





# VISION STATEMENT

Our Vision is to be Pakistan's Largest ready mix concrete services company, signing under the prominent projects for tomorrow's world of business, harmonizing, innovative and progressive technology with the Company's experience and excellence in the quality of work.



# MISSION STATEMENT

Safe Mix once a dream has shaped into reality, through conviction and untiring efforts to see it grow into a corporate company with one of the principal market clientele.

The aim of the company is to establish a platform for the transfer of foreign technology with forming the basis for further development in Pakistan.



# CONTENT

<b>03</b>	Company Information
<b>04</b>	Directors' Report
<b>06</b>	Auditors' Review Report
<b>07</b>	Statement of Financial Position
<b>08</b>	Statement of Profit or Loss
<b>09</b>	Statement of Comprehensive Income
<b>10</b>	Statement of Changes In Equity
<b>11</b>	Statement of Cash Flows
<b>12</b>	Notes to the Financial Statements
<b>23</b>	Note to shareholders

# COMPANY INFORMATION

## BOARD OF DIRECTORS

Mr. Abdus Samad Habib	– Chief Executive Officer
Syed Najmudduja Jaffri	– Chairman
Mr. Kashif Habib	– Director
Mr. Ahsan Anis	– Director
Mrs. Anna Samad	– Director
Mr. Abdul Qadir	– Director
Mr. Muhammad Siddiq Khokhar	– Director

## AUDIT COMMITTEE

Mr. Abdul Qadir	– Chairman
Mr. Kashif Habib	– Member
Mr. Ahsan Anis	– Member

## HUMAN RESOURCES & REMUNERATION COMMITTEE

Mr. Muhammad Siddiq Khokhar	– Chairman
Mr. Kashif Habib	– Member
Syed Najmudduja Jaffri	– Member

## CHIEF FINANCIAL OFFICER

Mr. Imran Haque

## COMPANY SECRETARY

Mr. Dabeer Ullah Sheikh

## AUDITORS

RAHMAN SARFARAZ RAHIM IQBAL RAFIQ  
CHARTERED ACCOUNTANTS

## LEGAL ADVISOR

ADVOCATE AHSAN-UL-HAQ ADVOCATES AND  
CORPORATE COUNCIL

## BANKERS AND FINANCIAL INSTITUTIONS

HABIB METROPOLITAN BANK  
THE BANK OF PUNJAB  
BANK ISLAMI PAKISTAN LIMITED  
BANK ALFALAH LIMITED  
SUMMIT BANK LIMITED / BANK MAKRAMAH LIMITED  
MEEZAN BANK LIMITED

## REGISTERED OFFICE

Plot # 1, Global Industry,  
Nusrat Bhutto Colony, North  
Nazimabad  
Karachi, Pakistan.  
Tel: 92 345 2025369  
[www.safemixlimited.com](http://www.safemixlimited.com)

## SHARES REGISTRAR

THK Associates (Private) Limited  
Plot # 32-C, Jami Commercial  
Street 2  
DHA Phase VII  
Karachi

# DIRECTORS' REPORT

Dear Shareholders,

The Board of Directors of your Company are pleased to present their review report on the financial and operational performance of your Company for the Half Year ended on December 31, 2025.

## Economic Overview:

During the period under review, Pakistan's economy showed gradual stabilization, supported by easing inflation and prudent monetary management by the State Bank of Pakistan. Inflation remained moderate in the mid-single digits, helping to anchor price expectations, while the central bank maintained a cautious monetary stance by keeping the policy rate unchanged to support sustainable growth. The external sector showed modest improvement, supported by sustained remittance inflows that helped mitigate the current account deficit, although certain export categories remained under pressure. Exchange rate stability was reinforced through continued engagement with international financial institutions, including the International Monetary Fund, supporting confidence among investors and businesses. Overall, the macroeconomic environment reflected cautious recovery with gradually improving sentiment and activity.

The key financial highlights of the Company are as follows:

	July to December 2025	October to December 2025	July to December 2024	October to December 2024
	(Rupees)		(Rupees)	
Net Sales	1,174,778,741	578,496,290	679,481,673	371,586,933
Cost Of Sales	(989,825,409)	(492,862,625)	(570,570,057)	(319,678,883)
Gross Profit	184,953,332	85,633,665	108,911,616	51,908,050
Profit Before Taxation	111,501,687	52,078,381	58,276,708	28,232,982
Taxation	(33,369,130)	(20,571,604)	(19,617,611)	(11,363,492)
Profit After Taxation	78,132,557	31,506,777	38,659,097	16,869,490
Earnings per Share - Basic and Diluted	3.13	1.26	1.55	0.67

During the period under review your Company achieved sales of PKR 1,174 million as compared to PKR 679 million over the corresponding period resulting in a positive variance of 73%. The cost of sales raised to PKR 989.82 million as compared to PKR 570.57 million in the corresponding period depicting a 73 % increase of cost. The company maintained Gross Margin for the current period at 16%.

The administrative and selling expenses for the period stood at PKR 41.860 million as compared to PKR 29.678 million in the corresponding period. The increase is mainly due to salary increment and depreciation.

The profit after taxation for the period is PKR 78.132 million as compared to PKR 38.659 million in the corresponding period.

## Future Outlook

Improving macroeconomic environment has started to restore confidence in the real estate and construction sectors, leading to a gradual recovery in housing and infrastructure activity and, in turn, higher demand for ready-mix concrete. However, the ready-mix concrete industry continues to face headwinds from elevated input costs, energy tariffs, and transportation expenses, which partially offset the benefits of improved demand conditions. Overall, the economy reflects a cautious recovery with progressively strengthening business confidence.

In line with the improving demand outlook, Safe Mix Concrete Limited has expanded its fleet of transit mixers and plans further additions in March 2026 to reinforce logistics capability. This expansion is expected to improve service reliability, optimize distribution costs, and enhance responsiveness to large-scale project requirements. Combined with disciplined cost control and customer-centric operations, these measures are intended to deepen market penetration, support sustainable revenue growth, and strengthen the Company's competitive position in the coming quarters.

### **Acknowledgement**

The Management of your Company would like to thank all the shareholders, financial institutions, customers, individuals and staff members who have been associated with the Company for their support and cooperation. Further, we would also like to thank SECP and PSX for their continue support and guidance.



Abdus Samad Habib  
Chief Executive Officer



Syed Najmudduja Jaffri  
Chairman

Dated: 27 February 2026

**INDEPENDENT AUDITOR'S REVIEW REPORT  
TO THE MEMBERS OF M/S. SAFE MIX CONCRETE LIMITED**

**Report on Review of Condensed Interim Financial Statements**

**Introduction**

We have reviewed the accompanying condensed interim statement of financial position of M/s. Safe Mix Concrete 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 thereto for the half yearly 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 the 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 the 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.

As part of our engagement, we were only required to review the cumulative figures for the six-month period ended December 31, 2025. Accordingly, we have not reviewed the figures in the condensed interim statement of profit or loss and the condensed interim statement of comprehensive income for the quarter period ended December 31, 2025.

**Conclusion**

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

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

  
**RAHMAN SARFARAZ RAHIM IQBAL RAFIQ**  
Chartered Accountants

**Karachi**

**Date: February 27, 2026**

**UDIN: RR202510213fcXiqkhl4**

# CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

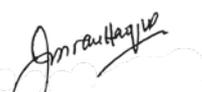
As at December 31, 2025

	Note	Unaudited	(Restated)	(Restated)
		December 31, 2025	Audited 30 June 2025	Audited 30 June 2024
(Rupees)				
<b>ASSETS</b>				
Non-current assets				
Property, plant and equipment	3	302,236,574	268,353,782	276,007,874
Right of use asset	4	19,079,980	3,064,465	4,085,953
Intangibles		151,862	162,222	182,942
Long term deposits		366,940	23,500	23,500
Long term advances		234,980,277	96,134,600	493,546
Deferred taxation - net	5	42,385,254	35,680,048	49,948,700
		<u>599,200,887</u>	<u>403,418,617</u>	<u>330,742,515</u>
<b>Current assets</b>				
Stock-in-trade	6	21,763,624	21,179,019	26,577,585
Stores, spares and loose tools		21,663,317	19,408,559	15,904,146
Trade debts	7	377,059,756	379,613,239	350,549,090
Loans and advances	8	25,894,212	20,250,726	7,554,860
Prepayments and other receivables	9	30,010,039	5,333,269	3,041,634
Tax due from government		72,763,831	80,724,361	30,989,741
Cash and bank balances	10	35,262,921	52,709,351	46,796,567
		<u>584,417,700</u>	<u>579,218,524</u>	<u>481,413,623</u>
<b>Total assets</b>		<u>1,183,618,587</u>	<u>982,637,141</u>	<u>812,156,138</u>
<b>EQUITY AND LIABILITIES</b>				
<b>Share capital and reserves</b>				
<b>Authorized capital</b>				
35,000,000 (June 30, 2025: 35,000,000) ordinary share of Rs. 10 each		<u>350,000,000</u>	<u>350,000,000</u>	<u>350,000,000</u>
Issued, subscribed and paid up capital		250,000,000	250,000,000	250,000,000
Capital reserve				
Share premium		14,728,576	14,728,576	14,728,576
Revenue reserve				
Unappropriated profits		184,702,940	169,070,383	116,086,779
		<u>449,431,516</u>	<u>433,798,959</u>	<u>380,815,355</u>
<b>Non-current liabilities</b>				
Long term financing - secured	11	167,946,089	97,328,102	59,304,456
Lease liability	12	16,857,978	2,809,694	3,771,145
Staff retirement benefits	13	30,685,028	29,730,996	23,225,644
		<u>215,489,095</u>	<u>129,868,792</u>	<u>86,301,245</u>
<b>Current liabilities</b>				
Trade and other payables	14	398,339,861	321,121,094	208,684,254
Current maturity of long term financing	11	75,295,700	43,584,513	23,392,865
Current maturity of lease liability		3,590,297	961,451	750,486
Loan from director		37,241,102	51,941,102	87,000,000
Unclaimed dividend		611,880	300,213	-
Accrued markup		3,619,136	1,061,017	25,211,933
		<u>518,697,976</u>	<u>418,969,390</u>	<u>345,039,538</u>
Contingencies and commitments	15			
<b>Total equity and liabilities</b>		<u>1,183,618,587</u>	<u>982,637,141</u>	<u>812,156,138</u>

The annexed notes from 1 to 26 form an integral part of these condensed interim financial statements.

  
Samad Habib  
CEO

  
Kashif Habib  
Director

  
Imran Haque  
CFO

# CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

For the half year and quarter ended December 31, 2025 (unaudited)

		Half year ended		Quarter ended	
		Unaudited December 31, 2025	Unaudited December 31, 2024	Unaudited 30 September 2025	Unaudited 30 September 2024
		(Rupees)		(Rupees)	
Revenue - net	16	1,174,778,741	679,481,673	578,496,290	371,586,933
Cost of revenue	17	(989,825,409)	(570,570,057)	(492,862,625)	(319,678,883)
<b>Gross profit</b>		<u>184,953,332</u>	<u>108,911,616</u>	<u>85,633,665</u>	<u>51,908,050</u>
Administrative expenses		(36,663,851)	(26,887,736)	(18,139,132)	(14,481,920)
Selling and distribution expenses		(5,196,261)	(2,790,882)	(241,731)	(2,612,636)
		(41,860,112)	(29,678,618)	(18,380,863)	(17,094,556)
<b>Operating profit</b>		<u>143,093,220</u>	<u>79,232,998</u>	<u>67,252,802</u>	<u>34,813,494</u>
Other expenses	18	(5,800,107)	(3,601,861)	(1,059,282)	2,773,161
Other income	19	1,821,519	6,567,053	708,036	111,933
		(3,978,588)	2,965,192	(351,246)	2,885,094
Finance costs	20	(19,196,392)	(20,903,246)	(10,880,096)	(9,465,606)
<b>Profit before levies and taxation</b>		<u>119,918,240</u>	<u>61,294,944</u>	<u>56,021,460</u>	<u>28,232,982</u>
Levies	21	(8,416,553)	(3,018,236)	(3,943,079)	-
<b>Profit before taxation</b>		<u>111,501,687</u>	<u>58,276,708</u>	<u>52,078,381</u>	<u>28,232,982</u>
Taxation	22	(33,369,130)	(19,617,611)	(20,571,604)	(11,363,492)
<b>Profit after taxation</b>		<u>78,132,557</u>	<u>38,659,097</u>	<u>31,506,777</u>	<u>16,869,490</u>
<b>Earning per share - basic and diluted</b>		<u>3.13</u>	<u>1.55</u>	<u>1.26</u>	<u>0.67</u>

The annexed notes from 1 to 26 form an integral part of these condensed interim financial statements.



Samad Habib  
CEO



Kashif Habib  
Director



Imran Haque  
CFO

# STATEMENT OF COMPREHENSIVE INCOME

For the half year and quarter ended December 31, 2025 (unaudited)

	Half year ended		Quarter ended	
	Unaudited December 31, 2025	Unaudited December 31, 2024	Unaudited 30 September 2025	Unaudited 30 September 2024
	(Rupees)		(Rupees)	
Profit after taxation	78,132,557	38,659,097	31,506,777	16,869,490
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	<u>78,132,557</u>	<u>38,659,097</u>	<u>31,506,777</u>	<u>16,869,490</u>

The annexed notes from 1 to 26 form an integral part of these condensed interim financial statements.



Samad Habib  
CEO



Kashif Habib  
Director



Imran Haque  
CFO

# STATEMENT OF CHANGES IN EQUITY

For the half year ended December 31, 2025

	Issued subscribed and paid-up capital	Capital reserve	Revenue reserve	Total
		Share premium	Accumulated Profits	
(Rupees)				
<b>Balance as at June 30, 2024 (as previously reported)</b>	250,000,000	14,728,576	126,547,918	391,276,494
Effect of correction of prior period errors (Refer Note 25)	-	-	(10,461,139)	(10,461,139)
<b>Balance as at June 30, 2024 (as restated)</b>	250,000,000	14,728,576	116,086,779	380,815,355
Total comprehensive income for the six months ended December 31, 2024				
- Profit after taxation	-	-	38,659,097	38,659,097
- Other comprehensive income	-	-	-	-
	-	-	38,659,097	38,659,097
Transaction with owners				
- Final dividend @ 20% for the year ended June 30, 2024	-	-	(50,000,000)	(50,000,000)
<b>Balance as at December 31, 2024 (as restated)</b>	250,000,000	14,728,576	104,745,876	369,474,452
<b>Balance as at June 30, 2025 (as restated)</b>	250,000,000	14,728,576	169,070,383	433,798,959
Total comprehensive income for the six months ended December 31, 2025				
- Profit after taxation	-	-	78,132,557	78,132,557
- Other comprehensive income	-	-	-	-
	-	-	78,132,557	78,132,557
Transaction with owners				
- Final dividend @ 25% for the year ended June 30, 2025	-	-	(62,500,000)	(62,500,000)
<b>Balance as at December 31, 2025</b>	250,000,000	14,728,576	184,702,940	449,431,516

The annexed notes from 1 to 26 form an integral part of these condensed interim financial statements.



**Samad Habib**  
CEO



**Kashif Habib**  
Director



**Imran Haque**  
CFO

# STATEMENT OF CASH FLOWS

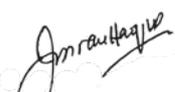
For the half year ended December 31, 2025 (unaudited)

	Unaudited 30 September 2025	Unaudited 30 September 2024
	(Rupees)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	111,501,687	58,276,708
Adjustments for non-cash items:		
- Depreciation on property, plant and equipment and right of use asset	15,682,594	11,839,947
- Amortization of software	10,360	9,516
- Recovery of receivable written off	-	(2,762,572)
- Provision for expected credit loss	4,438,168	3,601,861
- Provision for staff retirement benefits	4,635,726	4,030,703
- Provision for Workers' Profit Participation Fund	2,420,641	3,018,236
- Provision for Workers' Welfare Fund	5,995,912	-
- Performance bonus to employee adjusted against sale of vehicle	1,098,493	-
- Impairment of fixed assets	1,137,822	-
- Loss on disposal of fixed assets	224,117	-
- Profit on saving accounts	(1,140,734)	(1,788,133)
- Finance costs	19,196,392	20,903,246
	53,699,491	38,852,804
<b>Cash generated from operating activities before working capital changes</b>	165,201,178	97,129,512
<b>Effect on cash flow due to working capital changes</b>		
(Increase) / decrease in current assets		
- Stock-in-trade	(584,605)	(7,047,293)
- Stores, spares and loose tools	(2,254,758)	(10,073,289)
- Trade debts	(1,884,685)	(28,061,123)
- Loans and advances	(144,489,163)	(18,145,485)
- Prepayments and other receivables	(24,676,770)	(8,332,161)
	(173,889,981)	(71,659,351)
Increase/(decrease) in current liabilities		
- Trade and others payables	66,403,624	85,198,979
	66,403,624	85,198,979
Cash generated from operations	57,714,821	110,669,140
Income tax paid	(32,113,806)	(25,683,227)
Staff retirement benefit paid	(130,000)	(475,200)
WPPF Paid	(952,534)	(275,668)
Finance cost paid	(11,918,103)	(39,808,229)
	(45,114,443)	(66,242,324)
<b>Net cash generated from operating activities</b>	12,600,378	44,426,816
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Capital expenditure incurred	(53,284,943)	(12,224,092)
Increase in Long term deposits (net)	(343,440)	-
Profit on saving accounts	1,140,734	1,788,133
<b>Net cash (used in) / generated from investing activities</b>	(52,487,649)	(10,435,959)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Financing obtained during the period	131,949,970	11,849,304
Dividend paid during the period	(62,188,333)	(49,699,787)
Financing repaid during the period	(29,620,796)	(11,942,055)
Repayment of lease liability (principal portion)	(3,000,000)	-
Loan repaid to related parties	(14,700,000)	-
<b>Net cash used in financing activities</b>	22,440,841	(49,792,538)
<b>Net decrease in cash and cash equivalents</b>	(17,446,430)	(15,801,681)
Cash and cash equivalents at the beginning of the period	52,709,351	46,796,567
<b>Cash and cash equivalents at the end of the period</b>	35,262,921	30,994,886

The annexed notes from 1 to 26 form an integral part of these condensed interim financial statements.

  
Samad Habib  
CEO

  
Kashif Habib  
Director

  
Imran Haque  
CFO

# NOTES TO THE FINANCIAL STATEMENTS

For the half year ended December 31, 2025

## 1. STATUS AND NATURE OF BUSINESS

**1.1** Safe Mix Concrete Limited ("the Company") was incorporated on 04 April 2005 as Private Limited Company. Subsequently, it was converted into Public Limited Company on 21 February 2007 in accordance with the provisions of section 45 read with section 41(3) of the Companies Ordinance, 1984 (now repealed with the enactment of the Companies Act, 2017 on May 30, 2017). On 16 March 2010 the Company was listed on Karachi Stock Exchange. The principal activity of the Company is production and supply of ready mix concrete.

**1.2** "The registered office as well as the manufacturing unit of the Company is situated at Plot no. 1, Global Industry, Nusrat Bhutto Colony , North Nazimabad, Karachi.

## 2. BASIS OF PREPARATION

**2.1** These condensed interim financial statements (here-in-after referred to as the 'interim financial statements') have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, 'Interim Financial Reporting' , issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of, and directives issued under, the Companies Act, 2017.

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

### 2.2 Basis of measurement

All the items in these interim financial statements have been measured at their historical cost.

### 2.3 Functional and presentation currency

Items included in these interim financial statements are measured using the currency of the primary economic environment in which the Company operates. These interim financial statements are presented in Pak Rupees which is the Company's functional and presentation currency.

### 2.4 Judgements and sources of estimation uncertainty

In preparing these interim financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied in the annual financial statements of the Company as at and for the year ended June 30, 2025.

### 2.5 Significant accounting policies

The significant accounting policies applied in the preparation of these interim financial statements are the same as those applied in the preparation of the annual financial statements of the Company for the year ended June 30, 2025.

# NOTES TO THE FINANCIAL STATEMENTS

For the half year ended December 31, 2025

		Unaudited 31 December 2025	Audited 30 June 2025
		(Rupees)	
<b>3. PROPERTY, PLANT AND EQUIPMENT</b>	Note		
Operating fixed assets	3.1	271,036,574	268,353,782
Capital Work in Progress		31,200,000	-
		302,236,574	268,353,782
<b>3.1 Operating Assets- at the book value</b>			
Opening Book Value		268,353,782	276,007,874
Add: Additions during the period /year		22,084,943	21,405,919
Less: Disposals / write-off during the period / year - - at net book value		(4,874,304)	(3,539,187)
- Depreciation charged during the period /year		(13,390,025)	(25,520,824)
		(18,264,329)	(29,060,011)
Less: Provision for impairment		(1,137,822)	-
		271,036,574	268,353,782
<b>4. RIGHT OF USE ASSET</b>			
Opening Book Value	4.1	3,064,465	4,085,953
Impact of modification		18,308,084	-
		21,372,549	4,085,953
Less: Depreciation for the period		(2,292,569)	(1,021,488)
		19,079,980	3,064,465
<b>Depreciation rate (per annum)</b>		20%	20%
<b>4.1</b>	This represents factory land obtained on lease from a related party, Javedan Corporation Limited. During the year, the lease agreement was modified whereby the lease term was extended up to June 2030 and the monthly rental was increased from Rs. 150,000 to Rs. 500,000. In accordance with IFRS 16, the lease liability was remeasured at the effective date of modification using a revised discount rate, and the corresponding adjustment was made to the right-of-use asset.		
		Unaudited 31 December 2025	Audited 30 June 2025
<b>5. DEFERRED TAXATION - Net</b>		(Rupees)	
Taxable temporary differences:			
- Accelerated tax depreciation		(40,613,619)	(40,609,264)

# NOTES TO THE FINANCIAL STATEMENTS

For the half year ended December 31, 2025

	Unaudited 31 December 2025	Audited 30 June 2025
	(Rupees)	
Note		
Deductible temporary differences:		
- Alternate corporate tax	-	265,115
- Right-of-use assets and related lease liability	417,330	-
- Provision for impairment	347,036	-
- Provision for WWF	4,746,676	3,942,669
- Provision for WPPF	21,495,146	18,624,416
- Provision against ECL	46,633,751	44,537,813
- Provision for gratuity - net	9,358,934	8,919,299
	<u>82,998,873</u>	<u>76,289,312</u>
25	<u>42,385,254</u>	<u>35,680,048</u>

## 6. STOCK IN TRADE

### 6.1 Disaggregation by material type

Cement	-	3,298,732
Fly ash	281,025	350,645
Sand	3,954,723	3,797,540
Crush	5,565,640	7,624,622
Chemical	11,962,236	6,107,484
	<u>21,763,624</u>	<u>21,179,023</u>

## 7. TRADE DEBTS

Total trade debts outstanding	7.1 & 7.2	529,957,301	528,072,616
Less : provision for expected credit loss	7.3	(152,897,545)	(148,459,377)
		<u>377,059,756</u>	<u>379,613,239</u>

**7.1** This includes an amount of Rs. 21.639 million (June 2025 : Rs. 10.377 million) receivable from customers in respect of cement consumed on their behalf for the preparation of concrete mix. The receivable is recoverable either through reimbursement in monetary terms or by the return of an equivalent quantity of cement.

**7.2** This include amount receivable from related parties against sales made during the period. Their balances as at reporting date are stated below:

	Unaudited 31 December 2025	Audited 30 June 2025
	(Rupees)	
Globe Residency RIET	45,604,758	102,995,926
Rahat Residency REIT	21,721,652	17,716,186
Silk Islamic Development RIET	5,483	5,482
Naya Nazimabad Apartment REIT	29,206,240	(10,321,418)
Javedan Corporation Limited (Naya Nazimabad)	-	13,716,829
Signature Residency REIT	8,086,487	12,593,135
	<u>104,624,620</u>	<u>136,706,140</u>

# NOTES TO THE FINANCIAL STATEMENTS

For the half year ended December 31, 2025

	Unaudited 31 December 2025	Audited 30 June 2025
<b>7.3 Provision for expected credit loss</b>	(Rupees)	
Balance as at beginning of the period / year	148,459,377	141,974,899
Charged for the period / year	4,438,168	6,484,478
Reversal during the period / year	-	-
<b>Balance as at closing of the year</b>	<b>152,897,545</b>	<b>148,459,377</b>
<b>8. LOANS AND ADVANCES</b>		
Loans to employees	684,763	1,896,523
Advances		
- to suppliers	24,987,077	18,354,203
- to staff for purchases	222,372	-
	25,209,449	18,354,203
	<b>25,894,212</b>	<b>20,250,726</b>
<b>9. PREPAYMENTS AND OTHER RECEIVABLES</b>		
Prepayment		
- Insurance	5,216,365	4,689,052
- Other	552,601	141,357
	5,768,966	4,830,409
Other Receivables		
- receivable from Central Depository Company of Pakistan Ltd.	611,880	300,213
- receivable from First Habib Modarba	20,400,000	-
- others	3,229,193	202,647
	24,241,073	502,860
	<b>30,010,039</b>	<b>5,333,269</b>

**9.1** This represents an advance paid to First Habib Modaraba under a Diminishing Musharaka arrangement for the acquisition of transit mixers. As at the reporting date, the vehicles have not yet been delivered to the Company.

Under the terms of the arrangement, the amount advanced by the Company has been placed with First Habib Modaraba, which will disburse the funds to the supplier upon receipt and delivery of the transit mixers. In the event that the vehicles are not delivered or the transaction does not materialize, the amount is refundable to the Company.

# NOTES TO THE FINANCIAL STATEMENTS

For the half year ended December 31, 2025

		Unaudited 31 December 2025	Audited 30 June 2025
	Note	(Rupees)	
<b>10. CASH AND BANK BALANCES</b>			
Cash in hand		13,009,500	13,022,970
Cash at bank:			
- Balances held in saving accounts		19,048,988	33,708,073
- Balance held In current accounts		3,204,433	5,978,308
		22,253,421	39,686,381
		<u>35,262,921</u>	<u>52,709,351</u>
<b>11. LONG TERM FINANCING - SECURED</b>			
Dimishing Musharka Facility - I	11.1	243,241,789	140,912,615
Less: Current portion of long term finance shown under current liabilities		(75,295,700)	(43,584,513)
		<u>167,946,089</u>	<u>97,328,102</u>
<b>11.1 Dimishing Musharka Facility - I</b>			
Opening Carrying Amount		140,912,615	82,697,321
Add: Facilities received during the period		131,949,970	91,054,304
Less: Principal paid during the period		(29,620,796)	(32,839,010)
		<u>243,241,789</u>	<u>140,912,615</u>
<b>12. LEASE LIABILITY</b>			
Opening balance		3,771,145	4,521,631
Additions during the period / year	4.1	18,308,084	-
		22,079,229	4,521,631
Finance cost		1,369,046	1,049,514
		23,448,275	5,571,145
Rental payment during the period / year		(3,000,000)	(1,800,000)
		20,448,275	3,771,145
Less: Current maturity shown under current liabilities		(3,590,297)	(961,451)
		<u>16,857,978</u>	<u>2,809,694</u>
<b>13. STAFF RETIREMENT BENEFITS</b>			
Opening defined benefit obligation		29,730,996	23,225,644
Expense charged to statement of profit or loss	13.1	4,635,726	8,736,197
Remeasurement loss recognized in other comprehensive income		-	(380,229)
Benefit paid		(3,681,694)	(1,850,616)
<b>Closing defined benefit obligation</b>		<u>30,685,028</u>	<u>29,730,996</u>

# NOTES TO THE FINANCIAL STATEMENTS

For the half year ended December 31, 2025

		Unaudited 31 December 2025	Audited 30 June 2025
<b>13.1 Charge for the year has been allocated as follows:</b>	Note	(Rupees)	
Cost of sales		3,245,010	5,614,151
Administrative expense		1,390,716	3,122,047
		4,635,726	8,736,198
<b>14. TRADE AND OTHER PAYABLES</b>			
Trade creditors	14.1	276,164,880	201,549,710
Withholding tax payable		2,684,988	3,421,140
Accrued expenses		18,110,255	18,232,989
Worker's Profit Participation Fund Payable	14.2	70,475,887	62,081,385
Worker's Welfare Fund payable		15,562,871	13,142,230
Due to director		-	2,150,000
Advance from customers		12,017,205	17,219,866
Other payables		3,323,775	3,323,774
		398,339,861	321,121,094

**14.1** This includes payable to Power Cement Limited, an associated company, amounting to Rs. 57.037 million (June 30, 2025: Rs. 48.488 million).

		Unaudited 31 December 2025	Audited 30 June 2025
<b>14.2 Workers' Profit Participation Fund payable</b>	Note	(Rupees)	
Opening balance		62,081,385	48,762,550
Add:			
- Contribution for the year		5,995,912	7,599,823
- Interest accrued		3,351,124	5,994,680
		9,347,036	13,594,503
Less: Payment during the period / year		(952,534)	(275,668)
		70,475,887	62,081,385

## 15. CONTINGENCIES AND COMMITMENTS

### Contingencies:

During the previous financial year, the Deputy Commissioner Inland Revenue (DCIR) issued an order dated June 30, 2025 in respect of the tax audit for Tax Year 2019, raising a demand of PKR 24.392 million under section 122(1)(5) of the Income Tax Ordinance, 2001. The Company had duly complied with the audit proceedings by providing all relevant documentary evidence in response to the queries raised. The Company believes that the demand is primarily based on audit observations lacking legal merit and founded on subjective interpretation. Accordingly, an appeal was filed before the Commissioner Inland Revenue (Appeals). Based on the advice of legal and tax advisors, management remains confident that the demand will be set aside; therefore, no provision was recognized in the financial statements for the year ended June 30, 2025.

# NOTES TO THE FINANCIAL STATEMENTS

For the half year ended December 31, 2025

During the period, the Federal Board of Revenue (FBR) had attached the Company's bank accounts in connection with the above demand; however, the accounts were subsequently de-attached during the period. Further, an amount of PKR 2.439 million, representing 10% of the demand, was recovered by the FBR. The said amount has been recognized as adjustable / refundable tax paid in these condensed interim financial statements.

The appeal is pending adjudication before the Commissioner Inland Revenue (Appeals). Based on the advice of tax advisors, management continues to believe that the matter will be decided in the Company's favor and, accordingly, no provision has been recognized in these condensed interim financial statements for the remaining amount.

## Commitments

There are no material commitments as at December 31, 2025 (June 30, 2025: Nil)

	Note	Half year ended (Un-audited)	
		31 December 2025	31 December 2024
		(Rupees)	
<b>16. REVENUE - NET</b>			
Sale of concrete mix		1,350,995,552	781,403,924
Less : Sindh sale tax		(176,216,811)	(101,922,251)
		<u>1,174,778,741</u>	<u>679,481,673</u>
<b>17. COST OF REVENUE</b>			
Raw materials consumed		756,675,437	412,747,177
Stores and spares consumed	26.1	21,941,036	22,559,443
Fuel and power		95,591,158	60,522,321
Salaries, wages and other benefits		68,215,442	52,626,070
Depreciation		11,466,442	10,580,203
Repair and maintenance		10,161,780	4,135,844
Site preparation and sample testing		3,306,001	2,099,060
Insurance expense		2,882,624	1,407,794
Fees and subscription		-	510,000
Equipment hiring charges		19,585,489	3,382,145
		<u>989,825,409</u>	<u>570,570,057</u>
<b>18. OTHER EXPENSES</b>			
Provision for expected credit loss		4,438,168	3,601,861
Impairment of fixed asset		1,137,822	-
Loss on disposal of fixed asset		224,117	-
		<u>5,800,107</u>	<u>3,601,861</u>
<b>19. OTHER INCOME</b>			
Recovery of receivable written off		-	2,762,572
Returns on bank deposits		1,140,734	1,788,133
Other income		680,785	2,016,348
		<u>1,821,519</u>	<u>6,567,053</u>

# NOTES TO THE FINANCIAL STATEMENTS

For the half year ended December 31, 2025

	Note	Half year ended (Un-audited)	
		31 December 2025	31 December 2024
(Rupees)			
<b>20. FINANCE COST</b>			
Bank charges		48,069	5,949
Interest on workers' profit participation fund		3,351,124	2,926,270
Markup on borrowings	20.1	14,428,153	17,423,060
Lease finance cost		1,369,046	547,967
		<u>19,196,392</u>	<u>20,903,246</u>
<b>20.1 Breakup of markup on borrowings</b>			
Long term financing - from banking company		11,416,996	6,642,046
Loan from a related party		3,011,157	10,863,513
		<u>14,428,153</u>	<u>17,505,559</u>
<b>21. LEVIES</b>			
WWF Expense		2,420,641	-
WPPF expense	26.1	5,995,912	3,018,236
		<u>8,416,553</u>	<u>3,018,236</u>
<b>22. TAXATION</b>			
<b>Income tax</b>			
- Current		38,478,421	9,907,040
- Prior		1,595,915	(574,777)
		<u>40,074,336</u>	<u>9,332,263</u>
Deferred		(6,705,206)	10,285,348
		<u>33,369,130</u>	<u>19,617,611</u>

## 23. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related party comprise of associated companies, directors and key management personnel. The transactions entered into, and the balances held with, related parties during the period are as follows:

# NOTES TO THE FINANCIAL STATEMENTS

For the half year ended December 31, 2025

## 23.1 Transactions with related parties

Name of related party	Nature of relationship	Particulars	Half year ended (Un-audited)	
			December 31, 2025	December 31, 2024
			Rupees	
<i>Power Cement limited</i>	Company under common control	Purchases made during the period	405,232,501	261,194,399
<i>Javedan Corporation Limited</i>	Company under common control	Sales made during the period	52,745,434	31,492,816
<i>Mr. Abdus Samad</i>	Chief Executive Officer	Interest accrued during the period	3,011,157	8,645,008
<i>Mr. Abdus Samad</i>	Chief Executive Officer	Sales made during the period	2,293,728	-
<i>Mr. Abdus Samad</i>	Chief Executive Officer	Interest paid during the period	1,176,470	30,455,880
<i>Mr. Abdus Samad</i>	Chief Executive Officer	Principal repaid during the year	14,700,000	-
<i>Naya Nazimabad Apartment REIT</i>	Company under common control	Sales made during the period	342,890,145	-
<i>Globe Residency REIT</i>	Company under common control	Sales made during the period	165,564,215	225,377,346
<i>Rahat Residency REIT</i>	Company under common control	Sales made during the period	36,866,522	39,817,605
<i>Signature Residency REIT</i>	Company under common control	Sales made during the period	35,380,896	27,020,557

## 23.2 Balances with Related Parties

Name of related party	Nature of relationship	Particulars	Unaudited	Audited
			December 31, 2025	30 June 2025
			Rupees	
<i>Power Cement limited</i>	Company under common control	Amount payable as at period end	57,037,268	48,488,102
<i>Javedan Corporation Limited</i>	Company under common control	Amount receivable as at period end	-	13,816,730
<i>Javedan Corporation Limited</i>	Company under common control	Amount payable as at period end	339,586	-
<i>Mr. Abdus Samad</i>	Chief Executive Officer	Loan payable as at period end	37,241,102	51,941,102
<i>Mr. Abdus Samad</i>	Chief Executive Officer	Markup payable as at period end	2,562,434	727,747
<i>Mr. Abdus Samad</i>	Chief Executive Officer	Amount receivable as at period end	2,293,729	-
<i>Naya Nazimabad Apartment REIT</i>	Company under common control	Amount receivable as at period end	29,206,240	-
<i>Naya Nazimabad Apartment REIT</i>	Company under common control	Amount payable as at period end	-	10,321,418
<i>Globe Residency REIT</i>	Company under common control	Amount receivable as at period end	45,604,758	102,995,926
<i>Rahat Residency REIT</i>	Company under common control	Amount receivable as at period end	21,721,652	17,716,186
<i>Signature Residency REIT</i>	Company under common control	Amount receivable as at period end	8,086,487	12,593,135
<i>Silk Islamic Development REIT</i>	Company under common control	Amount receivable as at period end	5,483	5,482

## 24. FAIR VALUE OF ASSETS AND LIABILITIES

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

# NOTES TO THE FINANCIAL STATEMENTS

For the half year ended December 31, 2025

The Company measures fair value of its assets and liabilities using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1 : Quoted market price (unadjusted) in an active market.

Level 2 : Valuation techniques based on observable inputs.

Level 3: Valuation techniques using significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data.

If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurements is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

For assets and liabilities that are recognized in the financial statements at fair value on a recurring basis, the management recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred. As at December 31, 2025 no assets and liabilities are recognized at fair values.

## 25. CORRECTION OF PRIOR PERIOD ERRORS

During the period ended December 31, 2025, the Company identified an error in relation to the deferred tax recognized on Alternate Corporate Tax (ACT) amounting to Rs. 10.461 million, which had been inadvertently carried forward since the financial statements for the year ended June 30, 2024.

The error arose due to an incorrect computation in the prior year. For the year ended June 30, 2024, the Company's corporate tax liability and ACT were equal, each amounting to Rs. 26.242 million, while minimum tax amounted to Rs. 15.781 million. Owing to an inadvertent oversight, the difference between ACT and minimum tax amounting to Rs. 10.461 million was treated as giving rise to a deferred tax asset and carried forward.

However, since the ACT was equal to the corporate tax liability, no excess ACT was available for carry forward or adjustment against future tax liabilities under the provisions of the Income Tax Ordinance, 2001. Consequently, no economic benefit was expected to arise in subsequent periods and the recognition criteria for deferred tax assets under International Accounting Standard 12 were not met.

Accordingly, in these financial statements, restatements have been made retrospectively in accordance with the requirements of the International Accounting Standard (IAS) 8 'Accounting Policies, Changes in Accounting Estimates and Errors' and all the corresponding figures affected thereby have been restated. Further, since these restatements have material effects on the statement of financial position as at the beginning of the earliest period presented (i.e. June 30, 2024), the said statement has also been presented in these financial statements in accordance with the requirements of the IAS 1 'Presentation of Financial Statements'.

### Effects on the statement of financial position

	As at June 30, 2025			As at June 30, 2024		
	As previously	As restated	Change	As previously	As restated	Change
	(Rupees)			(Rupees)		
<b><u>Share capital and reserves</u></b>						
Unappropriated profits	179,531,522	169,070,383	(10,461,139)	126,547,918	116,086,779	(10,461,139)
<b><u>Deferred liabilities</u></b>						
Deferred taxation-net	46,141,187	35,680,048	10,461,139	60,409,839	49,948,700	10,461,139

# NOTES TO THE FINANCIAL STATEMENTS

For the half year ended December 31, 2025

## 26. GENERAL

### 26.1 Corresponding figures

Reclassified from component	Reclassified to component	Note	Amount (Rupees)
WPPF expense (Other expenses)	WPPF expense (Levies)	18 & 21	<u>3,018,236</u>
Raw materials consumed (Cost of revenue)	Stores and spares consumed (Cost of revenue)	17	<u>22,559,443</u>

### 26.2 Shariah compliance status disclosure

#### Statement of financial position

- Long-term financing as per Islamic mode
- Shariah-compliant bank balance

Unaudited 31 December 2025	Audited 30 June 2025
----- Number -----	

243,241,789	140,912,615
19,443,583	34,102,668

#### Statement of profit and loss

- Revenue earned from Shariah compliant business segment
- Profit earned from Shariah compliant bank balances
- Profit paid on Islamic mode of financing

Half year ended (Un-audited)	
31 December 2025	31 December 2024
(Rupees)	

1,174,778,741	679,481,673
1,140,734	1,788,133
10,741,633	9,219,997

### 26.3 Date of authorization for issue of these interim financial statements

These interim financial statements have been authorized for issue by the Board of Directors of the Company in their meeting held on February 27, 2026.

### 26.4 Level of rounding

In these interim financial statements, all the figures have been rounded off to the nearest rupee.

  
Samad Habib  
CEO

  
Kashif Habib  
Director

  
Imran Haque  
CFO

# NOTES TO THE SHAREHOLDERS

## **Unclaimed Dividend:**

Pursuant to Section 244 of the Act, any shares issued, or dividends declared by the Company, which remain unclaimed for a period of three years from the date they became due and payable shall rest with the Federal Government after completion of procedure prescribed under the Act.

In this respect, Shareholders, who by any reason, could not claim their previous dividends are advised to contact our Share Registrar M/s. THK Associates (Private) Limited, 32-C, Jami Commercial Street 2, D.H.A Phase VII, Karachi 75500, to collect/enquire about their unclaimed dividend, if any. The details of the dividend declared by the Company which have remained due for more than three years are available on the Company's website [www.safemixlimited.com](http://www.safemixlimited.com).

## **Deposit of Physical shares in CDC Accounts:**

The SECP, through its letter No. CSD/ED/Misc/2016-639-640 dated 26 March 2021, has advised the listed companies to adhere with the provisions of the Section 72 of the Act, which requires all the exiting companies to replace shares issued by them in physical form with book-entry form in a manner as may be specified and from the date notified by the SECP within a period not exceeding four years from the commencement of the Companies Act 2017 i.e. 30 May 2017. The shareholders having physical shareholding are requested to open CDC sub-account with any of the brokers or investors account directly with CDC to place their physical shares into scrip less form.

**BOOK POST**  
**PRINTED MATTER**



**SAFE MIX CONCRETE LIMITED**

---

Plot # 1, Global Industry, Nusrat Bhutto Colony,  
North Nazimabad, Karachi, Pakistan  
Helpline # 0345-2025369 & 0345-2022473  
Website: [www.safemixlimited.com](http://www.safemixlimited.com)