



YOUR
JOURNEY,
OUR
POWER

Half yearly Report

For the half year ended
December 31, 2025

Treet Battery Limited

20
25

CONTENTS

MANAGEMENT REPORT

Company Information	02
Director's report	03

FINANCIAL STATEMENTS

Condensed Interim Statement of Financial Position	08
Condensed Interim Statement of Profit or Loss	09
Condensed Interim Statement of Comprehensive Income	10
Condensed Interim Statement of Changes in Equity	11
Condensed Interim Statement of Cash Flows	12
Notes to the Condensed Interim Financial Statements	13

Company' Information

Board of Directors:

Syed Shahid Ali

(Non-Executive Director/Chairman)

Syed Sheharyar Ali

(Chief Executive Officer)

Mr. Imran Azim

(Non-Executive Director)

Mr. Muhammad Mohtashim Aftab

(Non-Executive Director)

Ms. Zunaira Dar

(Non-Executive Director)

Dr. Haroon Latif Khan

(Independent Director)

Mr. Mohammad Majid Munir

(Non-Executive Director)

Mr. Ahmad Shahid Hussain

(Independent Director)

Audit Committee

Mr. Ahmad Shahid Hussain

(Chairman - Independent Director)

Mr. Muhammad Mohtashim Aftab

(Non-Executive Director)

Ms. Zunaira Dar

(Non-Executive Director)

Mr. Mohammad Majid Munir

(Non-Executive Director)

Human Resource & Remuneration Committee

Dr. Haroon Latif Khan

(Chairman - Independent Director)

Mr. Imran Azim

(Non-Executive Director)

Ms. Zunaira Dar

(Non-Executive Director)

Syed Sheharyar Ali

(Chief Executive Officer)

Officers

Chief Executive Officer

Syed Sheharyar Ali

Chief Financial Officer

Mr. Muhammad Rizwan Qaiser

Company Secretary

Mr. Taimoor Vakil Malik

Group Head of Internal Audit

Mr. Muhammad Ali

External Auditors

M/s BDO Ebrahim & Co. -

Chartered Accountants

Legal Advisors

Khosa & Rizvi, Attorneys at Law

Share Registrar

Corplink (Private) Limited
Wing Arcade, -1K Commercial, Model Town,
Lahore

Tel: 042-35916714

Fax: 042-35839182

Bankers

Al-Baraka Bank Pakistan Limited

Meezan Bank Limited

Soneri Bank Limited

Askari Bank Limited

Habib Bank Limited

Bank Al-Habib Limited

Bank Islami Pakistan Limited

Bank Alfalah Limited

MCB Islamic Bank Limited

Faysal Bank Limited

Parwaaz Financial Services Limited

Dubai Islamic Bank Pakistan Limited

Pak Oman Investment Company Limited

United Bank Limited

Registered Office

72-B, Quaid-e-Azam Industrial Estate,
Kot Lakhpat, Lahore

Tel: 042-35830881, 042-111187338

Fax: 042-35114127 & 35215825

E-Mail: corporate@treetbattery.com

Home Page: www.treetbattery.com

Directors' Review

Board of Directors of Treet Battery Limited (TBL) are pleased to present financial statements for the first half ending December 31, 2025.

SUMMARY OF COMPARATIVE FINANCIAL RESULTS

(Rupees in Millions)

Description	Half Year Ended		Change Amount	% Change
	31-Dec-25	31-Dec-24 Restated		
Sales (net)	3,521	4,200	(679)	-16%
Gross Profit	781	859	(78)	-9%
Net Profit/(Loss)	19	(142)	162	114%
Profit/(Loss) per Share	0.02	(0.16)	0.2	113%

BUSINESS REVIEW

Pakistan's economy during the half year under review demonstrated continued stability, supported by improving macroeconomic fundamentals. Headline CPI inflation clocked in at 5.6% year-on-year in December 2025, bringing the six-month average for 1HFY26 to approximately 5.15%, a notable improvement compared to 7.22% in the same period last year. Inflation remained broadly within the SBP's medium-term target range of 5–7%, though core inflation steadied at a relatively elevated level of around 7.4% in recent months, reflecting some stickiness in underlying price pressures.

On the monetary policy front, the State Bank of Pakistan's MPC reduced the policy rate by 50 basis points to 10.5%, a move that surprised most market participants who had expected the rate to remain unchanged. The latest reduction brought total cumulative easing to 1,150 basis points since rates peaked at 22%. The SBP noted that the inflation outlook remained broadly unchanged, underpinned by relatively benign global commodity prices and anchored inflation expectations, and that economic activity continued to gain traction, with large-scale manufacturing posting higher-than-anticipated growth in Q1-FY26. SBP's foreign exchange reserves crossed the December 2025 target of \$15.5 billion, and GDP growth for FY26 is projected in the range of 3.75–4.75%.

During the period under review, the company reported a decline in sales revenue, which dropped to Rs. 3,521 million compared to Rs. 4,200 million in the same period last year, reflecting a year-over-year decrease of approximately 16%. Gross profit similarly contracted, falling to Rs. 781 million from Rs. 859 million in the corresponding period of the previous year, a reduction of approximately 9%. However, gross profit margin improved from 20% to 22%, reflecting the combined impact of more favorable raw material costs, particularly in lead procurement alongside enhanced procurement strategies for critical raw materials and organizational restructuring within the team. In addition, a restructuring of the sales mix prioritized higher-margin products while reducing reliance on lower-margin products. These measures improved purchasing leverage, streamlined operations, and strengthened cost discipline, resulting in a meaningful uplift in profitability.

The operating environment remained challenging throughout the period. The backup power segment, which had historically been a meaningful contributor to the company's top line, experienced a particularly sharp contraction driven by a confluence of structural shifts in the energy landscape. The sustained reduction in load-shedding hours across major urban and industrial centers significantly eroded the urgency-driven demand that had underpinned this category in prior years. Simultaneously, the rapid proliferation of solar

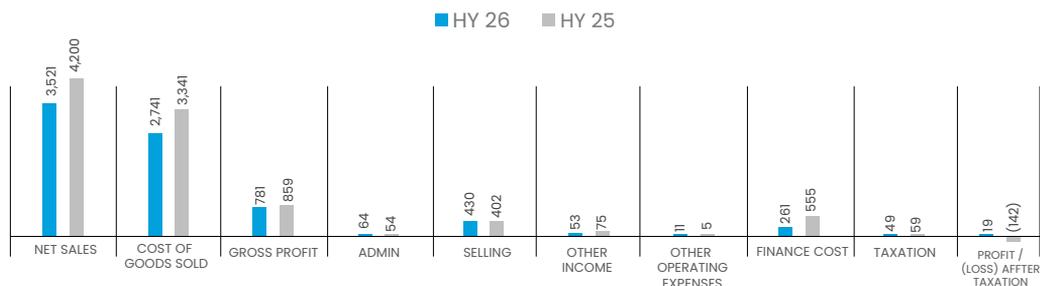
installations across residential and commercial segments has fundamentally altered the backup power equation, households and businesses that have transitioned to solar solutions have largely displaced the need for conventional Lead acid battery-based backup systems, accelerating the structural decline in addressable demand.

With grid reliability improving and solar penetration deepening, consumers are increasingly deferring or forgoing replacement purchases altogether, placing volumes in this segment under considerable pressure. However, the transition to Solar and reduction of benefits on on-grid solar system, the company with its already announced planned penetration into Lithium-ion segment is expected to partially offset the decline in back up segment as we go forward.

Compounding these sectoral headwinds, the broader market continued to grapple with structural oversupply, while reduced consumer purchasing power progressively narrowed the addressable space for premium product offerings. Taken together, these dynamics weighed heavily on revenue during the half year.

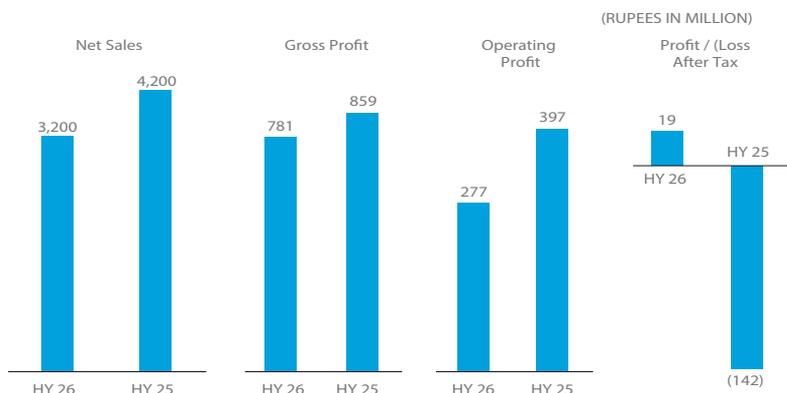
TBL PROFITABILITY ANALYSIS

(RUPEES IN MILLION)



Treet Battery Limited has reported a net profit after tax of Rs. 19 million for HY-26, compared to a net loss of Rs. 142 million in the corresponding period of the previous year. This return to profitability reflects the combined effect of operational improvements and a meaningful reduction in finance costs, the latter benefiting from the significant monetary easing cycle that unfolded over the period. While the result is an encouraging step forward, management is mindful that sustaining this trajectory will require continued progress on the underlying business fundamentals.

Looking ahead, management remains focused on consolidating these gains while continuing to pursue opportunities for growth. Efforts will remain directed toward product innovation, quality improvement, productivity enhancement, and cost discipline, supported by a continued emphasis on after-sales service as a driver of customer retention and competitive differentiation.



ACKNOWLEDGEMENTS

The Board wishes to extend its heartfelt appreciation and gratitude to our esteemed customers, stakeholders, and highly committed employees for their unwavering support and loyalty. We also extend our thanks to the Securities and Exchange Commission of Pakistan and the Pakistan Stock Exchange Limited for their consistent guidance and assistance.

For and on behalf of the Board.



Syed Sheharyar Ali
Chief Executive Officer



Zunaira Dar
Director

Dated: February 25, 2026
Lahore

Independent Auditor's Review Report

To the Members of Treet Battery Limited

Report on Review of Condensed Interim Financial Statements

INTRODUCTION

We have reviewed the accompanying condensed interim statement of financial position of Treet Battery 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 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 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 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 interim financial statements of the Company for the half year ended December 31, 2024, and annual financial statements for the year ended June 30, 2025, were reviewed and audited by another firm of chartered accountants who had expressed an unmodified conclusion and opinion thereon vide their reports dated February 25, 2025, and September 29, 2025, respectively.

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



BDO EBRAHIM & CO.
CHARTERED ACCOUNTANTS
LAHORE: February 26, 2026

UDIN: RR202510131QCHeFr2mO

—

FINANCIAL STATEMENTS

For the half year ended December 31, 2025

Condensed interim statement of financial position (unaudited)

As at December 31, 2025

		December 31 2025	June 30 2025
	Note	Un-audited (Rupees in thousand)	Audited
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	7	6,262,468	6,323,075
Right of use asset	8	24,720	2,570
Long term advances and deposits		51,905	29,259
		6,339,093	6,354,904
Current assets			
Stores and spares		81,179	76,296
Stock in trade	10	1,545,988	1,003,769
Trade debts	11	634,577	454,121
Advances, deposits, prepayments and other receivables	12	30,454	944,807
Tax recoverable / adjustable	13	493,078	323,895
Cash and bank balances	14	508,367	366,407
		3,293,643	3,169,295
Total assets		9,632,736	9,524,199
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized share capital	15.1	11,000,000	11,000,000
Issued, subscribed and paid up capital	15.2	10,825,931	10,825,931
Capital reserves			
Reserve for issuance of shares		11,008	11,008
Demerger deficit		(8,211,666)	(8,211,666)
		(8,200,658)	(8,200,658)
Revenue reserves			
Accumulated loss		(432,050)	(451,506)
Total equity		2,193,223	2,173,767
Non current liabilities			
Lease liabilities		17,724	-
Deferred liabilities - employee retirement benefits		23,158	17,821
		40,882	17,821
Current liabilities			
Current portion of lease liabilities		9,016	3,166
Short term borrowings	16	6,221,469	5,546,202
Trade and other payables	17	1,012,209	1,557,104
Accrued markup		107,011	104,912
Provision for taxation		48,926	121,227
		7,398,631	7,332,611
Contingencies and commitments	18		
Total equity and liabilities		9,632,736	9,524,199

The annexed notes from 1 to 33 form an integral part of these condensed interim financial statements.



LAHORE
February 25, 2026

Syed Sheharyar Ali
Chief Executive Officer



Muhammad Rizwan Qaiser
Chief Financial Officer



Ms. Zunaira Dar
Director

Condensed interim statement of profit or loss (unaudited)

For the Half Year ended December 31, 2025

	Note	Half year ended		Quarter ended	
		December 31 2025	December 31 2024 Restated (Rupees in thousand)	December 31 2025	December 31 2024 Restated
Revenue from contract with customers - net	19	3,521,293	4,199,915	1,650,489	1,845,735
Cost of sales	20	(2,740,521)	(3,341,191)	(1,165,572)	(1,459,459)
Gross profit		780,772	858,724	484,917	386,276
Selling and distribution expenses		(429,685)	(401,834)	(169,767)	(199,160)
Administrative and general expenses		(63,728)	(54,100)	(29,482)	(23,780)
Other operating expenses		(10,508)	(5,416)	(8,873)	(2,596)
		(503,921)	(461,350)	(208,122)	(225,536)
Profit from operations		276,851	397,374	276,795	160,740
Finance cost	21	(260,928)	(555,386)	(145,136)	(282,630)
Other income		52,745	74,936	28,709	35,964
Profit / (loss) before levies and income tax		68,668	(83,076)	160,368	(85,926)
Levy	22	(48,926)	(58,710)	(22,634)	(27,099)
Profit / (loss) before income tax		19,742	(141,786)	137,734	(113,025)
Taxation	23	(286)	(307)	(286)	(153)
Profit / (loss) after taxation		19,456	(142,093)	137,448	(113,178)
Earnings per share - basic and diluted (Rupees)	24	0.02	(0.16)	0.13	(0.12)

The annexed notes from 1 to 33 form an integral part of these condensed interim financial statements.



LAHORE
February 25, 2026
Syed Sheharyar Ali
Chief Executive Officer



Muhammad Rizwan Qaiser
Chief Financial Officer



Ms. Zunaira Dar
Director

Condensed interim statement of comprehensive income (unaudited)

For the Half Year ended December 31, 2025

	Half year ended		Quarter ended	
	December 31 2025	December 31 2024 Restated	December 31 2025	December 31 2024 Restated
Profit / (loss) after taxation for the period	19,456	(142,093)	137,448	(113,178)
Other comprehensive income				
Items that will be reclassified subsequently to statement of profit or loss	-	-	-	-
Items that will not be reclassified subsequently to statement of profit or loss	-	-	-	-
Total comprehensive income for the period	19,456	(142,093)	137,448	(113,178)

The annexed notes from 1 to 33 form an integral part of these condensed interim financial statements.



LAHORE

February 25, 2026

Syed Sheharyar Ali
Chief Executive Officer



Muhammad Rizwan Qaiser
Chief Financial Officer



Ms. Zunaira Dar
Director

Condensed interim statement of changes in equity (un-audited)

For the Half Year ended December 31, 2025

	Note	Reserves					Total
		Issued, subscribed and paid-up share capital	Capital reserves		Revenue reserve	Total reserves	
			Reserve for issuance of shares	Demerger deficit	Accumulated profit/ (loss)		
(Rupees in thousand)							
Balance as at July 01, 2024 - audited		8,822,765	11,008	(8,211,666)	(491,932)	(8,692,590)	130,175
Total comprehensive income for the period							
Loss after taxation for the period - reported		-	-	-	(174,258)	(174,258)	(174,258)
Impact of change in accounting policy	5	-	-	-	32,165	32,165	32,165
Loss after taxation for the period - restated		-	-	-	(142,093)	(142,093)	(142,093)
Other comprehensive income for the period		-	-	-	-	-	-
Total comprehensive loss for the period		-	-	-	(142,093)	(142,093)	(142,093)
Balance as at December 31, 2024 - unaudited		8,822,765	11,008	(8,211,666)	(634,025)	(8,834,683)	(11,918)

Balance as at July 01, 2025 - audited		10,825,931	11,008	(8,211,666)	(451,506)	(8,652,164)	2,173,767
Total comprehensive income for the period							
Profit after taxation for the period		-	-	-	19,456	19,456	19,456
Other comprehensive income for the period		-	-	-	-	-	-
Total comprehensive income for the period		-	-	-	19,456	19,456	19,456
Balance as at December 31, 2025 - unaudited		10,825,931	11,008	(8,211,666)	(432,050)	(8,632,708)	2,193,223

The annexed notes from 1 to 33 form an integral part of these condensed interim financial statements.

LAHORE
February 25, 2026


Syed Sheharyar Ali
Chief Executive Officer


Muhammad Rizwan Qaiser
Chief Financial Officer


Ms. Zunaira Dar
Director

Condensed interim statement of cash flows (un-audited)

For the Half Year ended December 31, 2025

		Half year ended December 31 2025	Quarter ended December 31 2024 Restated
	Note	(Rupees in thousand)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit / (loss) before levies and income tax		68,668	(83,076)
Adjustments for non cash and other items:			
Depreciation on operating fixed assets	7	111,576	120,191
Depreciation on ROU assets	8	4,024	3,855
Profit on bank deposits		(3,769)	(6,858)
Finance cost	21	260,928	555,386
Impairment allowance for expected credit loss	11	1,401	503
Provision for gratuity		5,337	-
Exchange loss		1,694	2,292
Markup income		-	(65,287)
Provision for warranty		46,272	10,726
		427,463	620,808
Profit before working capital changes		496,131	537,732
(Increase) / decrease in current assets:			
Stores and spares		(4,883)	(2,587)
Stock-in-trade		(542,219)	342,445
Trade debtors		(181,857)	22,097
Advances, deposits, prepayments and other receivables		(11,968)	357,059
Taxes recoverable/ adjustable		(169,183)	4,922
		(910,110)	723,936
Decrease in current liabilities:			
Trade and other payables		(592,861)	(1,056,816)
Cash (used in) / generated from operations		(1,006,840)	204,852
Levies and income tax paid		(120,941)	(108,288)
Financial cost paid		(258,835)	(574,733)
		(379,776)	(683,021)
Net cash used in operating activities		(1,386,616)	(478,169)
CASH FLOWS FROM INVESTING ACTIVITIES			
Investments made in property, plant and equipment		(50,969)	(11,082)
Loan received from director		670,000	-
Markup received from director		256,321	-
Long term deposits		(22,646)	-
Profit received on bank deposits		3,769	6,858
Net cash used in investing activities		856,475	(4,224)
CASH FLOWS FROM FINANCING ACTIVITIES			
Short term borrowings - net		675,267	128,874
Lease liabilities repaid		(3,166)	(4,042)
Net cash generated from financing activities		672,101	124,832
Net decrease in cash and cash equivalents		141,960	(357,561)
Cash and cash equivalents at beginning of the period		366,407	447,792
Cash and cash equivalents at end of the period	14	508,367	90,231

The annexed notes from 1 to 33 form an integral part of these condensed interim financial statements.



LAHORE
February 25, 2026

Syed Sheharyar Ali
Chief Executive Officer



Muhammad Rizwan Qaiser
Chief Financial Officer



Ms. Zunaira Dar
Director

Notes to the condensed interim financial statements (un-audited)

For the Half Year ended December 31, 2025

1. STATUS AND NATURE OF THE BUSINESS

Treet Battery Limited (the Company) was incorporated on February 22, 2019 as a public company limited by shares under the provisions of the Companies Act, 2017 and was subsequently listed on Pakistan Stock Exchange on December 15, 2023. The principal activities of the Company is to carry out business as manufacturers, assemblers, processors, producers, suppliers, sellers, importers, exporters, makers, fabricators and dealers in all batteries including but not limited to lead acid batteries, deep cycle batteries, lithium batteries, nickel cadmium batteries, nickel metal hydride batteries, absorbed glass mat (AGM) batteries, gel batteries used in or required for industrial, transport, commercial and domestic and any other purpose. The Company is a subsidiary of Treet Corporation Limited, a listed company. The battery undertaking and business of First Treet Manufacturing Modaraba (the Modaraba) was transferred to the Company under a scheme duly approved by the relevant authorities and sanctioned by the Honorable Lahore High Court, Lahore.

2. GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

The geographical locations and addresses of the Company's registered office including production facilities are as under:

The registered office of the Company and its holding entities is situated at 72-B, Quaid-e-Azam Industrial estate, Kot Lakhpat, Lahore.

Production Units	Address
Unit 1	Plot Number 1, Phase 2, M-3 Industrial City (FIEDMC), Sahianwala Interchange, Faisalabad.

3. BASIS OF PREPARATION

3.1 Statement of compliance

These condensed interim financial statements of the Company 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 34, 'Interim Financial Reporting' (IAS 34), issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act); and
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

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

This condensed interim financial statements are un-audited but subject to the limited scope review by the auditors and is being submitted to the shareholders as required under section 237 of the Companies Act, 2017 and the listing regulations of the Pakistan Stock Exchange.

These condensed interim financial statements do not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the annual financial statements of the Company as at and for the year ended June 30, 2025 which have been prepared in accordance with approved accounting standards as applicable in Pakistan. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

Notes to the condensed interim financial statements (un-audited)

For the Half Year ended December 31, 2025

The comparative statement of financial position presented in these condensed interim financial statements have been extracted from the annual audited 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 un-audited condensed interim financial statements for the half year ended December 31, 2024.

3.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention, except for the recognition of certain staff retirement benefits at present value and some investments at fair value.

3.3 Functional and presentation currency

The financial statements are presented in Pak Rupees ("Rs") which is the Company's functional and presentation currency.

4 USE OF ESTIMATES AND JUDGMENTS

The preparation of 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 judgements, estimates and assumptions.

Judgements and estimates made by the management in the preparation of these 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.

Effective July 01, 2024, the Company revised the depreciation method for plant and machinery from the straight-line method to the units-of-production method to provide more reliable, relevant, and comparable financial information. Impact of this change has been recognized in the financial statements for the year ended June 30, 2025. Accordingly, the comparative figures for the half year and quarter ended December 31, 2024 have been restated in Note 5.3.

5 MATERIAL ACCOUNTING POLICIES AND CHANGES THERE IN

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

5.2 Change in accounting standards, interpretations and amendments to published accounting and reporting standards

5.2.1 Amendments to published accounting and reporting standards which became effective during the period:

Certain standards, amendments and interpretations to approved accounting standards are effective for accounting periods beginning on January 01, 2024, but are considered not to be relevant or did not have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these condensed interim financial statements.

Notes to the condensed interim financial statements (un-audited)

For the Half Year ended December 31, 2025

5.2.2 Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Company:

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the Company's accounting periods beginning on or after January 1, 2026, but are considered not to be relevant or expected to have any significant effect on the Company's operations and are, therefore, not detailed in these condensed interim financial statements except for the following:

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 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 liabilities.

5.3 Change in accounting policy and change in estimate

The Company had changed its accounting policy in respect of property, plant and equipment from revaluation model to cost model as disclosed in note 5 of the annual financial statements.

Previously, certain items of property, plant and equipment were measured under the revaluation model, with periodic independent valuations and recognition of revaluation surplus or deficit in accordance with applicable accounting requirements. Effective July 01, 2024, the Company retrospectively changed its accounting policy to the cost model.

These changes have been accounted for in accordance with IAS 8, Accounting Policies, Changes in Accounting Estimates and Errors, and their impact has been recognized in the financial statements for the year ended June 30, 2025. Accordingly, the comparative figures for the half year and quarter ended December 31, 2024 have been restated for both the change in accounting policy and estimate as follows:

	Previously Reported	Restatement Impact	Restated Balances
(Rupees in thousand)			
For the half year ended December 31, 2024			
Effect on statement of profit or loss:			
Cost of sales depreciation	164,396	(44,302)	120,094
Admin expenses restated due to depreciation	55,101	(1,001)	54,100
Deffered tax expense / (income)	(11,952)	13,138	1,186
For the quarter ended December 31, 2024			
Effect on statement of profit or loss:			
Cost of sales depreciation	82,613	(22,243)	60,370
Admin expenses restated due to depreciation	24,282	(502)	23,780
Deffered tax expense / (income)	(5,976)	6,569	593

Notes to the condensed interim financial statements (un-audited)

For the Half Year ended December 31, 2025

The related changes have also been incorporated in the statement of cash flows. Further also, there is no impact of this change in accounting policy prior to December 31, 2024 as the impact is already taken in annual financial statements.

6 TAXATION

The provisions for taxation for the half year and quarter ended December 31, 2025, have been made using the estimated effective tax rate applicable to expected total annual earnings. The applicable income tax rate for the Tax Year 2025 is 29%, 1.25% of revenue for MTR and 17% of accounting profit for ACT. Income tax expense is recognized in each interim period based on best estimate of the weighted average annual income tax rate expected for the full financial year. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate of the annual income tax rate changes.

		Un-audited December 31 2025	Audited June 30 2025
	Note	(Rupees in thousand)	
7. PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	7.1	6,152,113	6,171,305
Capital work in progress	7.2	110,355	151,770
		6,262,468	6,323,075
7.1 Operating fixed assets			
Opening net book value at the start of the period / year		6,171,305	6,311,037
Additions during the period / year - cost	7.1.1	92,384	70,171
Net book value of assets disposed off during the period / year		-	(84)
Depreciation charge for the period / year		(111,576)	(209,819)
Closing net book value at the end of the period / year		6,152,113	6,171,305
7.1.1 Following is the details of additions during the period / year - at cost:			
Freehold land		881	-
Buildings on freehold land		-	5,356
Plant and machinery		64,675	27,504
Furniture, fittings and equipments		282	187
Computer equipments		3,720	1,476
Vehicles		22,826	35,648
		92,384	70,171

Notes to the condensed interim financial statements (un-audited)

For the Half Year ended December 31, 2025

		Un-audited December 31 2025	Audited June 30 2025
	Note	(Rupees in thousand)	
7.2 Capital work in progress			
Plant and machinery, furniture and fixtures and computer equipments			
Opening balance at the start of the period / year		151,770	73,859
Additions (at cost)		50,088	148,082
Transferred to operating fixed assets/adjustments		(91,503)	(70,171)
Closing balance at the end of the period / year		110,355	151,770
8 RIGHT OF USE ASSET			
Building			
Opening net book value at the start of the period / year	8.1.1	2,570	10,281
Additions during the period / year		26,174	-
Depreciation charge for the period / year	8.1.2	(4,024)	(7,711)
Closing net book value at the end of the period / year		24,720	2,570
8.1.1	The Company has an agreement for rental premises (warehousing services) situated at Plot No. S-1, Survey No 230, Sector No 2, Road No.4000, Korangi Industrial Area, Karachi on which ROU asset has been recorded. Useful life for such ROU asset is 3 years.		
8.1.2	Depreciation charge on ROU asset has been allocated to selling and distribution expenses.		
9. DEFERRED TAXATION - NET			
Deferred tax liability on taxable temporary differences arising in respect of			
- Accelerated tax depreciation		940,830	884,263
Deferred tax asset on deductible temporary differences arising in respect of:			
- Lease liabilities		(7,755)	(173)
- Provision for ECL		(1,119)	(713)
- Provision for WPPF		(3,706)	-
- Provision for warranty		(50,790)	(37,371)
- Deferred liabilities		(6,716)	-
- Unused tax depreciation loss		(947,308)	(1,059,100)
		(1,017,394)	(1,097,357)
Deferred tax asset not recognized	9.1	(76,564)	(213,094)

Notes to the condensed interim financial statements (un-audited)

For the Half Year ended December 31, 2025

- 9.1** The deferred tax asset arising on temporary differences amounting to Rs. 76.57 million (June 30, 2025: Rs. 213.09 million) has not been recognized in these financial statements in view of uncertainty regarding availability of taxable profits in future periods against which it may be adjusted.

		Un-audited December 31 2025	Audited June 30 2025
	Note	(Rupees in thousand)	
10 STOCK-IN-TRADE			
Raw and packing materials	10.1	899,080	610,381
Work-in-process		340,273	300,555
Finished goods		309,135	95,333
		1,548,488	1,006,269
Provision for slow moving and obsolete stocks	10.2	(2,500)	(2,500)
		1,545,988	1,003,769

- 10.1** It includes raw material in transit amounting to Rs. 138.151 million (30 June 2025: Rs. Nil.).

10.2 Provision for slow moving and obsolete stocks			
Opening balance		2,500	2,500
Provision made / (reversed) during the year		-	-
		2,500	2,500

11 TRADE DEBTS			
Trade debts - unsecured	11.1	638,437	456,580
Allowance for expected credit losses (ECL)	11.2	(3,860)	(2,459)
		634,577	454,121

- 11.1 Trade debts include the following amounts due from the following related parties:**

Specialized Autoparts Industries (Pvt.) Limited		14	20
Loads Limited		64	67
Multiple Autoparts Industries (Pvt.) Limited		143	144
Renacon Pharma Limited		483	9,270
Treet Corporation Limited		9	101
First Treet Manufacturing Modaraba		3	3
		716	9,605

Notes to the condensed interim financial statements (un-audited)

For the Half Year ended December 31, 2025

	Note	Un-audited December 31 2025 (Rupees in thousand)	Audited June 30 2025
11.2 Movement of allowance for ECL is as follows:			
Opening balance at start of the period / year		2,459	1,140
Allowance charge during the period / year		1,401	1,319
Closing balance at the end of the period / year		3,860	2,459
12. ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECIEVABLES			
Advances to:			
Employees against expenses - secured, considered good		9,216	4,490
Suppliers - unsecured, considered good - local		15,451	33,152
		24,667	37,642
Prepayments		984	7,326
Trade deposits		2,804	2,361
Balance with statutory authorities		1,999	2,309
Loan to director	12.1	-	670,000
Markup receivable on loan to director	12.2	-	225,169
		30,454	944,807
12.1	This loan was extended to a director, Mr. Syed Shahid Ali, on an unsecured basis, with interest, and was due for repayment within one year. The purpose of the loan was to address the working capital shortfall of an associated undertaking, Loads Limited. The director has settled the loan as funds have been recovered from Loads Limited. The rate of markup on the loan is 3 month KIBOR + 2.5% per annum. The markup on this facility during the period ranged from 13.60% to 13.64% per annum. The loan and markup has been repaid during the period.		
12.2	This represents mark up receivable from the director of the Company which has been received during the period.		
13 TAX RECOVERABLE / ADJUSTABLE			
Income tax		469,341	323,895
Sales tax		23,737	-
		493,078	323,895

Notes to the condensed interim financial statements (un-audited)

For the Half Year ended December 31, 2025

		Un-audited December 31 2025	Audited June 30 2025
	Note	(Rupees in thousand)	
14 CASH AND BANK BALANCES			
Cash in hand		10,196	3,162
Cheques in hand	14.1	395,061	-
Cash at banks			
Current accounts		47,316	339,685
Saving accounts	14.2	55,794	23,560
		508,367	366,407
14.1	This represents cheques in hand that were received but not deposited into the bank as at the reporting date. These cheques were subsequently cleared after the reporting date. It also includes cheques received from the director against markup receivable.		
14.2	These bank accounts carry profit rates ranging from 4% to 13.4% (2025: 4% to 17.52%) per annum.		
15 AUTHORIZED SHARE CAPITAL			
15.1 Authorized share capital			
1,100,000,000 (June 30, 2025: 1,100,000,000) ordinary shares of Rs. 10/- each		11,000,000	11,000,000
15.2 Issued, subscribed and paid up share capital			
100,000 (June 30, 2025: 100,000) ordinary shares of Rs. 10/- each fully paid in cash		1,000	1,000
882,176,543 (June 30, 2025: 882,176,543) ordinary shares of Rs. 10/- each issued as fully paid for consideration other than cash against purchase of land.		8,821,765	8,821,765
200,316,630 (June 30, 2025: 200,316,630) ordinary shares of Rs. 10/- each issued by the way of other than right offer		2,003,166	2,003,166
		10,825,931	10,825,931

Notes to the condensed interim financial statements (un-audited)

For the Half Year ended December 31, 2025

		Un-audited December 31 2025 (Rupees in thousand)	Audited June 30 2025
16	SHORT TERM BORROWINGS		
	Borrowings from banks - banking companies	16.1 2,049,046	2,138,997
	Borrowings from non-banking finance institutions	16.2 350,000	150,000
	From related parties	16.4 3,822,423	3,257,205
		6,221,469	5,546,202
16.1	The reconciliation of the carrying amount is as follows:		
	Opening balance at start of the period / year	2,138,997	2,209,064
	Disbursements during the period/year	1,721,265	4,231,575
	Repayments during the period/year	(1,811,216)	(4,301,642)
	Closing balance at end of the period / year	2,049,046	2,138,997
16.2	The reconciliation of the carrying amount is as follows:		
	Opening balance at start of the period / year	150,000	-
	Disbursements during the period/year	350,000	449,947
	Repayments during the period/year	(150,000)	(299,947)
	Closing balance at end of the period / year	350,000	150,000
16.3	There is no material change in the terms and conditions of the short term financing as disclosed in the annual audited financial statements as at and for the year ended June 30, 2025.		
16.4	The reconciliation of the carrying amount is as follows:		
	Opening balance at start of the period / year	3,257,206	5,512,657
	Expenses borne / markup charged during the period/year	642,758	7,111,264
	Repayments during the period/year	(77,541)	(9,366,716)
	Closing balance at end of the period / year	16.4.1 3,822,423	3,257,205
16.4.1	Breakup of the closing balance is as follows:		
	Treet Corporation Limited	16.4.2 3,427,359	2,834,731
	First Treet Manufacturing Modaraba	16.4.3 284,383	316,644
	Treet Holdings' Limited	16.4.3 110,681	105,830
		3,822,423	3,257,205

Notes to the condensed interim financial statements (un-audited)

For the Half Year ended December 31, 2025

16.4.2 This represents loan obtained to meet the working capital requirements of the Company. It is unsecured, carries profit at the weighted average cost of capital of the ultimate parent company and is payable on demand.

16.4.3 This represents a loan obtained to meet the Company's working capital requirements. The loan is unsecured and carries markup at the rate of 3-month KIBOR plus 1.275% per annum.

		Un-audited December 31 2025	Un-audited June 30 2025
		(Rupees in thousand)	
17	TRADE AND OTHER PAYABLES		
	Creditors - local	17.1	408,295
	Accrued liabilities		419,524
	Provision for warranty		268,515
	Withholding income tax payable		128,866
	Withholding sales tax payable		175,138
	Sales tax payable		13,082
	Contract liabilities - unsecured	17.2	24,727
	Workers' Profits Participation Fund	17.3	38,884
	Workers' Welfare Fund		-
	Temporary booked overdrafts	17.4	70,839
	Other payables		86,962
			29,788
			12,778
			1,373
			-
			455,629
			7,182
			9,449
			1,012,209
			1,557,104

17.1 Trade creditors include the following amounts due to the following related parties:

Get Gaari Technologies (Private) Limited	-	20
--	---	----

17.2 Contract liabilities include the following amounts due to the following related parties:

Specialized Autoparts Industries (Pvt.) Limited	7	8
---	---	---

17.3 Workers' Profit Participation Fund

Opening balance at start of the period / year	8,462	-
Charged during the period / year	4,316	8,462
Closing balance at the end of the period / year	12,778	8,462

17.4 It includes temporary booked overdrafts amounting to Nil (June 30, 2025: Rs. 455.63 million). This represents unrepresented cheques at the terminal date, which have been cleared subsequently.

Notes to the condensed interim financial statements (un-audited)

For the Half Year ended December 31, 2025

18 CONTINGENCIES AND COMMITMENTS

18.1 Contingencies

There has been no change in the contingencies as compared to those disclosed in the audited annual financial statements of the Company for the year ended June 30, 2025 except for:

- a) The Additional Commissioner Inland Revenue (ACIR) invoked section 122(5A) of the Income Tax Ordinance, 2001 for the tax year 2024 on issues including difference in sales, other admissible deductions, trade creditors and short term borrowings. An order dated November 26, 2025 was passed with one addition, which raised no tax demand but only reduced the declared loss and the refund from Rs. 133.785 million to Rs. 121.642 million.

The Company filed an appeal against the order before CIR (Appeals)-VI, Lahore on December 9, 2025, which remains pending adjudication.

A favorable outcome is expected, as the Additional Commissioner neither properly explained the documents and records submitted during the proceedings nor adequately appreciated the relevant legal provisions.

- b) Bank guarantees amounting to Rs. 58.17 million (June 30, 2025: Rs. 58.17 million) were given by MCB Islamic Bank Limited on behalf of Treet Battery Limited in favour of Faisalabad Electric Supply Company and Sui Northern Gas Pipelines Limited. Guarantees amounting to Rs. 2.40 billion (June 30, 2025: Rs. 2.40 billion) were given by Treet Corporation Limited on behalf of Treet Battery Limited in favour of different Financial Institutions.

18.2 Commitments

- 18.2.1 There was no capital commitments at the reporting date in respect of letters of credit (LCs) (2025: Rs. nil) and non-capital commitments amounted to Rs. 116.83 million (June 30, 2025: Rs. 320.02 million).

- 18.2.2 Lease commitments amounting to Rs. 32.01 million (June 30, 2025: 3.23 million).

	Un-audited December 31 2025	Audited June 30 2025
	(Rupees in thousand)	
Less than one year	12,450	3,233
One to three years	19,564	-
More than three	-	-
	32,014	3,233

Notes to the condensed interim financial statements (un-audited)

For the Half Year ended December 31, 2025

	Un-audited Half year ended		Un-audited Quarter ended	
	December 31 2025	December 31 2024	December 31 2025	December 31 2024
(Rupees in thousand)				
19 REVENUE FROM CONTRACT WITH CUSTOMERS - NET				
Sales				
Local	5,163,786	6,162,657	2,420,759	2,695,527
Sale of scrap (lead)	-	86,514	-	45,732
	5,163,786	6,249,171	2,420,759	2,741,259
Less: Sales tax	(787,696)	(940,218)	(369,268)	(411,343)
Less: Trade discount	(854,797)	(1,109,038)	(401,002)	(484,181)
	(1,642,493)	(2,049,256)	(770,270)	(895,524)
	3,521,293	4,199,915	1,650,489	1,845,735
20 COST OF SALES - RESTATED				
Raw materials consumed	2,287,562	2,249,425	766,965	1,162,837
Other overheads:				
Stores and spares consumed	14,438	11,553	7,219	17,299
Salaries, wages and other benefits	209,159	188,432	99,780	91,414
Fuel and power	197,790	235,190	90,893	104,805
Freight and forwarding	100,636	119,732	33,156	100,161
Depreciation on operating fixed assets	109,880	120,094	51,143	60,370
Other expenses	74,576	57,550	38,361	26,638
	706,479	732,551	320,552	400,687
Opening work in process	300,555	277,200	265,247	57,631
Closing work in process	(340,273)	(148,929)	(340,273)	(148,929)
	(39,718)	128,271	(75,026)	(91,298)
Cost of goods manufactured	2,954,323	3,110,247	1,012,491	1,472,226
Finished goods				
Opening stock	95,333	384,161	462,216	140,450
Opening stock	(309,135)	(153,217)	(309,135)	(153,217)
	(213,802)	230,944	153,081	(12,767)
	2,740,521	3,341,191	1,165,572	1,459,459

Notes to the condensed interim financial statements (un-audited)

For the Half Year ended December 31, 2025

	Un-audited For the half year ended		Un-audited For the quarter ended	
	December 31 2025	December 31 2024	December 31 2025	December 31 2024
	(Rupees in thousand)			
21 FINANCE COST				
Borrowings from banks	127,976	237,625	59,189	114,152
Borrowings from non-banking financial institutions	9,726	3,533	4,989	-
On borrowings from related parties Treet Corporation Limited parent company	105,533	277,645	74,253	148,774
First Treet Manufacturing Modaraba associated undertaking	10,959	26,270	2,034	14,077
Treet Holdings Limited associated undertaking	4,851	8,480	3,351	4,544
	121,343	312,395	79,638	167,395
Lease liabilities	634	514	634	257
Bank charges	1,249	1,319	686	826
	260,928	555,386	145,136	282,630
22 LEVIES				
Levies	48,926	58,710	22,634	27,099
23 TAXATION - RESTATED				
Current tax				
Current period	-	-	-	-
Prior year adjustment	286	(879)	286	(440)
Deferred tax	-	1,186	-	593
	286	307	286	153

24 EARNINGS / (LOSS) PER SHARE - BASIC AND DILUTED - RESTATED

There is no dilutive effect on the basic earnings per share of the Company, which is based on:

Profit after taxation - (Rs. in thousand)	19,456	(142,093)	137,448	(113,178)
Weighted average number of ordinary shares - (no. in thousand)	1,082,593	906,274	1,082,593	906,274
Earnings per share - basic and diluted - (Rs.)	0.02	(0.16)	0.13	(0.12)

Notes to the condensed interim financial statements (un-audited)

For the Half Year ended December 31, 2025

25 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties comprise of parent company, associated companies and directors of the Company. Significant transactions and balances with related parties, other than those disclosed elsewhere in these financial statements are as follows:

Name of parties	Nature of relationship	Nature of transactions	Note	2025		2024	
				Transactions during the period	Closing balance	Transactions during the year	Closing balance
Treet Corporation Limited	Parent Company	Short term borrowings obtained		278,983	-	392,073	-
		Finance cost charged by the parent company		80,403	-	277,645	-
		Expenses born by the parent company		207,374	-	149,149	-
		Rental charged by the parent company		649	-	649	-
		Conversion of parent company's loan to equity		-	-	1,276,390	-
		Conversion of accrued interest on loan to equity		-	-	726,776	-
		Short term borrowings	16	-	3,427,359	-	2,834,731
		Trade debts	11	-	9	-	101
"First Treet Manufacturing Modaraba"	Associated undertaking and common directorship	Rental charged by associate		2,476	-	2,475	-
		Funds received - net of payments		46,680	-	680	-
		Expenses paid on behalf of associated company		124,221	-	21,185	-
		Finance cost charged by the associated company		19,425	-	26,270	-
		Short term borrowings	16	-	284,383	-	316,644
		Trade debts	11	-	3	-	3
Treet Holdings Limited	Associated undertaking and common directorship	Finance cost charged by associated company		4,851	-	8,480	-
		Short term borrowings	16	-	110,681	-	105,830
Renacon Pharma Limited	Common directorship	Sale of goods		-	-	-	-
		Trade debt	11	-	-	118	-
				-	483	-	9,270

(Rupees in thousand)

Name of parties	Nature of relationship	Nature of transactions	Note	2025		2024	
				Transactions during the period	Closing balance	Transactions during the year	Closing balance
(Rupees in thousand)							
Treet HR Management (Private) Limited	Common directorship	Services received		3,620	-	3,121	-
Specialized Autoparts Industries (Private) Limited	Common directorship	Sale of goods Trade debits	11	-	-	105	-
Multiple Autoparts Industries (Private) Limited	Common directorship	Sale of goods Trade debits	11	-	143	-	20
Get Gaari Technologies (Private) Limited	Common directorship	Purchase of services		199	-	62	-
Loads Limited	Common directorship	Trade debits	11	-	64	-	67
Syed Shahid Ali	Director	Loan received Markup received		670,000 269,033	-	-	670,000 269,033
Chief executive and directors	Key management personnel	Remuneration		1,120	-	800	-

25.1 Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity. The Company considers all members of its management team, including the Chief Executive Officer and the Directors to be key management personnel.

Notes to the condensed interim financial statements (un-audited)

For the Half Year ended December 31, 2025

26 FAIR VALUE OF FINANCIAL INSTRUMENTS

The carrying values of all financial assets and liabilities reflected in the financial statements approximate their fair values. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

Underlying the definition of fair value is the presumption that the Company is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted price is readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and that price represents actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires the Company to classify fair value measurements 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 that entity can access at measurement date (Level 1)

Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (level 2)

Inputs for the asset or liability that are not based on observable market data (i.e. unobservable) inputs (Level 3)

Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred. However, there were no transfers between levels of fair value hierarchy during the year.

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

Notes to the condensed interim financial statements (un-audited)

For the Half Year ended December 31, 2025

27 FINANCIAL INSTRUMENTS BY CATEGORY

	Carrying value		Fair value				
	Financial assets at amortized cost	Financial liabilities at amortized cost	Total	Level 1	Level 2	Level 3	Total
----- (rupees in thousand) -----							
On-Balance sheet financial instruments							
As at December 31, 2025							
Financial assets - at amortized cost							
Long term advances and deposits	29,259	-	29,259	-	-	-	-
Trade debts	634,577	-	634,577	-	-	-	-
Advances, deposits, prepayments and other receivables	14,019	-	14,019	-	-	-	-
Cash and bank balances	508,367	-	508,367	-	-	-	-
	1,186,222	-	1,186,222	-	-	-	-
Financial liabilities at amortized cost							
Trade and other payables	-	946,092	946,092	-	-	-	-
Accrued markup	-	107,011	107,011	-	-	-	-
Deferred liabilities - employee retirement benefits	-	23,158	23,158	-	-	-	-
Lease liabilities	-	26,740	26,740	-	-	-	-
Short-term borrowings - secured	-	6,221,469	6,221,469	-	-	-	-
	-	7,324,470	7,324,470	-	-	-	-
As at June 30, 2025							
Financial assets - at amortized cost							
Long term advances and deposits	29,259	-	29,259	-	-	-	-
Trade debts	454,121	-	454,121	-	-	-	-
Advances, deposits, prepayments and other receivables	9,160	-	9,160	-	-	-	-
Cash and bank balances	366,407	-	366,407	-	-	-	-
	858,947	-	858,947	-	-	-	-
Financial liabilities at amortized cost							
Trade and other payables	-	1,283,632	1,283,632	-	-	-	-
Accrued markup	-	104,912	104,912	-	-	-	-
Deferred liabilities - employee retirement benefits	-	17,821	17,821	-	-	-	-
Lease liabilities	-	3,166	3,166	-	-	-	-
Short-term borrowings - secured	-	5,546,202	5,546,202	-	-	-	-
	-	6,955,733	6,955,733	-	-	-	-

27.1 There are no financial instruments classified as fair value through other comprehensive income (FVOCI) or fair value through profit or loss (FVPL).

Notes to the condensed interim financial statements (un-audited)

For the Half Year ended December 31, 2025

27.2 Due to the Company's long standing business relationships with these counterparties and after giving due consideration to their strong financial standing, management does not expect non performance by these counter parties on their obligations to the Company. Accordingly, the credit risk is minimal.

28 FINANCIAL RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk.

There have been no significant changes in the risk management policies since the year end.

The condensed interim financial statements does not include all financial risk management information and disclosures required in the annual financial statements and should be read in conjunction with the Company's audited annual financial statements for the year ended June 30, 2025.

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

		Un-audited December 31 2025	Audited June 30 2025
(Rupees in thousand)			
29 SHARIAH COMPLIANCE DISCLOSURE			
Description	Explanation		
Statement of financial position			
Assets:			
	Shariah compliant	86,679	344,398
Bank balances	Shariah non-compliant	16,431	18,847
Statement of financial position			
Liabilities:			
Short term financing			
From banks	Shariah compliant	2,049,046	2,138,997
From related parties	Shariah non-compliant	3,822,423	3,257,205
	Shariah non-compliant	200,000	150,000
From non banking financial institutions	Shariah compliant	150,000	-

Notes to the condensed interim financial statements (un-audited)

For the Half Year ended December 31, 2025

Un-audited Un-audited
December 31 December 31
2025 2024
(Rupees in thousand)

Statement of profit or loss			
Revenue	Shariah compliant	3,521,293	4,199,915
Sources and detailed breakup of other income			
Markup income	Shariah non-compliant	43,867	65,287
	Shariah compliant	3,413	5,686
Profit on bank and other deposits	Shariah non-compliant	356	1,172
Scrap	Shariah compliant	5,109	2,791
Sources and detailed breakup of finance cost			
Finance cost paid	Shariah compliant	255,030	563,359
	Shariah non-compliant	3,805	11,374
Sources and detailed breakup of other expenses			
Exchange loss	Shariah compliant	1,694	2,292

Relationship with banks having Islamic windows

Bank Name	Region	Nature of transactions
Faysal Bank Limited	Pakistan	Short Term Borrowings
Soneri Bank Limited	Pakistan	Short Term Borrowings
Meezan Bank Limited	Pakistan	Saving Account
MCB Islamic Bank Limited	Pakistan	Short Term Borrowings
Dubai Islamic Bank Limited	Pakistan	Saving Account
Bank Islami Pakistan Limited	Pakistan	Short term borrowing
Bank Al Habib Limited	Pakistan	Short term borrowing
Al Baraka Bank Pakistan Limited	Pakistan	Short term borrowing
Pak Oman Investment Corporation Limited	Pakistan	Short term borrowing

Notes to the condensed interim financial statements (un-audited)

For the Half Year ended December 31, 2025

30 CORRESPONDING FIGURES

30.1 Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison and better presentation. However, no significant reclassification has been made during the period except the following for appropriate presentation:

Description	Note	From	To	Rupees
Reclassification of gratuity and superannuation	17	Trade and other payables	Deferred Liabilities	23,158,334

In order to comply with the requirements of International Accounting Standard 34 - 'Interim Financial Reporting', corresponding figures in the condensed interim statement of financial position comprise of balances as per the audited annual financial statements of the Company for year ended June 30, 2025 and the corresponding figures in the condensed interim statement of profit or loss and the condensed interim comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity comprise of balances of comparable period as per the condensed interim financial statements of the Company for the half year ended December 31, 2024.

31 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial statements were authorized for issue on February 25, 2026 by the Board of Directors of the Company.

32 NON-ADJUSTING EVENTS AFTER THE BALANCE SHEET DATE

There are no significant reportable events after the condensed interim statement of financial position.

33 GENERAL

Amounts have been rounded off to the nearest rupees in thousand unless otherwise stated.



LAHORE

February 25, 2026

Syed Sheharyar Ali
Chief Executive Officer



Muhammad Rizwan Qaiser
Chief Financial Officer



Ms. Zunaira Dar
Director



Treet Battery Limited



+92-42-1111-Treet (8733)



www.treetbattery.com



corporate@treetbattery.com



[@treetbattery](#)