOR


CHIEF FINANCIAL OFFICER