



BIAFO INDUSTRIES LIMITED

Manufacturer of Tovex® Explosives
& Blasting Accessories



INTERIM REPORT
FOR THE SIX MONTHS
PERIOD ENDED

31ST DECEMBER
2025

TABLE OF CONTENTS

CORPORATE INFORMATION	01
DIRECTORS' REPORT	02-03
INDEPENDENT AUDITORS' REVIEW REPORT	04
STATEMENT OF FINANCIAL POSITION	05
STATEMENT OF PROFIT OR LOSS	06
STATEMENT OF COMPREHENSIVE INCOME	07
STATEMENT OF CHANGES IN EQUITY	08
STATEMENT OF CASH FLOWS	09
NOTES TO THE FINANCIAL STATEMENTS	10-18





BIAFO HOUSE

BOARD OF DIRECTORS

EXECUTIVE DIRECTORS

Anwar Moin	Chief Executive Officer
Ms. Shirin Safdar	Executive Director

NON EXECUTIVE DIRECTORS

Ehsan Mani	Chairman
Ms. Ayesha Humayun Khan	Director
Ms. Syeda Shahbano Abbas	Director
M. Zafar Khan	Director
Khwaja Ahmad Hosain	Director

INDEPENDENT DIRECTORS

Adnan Afridi	Director
Himayat Ullah	Director
Yawar Ikram	Director
Mirza Rehan Baig	Director

COMPANY SECRETARY

Rehan Ashraf

CHIEF FINANCIAL OFFICER

Syed Sajid Hussain Shah

AUDIT & RISK MANAGEMENT COMMITTEE

Adnan Afridi	Chairman
Ehsan Mani	Member
Himayat Ullah	Member
Yawar Ikram	Member
Mirza Rehan Baig	Member

HR & REMUNERATION COMMITTEE

Adnan Afridi	Chairman
Ehsan Mani	Member
Ms. Ayesha Humayun Khan	Member
Ms. Syeda Shahbano Abbas	Member
Anwar Moin (CEO)	Member
Khwaja Ahmad Hosain	Member

AUDITORS

Yousuf Adil Chartered Accountants

LEGAL ADVISORS

Chima & Ibrahim, Raza Khalil Abbasi Suhrawardy, Mian Imran Law Associates

BANKERS

Allied Bank Limited	United Bank Limited
National Bank of Pakistan	Bank of Khyber

REGISTERED OFFICE

BIAFO INDUSTRIES LIMITED

1st Floor, Biafo House, Plot No. 23, St No. 38-40,
I&T Centre, G-10/4, Islamabad. Pakistan
Tel: +92 51 2353450-53, 2353455-57 Fax: +92 51 2353458
Website: www.biafo.com, E-mail: management@biafo.com

FACTORY

BIAFO INDUSTRIES LIMITED

Plot No: 70, Phase III, Industrial Estate, Hattar, Distt Haripur,
Khyber Pakhtunkhwa. Pakistan
Tel: +92 995 617830 Fax: +92 995 617497
Website: www.biafo.com, E-mail: plant@biafo.com

SHARES REGISTRAR

F.D. REGISTRAR SERVICES (PVT.) LTD.

17th Floor, Saima Trade Tower-A, II.Chundigar Road, Karachi.
Tel: +92 21 32271905-6 Fax: +92 21 32621233
E-mail: info@fdregistrar.com | fdregistrar@yahoo.com



DIRECTORS' REPORT

BIAFO INDUSTRIES LTD. DIRECTORS' REPORT FOR THE QUARTER/HALF YEAR ENDED DECEMBER 31, 2025

Your Directors are pleased to submit the un-audited accounts for the quarter/half year ended 31 December 2025.

In the half year, net sales volume of the Company increased by 48.13% to Rs. 1,815.21 M (Dec 24: Rs. 1,225.38 M) while net sales volume for the quarter to December, 2025 increased by 21.55% to Rs. 697.56 M (Dec 24: 573.91 M).

For the period under review, export sales in EPZs, as well as supplies to large projects and the cement sector, increased. However, the Company's supplies to the Oil & Gas and construction sectors declined, primarily due to prevailing economic conditions.

Gross profit to sales ratio increased by 66.50% to Rs. 665.79 M as compared to previous year's comparable period (Dec 2024: Rs. 399.87 M), whereas net profit after taxation increased by 84% to Rs. 242.96 M as compared to the period ended 31 December 2024. This resulted in an EPS of Rs. 5.24 (EPS Dec 2024: Rs. 2.85). Profitability increased mainly due to increase in export sales and reduction in cost.

Expenses were within budget as approved by the Board of Directors.

Your Board of Directors has declared an interim cash dividend of Rs. 2.50 per share for the period under review.

Your Board takes this opportunity to express its appreciation to all its employees for their hard work and continuing efforts in meeting business challenges, growth of the Company, and the cooperation of all its stakeholders.

For and on behalf of the Board.



Anwar Moin
Chief Executive Officer



Ehsan Mani
Chairman

Islamabad

17 February 2026

بیان فنانڈسٹریز لمیٹڈ

31 دسمبر 2025 کو ختم ہونے والی سہ ماہی ایشٹماہی کے لئے ڈائریکٹرز رپورٹ

آپ کے ڈائریکٹرز 31 دسمبر 2025 کو اختتام پذیر ہونے والی سہ ماہی ایشٹماہی کے لئے غیر آڈٹ شدہ اکاؤنٹس پیش کرتے ہوئے مسرت محسوس کرتے ہیں۔

زیر جائزہ سہ ماہی میں کمپنی کی اصل فروخت کی قدر 48.13 فیصد کے اضافے سے 1,815.21 ملین روپے رہی (دسمبر 24: 1,225.38 ملین روپے)، جبکہ دسمبر 2025 کو ختم ہونے والی سہ ماہی میں کمپنی کی اصل فروخت کی قدر 21.55 فیصد بڑھ کر 697.56 ملین روپے رہی، (دسمبر 24: 573.91 ملین روپے)

زیر جائزہ مدت میں، برآمدی شعبے، بڑے منصوبوں اور سیمنٹ کے شعبے کو سپلائی میں اضافہ ہوا، تاہم کمپنی کی تیل اور گیس اور تعمیراتی شعبوں میں بنیادی طور پر موجودہ معاشی حالات کی وجہ سے سپلائی میں کمی واقع ہوئی۔

مجموعی منافع گزشتہ سال اسی دورانیے کے مقابلے میں 66.50 فیصد کے اضافے سے 665.79 ملین روپے رہا (دسمبر 24: 399.87 ملین روپے)۔ جبکہ ٹیکس ادائیگی کے بعد منافع کی شرح گزشتہ سال دسمبر 2024 کو ختم ہونے والی سہ ماہی کے مقابلے میں 84 فیصد اضافے سے 242.96 ملین روپے رہا جسکے نتیجے میں فی شیئر آمدن 5.24 روپے رہی، (دسمبر 2024 فی شیئر آمدن 2.85 روپے) منافع کے حجم میں اضافہ بنیادی طور پر برآمدی شعبے کو فروخت اور لاگت میں کمی کی وجہ سے ہوا۔

اخراجات بورڈ آف ڈائریکٹرز کی جانب سے منظور شدہ بجٹ کے اندر رہے۔

آپ کے بورڈ آف ڈائریکٹرز نے زیر جائزہ مدت کے لیے 2.50 روپے نقد منافع منقسمہ تجویز کیا ہے۔

آپ کا بورڈ اس موقع پر اپنے جملہ ملازمین کا، کمپنی کی ترقی اور کاروباری چیلنجز کو پورا کرنے کے لئے ان کی سخت محنت اور مسلسل کوششوں کی نسبت اور اپنے تمام اسٹیک ہولڈرز کے تعاون کی بابت ان کے لئے خصوصی ستائش کا اظہار کرتا ہے۔

بورڈ کی جانب سے



احسان امین
چیئر مین



انور معین
چیئر ایگزیکٹو آفیسر

اسلام آباد

17 فروری 2026

TO THE MEMBERS OF BIAFO INDUSTRIES LIMITED

Report on review of Condensed interim financial statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Biafo Industries Limited 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, condensed interim statement of cash flows and notes to the financial statements for the six-months period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of this 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 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.

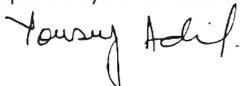
Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements is 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 six month period, 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 and December 31, 2024 have not been reviewed by us.

The engagement partner on the review resulting in this independent auditor's review report is Syed Asmatullah.



Chartered Accountants

Place: Islamabad

Date: February 19, 2026

UDIN: RR202510414BnZkbUwev

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED) AS AT 31 DECEMBER 2025

	Note	Unaudited 31 Dec 2025 Rupees	Audited 30 June 2025 Rupees
NON - CURRENT ASSETS			
Property, plant and equipment	4	2,189,073,448	2,183,410,465
Intangibles		6,988,379	7,359,372
Investment property		65,183,942	65,511,510
Long-term deposits		1,782,900	1,782,900
		2,263,028,669	2,258,064,247
CURRENT ASSETS			
Inventories		691,464,229	823,271,446
Trade debts		768,081,919	736,861,457
Short-term advances		49,839,367	32,443,924
Trade deposits, short- term prepayments and other receivables		101,008,412	99,866,111
Short-term investments	5	304,107,423	308,845,537
Advance tax - net		73,220,972	61,786,875
Cash and bank balances		89,650,568	81,067,993
		2,077,372,890	2,144,143,343
CURRENT LIABILITIES			
Trade, other payables and accrued liabilities	6	321,313,723	476,131,817
Current portion of long-term loan		30,650,791	62,081,213
Current portion of lease liabilities		6,261,726	-
Short-term borrowings	7	524,518,825	482,692,688
Unclaimed dividend		55,774,510	52,866,644
Unpaid dividend		23,410,200	21,283,646
		961,929,775	1,095,056,008
NET CURRENT ASSETS			
		1,115,443,115	1,049,087,335
NON - CURRENT LIABILITIES			
Employee benefit		25,749,249	34,998,790
Lease liabilities		12,952,336	-
Deferred tax liability - net	8	49,694,295	62,698,833
		88,395,880	97,697,623
NET ASSETS			
		3,290,075,904	3,209,453,959
REPRESENTED BY:			
SHARE CAPITAL AND RESERVES			
Share capital		463,826,880	463,826,880
Revenue reserve - unappropriated profit		1,338,500,260	1,249,395,964
Capital reserve - revaluation surplus on property, plant and equipment - net of tax		1,487,748,764	1,496,231,115
		3,290,075,904	3,209,453,959
CONTINGENCIES AND COMMITMENTS			
	9		

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2025

	Note	Three Months Ended		Six Months Ended	
		31 Dec 2025	31 Dec 2024	31 Dec 2025	31 Dec 2024
		Rupees	Rupees	Rupees	Rupees
Revenue – net	10	697,556,756	573,906,616	1,815,210,548	1,225,382,364
Cost of sales		(468,744,768)	(394,027,143)	(1,149,416,958)	(825,509,927)
Gross profit		228,811,988	179,879,473	665,793,590	399,872,437
Other income		1,831,979	1,593,750	3,434,756	10,623,913
Distribution expenses		(11,905,190)	(18,672,247)	(96,251,585)	(35,956,208)
Administrative expenses		(70,817,570)	(57,896,784)	(138,637,908)	(118,054,851)
Net impairment losses on financial assets		(6,835,966)	(15,455,519)	(18,812,506)	(8,901,198)
Operating profit		141,085,241	89,448,673	415,526,347	247,584,093
Finance costs		(9,524,189)	(13,524,772)	(35,202,474)	(22,686,509)
Finance income		9,166,256	6,621,033	13,644,585	14,925,726
Net finance cost		(357,933)	(6,903,739)	(21,557,889)	(7,760,783)
Workers' profit participation fund		(7,036,365)	(4,127,247)	(19,698,423)	(11,991,165)
Workers' welfare fund		607,421	(2,055,075)	(8,446,796)	(5,138,965)
Profit before income tax and final tax		134,298,364	76,362,612	365,823,239	222,693,179
Final tax		-	-	-	-
Profit before income tax for the period		134,298,364	76,362,612	365,823,239	222,693,179
Income tax expense		(45,733,772)	(42,905,772)	(122,861,886)	(90,647,373)
Profit after income tax for the period		88,564,592	33,456,840	242,961,353	132,045,806
Earnings per share					
Basic and diluted		1.91	0.72	5.24	2.85

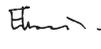
The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2025

	Three Months Ended		Six Months Ended	
	31 Dec 2025 Rupees	31 Dec 2024 Rupees	31 Dec 2025 Rupees	31 Dec 2024 Rupees
Profit for the period	88,564,592	33,456,840	242,961,353	132,045,804
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	88,564,592	33,456,840	242,961,353	132,045,804

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2025

	Capital Reserve Revaluation surplus on property, plant and equipment - net of tax	Revenue Reserve	Unappropriated profits	Total equity
(Rupees) -----				
Balance at 01 July 2024 (Audited)	463,826,880	1,452,203,912	1,020,082,479	2,936,113,271
Profit for the period	-	-	132,045,806	132,045,806
Other comprehensive income for the year	-	-	-	-
Total comprehensive income for the period transferred to equity	-	-	132,045,806	132,045,806
Transferred from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred tax	-	(1,443,913)	1,443,913	-
	463,826,880	1,440,759,999	1,163,572,198	3,068,159,077
Transactions with owners of the company				
Distributions				
Final cash dividend of 2024 @ Rs. 2.30 per share	-	-	(106,680,182)	(106,680,182)
Balance at 31 December 2024	463,826,880	1,440,759,999	1,056,892,016	2,961,478,895
Balance at 01 July 2025 (Audited)	463,826,880	1,496,231,115	1,249,395,964	3,209,453,959
Profit for the period	-	-	242,961,353	242,961,353
Other comprehensive income for the year	-	-	-	-
Total comprehensive income for the period transferred to equity	-	-	242,961,353	242,961,353
Transferred from surplus on revaluation of property, plant and equipment on account of incremental depreciation - net of deferred tax	-	(8,482,351)	8,482,351	-
	463,826,880	1,487,748,764	1,500,839,668	3,452,415,312
Transactions with owners of the Company				
Distributions				
Final cash dividend of 2025 @ Rs. 3.50 per share	-	-	(162,339,408)	(162,339,408)
Balance at 31 December 2025	463,826,880	1,487,748,764	1,338,500,260	3,290,075,904

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



Chief Financial Officer



Chief Executive Officer



Director

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2025

	Note	31 Dec 2025 Rupees	31 Dec 2024 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		365,823,239	222,693,179
Adjustments for:			
Depreciation on property, plant and equipment		39,006,002	40,608,158
Amortization on intangibles		370,993	398
Depreciation on investment property		327,567	335,966
Finance costs		26,744,034	20,140,678
Provision for Workers' profit participation fund		19,698,423	11,991,165
Provision for Workers' welfare fund		8,208,567	5,138,965
Provision for gratuity		11,653,101	10,814,192
Impairment losses on financial assets		18,812,506	8,901,198
Rental income		(3,187,500)	(3,187,500)
Unrealized gain on remeasurement of investment		(7,005,860)	(9,424,315)
Gain on sale of property, plant and equipment		(9,027)	(7,436,413)
Interest income		(2,253,236)	(5,501,414)
		112,365,568	72,381,079
		478,188,807	295,074,258
Changes in working capital:			
Inventories		131,807,217	152,816,036
Trade debts		(52,380,968)	(318,511,036)
Advances, deposits, short term prepayments and other receivables		(16,293,973)	(20,970,329)
Trade and other payables		(132,855,914)	(17,402,767)
		(69,723,638)	(204,068,096)
Cash generated from operating activities		408,465,169	91,006,162
Finance costs paid		(23,981,727)	(20,508,936)
Contributions to Gratuity fund		(20,754,642)	(14,316,627)
Employee Benefits paid		(148,000)	(151,999)
Payments to Workers' welfare fund		(14,254,035)	(8,803,679)
Payments to Workers' profit participation fund		(35,615,135)	(18,703,803)
Income taxes paid		(147,300,521)	(148,385,356)
		(242,054,060)	(210,870,399)
Net cash from operating activities		166,411,109	(119,864,237)
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property, plant and equipment		(21,918,824)	(23,522,403)
Addition to intangible assets		(1,057,000)	-
Proceeds from sale of property, plant and equipment		1,710,507	13,645,011
Purchase of investments		11,743,974	3,187,500
Rent received		4,781,250	1,217,190
Interest received		2,253,236	5,988,183
Net cash generated from / (used in) investing activities		(2,486,857)	515,481
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		(160,212,854)	(113,404,816)
Repayment of long term loan		(30,650,767)	(30,650,767)
Payment of finance cost on lease liabilities		(634,096)	(199,701)
Payment of lease liabilities		(5,246,606)	(1,245,164)
Net cash (used in) / generated from financing activities		(196,744,323)	(145,300,747)
Net increase / (decrease) in cash and cash equivalents		(32,820,071)	(264,649,503)
Unrealized exchange (gain)/loss-net		(423,491)	266,781
Cash and cash equivalents at beginning of the period		(401,624,695)	(86,991,312)
Cash and cash equivalents at end of the period	11	(434,868,257)	(351,374,034)

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



Chief Financial Officer
QUARTERLY REPORT | 09



Chief Executive Officer



Director

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2025

1 THE COMPANY AND ITS OPERATIONS

Biafo Industries Limited ("the Company") was incorporated in Pakistan on 07 September 1988 as a public limited company under the Companies Ordinance, 1984 (now the Companies Act, 2017). Previously, the shares of the Company were quoted on Karachi and Islamabad Stock Exchanges of Pakistan. However, due to integration of these Stock Exchanges into Pakistan Stock Exchange, effective 11 January 2016, the shares of the Company are now quoted on Pakistan Stock Exchange. The Company started its commercial production on 01 July 1994 and is principally engaged in the manufacturing of commercial explosives and blasting accessories including detonators and other materials. The Company's license for manufacturing and sale of explosives is required to be renewed annually. The Company's production facility is situated at Hattar Industrial Estate, Khyber Pakhtunkhwa, with its registered office located at 1st Floor, Biafo House, Plot No. 23, Street No. 38-40, I & T Centre, G-10/4, Islamabad, Pakistan.

2 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for condensed interim financial reporting. The accounting and reporting standards as applicable in Pakistan for condensed 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 and directives and notifications issued under the Companies Act, 2017.

Where the provisions of and directives and notifications issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives and notifications issued under the Companies Act, 2017 have been followed.

The disclosures in these condensed interim financial statements do not include the information that was reported for full annual audited financial statements and should therefore be read in conjunction with the annual audited financial statements of the Company for the year ended 30 June 2025. Comparative condensed interim statement of financial position is extracted from the annual audited financial statements as of 30 June 2025, whereas comparative condensed interim statement of profit or loss, comparative condensed interim statement of comprehensive income, comparative condensed interim statement of cash flows and comparative condensed interim statement of changes in equity are extracted from unaudited interim financial statements for six months period ended 31 December 2024.

These condensed interim financial statements are unaudited and are being submitted to the members as required under Section 237 of the Companies Act, 2017 and the Listing Regulations of the Pakistan Stock Exchange Limited.

3 MATERIAL ACCOUNTING POLICY INFORMATION AND ESTIMATES

The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information and the significant judgements made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied in the preparation of the financial statements as at and for the year ended 30 June 2025.

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2025

There is no change in the nature and corresponding hierarchies of fair value levels of financial instruments from those as disclosed in the audited financial statements of the Company for the year ended 30 June 2025. The carrying amounts of financial assets and financial liabilities are estimated to approximate their fair value as of 31 Dec 2025.

Certain new IFRSs and amendments to existing IFRSs are effective for periods beginning on or after 01 July 2025 which do not have any impact on the Company's financial reporting and are been detailed below.

Description	Effective Date
Amendments to IAS 21 'The Effects of Changes in Foreign Exchange Rates' - Clarification on how entity accounts when there is long term lack of Exchangeability	July 01, 2025

The Securities and Exchange Commission of Pakistan (SECP) has notified IFRS 18 Presentation and Disclosure in Financial Statements, which replaces IAS 1 and introduces enhanced requirements relating to presentation, aggregation and disaggregation of information in the financial statements, including the classification of income and expenses and additional disclosure requirements. IFRS 18 is effective for annual periods beginning on or after 1 January 2027. Certain amendments in standards that are not yet effective does not have any impact on the financial reporting and as a result are not disclosed.

4 PROPERTY, PLANT AND EQUIPMENT

During six months period ended 31 Dec 2025, the Company acquired property, plant and equipment aggregating to Rs. 46,379,492 (31 Dec 2024: Rs. 22,465,403). Further details are as follows:

	Six Months Ended	
	Unaudited 31 Dec 2025 Rupees	Unaudited 31 Dec 2024 Rupees
Additions		
Vehicles	17,920,900	13,594,422
Furniture and fixtures	895,140	331,213
IT & Appliances	3,017,784	4,797,905
Plant, machinery & Equipments	85,000	3,741,863
Right of use asset	24,460,668	-
	46,379,492	22,465,403
Disposal of vehicles (net book value)		
Vehicles	1,710,507	2,783,586
Transfer from Right of Use Asset to :		
Depreciation Charge		
Building on leasehold land	2,860,839	2,917,432
Plant, machinery & Equipments	28,710,571	31,604,111
Furniture and fixtures	450,871	465,578
Vehicles	2,471,257	1,711,987
Right of use asset	254,659	505,432
IT & Appliances	4,257,805	3,403,618
	39,006,002	40,608,158

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2025

	Note	Unaudited 31 Dec 2025 Rupees	Audited 30 June 2025 Rupees
5	SHORT - TERM INVESTMENTS		
	Equity securities - at FVTPL	149,797,539	129,830,915
	Debt securities - at amortized cost	154,309,884	179,014,622
		304,107,423	308,845,537
6	TRADE AND OTHER PAYABLES		
	Trade creditors	242,792,997	323,005,928
	Contract liability - unsecured	22,380,523	60,661,779
	Accrued liabilities	18,504,700	31,537,961
	Insurance payable	51,294	51,294
	Workers' profit participation fund payable	19,698,423	35,615,135
	Workers' welfare fund payable	8,446,796	14,492,264
	Payable to employees' provident fund	2,838,110	2,532,046
	Withholding Taxes Payable/Levies Payable	4,620,090	6,254,620
	Security Deposit Payable	1,980,790	1,980,790
		321,313,723	476,131,817
7	SHORT - TERM BORROWINGS		
	Allied Bank Limited (ABL)	454,242,981	408,524,716
	United Bank Limited (UBL)	70,275,844	74,167,972
		524,518,825	482,692,688

7.1

7.1 The facility limits, securities offered and markup rates of these short term borrowings are the same as disclosed in the annual audited financial statements for the year ended 30 June 2025.

	Unaudited 31 Dec 2025 Rupees	Audited 30 June 2025 Rupees
8	DEFERRED TAX LIABILITY- net Taxable temporary difference	
	Property, plant and equipment	100,862,787
	Right of use assets net of lease liabilities	-
	Surplus on revaluation of property, plant and equipment	119,399,050
		220,261,837
	Deductible temporary difference	
	Employee benefits	(14,637,026)
	Trade debts	(139,371,534)
	Stores, spares and loose tools	(3,554,444)
		(157,563,004)
		62,698,833

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2025

9 CONTINGENCIES AND COMMITMENTS

There is no material change in the contingent liabilities as reported in the annual financial statements for the year ended 30 June 2025.

Letters of credit issued by banks on behalf of the Company for the import of raw materials and Plant & Machinery amounted to Rs.2,800,948 at 31 December 2025 (30 June 2025: Rs. 45,181,734).

Letter of guarantee issued by Allied Bank Limited on behalf of the Company for the issuance of performance bond to secure the contracts with different government and private entities outstanding at the year end amounted to Rs. 21,340,970 (30 June 2025: Rs. 18,532,500).

Letter of guarantee issued by Allied Bank Limited on behalf of the Company for the issuance of performance bond to secure the contracts with export client outstanding at the year end amounted to USD 208,705 (30 June 2025: USD 208,705).

10	REVENUE- net	Three Months Ended		Six Months Ended	
		Unaudited 31 Dec 2025 Rupees	Unaudited 31 Dec 2024 Rupees	Unaudited 31 Dec 2025 Rupees	Unaudited 31 Dec 2024 Rupees
	Gross local sales	516,026,249	496,841,029	993,022,484	811,732,084
	Sales tax	(72,920,621)	(75,831,543)	(145,041,258)	(123,865,772)
	Net local sales	443,105,628	421,009,486	847,981,226	687,866,312
	Net export sales	254,451,128	152,897,130	967,229,322	537,516,052
		697,556,756	573,906,616	1,815,210,548	1,225,382,364
				Unaudited 31 Dec 2025 Rupees	Audited 31 Dec 2024 Rupees

11 CASH AND CASH EQUIVALENTS

For the purpose of cash flow statement cash and cash equivalents comprise of:

Cash and bank balances	89,650,568	75,058,059
Short term borrowings - running finance (Note 7.1)	(524,518,825)	(426,432,093)
	(434,868,257)	(351,374,034)

12 RELATED PARTY TRANSACTIONS AND BALANCES

Related parties comprise of directors, key management personnel, major shareholders, entities over which the directors are able to exercise influence and employees' fund. Transactions with related parties during the period and balances at the reporting date are as follows:

	Six Months Ended	
	Unaudited 31 Dec 2025 Rupees	Unaudited 31 Dec 2024 Rupees
Directors and key management personnel		
Remuneration including perquisites to Chief Executive Officer	13,200,000	8,000,000
Remuneration including perquisites to Directors	18,182,356	8,815,000
Remuneration including perquisites to key management personnel	17,377,750	10,567,953
Disposal of vehicle to Director at Book value	1,699,435	-
Other related parties		
Contribution to employees' provident fund	16,331,478	14,622,694
Payable to employees' provident fund - unsecured	2,838,110	2,665,431
Payable to staff retirement gratuity fund - unsecured	24,551,564	20,253,619

13 FAIR VALUES OF FINANCIAL INSTRUMENTS

Fair value is the amount that would be received on sale of an asset or paid on transfer of a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and fair value estimates. Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

The fair value of financial assets and liabilities traded in active markets i.e. listed equity shares are based on the quoted market prices at the close of trading on the period end date. The quoted market prices used for financial assets held by the Company is current bid price. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurements' requires the Company to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2025

	Carrying amount					Fair value		
	Financial Asset	Financial liabilities				Level 1	Level 2	Level 3
Financial assets and liabilities	Amortized cost	Fair value through profit or loss	Amortized cost	Total	Level 1	Level 2	Level 3	Total
	Rupees				Rupees			
31 Dec. 2025 (Unaudited)								
Non-financial assets measured at fair value								
Property, plant and equipment	-	-	-	2,089,627,136	-	-	2,089,627,136	2,089,627,136
Financial assets measured at fair value								
Short - term investments	-	149,797,539	-	149,797,539	149,797,539	-	-	149,797,539
Financial assets not measured at fair value								
Trades debts	768,081,919	-	-	768,081,919	-	-	-	-
Advances to employees	1,584,835	-	-	1,584,835	-	-	-	-
Other receivables	5,321,899	-	-	5,321,899	-	-	-	-
Short - term investments	154,309,884	-	-	154,309,884	-	-	-	-
Bank balances	89,650,568	-	-	89,650,568	-	-	-	-
Trade deposits	18,516,905	-	-	18,516,905	-	-	-	-
Long - term deposits	1,782,900	-	-	1,782,900	-	-	-	-
Total financial assets	1,039,248,910	149,797,539	-	3,278,673,585	149,797,539	-	2,089,627,136	2,239,424,675
Financial liabilities not measured at fair value								
Short-term borrowings	-	-	524,518,825	524,518,825	-	-	-	-
Unclaimed dividend	-	-	55,774,510	55,774,510	-	-	-	-
Unpaid dividend	-	-	23,410,200	23,410,200	-	-	-	-
Long term loans	-	-	30,650,791	30,650,791	-	-	-	-
Lease liabilities	-	-	19,214,062	19,214,062	-	-	-	-
Trade and other payables	-	-	263,329,781	263,329,781	-	-	-	-
Total financial liabilities	-	-	916,898,169	916,898,169	-	-	-	-

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2025

	Carrying amount					Fair value			
	Financial Asset		Financial liabilities			Level 1	Level 2	Level 3	Total
	Amortized cost	Fair value through profitor less	Amortized cost	Total	Rupees				
Financial assets and liabilities									
30 June 2025 (Audited)									
Non-financial assets measured at fair value									
Property, plant and equipment	-	-	-	2,121,113,546	-	-	2,121,113,546	-	2,121,113,546
Financial assets measured at fair value									
Short - term investments	-	129,830,915	-	129,830,915	129,830,915	-	-	-	129,830,915
	-	129,830,915	-	2,250,944,461	129,830,915	-	2,121,113,546	-	2,250,944,461
Financial assets not measured at fair value									
Trade debts	736,861,457	-	-	736,861,457	-	-	-	-	-
Advances to employees	1,555,009	-	-	1,555,009	-	-	-	-	-
Other receivables	2,034,096	-	-	2,034,096	-	-	-	-	-
Short - term investments	179,014,622	-	-	179,014,622	-	-	-	-	-
Bank balances	80,880,962	-	-	80,880,962	-	-	-	-	-
Trade deposits	20,982,645	-	-	20,982,645	-	-	-	-	-
Long - term deposits	1,782,900	-	-	1,782,900	-	-	-	-	-
Total financial assets	1,023,111,691	129,830,915	-	3,274,056,152	129,830,915	-	2,121,113,546	-	2,250,944,461
Financial liabilities not measured at fair value									
Short-term borrowings	-	-	482,692,688	482,692,688	-	-	-	-	-
Unclaimed dividend	-	-	52,866,644	52,866,644	-	-	-	-	-
Unpaid dividend	-	-	21,283,646	21,283,646	-	-	-	-	-
Long term loans	-	-	62,081,213	62,081,213	-	-	-	-	-
Lease liabilities	-	-	-	-	-	-	-	-	-
Trade and other payables	-	-	356,575,973	356,575,973	-	-	-	-	-
Total financial liabilities	-	-	975,500,164	975,500,164	-	-	-	-	-

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2025

14 **Disclosure Requirement For Shariah Compliant Companies**

	Status	31 Dec 2025 Rupees	30 June 2025 Rupees
<u>Liabilities</u>			
Long-term loan	Non- shariah	30,650,791	62,081,213
Short-term borrowings	Non- shariah	524,518,825	482,692,688
<u>Assets</u>			
Short-term investments- Mutual Fund	Non- shariah	149,797,539	129,830,915
Short-term investments- Term deposit Receipt	Non- shariah	154,309,884	179,014,622
Cash and bank balances	Non- shariah	89,650,568	81,067,993
Six Months Ended			
		31 Dec 2025 Rupees	31 Dec 2024 Rupees
Profit and Loss			
Revenue - net	Shariah Compliant	1,815,210,548	1,225,382,364
Other Income - break up			
Rental income	Shariah Compliant	3,187,500	3,187,500
Gain on sale of property, plant and equipment	Shariah Compliant	9,027	7,436,413
FINANCE INCOME			
Gain on remeasurement of investments at fair value	Non- shariah	7,005,860	9,424,315
Exchange gain - Unrealized	Non- shariah	4,385,489	-
Interest on investment in TDRs	Non- shariah	2,249,649	5,494,760
Interest on saving accounts	Non- shariah	3,587	6,650
FINANCE COSTS			
Mark up on short term borrowings	Non- shariah	23,482,599	17,286,731
Mark up on long term loans	Non- shariah	997,121	2,535,310
Interest on lease liabilities	Non- shariah	634,096	199,701
Exchange Loss - Realized	Shariah	1,613,998	236,929
Exchange Loss - Unrealized	Non- shariah	2,348,000	266,781
Bank charges	Non- shariah	4,496,442	2,042,121
Names of the Company's Shariah Compliant financial institution		Arrangement	
Faysal Bank Limited		Current Deposit	
Meezan Bank Limited		Current Deposit	

NOTES TO THE INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED 31 DECEMBER 2025

15 EARNINGS PER SHARE

- Basic and diluted

Profit for the period	Rupees
Weighted average number of ordinary shares	Numbers
Earnings per share	Rupees

Six Months Ended

Unaudited 31 Dec 2025	Unaudited 31 Dec 2024
242,961,353	132,045,806
46,382,688	46,382,688
5.24	2.85

16 NON ADJUSTING EVENTS AFTER REPORTING DATE AND DATE OF AUTHORIZATION FOR ISSUE

16.1 The Board of Directors of the Company in their meeting held on 17 February 2026 proposed an interim cash dividend of Rs. 2.50 per share.

16.2 These condensed interim financial statements were authorized for issue by the Board of Directors of the Company in their meeting held on 17 February 2026.

17 GENERALS

17.1 Figures in these condensed interim financial statements have been rounded off to the nearest rupee.



Chief Financial Officer



Chief Executive Officer



Director

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