Hi-Tech Lubricants Ltd

Condensed Interim Financial Information

For the Half Year Ended 31 December 2025
(Un-Audited)

RESILIENCE IN ACTION

LEARNING, ADAPTING AND EMERGING STRONGER

COMPANY **INFORMATION**

BOARD OF **DIRECTORS**

Mr. Shaukat Hassan
Chairman of the Board / Non Executive Director

Mr. Hassan Tahir
Chief Executive Officer / Executive Director

Mr. Muhammad Ali Hassan
Executive Director

Ms. Mavira Tahir
Non Executive Director

Mr. Faraz Akhtar Zaidi
Non Executive Director

Miss Mehvish Khan
Non Executive Director

Mr. Shafiq Ur Rehman
Non Executive Independent Director

Mr. Muntizer Abbas Hussain
Non Executive Independent Director

Mr. Mahmood Akhtar
Non Executive Independent Director

Mr. Donghyun Kim (Nominee of SK Enmove Co., Ltd.)
Non Executive Director

SENIOR **MANAGEMENT**

Chief Financial **Officer**

Mr. Saeed Ullah Khan Niazi
Phone: +92-42-111-645-645
Fax: +92-42-3631-18-14

Company Secretary & **Chief Compliance Officer**

Mr. Fraz Amjad Khawaja
Phone: +92-42-111-645-645
Fax: +92-42-3631-18-14

External **Auditors**

M/S Riaz Ahmed & Company, Chartered Accountants
10-B, Saint Marry Park, Main Boulevard Gulberg, Lahore
Phone: +92-42-35718137
Fax: +92-42-35714340

Share **Registrar**

M/S Cdc Share Registrar Services Limited
Cdc House, 99-B, Block 'B', S.m.c.h.s. Main Shahra-E-Faisal, Karachi-74400
Phone: +92-21-111-111-500, Fax: +92-21-34326053
Toll Free: 0800 23275 (Cdcpl)
Email Address: Info@Cdcsrsl.com
Website: Www.cdcsrsl.com

Legal **Advisor**

Mr. Ijaz Lashari
Lashari Law Associates, 22-Munawar Chamber, 1-Mozang Road, Lahore
Phone: +92-42-37359287
Fax: 92-42-37321471

Stock **Symbol**

HTL

Registered / **Head Office**

1-A , Danepur Road, GOR - 1, Lahore
Phone: +92-42-111-645-645
Fax: +92-42-3631-18-14
Email Address: info@masgroup.org

REGIONAL **OFFICES**

Karachi **Office:**

C-6/1, Street No.3, Bath Island, Clifton Karachi
Phone: +92-21-35290674-5

Islamabad **Office:**

Suite No. 1402, 14th Floor, Green Trust Tower,
Jinnah Avenue, Blue Area Islamabad.
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Multan **Office:**

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Peshawar **Office:**

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Islamia Road, Peshawar Cantt.
Phone: +92-91-5253186-7

OMC **Office:**

57-C, Gulberg III, MM Alam Road, Near Janun Restaurant, Lahore
Phone: +92-42-35752213-4

HTBL **PLANT SITE**

7-Km, Sundar Raiwind Road, Bhaikot, Lahore
Phone: +92-42-38102781-5
Fax: +92-42-36311884

COMPANY **WEBSITES:**

www.hitechlubricants.com
www.zicoil.pk

BANKERS

ISLAMIC **BANKS**

Meezan Bank, alBaraka, Dubai Islamic Bank

CONVENTIONAL **BANKS**

HBL, MCB, Mobilink, NBP, askaribank, UBL, Bank Alfalah, JS BANK

DIRECTOR'S REVIEW

For the Half Year Ended December 31, 2025

Dear Shareholders,

The Directors of Hi-Tech Lubricants Limited are pleased to present the condensed interim financial information of the Company for the half year ended December 31, 2025, comprising the reviewed standalone financial statements and unaudited consolidated financial statements, duly prepared in accordance with the applicable financial reporting framework.

Financial Performance

During the half year under review, the Company demonstrated resilient performance despite prevailing economic challenges.

On a consolidated basis, the Company achieved:

- **Gross Sales**: PKR 19.35 billion (8.99% growth compared to the corresponding period last year)
- **Gross Profit**: PKR 1,693 million
- **Profit After Tax**: PKR 163 million

This performance represents a significant turnaround compared to the loss after tax of PKR 40 million reported in the corresponding period last year, reflecting an improvement of 509.6%.

Segment wise revenue growth is presented below. This represents overall improvement of Company's operations in all segments.

- **Lubricants:** 8.99%
- **Fuel**: 5.59%
- **Polymers:** 41.44%

Segment-wise Performance

Lubricants Segment

Profitability in the lubricants segment improved during the period primarily due to the successful localization of blending of base oils and raw materials, following approval from SK Enmove Co., Ltd., South Korea.

Local blending has enabled:

- Reduction in imported raw material costs
- Lower lead times
- Improved inventory management
- Enhanced cost competitiveness

The Company has started witnessing volumetric growth following the commencement of local blending operations. Management expects that a majority of lubricant products will gradually be blended at the Company's facility, which is anticipated to significantly strengthen margins and long-term growth prospects.

Demand for high-performance synthetic lubricants continues to rise, driven by modern engine requirements, increasing consumer awareness, and improved fuel efficiency standards. The rebound in vehicle sales, growth in hybrid vehicles, and increasing motorcycle sales are expected to further support segment growth.

Fuel Segment

The Fuel segment recorded net sales of approximately PKR 12 billion, reflecting 5.59% growth compared to the same period last year.

This growth was achieved through:

- Effective supply chain management
- Strategic inventory planning
- Continuous monitoring to ensure uninterrupted product availability across retail outlets

As of December 31, 2025, the Company operates a total of 59 fuel stations, comprising:

- 35 in Punjab
- 22 in Khyber Pakhtunkhwa
- 2 in Azad Jammu & Kashmir

The Company plans to add an additional 6–10 fuel stations by June 30, 2026, which is expected to contribute further volumetric and revenue growth. This will help increase in revenue and profit margins.

Polymer Segment

The Polymer segment depicted a healthy growth delivered exceptional growth of 41.44% during the period under review. The segment continues to benefit from expanding demand in Pakistan's e-commerce, FMCG, and pharmaceutical sectors, particularly for quality and hygienic packaging solutions.

The structural shift from loose products to branded and hygienic packaging in food and healthcare sectors presents strong medium- to long-term growth potential. Management expects this new business segment will achieve sustained growth in future and help in more improved profitability in this business segment.

Economic Environment and Future Outlook

The operating environment remains challenging due to macroeconomic uncertainties, including:

- Global tariff tensions led by the United States
- Political uncertainty
- Slowdown in large-scale manufacturing
- Modest GDP growth
- Exchange rate pressures on the Pakistani Rupee

Despite these challenges, management remains focused on operational efficiency, cost optimization, prudent capital allocation, and disciplined expansion strategies.

The outlook for the lubricants segment remains positive due to improving cost competitiveness and increasing demand for synthetic products. The Fuel segment is expected to maintain stable to moderate growth, supported by government efforts to curb fuel smuggling and gradual recovery in the automobile sector.

Corporate Governance and Compliance

The Company remains committed to maintaining the highest standards of corporate governance, transparency, and accountability in line with applicable laws and regulatory requirements. The Directors affirm that the interim financial statements present a true and fair view of the state of affairs of the Company for the period under review.

Acknowledgment

The Directors place on record their sincere appreciation for the continued trust and confidence of our valued shareholders. We also acknowledge and commend the dedication, professionalism, and commitment of the entire HTL team, whose efforts have been instrumental in the Company's improved performance during the period.

We remain confident in the Company's strategic direction and its ability to create sustainable long-term value for all stakeholders.

For and on behalf of the Board of Directors

Mr. Hassan Tahir
(Chief Executive Officer)

Mr. Muhammad Ali Hassan
(Executive Director)

Lahore, February 25 , 2026

ڈائریکٹرز کی جائزہ رپورٹ

31 دسمبر 2025 کو ختم ہونے والے ششماہی کے لیے

محترم شیئر ہولڈرز،

ہائی ٹیک لبریکنٹس لمیٹڈ کے ڈائریکٹرز 31 دسمبر 2025 کو ختم ہونے والے ششماہی کے لیے کمپنی کی مختصر عبوری مالیاتی معلومات پیش کرتے ہوئے خوش ہیں، جس میں نظر ثانی شدہ مالیاتی بیانات اور غیر آڈیٹ شدہ مالی بیانات شامل ہیں، جو کہ قابل اطلاق مالیاتی رپورٹنگ فریم ورک کے مطابق تیار کیے گئے ہیں۔

مالی کارکردگی

زیر جائزہ نصف سال کے دوران، کمپنی نے موجودہ اقتصادی چیلنجوں کے باوجود لچکدار کارکردگی کا مظاہرہ کیا۔

ایک مستحکم بنیاد پر، کمپنی نے حاصل کیا:

- **مجموعی فروخت:** 19.35 بلین روپے (گزشتہ سال کی اسی مدت کے مقابلے میں 8.99 فیصد اضافہ)
- **مجموعی منافع:** 1,693 ملین روپے
- **ٹیکس کے بعد منافع:** 163 ملین روپے

یہ کارکردگی پچھلے سال کی اسی مدت میں رپورٹ ہونے والے 40 ملین روپے کے ٹیکس کے بعد کے نقصان کے مقابلے میں ایک اہم تبدیلی کی نمائندگی کرتی ہے، جو 509.6 فیصد کی بہتری کو ظاہر کرتی ہے۔

سیگمنٹ وار آمدنی میں اضافہ ذیل میں پیش کیا گیا ہے۔ یہ تمام طبقات میں کمپنی کے آپریشنز کی مجموعی بہتری کی نمائندگی کرتا ہے۔

لبریکینٹس: 8.99%

ایندھن: 5.59%

- **پولیمر:** 41.44%

طبقہ وار کارکردگی

لبریکینٹس

SK Enmove Co., Ltd.، جنوبی کوریا کی جانب سے منظوری کے بعد، بنیادی طور پر بیس آئل اور خام مال کی بلینڈنگ کے کامیاب لوکلائزیشن کی وجہ سے اس مدت کے دوران لبریکنٹس کے حصے میں منافع میں بہتری آئی۔

مقامی بلینڈنگ کے فعال ہونے سے

درآمد شدہ خام مال کے اخراجات میں کمی ہوئی

کم لیڈ ٹائم

انوینٹری کا بہتر انتظام

قیمت کی مسابقت میں اضافہ

مقامی بلینڈنگ آپریشنز کے آغاز کے بعد کمپنی نے حجم میں اضافہ دیکھا ہے۔ انتظامیہ کو توقع ہے کہ چکنا کرنے والی مصنوعات کی اکثریت کمپنی کی سہولت میں بتدریج ملا دی جائے گی، جس سے مارجن اور طویل مدتی ترقی کے امکانات کو نمایاں طور پر مضبوط کرنے کی توقع ہے۔

اعلی کارکردگی والے مصنوعی چکنا کرنے والے مادوں کی مانگ میں مسلسل اضافہ ہو رہا ہے، جدید انجن کی ضروریات، صارفین کی بیداری میں اضافہ، اور ایندھن کی کارکردگی میں بہتری کے معیارات۔ گاڑیوں کی فروخت میں بہتری، ہائبرڈ گاڑیوں میں اضافہ، اور موٹر سائیکل کی بڑھتی ہوئی فروخت سے طبقہ کی ترقی میں مزید مدد کی توقع ہے۔

ایندھن کا حصہ

ایندھن کے حصے نے تقریباً 12 ارب روپے کی خالص فروخت ریکارڈ کی، جو گزشتہ سال کی اسی مدت کے مقابلے میں 5.59 فیصد نمو کو ظاہر کرتا ہے۔

یہ ترقی اس کے ذریعے حاصل کی گئی تھی:

- مؤثر سپلائی چین مینجمنٹ
- اسٹریٹجک انوینٹری کی منصوبہ بندی
- خوردہ دکانوں پر مصنوعات کی بلا تعطل دستیابی کو یقینی بنانے کے لیے مسلسل نگرانی

31 دسمبر 2025 تک، کمپنی کل 59 فیول اسٹیشن چلاتی ہے، جن میں شامل ہیں:

پنجاب میں 35

خیبر پختونخوا میں 22

آزاد جموں و کشمیر میں 2

کمپنی 30 جون 2026 تک اضافی 6-10 فیول سٹیشنوں کو شامل کرنے کا ارادہ رکھتی ہے، جس سے توقع ہے کہ حجم اور آمدنی میں مزید اضافہ ہوگا۔ اس سے آمدنی اور منافع کے مارجن میں اضافے میں مدد ملے گی۔

پولیمر سیگمنٹ

پولیمر طبقہ نے زیر جائزہ مدت کے دوران 41.44 فیصد کی غیر معمولی نمو کے ساتھ صحت مند ترقی کی عکاسی کی۔ یہ طبقہ پاکستان کے ای کامرس، ایف ایم سی جی، اور فارماسیوٹیکل سیکٹرز میں خاص طور پر کوالٹی اور حفظان صحت سے متعلق پیکیجنگ سلوشنز میں بڑھتی ہوئی طلب سے فائدہ اٹھا رہا ہے۔

خوراک اور صحت کی دیکھ بھال کے شعبوں میں ڈھیلے پراڈکٹس سے برانڈڈ اور حفظان صحت کی پیکیجنگ کی طرف ساختی تبدیلی درمیانی سے طویل مدتی ترقی کی مضبوط صلاحیت پیش کرتی ہے۔ انتظامیہ کو توقع ہے کہ یہ نیا کاروباری طبقہ مستقبل میں پائیدار ترقی حاصل کرے گا اور اس کاروباری طبقہ میں مزید بہتر منافع میں مدد کرے گا۔

اقتصادی ماحول اور مستقبل کا منظر نامہ

میکرو اکنامک غیر یقینی صورتحال کی وجہ سے آپریٹنگ ماحول بدستور چیلنجنگ ہے، بشمول:

امریکہ کی قیادت میں عالمی ٹیرف تناؤ

سیاسی غیر یقینی صورتحال

بڑے پیمانے پر مینوفیکچرنگ میں سست روی

جی ڈی پی کی معمولی نمو

پاکستانی روپے پر شرح مبادلہ کا دباؤ

ان چیلنجوں کے باوجود، انتظامیہ کی توجہ آپریشنل کارکردگی، لاگت کی اصلاح، سمجھدار سرمایہ مختص، اور نظم وضبط کی توسیع کی حکمت عملیوں پر مرکوز ہے۔

لاگت کی مسابقت میں بہتری اور مصنوعی مصنوعات کی بڑھتی ہوئی مانگ کی وجہ سے لبریکینٹس طبقے کے لیے آؤٹ لک مثبت رہتا ہے۔ ایندھن کے شعبے سے توقع ہے کہ وہ مستحکم سے اعتدال پسند ترقی کو برقرار رکھے گا، جسے ایندھن کی اسمگلنگ کو روکنے اور آٹو موبائل کے شعبے میں بتدریج بحالی کی حکومتی کوششوں سے تعاون حاصل ہے۔

کارپوریٹ گورننس اور تعمیل

کمپنی قابل اطلاق قوانین اور ریگولیٹری تقاضوں کے مطابق کارپوریٹ گورننس، شفافیت اور جوابدہی کے اعلیٰ ترین معیارات کو برقرار رکھنے کے لیے پرعزم ہے۔ ڈائریکٹرز اس بات کی توثیق کرتے ہیں کہ عبوری مالیاتی بیانات زیر جائزہ مدت کے لیے کمپنی کے حالات کا صحیح اور منصفانہ نقطہ نظر پیش کرتے ہیں۔

اعتراف

ڈائریکٹرز ہمارے قابل قدر شیئر ہولڈرز کے مسلسل اعتماد اور اعتماد کے لیے اپنی مخلصانہ تعریف کرتے ہیں۔ ہم پوری HTL ٹیم کی لگن، پیشہ ورانہ مہارت اور عزم کو بھی تسلیم کرتے ہیں اور اس کی تعریف کرتے ہیں، جن کی کوششیں اس مدت کے دوران کمپنی کی بہتر کارکردگی میں اہم کردار ادا کرتی رہی ہیں۔

ہم کمپنی کی حکمت عملی کی سمت اور تمام اسٹیک ہولڈرز کے لیے پائیدار طویل مدتی قدر پیدا کرنے کی اس کی صلاحیت پر پر اعتماد ہیں۔

بورڈ آف ڈائریکٹرز کے لیے اور اس کی جانب سے

(چیف ایگزیکٹو آفیسر/ ایگزیکٹیو ڈائریکٹر) **(ڈائریکٹر)**

لاہور، ۲۵ فروری ۲۰۲۶ء

HI-TECH LUBRICANTS LIMITED

Unconsolidated Condensed Interim Financial Statements (Un-audited)

Riaz Ahmad & Company
Chartered Accountants

10-B, Saint Mary Park
Main Boulevard, Gulberg-III
Lahore 54660, Pakistan
T: +92 (42) 3571 81 37-9
racolhr@racopk.com
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INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Hi-Tech Lubricants Limited

Report on review of Unconsolidated Condensed Interim Financial Statements

Introduction

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

Scope of Review

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

Conclusion

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

Other Matter

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

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

RIAZ AHMAD & COMPANY
Chartered Accountants

Lahore

Date: 26 February 2026

UDIN: RR202510158t1PqKl7wL

A member of Nexia International

Unconsolidated Condensed Interim Statement Of Financial Position (Un-audited)

As At 31 December 2025

	Note	Un-Audited 31 December 2025 Rupees	Audited 30 June 2025 Rupees
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
150,000,000 (30 June 2025: 150,000,000)			
ordinary shares of Rupees 10 each		1,500,000,000	1,500,000,000
Issued, subscribed and paid-up share capital			
139,204,800 (30 June 2025: 139,204,800) ordinary shares of Rupees 10 each		1,392,048,000	1,392,048,000
Capital reserve - share premium		1,441,697,946	1,441,697,946
Capital reserve - surplus on revaluation of freehold land		829,069,706	829,069,706
Revenue reserves - un-appropriated profit		56,146,034	24,975,378
Total equity		3,718,961,686	3,687,791,030
LIABILITIES			
NON-CURRENT LIABILITIES			
Lease liabilities	4	374,113,571	381,667,221
Long term financing		41,726,720	-
Long term deposits		26,000,000	26,000,000
		441,840,291	407,667,221
CURRENT LIABILITIES			
Trade and other payables		3,218,133,723	2,169,592,405
Accrued mark-up / profit		32,370,912	37,294,089
Short term borrowings		1,351,477,215	1,618,958,452
Current portion of non-current liabilities		136,621,265	131,960,736
Unclaimed dividend		5,322,009	5,372,861
Provision for taxation and levy - net		-	-
		4,743,925,124	3,963,178,543
Total liabilities		5,185,765,415	4,370,845,764
CONTINGENCIES AND COMMITMENTS	5		
TOTAL EQUITY AND LIABILITIES		8,904,727,101	8,058,636,794

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.

Chief Executive **Director** **Chief Financial Officer**

	Note	Un-Audited 31 December 2025 Rupees	Audited 30 June 2025 Rupees
ASSETS			
NON-CURRENT ASSETS			
Fixed assets	6	2,658,151,153	2,656,769,927
Right-of-use assets	7	435,792,326	449,029,213
Intangible assets	8	2,067,887	2,709,516
Investment in subsidiary company	9	1,300,000,600	1,300,000,600
Long term security deposits		24,626,257	14,337,351
Long term loans to employees		649,690	1,116,772
Deferred income tax asset - net		80,913,188	121,450,261
		4,502,201,101	4,545,413,640
CURRENT ASSETS			
Stock-in-trade	10	1,462,151,053	731,022,738
Trade debts		1,573,097,378	1,232,490,332
Loans and advances		339,766,922	307,359,948
Short term deposits and prepayments		43,234,423	33,574,424
Other receivables		396,600,311	412,524,240
Accrued interest		16,441	10,052
Short term investments		230,691,478	240,351,519
Cash and bank balances		196,967,994	145,889,901
		4,242,526,000	3,103,223,154
Non-current assets classified as held for sale	11	160,000,000	410,000,000
		4,402,526,000	3,513,223,154
TOTAL ASSETS		8,904,727,101	8,058,636,794

Chief Executive

Director

Chief Financial Officer

Unconsolidated Condensed Interim Statement of Profit or Loss (Un-audited)

For The Half Year Ended 31 December 2025

	HALF YEAR ENDED		QUARTER ENDED	
	31 December 2025	31 December 2024	31 December 2025	31 December 2024
	Rupees	Rupees	Rupees	Rupees
GROSS REVENUE FROM CONTRACTS WITH CUSTOMERS	18,761,021,508	17,369,630,258	9,587,343,877	9,948,593,137
Discounts	(381,224,763)	(240,080,979)	(138,536,328)	(225,770,159)
Sales tax	(1,203,630,631)	(1,088,156,386)	(628,411,836)	(670,266,162)
NET REVENUE FROM CONTRACTS WITH CUSTOMERS	17,176,166,115	16,041,392,893	8,820,395,714	9,052,556,816
COST OF SALES	(15,888,124,692)	(15,099,251,055)	(8,151,023,905)	(8,708,761,795)
GROSS PROFIT	1,288,041,423	942,141,838	669,371,809	343,795,021
DISTRIBUTION COST	(666,444,940)	(592,870,689)	(369,756,284)	(331,395,379)
ADMINISTRATIVE EXPENSES	(406,159,948)	(391,759,905)	(218,803,556)	(194,640,835)
OTHER EXPENSES	(91,628,188)	(13,468,058)	(36,059,424)	(8,644,131)
	(1,164,233,076)	(998,098,652)	(624,619,264)	(534,680,345)
OTHER INCOME	162,670,156	207,005,564	115,069,357	110,849,928
PROFIT / (LOSS) FROM OPERATIONS	286,478,503	151,048,750	159,821,902	(80,035,396)
FINANCE COST	(131,403,470)	(239,875,376)	(64,003,795)	(103,349,185)
PROFIT / (LOSS) BEFORE TAXATION AND LEVY	155,075,033	(88,826,626)	95,818,107	(183,384,581)
LEVY	(28,611,918)	(71,483,416)	13,166,934	(40,143,414)
PROFIT / (LOSS) BEFORE TAXATION	126,463,115	(160,310,042)	108,985,041	(223,527,995)
TAXATION	(95,292,459)	(9,231,011)	(94,381,974)	(27,822,752)
PROFIT / (LOSS) AFTER TAXATION	31,170,656	(169,541,053)	14,603,067	(251,350,747)
EARNINGS / (LOSS) PER SHARE - BASIC AND DILUTED	0.22	(1.22)	0.10	(1.81)

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.

Chief Executive | Director | Chief Financial Officer

Unconsolidated Condensed Interim
Statement of Comprehensive Income (Un-audited)

For The Half Year Ended 31 December 2025

	HALF YEAR ENDED		QUARTER ENDED	
	31 December 2025	31 December 2024	31 December 2025	31 December 2024
	Rupees	Rupees	Rupees	Rupees
PROFIT / (LOSS) AFTER TAXATION	31,170,656	(169,541,053)	14,603,067	(251,350,747)
OTHER COMPREHENSIVE INCOME:				
Items that will not be reclassified to profit or loss	-	-	-	-
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Other comprehensive income for the period	-	-	-	-
TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD	31,170,656	(169,541,053)	14,603,067	(251,350,747)

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.

Chief Executive

Director

Chief Financial Officer

Unconsolidated Condensed Interim Statement Of Changes In Equity (Un-audited)

For The Half Year Ended 31 December 2025

	SHARE CAPITAL	RESERVES					TOTAL EQUITY
		CAPITAL RESERVES			REVENUE RESERVE	TOTAL RESERVES	
		SHARE PREMIUM	SURPLUS ON REVALUATION OF FREEHOLD LAND	SUB TOTAL	UN-APPROPRIATED PROFIT		
	(---------- RUPEES ----------)						
Balance as at 30 June 2024 - audited	1,392,048,000	1,441,697,946	760,858,456	2,202,556,402	343,756,279	2,546,312,681	3,938,360,681
Loss for the half year ended 31 December 2024	-	-	-	-	(169,541,053)	(169,541,053)	(169,541,053)
Other comprehensive income for the half year ended 31 December 2024	-	-	-	-	-	-	-
Total comprehensive loss for the half year ended 31 December 2024	-	-	-	-	(169,541,053)	(169,541,053)	(169,541,053)
Balance as at 31 December 2024 - un-audited	1,392,048,000	1,441,697,946	760,858,456	2,202,556,402	174,215,226	2,376,771,628	3,768,819,628
Loss for the half year ended 30 June 2025	-	-	-	-	(149,239,848)	(149,239,848)	(149,239,848)
Other comprehensive income for the half year ended 30 June 2025	-	-	68,211,250	68,211,250	-	68,211,250	68,211,250
Total comprehensive loss for the half year ended 30 June 2025	-	-	68,211,250	68,211,250	(149,239,848)	(81,028,598)	(81,028,598)
Balance as at 30 June 2025 - audited	1,392,048,000	1,441,697,946	829,069,706	2,270,767,652	24,975,378	2,295,743,030	3,687,791,030
Profit for the half year ended 31 December 2025	-	-	-	-	31,170,656	31,170,656	31,170,656
Other comprehensive income for the half year ended 31 December 2025	-	-	-	-	-	-	-
Total comprehensive income for the half year ended 31 December 2025	-	-	-	-	31,170,656	31,170,656	31,170,656
Balance as at 31 December 2025 - un-audited	1,392,048,000	1,441,697,946	829,069,706	2,270,767,652	56,146,034	2,326,913,686	3,718,961,686

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.

Chief Executive **Director** **Chief Financial Officer**

Unconsolidated Condensed Interim Statement OF Cash Flows (Un-audited)

For The Half Year Ended 31 December 2025

	Note	HALF YEAR ENDED	
		31 December 2025	31 December 2024
		Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	12	346,376,878	331,664,737
Finance cost paid		(136,326,647)	(255,410,261)
Income tax paid		(83,367,304)	(141,601,765)
Net decrease in long term loans to employees		1,401,248	1,401,248
Net (increase) / decrease in long term security deposits		(7,432,705)	6,809,400
Net increase in long term deposits		-	7,499,999
Net cash generated from / (used in) operating activities		120,651,470	(49,636,642)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on operating fixed assets		(123,832,402)	(139,060,290)
Short term loan given to subsidiary company		-	(512,800,000)
Short term loan repaid by subsidiary company		-	512,800,000
Proceeds from disposal of operating fixed assets		106,778,146	3,080,000
Proceed from disposal of non-current asset classified as held for sale		200,000,000	-
Interest received on short term loan to subsidiary company		-	19,659,308
Short term investments - net		22,962,700	5,936,815
Dividend received		485,658	341,933
Profit on bank deposits and term deposit receipts received		519,629	636,739
Net cash from / (used in) from investing activities		206,913,731	(109,405,495)
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of lease liabilities		(86,435,163)	(89,347,801)
Long term financing obtained		77,480,144	-
Dividend paid		(50,852)	(286,095)
Short term borrowings - net		(267,481,237)	(18,004,584)
Net cash used in financing activities		(276,487,108)	(107,638,480)
Net increase / (decrease) in cash and cash equivalents		51,078,093	(266,680,617)
Cash and cash equivalents at the beginning of the period		145,889,901	352,417,143
Cash and cash equivalents at the end of the period		196,967,994	85,736,526

The annexed notes form an integral part of these unconsolidated condensed interim financial statements.

Chief Executive **Director** **Chief Financial Officer**

Selected Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended 31 December 2025

1. THE COMPANY AND ITS OPERATIONS

Hi-Tech Lubricants Limited ("the Company") was incorporated under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017) and listed on Pakistan Stock Exchange Limited. The registered office of the Company is situated at 1-A, Danepur Road, GOR-1, Lahore. The principal activity of the Company is to procure and distribute lubricants and petroleum products. During the year ended 30 June 2017, Oil and Gas Regulatory Authority (OGRA) granted license to the Company to establish an Oil Marketing Company (OMC), subject to some conditions. On 31 May 2019, Oil and Gas Regulatory Authority (OGRA) has granted permission to the Company to operate new storage facility at Sahiwal and marketing of petroleum products in province of Punjab. On 20 January 2020, the Company has started marketing and sale of petroleum products. On 21 February 2020, OGRA has granted permission to the Company to apply for No Objection Certificates (NOCs) from concerned departments to setup petrol pumps in Khyber Pakhtunkhwa. On 09 August 2021, OGRA has acknowledged the satisfactory completion of oil storage facility at Nowshera, Khyber Pakhtunkhwa. On 13 January 2022, OGRA extended / renewed the provisional license for setting up of an OMC upto 31 December 2023. On 16 March 2023, OGRA has granted permission to the Company to operate new storage facility at Nowshera and marketing of petroleum products in the province of Khyber Pakhtunkhwa. On 21 December 2023, OGRA further extended / renewed the provisional license for setting up of an OMC upto 31 December 2025. On 30 December 2025, OGRA has further extended / renewed the provisional license for setting up of an OMC upto 31 December 2027.

2. BASIS OF PREPARATION

2.1 These unconsolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

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

- Provisions of, directives and notifications issued under the Companies Act, 2017.

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

2.2 These unconsolidated condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 30 June 2025. These unconsolidated condensed interim financial statements are un-audited, however, have been subjected to limited scope review by the auditors and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and Section 237 of the Companies Act, 2017.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information and methods of computations adopted for the preparation of these unconsolidated condensed interim financial statements are same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2025.

3.1 Critical accounting estimates and judgments

The preparation of these unconsolidated condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these unconsolidated condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2025.

	Un-Audited 31 December 2025 Rupees	Audited 30 June 2025 Rupees
4. LEASE LIABILITIES		
Total lease liabilities	474,981,412	513,627,957
Less: Current portion shown under current liabilities	100,867,841	131,960,736
	374,113,571	381,667,221

5. CONTINGENCIES AND COMMITMENTS

5.1 Contingencies

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

5.1.1 Deputy Commissioner Inland Revenue (DCIR) passed an assessment order on 28 November 2018 under section 161 and section 205 of the Income Tax Ordinance, 2001 for the tax year 2015 whereby a demand of Rupees 22.358 million has been raised. On 21 December 2018, the Company filed an appeal before the CIR(A) against the order of DCIR. CIR(A) accepted the Company's stance on certain issues assailed in the appeal and reduced the aggregate demand to Rupees 10.735 million. Being aggrieved by the order of CIR(A), the Company and tax department filed appeals before ATIR. On 25 August 2025, ATIR dismissed the department's appeal and upheld the relief provided by CIR(A). However, ATIR also dismissed the Company's appeal on 25 August 2025, based on the grounds that judgement of Honourable Sindh High Court as well as various earlier judgements of ATIR on similar issue exists. However, the management has filed income tax reference before Honourable Lahore High Court, Lahore against the order passed by ATIR. No provision against the case has been made in these unconsolidated condensed interim financial statements, as the management, based on the advice of the legal counsel, is confident of favorable outcome of the matter.

	Un-Audited 31 December 2025 Rupees	Audited 30 June 2025 Rupees
5.2 Commitments		
5.2.1 For capital expenditures	-	39,705,429

Selected Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended 31 December 2025

		Un-Audited 31 December 2025 Rupees	Audited 30 June 2025 Rupees
6.	**FIXED ASSETS**		
	Operating fixed assets (Note 6.1)	2,572,689,800	2,565,629,540
	Capital work-in-progress (Note 6.2)	85,461,353	91,140,387
		2,658,151,153	2,656,769,927
6.1	**Operating fixed assets**		
	Opening book value	2,565,629,540	2,608,162,726
	Add: Cost of additions during the period / year (Note 6.1.1)	129,511,436	288,115,474
	Add: Revaluation surplus recognised during the period / year	-	68,211,250
	Add: Book value of assets transferred from right-of-use assets during the period /	7,906,305	42,236,396
		2,703,047,281	3,006,725,846
	Less: Book value of deletions during the period / year (Note 6.1.2)	49,519,358	13,422,209
	Less: Carrying amount of asset transferred to 'non-current assets classified as held for sale' during the period / year	-	250,000,000
	Less: Book value of assets written off during the period / year	-	8,998,077
		2,653,527,923	2,734,305,560
	Less: Depreciation charged during the period / year	80,838,123	168,676,020
	Closing book value	2,572,689,800	2,565,629,540
6.1.1	**Cost of additions during the period / year**		
	Buildings on leasehold land	14,361,049	14,858,411
	Buildings on freehold land	-	170,617,511
	Machinery	5,173,800	25,431,870
	Tanks and pipelines	4,055,820	38,111,572
	Dispensing pumps	14,642,073	23,322,027
	Furniture and fittings	1,196,145	2,358,811
	Vehicles	79,675,557	1,130,803
	Office equipment	456,900	1,041,065
	Computers	9,950,092	11,243,404
		129,511,436	288,115,474
6.1.2	**Book value of deletions during the period / year**		
	Cost:		
	Buildings on leasehold land	23,537,896	-
	Buildings on freehold land	46,421,316	-
	Office equipment	136,263	-
	Vehicles	47,682,566	20,015,367
	Computers	3,929,586	5,295,052
	Dispensing pumps	1,158,276	1,911,654
	Tanks and pipelines	4,371,529	578,690
		127,237,432	27,800,763
	Less: Accumulated depreciation	77,718,074	14,378,554
		49,519,358	13,422,209
6.2	**Capital work-in-progress**		
	Civil works	42,109,442	40,658,296
	Dispensing pumps	14,937,314	26,049,314
	Tanks and pipelines	28,414,597	24,432,777
		85,461,353	91,140,387

		Un-Audited 31 December 2025 Rupees	Audited 30 June 2025 Rupees
7.	**RIGHT-OF-USE ASSETS**		
	Opening book value	449,029,213	591,486,918
	Add: Cost of additions during the period / year (Note 7.1)	77,630,520	50,230,486
	Less: Impact of lease teminations during the period / year	24,929,865	25,546,973
	Less: Book value of assets transferred to fixed assets during the period / year (Note 7.2)	7,906,305	42,236,396
	Less: Depreciation expense for the period / year	58,031,237	124,904,822
	Closing book value	435,792,326	449,029,213
7.1	**Cost of additions during the period / year**		
	Land	25,623,294	18,944,972
	Buildings	52,007,226	29,429,516
		-	1,855,998
		77,630,520	50,230,486
7.2	**Book value of assets transferred to fixed assets during the period / year**		
	Vehicles	7,906,305	42,236,396
8.	**INTANGIBLE ASSETS - Computer software**		
	Opening book value	2,709,516	1,197,692
	Add: Cost of additions during the period / year		2,777,527
	Less: Amortization charged during the period / year	641,629	1,265,703
	Closing book value	2,067,887	2,709,516
9.	**INVESTMENT IN SUBSIDIARY COMPANY - at cost**		
	Hi-Tech Blending (Private) Limited - unquoted 130,000,060 (30 June 2025: 130,000,060) fully paid ordinary shares of Rupees 10 Equity held 100% (30 June 2025: 100%)	1,300,000,600	1,300,000,600

9.1. Investment in Hi-Tech Blending (Private) Limited includes 60 (30 June 2025: 60) shares are in the name of nominees of the company. Out of 60 shares, 10 shares were in the name of Mr. Muhammad Basit Hassan (late) and 10 shares were in the name of Mrs. Arifa Shaukat (late). These shares shall be transferred to their legal heirs upon completion of legal formalities.

		Un-Audited 31 December 2025 Rupees	Audited 30 June 2025 Rupees
10.	**STOCK-IN-TRADE**		
	Lubricants and parts (Note 10.1)	106,551,213	110,125,695
	Less: Provision for slow moving and damaged inventory items	(29,224,180)	(21,071,840)
		77,327,033	89,053,855
	Petroleum products		
	- Stock in hand (Note 10.2)	1,119,794,848	327,795,251
	- Stock in pipeline system (Note 10.3)	246,628,698	288,294,086
		1,366,423,546	616,089,337
	Dispensing pumps and other installations (Note 10.4)	18,400,473	25,879,546
		1,462,151,053	731,022,738

10.1 This include stock amounting to Rupees 31.084 million (30 June 2025: Rupees 7.585 million) lying at customs bonded warehouse.

	Un-Audited 31 December 2025 Rupees	Audited 30 June 2025 Rupees
10.2 This includes stock of petroleum products in possession of third parties as follows:		
Askar Oil Services (Private) Limited	382,767	360,036
Be Energy Limited	40,209,789	79,409,370
Gas and Oil Pakistan Limited	31,967,967	47,963,776
Karachi Hydrocorban Terminal Limited	9,038,111	8,793,367
Pakistan Molasses Company (Private) Limited	8,684,070	8,361,990
PARCO Gunvor Limited	28,156,096	31,735,440
Z.Y. & Co. Bulk Terminals (Private) Limited	739,245,212	8,576,958
	857,684,012	185,200,937

10.3 This represents the Company's share of pipeline stock of High Speed Diesel and Petroleum Motor Gasoline amounting to Rupees 68.217 million (30 June 2025: Rupees 93.978 million) and Rupees 178.411 million (30 June 2025: Rupees 189.831 million) held by Pak-Arab Pipeline Company Limited.

10.4 These dispensing pumps and other installations have been purchased by the Company for resale to service and filling station dealers as part of OMC operations.

11. NON-CURRENT ASSETS CLASSIFIED AS HELD FOR SALE

	Un-Audited 31 December 2025 Rupees	Audited 30 June 2025 Rupees
Opening Balance	410,000,000	135,000,000
Add: Transferred from operating fixed assets during the period / year	-	250,000,000
Add: Fair value adjustment	-	25,000,000
Less: Disposed of during the period / year	(250,000,000)	-
	160,000,000	410,000,000

11.1. On 02 December 2024, the Company has entered into an, agreement to sell, relating to sale of land measuring 01 kanal and 05 marlas situated at 22-A, Zafar Ali Road, Lahore at Rupees 160 million. The management of the Company is in the process of negotiation with the buyer and anticipates that process of disposal of land will be completed subsequent to the reporting period.

11.2. Detail of asset disposed of during the period is as follows:

Description	Area	Carrying amount	Sale proceeds	Loss	Mode of disposal	Particulars of purchaser
		---------- Rupees ----------				
Free Hold Land A/M, Kot Lakhpat	04-Kanals, 17-35- Marla, 175-Square Feet	250,000,000	200,000,000	(50,000,000)	Negotiation	Muhammad Waseem Malik, Lahore

	(Un-Audited)	
	HALF YEAR ENDED	
	31 December 2025	31 December 2024
	Rupees	Rupees
12. CASH GENERATED FROM OPERATIONS		
Profit / (loss) before taxation and levy	155,075,033	(88,826,626)
Adjustments for non-cash charges and other items:		
Depreciation on operating fixed assets	80,838,123	79,570,181
Depreciation on right-of-use assets	58,031,237	64,855,079
Amortization on intangible assets	641,629	462,383
Reversal of provision for doubtful advances to suppliers	-	(228,419)
Provision / (reversal of provision) for slow moving and damaged inventory items	8,152,340	(12,104,593)
Provision / (reversal of provision) for expected credit losses	4,811,020	(117,537)
Loss on disposal of non-current asset classified as held for sale	50,000,000	-
Gain on disposal of operating fixed assets	(57,258,788)	(1,209,977)
Dividend income	(485,658)	(341,933)
Profit on bank deposits and term deposit receipts	(526,018)	(470,954)
Interest income on short term loan to subsidiary company	-	(33,340,577)
Unrealized gain on remeasurement of investments	(12,719,723)	(19,998,283)
Fair value gain on investment property classified as held for sale	-	(25,000,000)
Gain on disposal of short term investments	(582,936)	(9,669)
Gain on termination of lease	(4,912,036)	(8,573,134)
Exchange (gain) / loss - net	(1,151,995)	736,830
Finance cost	131,403,470	239,875,376
Working capital changes (Note 12.1)	(64,938,819)	136,386,590
	346,376,878	331,664,737

12.1 Working capital changes

(Increase) / decrease in current assets:		
Stock-in-trade	(739,280,655)	373,886,568
Trade debts	(345,418,066)	253,124,429
Loans and advances	(33,341,140)	23,574,286
Short term deposits and prepayments	(12,516,200)	(15,766,775)
Other receivables	15,923,929	(101,536,363)
	(1,114,632,132)	533,282,145
Increase / (decrease) in trade and other payables	1,049,693,313	(396,895,555)
	(64,938,819)	136,386,590

Selected Notes To The Unconsolidated Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended 31 December 2025

13. TRANSACTIONS WITH RELATED PARTIES

Related parties of the Company comprise of subsidiary company, associated undertakings, other related parties, key management personnel and provident fund trust. The Company in the normal course of business carries out transactions with various related parties. Detail of transactions with related parties, other than those which have been disclosed else where in these unconsolidated condensed interim financial statements, are as follows:

	NATURE OF TRANSACTIONS	UN-AUDITED			
		HALF YEAR ENDED		QUARTER ENDED	
		31 December 2025	31 December 2024	31 December 2025	31 December 2024
i. Transactions		----------Rupees----------			
Subsidiary company					
Hi-Tech Blending (Private) Limited	Sale of lubricants	40,543	817,236	-	637,095
	Purchase of lubricants	3,459,091,130	3,515,653,746	1,688,875,191	2,327,782,918
	Lease rentals paid	1,500,000	1,500,000	750,000	750,000
	Short term loan given	-	512,800,000	-	160,800,000
	Short term loan repaid	-	512,800,000	-	512,800,000
	Interest received on short term loan	-	19,659,308	-	-
Associated company					
MAS Associates (Private) Limited	Share of common expenses	875,202	797,577	282,032	383,977
Other related parties					
SK Enmove Co., Ltd.	Purchase of lubricants	142,729,397	124,027,049	5,799,918	124,027,049
	Incentive	7,013,750	94,463,750	7,013,750	32,015,000
Provident fund trust	Contribution	16,545,050	16,317,545	8,207,699	8,110,963
Key management personnel and executives	Remuneration	228,729,937	226,656,549	108,563,437	119,481,388
Sabra Hamida Trust	Donations	9,000,000	9,000,000	4,500,000	4,500,000

	Un-Audited 31 December 2025 Rupees	Audited 30 June 2025 Rupees
ii. Period / year end balances		
Hi-Tech Blending (Private) Limited - Subsidiary company:		
Investment	1,300,000,600	1,300,000,600
Payable against purchases	412,217,653	622,959,072
Associated company		
Receivable from MAS Associates (Private) Limited	282,033	295,522
Other related parties:		
Receivable from SK Enmove Co., Ltd	56,110,000	49,717,500
Payable to SK Enmove Co., Ltd	17,409,501	-
Payable to employees' provident fund trust	51,083,515	5,702,892
Remuneration payable to directors	8,900,000	8,900,000

14. RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

(i) Fair value hierarchy

Judgements and estimates are made in determining the fair values of the financial instruments that are recognised and measured at fair value in these unconsolidated condensed interim financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements at 31 December 2025	Level 1	Level 2	Level 3	Total
	---------- Rupees ----------			
Financial assets				
Financial assets at fair value through profit or loss	230,691,478	-	-	230,691,478

Recurring fair value measurements at 30 June 2025	Level 1	Level 2	Level 3	Total
	---------- Rupees ----------			
Financial assets				
Financial assets at fair value through profit or loss	240,351,519	-	-	240,351,519

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the period ended 31 December 2025. Further there was no transfer in and out of level 3 measurements.

The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

(ii) Valuation techniques used to determine fair values

Specific valuation technique used to value financial instruments is the use of quoted market prices on Pakistan Stock Exchange and for funds, Net Assets Value (NAV) of respective Asset Management Company.

15. FAIR VALUE MEASUREMENTS - NON-FINANCIAL INSTRUMENTS

(i) Fair value hierarchy

Judgments and estimates are made in determining the fair value of non-financial assets that are recognized and measured at fair value in these unconsolidated condensed interim financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its non-financial assets into the following three levels.

At 31 December 2025	Level 1	Level 2	Level 3	Total
		Rupees		
Freehold land	-	1,098,580,000	-	1,098,580,000.00
Non-current asset classified as held for sale - Transferred from investment	-	160,000,000	-	160,000,000.00
	-	1,258,580,000	-	1,258,580,000

At 30 June 2025	Level 1	Level 2	Level 3	Total
		Rupees		
Freehold land	-	1,098,580,000	-	1,098,580,000
Non-current asset classified as held for sale - Transferred from fixed assets	-	250,000,000	-	250,000,000
Non-current asset classified as held for sale - Transferred from investment	-	160,000,000	-	160,000,000
	-	1,508,580,000	-	1,508,580,000

The Company's policy is to recognize transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the period ended 31 December 2025. Further, there was no transfer in and out of level 3 measurements.

(ii) Valuation techniques used to determine level 2 fair values

The Company obtains independent valuation for its freehold land (classified as fixed assets) at least annually. At the end of reporting period, the management updates the assessment of the fair value of property, taking into account the most recent independent valuation. The management determines a property's value within a range of reasonable fair value estimate. The best evidence of fair value is current prices in an active market for similar land.

Valuation processes

The Company engages external, independent and qualified valuer to determine the fair value of the Company's freehold land at the end of every financial year. Most recent valuation of freehold land was carried out on 30 June 2025 by Anderson Consulting (Private) Limited, an independent valuer.

16. SEGMENT INFORMATION

The Company has two reportable segments. The following summary describes the operation in each of the Company's reportable segments:

Lubricants	Purchase and sale of lubricants, parts and rendering of services.
Petroleum products	Marketing and sale of petroleum products.

(Un-Audited)

	LUBRICANTS		PETROLEUM PRODUCTS		UNALLOCATED		TOTAL - COMPANY	
	31 December 2025	31 December 2024	31 December 2025	31 December 2024	31 December 2025	31 December 2024	31 December 2025	31 December 2024
	(RUPEES)							
Revenue from contracts with customers - net	5,130,024,545	4,668,713,827	12,046,141,570	11,372,679,066	-	-	17,176,166,115	16,041,392,893
Cost of sales	(4,181,001,884)	(4,009,729,443)	(11,707,122,808)	(11,089,521,612)	-	-	(15,888,124,692)	(15,099,251,055)
Gross profit	949,022,661	658,984,384	339,018,761	283,157,454	-	-	1,288,041,423	942,141,838
Distribution cost	(372,828,834)	(362,614,989)	(293,616,106)	(230,255,700)	-	-	(666,444,940)	(592,870,689)
Administrative expenses	(281,554,565)	(368,115,799)	(124,605,383)	(23,644,106)	-	-	(406,159,948)	(391,759,905)
Other expenses	(68,052,570)	1,600,452	(23,575,618)	(15,068,510)	-	-	(91,628,188)	(13,468,058)
	(722,435,969)	(729,130,337)	(441,797,107)	(268,968,315)	-	-	(1,164,233,076)	(998,098,652)
Other income	76,692,845	158,740,613	85,977,311	48,264,951	-	-	162,670,156	207,005,564
Profit / (loss) from operations	303,279,537	88,594,660	(16,801,034)	62,454,090	-	-	286,478,503	151,048,750
Finance cost	(82,534,376)	(193,349,743)	(48,869,094)	(46,525,633)	-	-	(131,403,470)	(239,875,376)
Profit / (loss) before taxation and levy	220,745,161	(104,755,084)	(65,670,128)	15,928,458	-	-	155,075,033	(88,826,626)
Levy	-	-	-	-	(28,611,918)	(71,483,416)	(28,611,918)	(71,483,416)
Profit / (loss) before taxation	220,745,161	(104,755,084)	(65,670,128)	15,928,458	(28,611,918)	(71,483,416)	126,463,115	(160,310,042)
Taxation	-	-	-	-	(95,292,459)	(9,231,011)	(95,292,459)	(9,231,011)
Profit / (loss) after taxation	220,745,161	(104,755,084)	(65,670,128)	15,928,458	(123,904,377)	(80,714,427)	31,170,656	(169,541,053)

16.1 Reconciliation of reportable segment assets and liabilities:

	LUBRICANTS		PETROLEUM PRODUCTS		TOTAL - COMPANY	
	Rupees				Rupees	
	Un-Audited 31 December 2025	Audited 30 June 2025	Un-Audited 31 December 2025	Audited 30 June 2025	Un-Audited 31 December 2025	Audited 30 June 2025
Total assets for reportable segments	5,302,178,831	5,453,618,737	3,263,288,229	2,282,248,716	8,565,467,060	7,735,867,453
Unallocated assets					322,769,341	322,769,341
Total assets as per unconsolidated condensed interim statement of financial position					8,888,236,401	8,058,636,794
Total liabilities for reportable segments	2,353,044,271	1,647,359,894	1,287,886,278	1,168,630,837	3,640,930,548	2,815,990,731
Unallocated liabilities					1,544,834,867	1,554,855,033
Total liabilities as per unconsolidated condensed interim statement of financial position					5,185,765,415	4,370,845,764

16.2 All of the sales of the Company relates to customers in Pakistan.

16.3 All non-current assets of the Company as at the reporting dates are located in Pakistan.

17 DISCLOSURE REQUIREMENT FOR COMPANY NOT ENGAGED IN SHARIAH NON-PERMISSIBLE BUSINESS ACTIVITITIES AS ITS CORE BUSINESS ACTIVITIES

Description	Un-Audited 31 December Rupees	Audited 30 June 2025 Rupees
Financing (long-term, short-term, or lease financing) obtained as per Islamic mode	77,480,144	-
Interest or mark-up accrued on any conventional loan or advance	31,626,657	37,294,089
Long-term and short-term Shariah compliant Investments	1,098,058	1,060,759
Shariah-compliant bank deposits, bank balances, and TDRs	8,185,055	25,884,771

	HALF YEAR ENDED		QUARTER ENDED	
	31 December 2025	31 December 2024	31 December 2025	31 December 2024
Revenue earned from a Shariah-compliant	18,761,021,508	17,369,630,258	9,587,343,877	9,948,593,137
Break-up of late payments or liquidated damages	-	-	-	-
Gain or loss or dividend earned on Shariah compliant investments or share of profit from	485,658	-	249,542	-
Profit earned from Shariah-compliant bank deposits, bank balances, or TDRs	-	-	-	-
Exchange gain earned from actual currency	-	-	-	-
Exchange gains earned using conventional derivative financial instruments	-	-	-	-
Profit paid on Islamic mode of financing	-	-	-	-
Total Interest earned on any conventional loan or advance	-	33,340,577	-	33,340,577
Source and detailed breakup of other income, including breakup of other or miscellaneous portions of other income into Shariah-compliant and noncompliant income				
Shariah-compliant				
Fair value gain on investment property classified as held for sale	-	25,000,000	-	25,000,000
Dividend income	485,658	-	249,542	-
Gain on disposal of operating fixed assets	57,258,788	1,209,977	107,130,220	596,657
Gain on termination of leases	4,912,036	8,573,134	4,912,036	8,573,134
Income from handling and storage services	66,317,088	40,264,951	32,547,778	22,048,860
Reversal of provision for slow moving and damaged inventory items	-	12,104,593	-	7,084,493
Reversal of provision for doubtful advances to suppliers		228,419	-	228,419
Common facility charges	579,681	797,577	282,032	383,977
Reversal of allowance for expected credit losses	-	117,537	-	117,537
Exchange gain - net	1,151,995	-	-	-
Rental income from HTL Express Centres	18,136,232	14,250,351	14,076,350	10,287,858
Promotional incentive	7,013,750	50,291,209	7,013,750	-
Miscellaneous	-	6,400	-	6,400
Non compliant				-
Profit on bank deposits and term deposit receipt	526,018	470,954	460,584	197,473
Gain on disposal of short term investments	582,936	9,669	-	-
Interest on short term loan to subsidiary company	-	33,340,577	-	16,762,505
Unrealized gain on remeasurement of investments at fair value through profit or loss - net	12,719,723	19,998,283	6,876,643	19,998,283
Dividend income	-	341,933	-	341,933

Relationship with Shariah-compliant financial institutions, including banks, takaful operators and their windows, etc

Name	Relationship as at reporting date
Al-Baraka Bank (Pakistan) Limited	Bank balance
Meezan Bank Limited	Bank balance
Dubai Islamic Bank Pakistan Limited	Bank balance
Faysal Bank Limited	Bank balance
Bank Makramah Limited	Bank balance
First Habib Modaraba	Long term financing

18. UTILIZATION OF THE PROCEEDS OF THE INITIAL PUBLIC OFFER (IPO)

During the year ended 30 June 2016, the Company made an Initial Public Offer (IPO) through issue of 29,001,000 ordinary shares of Rupees 10 each at a price of Rupees 62.50 per share determined through book building process. Out of the total issue of 29,001,000 ordinary shares, 21,750,500 shares were subscribed through book building by High Net Worth Individuals and Institutional Investors, while the remaining 7,250,500 ordinary shares were subscribed by the General Public and the shares were duly allotted on 18 February 2016. On 01 March 2016, Pakistan Stock Exchange Limited approved the Company's application for formal listing of ordinary shares and trading of shares started on 03 March 2016.

Till 30 June 2017, the Company utilized the proceeds of the initial public offer of 29,001,000 ordinary shares for the purposes mentioned under heading 5.5 'Expansion Plan' in prospectus dated 28 December 2015, as per the following detail:

Purposes Mentioned Under Heading 5.5 'Expansion Plan' In Prospectus Dated 28 December 2015	Total amount (Rupees)	Total amount utilized till 30 June 2017 (Rupees)
Investment in HTLL		
Land	470,000,000	60,618,100
Building	128,000,000	12,486,445
Plant, machinery and equipment	139,000,000	2,719,201
Pre-operating costs	33,000,000	249,630
Working capital	842,562,500	739,126,208
	1,612,562,500	815,199,584
Investment in 100% owned subsidiary		
Additional filling lines for blending plant, Hi-Tech Blending (Private) Limited	200,000,000	-
Total	1,812,562,500 (B)	815,199,584
IPO proceeds (A)	1,812,562,500	
Amount un-utilized (A – B)	997,362,916	

As stated in the prospectus dated 28 December 2015, the Company planned to offer state of the art retail outlets across Pakistan with multitude of unique services and also planned to install additional filling lines at the blending plant of its subsidiary. The plan of the year 2015-16 covered 37 grand outlets openings in 11 major cities of Pakistan including Lahore, Gujranwala, Sialkot, Faisalabad, Multan, Islamabad, Rawalpindi, Karachi and Hyderabad. Over a period of 5 years, the Company planned to open 75 retail outlets (including 67 rented) across 16 major cities of Pakistan. As per quarterly progress report number 06 dated 14 July 2017, the Company informed all stakeholders the progress on implementation of project: Expansion through retail outlet: 1 owned service center under regulatory approval and out of the 10 rented service centers, 1 is operational, 3 are approved and under construction, 3 are under regulatory approvals and 3 are under negotiations. Accurate, effective and timely implementation of the above plans of the Company became a big challenge for the Company due to expensive lands and properties at key locations in almost all the cities for express service centers. Hence, the Company planned for incorporation of express centers into its fuel stations to be established under the umbrella of Oil Marketing Company (OMC) Project of the Company. In this regard, the Company obtained a financial feasibility report from KPMG Taseer Hadi & Co., Chartered Accountants regarding investment in OMC Project. In view of successful fulfillment of initial mandatory requirements of Oil and Gas Regulatory Authority (OGRA) for setting up of an OMC and future prospects of OMC in current international scenario as prospected under financial feasibility report, the shareholders of the Company in their 9th Annual General Meeting held on 29 September 2017 approved diversion and utilization of un-utilized IPO funds from HTL Express Centers and wholly owned subsidiary company to OMC Project of the Company keeping in view overall growth of the Company and ultimate benefit to all shareholders and stakeholders of the Company.

The Project envisages setting up 360 retail outlets across Punjab, Sindh and Khyber Pakhtunkhwa Provinces of Pakistan. The fuel stations will offer full range of services such as general store, tyre shop and a car shop amongst others. To support sales, the Company plans to invest in building storage capacities of 25,735 metric tons (Mogas and HSD) across the country over a period of 7 years.

During the year ended 30 June 2017, OGRA granted license to the Company to establish an Oil Marketing Company (OMC), subject to some conditions. During the year ended 30 June 2018, with reference to OMC Project of the Company, Oil and Gas Regulatory Authority (OGRA) has granted permission to proceed to apply/acquire No Objection Certificates (NOCs) from concerned departments including District Coordination Officer (DCO) for setting up of upto 26 retail outlets in Punjab Province with instructions that retail sales through petrol pumps can only be started after completion of necessary Storage Infrastructure, 3rd Party Inspector Report confirming that storage/depot meets OGRA's During the year ended 30 June 2018, the Company completed its oil storage site at Sahiwal. The Company also purchased land in Nowshera for oil storage site under OMC Project.

On 31 May 2019, Oil and Gas Regulatory Authority (OGRA) granted permission to the Company to operate new oil storage facility at Sahiwal and marketing of petroleum products in the Province of Punjab. The Company signed agreements with various dealers for setting up petrol pumps under the OMC Project and also started construction of another storage site at Nowshera, Khyber Pakhtunkhwa.

During the year ended on 30 June 2020, the Company started its OMC operations and expediently worked on completion of its Nowshera oil storage. During the year ended 30 June 2021, Company completed its oil storage at Nowshera. On 09 August 2021, OGRA acknowledged the satisfactory completion of Nowshera oil storage based on third party inspection report. During the year ended 30 June 2022, the Company has started work on new oil storage facility at Shikarpur. On 16 March 2023, OGRA has granted permission to the Company to operate new storage facility at Nowshehra and marketing of petroleum products in the province of Khyber Pakhtunkhwa. Currently, the Company has nine operational HTL Express Centers, five in Lahore, three in Karachi and one in Rawalpindi. Further, the Company has fifty nine retail outlets operational for sale of petroleum products as on 31 December 2025. Detail of payments out of IPO proceeds during the half year ended 31 December 2025 is as follows:

	Rupees
Un-utilized IPO proceeds as at 01 July 2025	186,686,602
Add: Profit on bank deposits	390,063
Add: Dividend on investment in mutual funds	52,535
Add: Gain on disposal of investment in mutual funds	582,936
Add: Unrealised gain on investment in mutual funds	10,690,829
Less: Payments made relating to OMC Project	(4,798,520)
Less: Withholding tax on profit	(77,811)
Less: Withholding tax on dividend from mutual funds	(15,235)
Less: Withdholding tax on disposal of mutual funds	(187,601)
Less: Bank charges	(9,375)
Un-utilized IPO proceeds as at 31 December 2025	193,314,423

The un-utilized proceeds of the public offer have been kept by the Company in the shape of bank balances and mutual funds.

19. FINANCIAL RISK MANAGEMENT

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

20. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the unconsolidated condensed interim statement of financial position and unconsolidated condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income and unconsolidated condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

21. DATE OF AUTHORIZATION FOR ISSUE

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

22. GENERAL

Figures have been rounded off to nearest of Rupee, unless otherwise stated.

Chief Executive | **Director** | **Chief Financial Officer**

HI-TECH LUBRICANTS LIMITED

Consolidated Condensed Interim Financial Statements (Un-audited)

Consolidated Condensed Interim Statement Of Financial Position (Un-audited)

As At 31 December 2025

	Note	Un-Audited 31 December 2025 Rupees	Audited 30 June 2025 Rupees
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
150,000,000 (2025: 150,000,000) ordinary shares of Rupees 10 each		1,500,000,000	1,500,000,000
Issued, subscribed and paid-up share capital 139,204,800 (30 June 2025: 139,204,800) ordinary shares of Rupees 10 each		1,392,048,000	1,392,048,000
Capital reserve - share premium		1,441,697,946	1,441,697,946
Surplus on revaluation of freehold land		1,989,713,998	2,214,713,998
Un-appropriated profit		1,465,409,470	1,076,599,030
Total equity		6,288,869,414	6,125,058,974
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term financing		424,712,956	422,694,812
Lease liabilities	4	361,518,991	365,994,276
Long term deposits		26,000,000	26,000,000
Deferred tax		189,916,311	158,333,267
		1,002,148,258	973,022,355
CURRENT LIABILITIES			
Trade and other payables		5,047,694,498	3,523,361,168
Accrued mark-up		53,799,004	63,829,553
Short term borrowings		2,539,185,063	2,352,877,670
Current portion of non-current liabilities		240,350,630	235,898,930
Unclaimed dividend		5,322,009	5,372,861
		7,886,351,204	6,181,340,182
Total liabilities		8,888,499,462	7,154,362,537
CONTINGENCIES AND COMMITMENTS	5		
TOTAL EQUITY AND LIABILITIES		15,177,368,876	13,279,421,511

The annexed notes form an integral part of these consolidated condensed interim financial statements.

Chief Executive | Director | Chief Financial Officer

	Note	Un-Audited 31 December 2025 Rupees	Audited 30 June 2025 Rupees
ASSETS			
NON-CURRENT ASSETS			
Fixed assets	6	6,523,406,624	6,662,504,508
Right-of-use assets	7	424,586,699	438,073,505
Intangibles assets	8	3,507,886	5,229,515
Long term security deposits & others		30,870,547	21,048,723
		6,982,371,756	7,126,856,251
CURRENT ASSETS			
Stores & Spares		104,801,902	100,551,505
Stock-in-trade	9	4,142,382,277	2,791,955,568
Trade debts		1,670,829,217	1,315,356,996
Loans and advances		820,028,962	447,576,236
Short term deposits and prepayments		58,994,910	42,925,735
Other receivables		396,616,752	350,582,060
Short term investments		230,691,479	240,351,519
Advance income tax - net		318,882,002	298,762,187
Cash and bank balances		291,769,619	154,503,454
		8,034,997,120	5,742,565,260
Non-current assets classified as held for sale	10	160,000,000	410,000,000
		8,194,997,120	6,152,565,260
TOTAL ASSETS		15,177,368,876	13,279,421,511

Chief Executive

Director

Chief Financial Officer

Consolidated Condensed Interim Statement of Profit or Loss (Un-audited)

For The Half Year Ended 31 December 2025

	HALF YEAR ENDED		QUARTER ENDED	
	31 December 2025	31 December 2024	31 December 2025	31 December 2024
	Rupees	Rupees	Rupees	Rupees
GROSS REVENUE FROM CONTRACTS WITH CUSTOMERS	19,356,917,689	17,615,093,428	9,866,108,238	10,059,317,376
Discounts	(381,224,763)	(240,080,979)	(138,536,328)	(225,770,159)
Sales tax	(1,444,403,666)	(1,125,662,507)	(814,288,174)	(687,123,794)
NET REVENUE FROM CONTRACTS WITH CUSTOMERS	17,531,289,260	16,249,349,942	8,913,283,736	9,146,423,423
COST OF SALES	(15,837,929,678)	(14,889,404,893)	(8,078,532,276)	(8,421,883,021)
GROSS PROFIT	1,693,359,582	1,359,945,049	834,751,460	724,540,402
DISTRIBUTION COST	(693,532,262)	(622,823,053)	(383,002,177)	(348,581,865)
ADMINISTRATIVE EXPENSES	(516,241,406)	(505,667,203)	(269,968,597)	(249,292,248)
OTHER EXPENSES	(128,805,129)	(25,865,129)	(45,259,910)	(18,762,200)
	(1,338,578,797)	(1,154,355,385)	(698,230,684)	(616,636,313)
OTHER INCOME	172,770,515	177,149,198	120,059,952	95,851,305
PROFIT FROM OPERATIONS	527,551,300	382,738,862	256,580,728	203,755,394
FINANCE COST	(220,264,052)	(327,323,760)	(108,598,874)	(150,315,923)
PROFIT BEFORE TAXATION AND LEVY	307,287,248	55,415,102	147,981,854	53,439,471
LEVY	(47,682,999)	(80,858,316)	3,022,723	(45,978,882)
PROFIT / (LOSS) BEFORE TAXATION	259,604,249	(25,443,214)	151,004,577	7,460,589
TAXATION	(95,793,809)	(14,548,819)	(94,381,974)	(67,610,609)
PROFIT / (LOSS) AFTER TAXATION	163,810,440	(39,992,033)	56,622,603	(60,150,020)
EARNINGS / (LOSS) PER SHARE - BASIC AND DILUTED	1.18	(0.29)	0.41	(0.43)

The annexed notes form an integral part of these consolidated condensed interim financial statements.

Chief Executive

Director

Chief Financial Officer

Consolidated Condensed Interim
Statement of Comprehensive Income (Un-audited)

For The Half Year Ended 31 December 2025

	HALF YEAR ENDED		QUARTER ENDED	
	31 December 2025	31 December 2024	31 December 2025	31 December 2024
	----------Rupees in thousand----------			
PROFIT / (LOSS) AFTER TAXATION	163,810,440	(39,992,033)	56,622,603	(60,150,020)
OTHER COMPREHENSIVE INCOME:				
Items that will not be reclassified to profit or loss	-	-	-	-
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Other comprehensive income for the period	-	-	-	-
TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE PERIOD	163,810,440	(39,992,033)	56,622,603	(60,150,020)

The annexed notes form an integral part of these consolidated condensed interim financial statements.

Chief Executive

Director

Chief Financial Officer

Consolidated Condensed Interim Statement of Changes in Equity (Un-audited)

For The Half Year Ended 31 December 2025

	SHARE CAPITAL	RESERVES					TOTAL EQUITY
		CAPITAL RESERVES			REVENUE RESERVE	TOTAL RESERVES	
		SHARE PREMIUM	SURPLUS ON REVALUATION OF FREEHOLD LAND	SUB TOTAL	UN-APPROPRIATED PROFIT		
	(- - - -

Consolidated Condensed Interim Statement Of Cash Flows (Un-audited)

For The Half Year Ended 31 December 2025

	Note	HALF YEAR ENDED	
		31 December 2025	31 December 2024
		Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	11	91,802,427	420,583,032
Finance cost paid		(230,294,601)	(337,691,450)
Income tax paid		(75,376,550)	(132,259,990)
Net decrease in long term loans to employees		(467,084)	(467,082)
Net (increase) / decrease in long term security deposits		(7,432,705)	(365,720)
Increase / (decrease) in long term deposits		-	7,499,999
Net cash generated from operating activities		(221,768,513)	(42,701,211)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on operating fixed assets		(240,186,234)	(198,562,444)
Proceeds from disposal of operating fixed assets		233,483,065	3,080,000
Proceed from disposal of non-current asset classified as held for sale		200,000,000	-
Short term investments - net		22,962,699	5,936,815
Dividends received		485,658	341,933
Profit on bank deposits and term deposit receipts received		695,679	4,120,950
Net cash used in investing activities		217,440,867	(185,082,746)
CASH FLOWS FROM FINANCING ACTIVITIES			
Short term borrowings - net		186,307,393	359,936,354
Dividend paid		(50,852)	(286,095)
Proceeds from long term financing		77,480,144	-
Repayment of long term financing		(39,708,576)	(50,086,137)
Repayment of lease liabilities		(82,434,298)	(101,656,768)
Net cash from / (used in) financing activities		141,593,811	207,907,354
Net (decrease) / increase in cash and cash equivalents		137,266,165	(19,876,603)
Cash and cash equivalents at beginning of the period		154,503,454	411,312,445
Cash and cash equivalents at end of the period		291,769,619	391,435,842

The annexed notes form an integral part of these consolidated condensed interim financial statements.

Chief Executive | Director | Chief Financial Officer

Selected Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended 31 December 2025

1. THE GROUP AND ITS OPERATIONS

The Group consists of:

Holding Company

- Hi-Tech Lubricants Limited

Subsidiary Company

- Hi-Tech Blending (Private) Limited

1.1 Hi-Tech Lubricants Limited

Hi-Tech Lubricants Limited ("the Holding Company") was incorporated under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and listed on Pakistan Stock Exchange Limited. The registered office of the Holding Company is situated at 1-A, Danepur Road, GOR-1, Lahore. The principal activity of the Holding Company is to procure and distribute lubricants and petroleum products. During the year ended 30 June 2017, Oil and Gas Regulatory Authority (OGRA) granted license to the Holding Company to establish an Oil Marketing Company (OMC), subject to some conditions. On 31 May 2019, Oil and Gas Regulatory Authority (OGRA) has granted permission to the Holding Company to operate new storage facility at Sahiwal and marketing of petroleum products in the Province of Punjab. On 20 January 2020, the Holding Company has started marketing and sale of petroleum products. On 21 February 2020, OGRA has granted permission to the Holding Company to apply for No Objection Certificates (NOCs) from concerned departments to setup petrol pumps in Khyber Pakhtunkhwa Province. On 09 August 2021, OGRA has acknowledged the satisfactory completion of oil storage facility at Nowshera, Khyber Pakhtunkhwa. On 13 January 2022, OGRA has further extended / renewed the provisional license for setting up of an OMC upto 31 December 2023. On 16 March 2023, OGRA has granted permission to the Holding Company to operate new storage facility at Nowshehra and marketing of petroleum products in the province of Khyber Pakhtunkhwa. On 21 December 2023, OGRA further extended / renewed the provisional license for setting up of an OMC upto 31 December 2025. On 30 December 2025, OGRA has further extended / renewed the provisional license for setting up of an OMC upto 31 December 2027.

1.2 Hi-Tech Blending (Private) Limited

Hi-Tech Blending (Private) Limited ("the Subsidiary Company") was incorporated in Pakistan as a private company limited by shares on 13 March 2014 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The principal activity of the Subsidiary Company is to construct, own and operate lubricating oil blending plant and manufacturing and sale of plastic products. The registered office of the Subsidiary Company is situated at 1-A, Danepur Road, GOR-1, Lahore. The Subsidiary Company is a wholly owned subsidiary of Hi-Tech Lubricants Limited.

2. BASIS OF PREPARATION

2.1 These consolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard 34: 'Interim Financial Reporting' (IAS 34), 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 These consolidated condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Group for the year ended 30 June 2025.

3. ACCOUNTING POLICIES

The accounting policies and methods of computations adopted for the preparation of these consolidated condensed interim financial statements are the same as applied in the preparation of the preceding audited annual published financial statements of the Group for the year ended 30 June 2025.

3.1 Critical accounting estimates and judgments

The preparation of these consolidated condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Group's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these consolidated condensed interim financial statements, the significant judgments made by the management in applying the Group's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Group for the year ended 30 June 2025.

	Un-Audited 31 December 2025 Rupees	Audited 30 June 2025 Rupees
4. LEASE LIABILITIES		
Total lease liabilities	463,536,875	498,182,554
Less: Current portion shown under current liabilities	(102,017,884)	(132,188,278)
	361,518,991	365,994,276

5. CONTINGENCIES AND COMMITMENTS

5.1 Contingencies

There is no significant change in the status of contingencies as disclosed in the preceding audited annual published financial statements of the Group for the year ended 30 June 2025 except for the following:

5.1.1 Deputy Commissioner Inland Revenue (DCIR) passed an assessment order on 28 November 2018 under section 161 and section 205 of the Income Tax Ordinance, 2001 for the tax year 2015 whereby a demand of Rupees 22.358 million has been raised. On 21 December 2018, the Group filed an appeal before the CIR(A) against the order of DCIR. CIR(A) accepted the Group's stance on certain issues assailed in the appeal and reduced the aggregate demand to Rupees 10.735 million. Being aggrieved by the order of CIR(A), the Group and tax department filed appeals before ATIR. On 25 August 2025, ATIR dismissed the department's appeal and upheld the relief provided by CIR(A). However, ATIR also dismissed the Group's appeal on 25 August 2025, based on the grounds that judgement of Honourable Sindh High Court as well as various earlier judgements of ATIR on similar issue exists. However, the management has filed income tax reference before Honourable Lahore High Court, Lahore against the order passed by ATIR. No provision against the case has been made in these financial statements, as the management, based on the advice of the legal counsel, is confident of favorable outcome of the matter.

	Un-Audited 31 December 2025 Rupees	Audited 30 June 2025 Rupees
5.2 Commitments		
5.2.1 Contracts for capital expenditures	-	42,499,189
5.2.2 Letters of credit other than for capital expenditures	1,524,293,673	641,635,481

Selected Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended 31 December 2025

	Un-Audited 31 December 2025 Rupees	Audited 30 June 2025 Rupees
6. FIXED ASSETS		
Operating fixed assets:		
Owned (Note 6.1)	6,392,992,786	6,520,662,345
Capital work-in-progress (Note 6.2)	130,413,838	141,842,163
	6,523,406,624	6,662,504,508
6.1 Operating fixed assets – owned		
Opening book value	6,520,662,345	6,408,880,218
Add: Cost of additions during the period / year (Note 6.1.1)	201,614,552	557,424,010
Add: Revaluation of Surplus	-	101,739,250
Add: Book value of assets transferred from right-of-use of assets	7,906,312	59,263,535
	6,730,183,209	7,127,307,013
Less: Book value of deletions during the period / year (Note 6.1.2)	173,907,277	13,878,157
	6,556,275,932	7,113,428,856
Less: Book value of written off during the period / year	-	8,998,077
	6,556,275,932	7,104,430,779
Less: Transferred to 'non-current assets classified as held for sale'	-	250,000,000
	6,556,275,932	6,854,430,779
Less: Depreciation charged during the period / year	163,283,147	333,768,434
Closing book value	6,392,992,786	6,520,662,345
6.1.1 Cost of additions during the period / year		
Buildings on freehold land	-	175,849,268
Buildings on leasehold land	14,361,049	14,858,411
Machinery	60,880,901	137,406,319
Tanks and Pipeline	4,055,820	38,111,572
Dispensing Pumps	14,642,073	23,322,027
Electric Installation	14,459,705	13,510,503
Moulds	-	131,479,751
Furniture and fittings	1,527,945	4,134,581
Vehicles	79,675,557	1,370,517
Office equipment	456,900	2,933,378
Computers	11,554,602	14,447,683
	201,614,552	557,424,010
6.1.2 Book value of deletions during the period / year		
Cost:		
Building on Leasehold Land	46,421,316	-
Buildings on leasehold land	23,537,896	-
Plant & Machinery	21,621,030	-
Tanks & Pipelines	4,371,529	578,690
Dispencing Pumps	1,158,276	1,911,654
Vehicles	53,412,516	20,015,367
Office Equipments	136,263	-
Computers	5,468,461	6,043,202
Moulds	123,850,386	-
Less: Accumulated depreciation	106,070,396	14,670,756
	173,907,277	13,878,157

Selected Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended 31 December 2025

	Un-Audited 31 December 2025 Rupees	Audited 30 June 2025 Rupees
6.2. Capital work-in-progress		
Civil works	42,109,442	40,658,296
Plant and machinery	44,952,485	-
Tanks and Pipelines	28,414,597	24,432,777
Dispensing pumps	14,937,314	26,049,314
Unallocated expenditures	-	50,701,776
	130,413,838	141,842,163
7. RIGHT-OF-USE ASSETS		
Opening book value	438,073,505	596,393,131
Add: Cost of additions during the period / year (Note 7.1)	77,630,520	53,229,486
Less: Impact of lease teminations during the period / year	24,929,865	25,546,973
Less: Book value of assets transferred to fixed assets during the period / year (Note 7.2)	7,906,305	59,263,535
Less: Depreciation expense for the period / year	58,281,156	126,738,604
Closing book value	424,586,699	438,073,505
7.1 Cost of additions during the period / year		
Land	25,623,294	18,944,972
Buildings	52,007,226	29,429,516
Vehicles	-	4,854,998
	77,630,520	53,229,486
7.2 Book value of assets transferred to fixed assets during the period / year		
Vehicles	7,906,305	59,263,535
8. INTANGIBLE ASSETS - computer software		
Opening book value	5,229,515	9,653,391
Add: Cost of additions during the period / year	-	2,777,527
	5,229,515	12,430,918
Less: Amortization charged during the period / year	1,721,629	7,201,403
Closing book value	3,507,886	5,229,515
9. STOCK-IN-TRADE		
Raw materials (Note 9.1)	2,073,768,345	1,673,716,263
Work-in-process	146,005,024	58,999,534
	2,219,773,369	1,732,715,797
Lubricants and parts (Note 9.3)	571,028,306	442,361,964
Less: Provision for slow moving and damaged stock items	33,243,417	25,091,076
	537,784,889	417,270,888
Petroleum products		
- Stock in hand (Note 9.2)	1,119,794,848	327,795,251
- Stock in pipeline system (Note 9.4)	246,628,698	288,294,086
	1,366,423,546	616,089,337
Dispensing pumps and other installations (Note 9.5)	18,400,473	25,879,546
	4,142,382,277	2,791,955,568

9.1 These includes raw materials in transit amounting to Rupees 1,285.356 million (2025: Rupees 1,043.405 million) and raw materials amounting to Rupees Nil (2025: Rupees Nil million) lying at customs bonded warehouse.

	Un-Audited 31 December 2025 Rupees	Audited 30 June 2025 Rupees
9.2 This includes stock of petroleum products in possession of third parties as follows:		
Askar Oil Services (Private) Limited	382,767	360,036
Be Energy Limited	40,209,789	79,409,370
Gas and Oil Pakistan Limited	31,967,967	47,963,776
Karachi Hydrocorban Terminal Limited	9,038,111	8,793,367
Pakistan Molasses Company (Private) Limited	8,684,070	8,361,990
PARCO Gunvor Limited	28,156,096	31,735,440
Z.Y. & Co. Bulk Terminals (Private) Limited	739,245,212	8,576,958
	857,684,012	185,200,937

9.3 This include stock amounting to Rupees 31.084 million (30 June 2025: Rupees 7.585 million) lying at customs bonded warehouse.

9.4 This represents the Group's share of pipeline stock of High Speed Diesel and Petroleum Motor Gasoline amounting to Rupees 68.217 million (30 June 2025: Rupees 93.978 million) and Rupees 178.411 million (30 June 2025: Rupees 189.831 million) held by Pak-Arab Pipeline Company Limited.

9.5 These dispensing pumps and other installations have been purchased by the Holding Company for resale to service and filling station dealers as part of OMC operations.

10. NON-CURRENT ASSETS CLASSIFIED AS HELD FOR SALE

	Un-Audited 31 December 2025 Rupees	Audited 30 June 2025 Rupees
Opening Balance	410,000,000	135,000,000
Add: Transferred from operating fixed assets during the period / year	-	250,000,000
Add: Fair value adjustment	-	25,000,000
Less: Disposed of during the period / year	(250,000,000)	-
	160,000,000	410,000,000

10.1. On 02 December 2024, the Holding Company has entered into an, agreement to sell, relating to sale of land measuring 01 kanal and 05 marlas situated at 22-A, Zafar Ali Road, Lahore at Rupees 160 million. The management of the Holding Company is in the process of negotiation with the buyer and anticipates that process of disposal of land will be completed subsequent to the reporting period.

10.2. Detail of asset disposed of during the period is as follows:

Description	Area	Carrying amount	Sale proceeds	Loss	Mode of disposal	Particulars of purchaser
		---------- Rupees ----------				
Free Hold Land 35-A/M, Kot	04-Kanals, 17-Marla, 175-Square Feet	250,000,000	200,000,000	(50,000,000)	Negotiation	Muhammad Waseem Malik, Lahore

	(Un-Audited) HALF YEAR ENDED	
	31 December 2025	31 December 2024
	------Rupees in thousand------	
11. CASH GENERATED FROM OPERATIONS		
Profit before taxation	307,287,248	55,415,102
Adjustments for non-cash charges and other items:		
Depreciation on operating fixed assets	163,283,147	156,506,027
Depreciation on right-of-use assets	58,281,156	66,512,826
Amortization of intangible assets	1,721,629	4,374,106
Amortization of deferred income - Government grant	(10,085,360)	-
(Gain)/Loss on disposal of operating fixed assets	(57,258,788)	(1,134,707)
Dividend income	(485,658)	(341,933)
Profit on bank deposits and term deposit receipt	(526,018)	(3,955,165)
Unrealized gain on remeasurement of investments carried at fair value through profit or loss - net	(12,719,723)	(19,998,283)
Gain on disposal of short term investments	(582,936)	(9,669)
Finance cost	220,264,052	327,323,760
Exchange (gain) / loss - net	2,323,582	882,216
Provision for workers' profit participation fund	20,982,742	7,693,878
Provision for workers' welfare fund	7,696,410	3,018,759
Loss on disposal of non-current asset classified as held for sale	50,000,000	-
Allowance /(reversal of allowance) for expected credit losses	4,811,020	(117,537)
Gain on termination of lease	(4,912,036)	(8,573,134)
Fair Value gain on investment in property	-	(25,000,000)
Reversal of provision for doubtful advances to suppliers	-	(228,419)
Provision for slow moving (reversal) and obsolete store items	8,152,340	(12,104,593)
Working capital changes (Note 11.1)	(666,430,380)	(129,680,202)
	91,802,427	420,583,032
11.1 Working capital changes		
Decrease / (increase) in current assets:		
Stores	(12,402,737)	(30,854,364)
Stock-in-trade	(1,350,426,709)	4,554,589
Trade debts	(360,283,241)	239,528,032
Loans and advances	(371,518,560)	(232,682,725)
Short term deposits and prepayments	(18,925,376)	(15,668,593)
Other receivables	(46,204,353)	(156,370,436)
	(2,159,760,976)	(191,493,497)
Increase / (decrease) in trade and other payables	1,493,330,596	61,813,295
	(666,430,380)	(129,680,202)

Selected Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended 31 December 2025

12. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of associated undertakings, other related parties, key management personnel and provident fund trusts. The Group in the normal course of business carries out transactions with various related parties. Detail of significant transactions with related parties, other than those which have been disclosed elsewhere in these consolidated condensed interim financial statements, are as follows:

i Transactions	NATURE OF TRANSACTIONS	UN-AUDITED			
		HALF YEAR ENDED		QUARTER ENDED	
		31 December 2025	31 December 2024	31 December 2025	31 December 2024
Relationship		Rupees	Rupees	Rupees	Rupees
Associated companies					
MAS Associates (Pvt) Limited	Share of common expenses	875,202	797,577	282,032	383,977
Other related parties					
SK Enmove Co., Ltd.	Purchase of lubricants	3,343,397,315	2,402,021,226	1,313,648,560	1,727,180,490
	Incentive	7,013,750	94,463,750	7,013,750	32,015,000
Employees Provident Fund Trust	Contribution	21,248,478	19,915,083	10,896,635	9,913,712
Sabra Hamida Trust	Donations	9,000,000	9,000,000	4,500,000	4,500,000
Key management personnel	Remuneration	275,750,366	270,390,797	124,845,306	140,946,500

ii Period end balances	Un-Audited 31 December 2025 Rupees	Audited 30 June 2025 Rupees
Associated companies		
Receivable from MAS Associates (Private) Limited	282,033	383,978
Other related parties		
Receivable from SK Enmove Co., Ltd. (Formerly SK Lubricants Co., Ltd.)	56,110,000	49,717,500
Payable to SK Enmove Co., Ltd. (Formerly SK Lubricants Co., Ltd.)	572,319,081	802,622,362
Payable to employees' provident fund trust	55,121,136	7,033,444
Remuneration payable to directors	92,000,000	92,000,000

13 DISCLOSURE REQUIREMENT FOR COMPANY NOT ENGAGED IN SHARIAH NON-PERMISSIBLE BUSINESS ACTIVITITIES AS ITS CORE BUSINESS ACTIVITIES

Description	Un-Audited 31 December 2025 Rupees	Audited 30 June 2025 Rupees
Financing (long-term, short-term, or lease financing) obtained as per Islamic mode	77,480,144	-
Interest or mark-up accrued on any conventional loan or advance	31,626,657	63,829,553
Long-term and short-term Shariah compliant Investments	1,098,058	1,060,759
Shariah-compliant bank deposits, bank balances, and TDRs	8,185,055	25,884,771

	HALF YEAR ENDED		QUARTER ENDED	
	31 December 2025	31 December 2024	31 December 2025	31 December 2024
Revenue earned from a Shariah-compliant business segment	19,356,917,689	17,615,093,428	9,866,108,238	10,059,317,376
Break-up of late payments or liquidated damages	-	-	-	-
Gain or loss or dividend earned on Shariah compliant investments or share of profit from Shariah-compliant associates	485,658	-	249,542	-
Profit earned from Shariah-compliant bank deposits, bank balances, or TDRs	-	-	-	-
Exchange gain earned from actual currency	-	-	-	-
Exchange gains earned using conventional derivative financial instruments	-	-	-	-
Profit paid on Islamic mode of financing	-	-	-	-
Total Interest earned on any conventional loan or advance	-	33,414,160	-	33,414,160
Source and detailed breakup of other income, including breakup of other or miscellaneous portions of other income into Shariah-compliant and noncompliant income				
Shariah-compliant				
Fair value gain on investment property classified as held for sale	-	25,000,000	-	25,000,000
Dividend income	485,658		249,542	-
Gain on disposal of operating fixed assets	57,258,788	1,209,977	107,130,220	596,657
Gain on termination of leases	4,912,036	8,573,134	4,912,036	8,573,134
Income from handling and storage services	66,317,088	40,264,951	32,547,778	22,048,860
Reversal of provision for slow moving and damaged inventory items	-	12,104,593	-	7,084,493
Reversal of provision for doubtful advances to suppliers	-	228,419	-	228,419
Common facility charges	579,681	797,577	282,032	383,977
Reversal of allowance for expected credit losses	-	117,537	-	117,537
Exchange gain - net	1,151,995	-	-	-
Rental income from HTL Express Centres	18,136,232	14,250,351	14,076,350	10,287,858
Promotional incentive	7,013,750	50,291,209	7,013,750	-
Miscellaneous	-	6,400	-	6,400
Non compliant				-
Profit on bank deposits and term deposit receipt	526,018	470,954	460,584	197,473
Gain on disposal of short term investments	582,936	9,669	-	-
Interest on short term loan to subsidiary company	-	33,340,577	-	16,762,505
Unrealized gain on remeasurement of investments at fair value through profit or loss - net	12,719,723	19,998,283	6,876,643	19,998,283
Dividend income	-	341,933	-	341,933

14 RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

(i) Fair value hierarchy

Judgements and estimates are made in determining the fair values of the financial instruments that are recognized and measured at fair value in these consolidated financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Group has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements at 31 December 2025	Level 1	Level 2	Level 3	Total
	---------- Rupees in thousand----------			
Financial assets				
Financial assets at fair value through profit or loss	230,691,479	-	-	230,691,479

Recurring fair value measurements at 30 June 2025	Level 1	Level 2	Level 3	Total
	---------- Rupees in thousand----------			
Financial assets				
Financial assets at fair value through profit or loss	240,351,519	-	-	240,351,519

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the year. Further there was no transfer in and out of level 3 measurements.

The Group's policy is to recognize transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

(ii) Valuation techniques used to determine fair values

Specific valuation technique used to value financial instruments is the use of quoted market prices on Pakistan Stock Exchange and for funds, Net Asset Value (NAV) of respective Asset Management Company.

Selected Notes To The Consolidated Condensed Interim Financial Statements (Un-audited)

For The Half Year Ended 31 December 2025

15 SEGMENT INFORMATION

The Group has two reportable segments. The following summary describes the operation in each of the Group's reportable segments:

Lubricants	Purchase, blend, package and sale of lubricants, parts and rendering of services.
Petroleum products	Marketing and sale of petroleum products.
Polymer	Manufacturing and sale of plastic bottles

(Un-Audited)

	LUBRICANTS		PETROLEUM PRODUCTS		POLYMER		UNALLOCATED		TOTAL - GROUP	
	Un-Audited 31 December 2025	Un-Audited 31 December 2024	Un-Audited 31 December 2025	Un-Audited 31 December 2024	Un-Audited 31 December 2025	Un-Audited 31 December 2024	Un-Audited 31 December 2025	Un-Audited 31 December 2024	Un-Audited 31 December 2025	Un-Audited 31 December 2024
	(----------Rupees----------)									
Revenue from contracts with customers - net	5,130,024,544	4,668,713,827	12,046,141,570	11,372,679,066	355,123,147	207,957,049	-	-	17,531,289,260	16,249,349,942
Cost of sales	(3,845,488,282)	(3,611,212,928)	(11,707,122,808)	(11,089,521,612)	(285,318,588)	(188,670,353)	-	-	(15,837,929,678)	(14,889,404,893)
Gross profit	1,284,536,262	1,057,500,899	339,018,761	283,157,454	69,804,559	19,286,696	-	-	1,693,359,582	1,359,945,049
Distribution cost	(393,992,686)	(387,512,290)	(293,616,106)	(230,255,699)	(5,923,470)	(5,055,064)	-	-	(693,532,262)	(622,823,053)
Administrative expenses	(390,198,181)	(480,861,567)	(124,605,383)	(23,644,106)	(1,437,842)	(1,161,530)	-	-	(516,241,406)	(505,667,203)
Other expenses	(105,229,511)	(10,796,619)	(23,575,618)	(15,068,510)		-	-	-	(128,805,129)	(25,865,129)
	(889,420,378)	(879,170,476)	(441,797,107)	(268,968,315)	(7,361,312)	(6,216,594)	-	-	(1,338,578,797)	(1,154,355,385)
Other income	86,793,204	128,884,247	85,977,311	48,264,951			-	-	172,770,515	177,149,198
Profit / (loss) from operations	481,909,088	307,214,670	(16,801,034)	62,454,090	62,443,247	13,070,102	-	-	527,551,300	382,738,862
Finance cost	(158,495,910)	(249,584,329)	(48,869,094)	(46,525,632)	(12,899,048)	(31,213,799)	-	-	(220,264,052)	(327,323,760)
Profit / (loss) before taxation and levy	323,413,177	57,630,341	(65,670,128)	15,928,458	49,544,199	(18,143,697)	-	-	307,287,248	55,415,102
Levy							(47,682,999)	(80,858,316)	(47,682,999)	(80,858,316)
Profit / (loss) before taxation	323,413,177	57,630,341	(65,670,128)	15,928,458	49,544,199	(18,143,697)	(47,682,999)	(80,858,316)	259,604,249	(25,443,214)
Taxation	-	-	-	-		-	(95,793,809)	(14,548,819)	(95,793,809)	(14,548,819)
(Loss) / profit after taxation	323,413,177	57,630,341	(65,670,128)	15,928,458	49,544,199	(18,143,697)	(143,476,808)	(95,407,135)	163,810,440	(39,992,033)

15.1 Reconciliation of reportable segment assets and liabilities:

	LUBRICANTS		PETROLEUM PRODUCTS		POLYMER		TOTAL - GROUP	
	Un-Audited 31 December 2025	Audited June 30 2025	Un-Audited 31 December 2025	Audited June 30 2025	Un-Audited 31 December 2025	Audited June 30 2025	Un-Audited 31 December 2025	Audited June 30 2025
	----------Rupees----------						----------Rupees----------	
Total assets for reportable segments	10,820,764,915	9,881,885,088	3,306,935,185	2,282,248,716	726,899,435	792,518,365	14,854,599,535	12,956,652,169
Unallocated assets							322,769,341	322,769,342
Total assets as per consolidated statement of financial position							15,177,368,876	13,279,421,511
Total liabilities for reportable segments	5,832,001,347	4,133,312,532	1,232,337,616	1,178,651,004	279,325,632	297,564,134	7,343,664,595	5,609,527,670
Unallocated liabilities							1,544,834,867	1,544,834,867
Total liabilities as per consolidated statement of financial position							8,888,499,462	7,154,362,537

15.2 All of the sales of the Group relates to customers in Pakistan.

15.3 All non-current assets of the Group as at the reporting dates are located in Pakistan.

16 FAIR VALUE MEASUREMENTS - NON-FINANCIAL ASSETS

(i) Fair value hierarchy

Judgments and estimates are made in determining the fair value of non-financial assets that are recognized and measured at fair value in these consolidated financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Group has classified its non-financial assets into the following three levels.

At 31 December 2025	Level 1	Level 2	Level 3	Total
	---------- Rupees ----------			
Freehold land	-	2,662,261,000	-	2,662,261,000
Non-current asset classified as held for sale - Transferred from investment property	-	160,000,000	-	160,000,000
	-	2,822,261,000	-	2,822,261,000

At 30 June 2025	Level 1	Level 2	Level 3	Total
	---------- Rupees ----------			
Freehold land	-	2,662,261,000	-	2,662,261,000
Non-current asset classified as held for sale - Transferred from fixed assets	-	250,000,000	-	250,000,000
Non-current asset classified as held for sale - Transferred from investment property	-	160,000,000	-	160,000,000
	-	3,072,261,000	-	3,072,261,000

The Group's policy is to recognize transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the year. Further, there was no transfer in and out of level 3 measurements.

(ii) Valuation techniques used to determine level 2 fair values

The Group obtains independent valuations for its freehold land (classified as fixed assets and investment property transferred to non-current asset classified as held for sale) at least annually. At the end of reporting period, the management of the Group updates the assessment of the fair value of property, taking into account the most recent independent valuations. The management determines a property's value within a range of reasonable fair value estimate. The best evidence of fair value is current prices in an active market for similar lands.

Valuation processes

The Group engages external, independent and qualified valuer to determine the fair value of the Group's freehold land at the end of every financial year. Most recent valuation of freehold land was carried out on 30 June 2025 by Anderson Consulting (Private) Limited, an independent valuer.

Relationship with Shariah-compliant financial institutions, including banks, takaful operators and their windows, etc

Name	Relationship as at reporting date
Al-Baraka Bank (Pakistan) Limited	Bank balance
Meezan Bank Limited	Bank balance
Dubai Islamic Bank Pakistan Limited	Bank balance
Faysal Bank Limited	Bank balance
Bank Makramah Limited	Bank balance
First Habib Modaraba	Long term financing

17. UTILIZATION OF THE PROCEEDS OF THE INITIAL PUBLIC OFFER (IPO)

During the year ended 30 June 2016, the Holding Company made an Initial Public Offer (IPO) through issue of 29,001,000 ordinary shares of Rupees 10 each at a price of Rupees 62.50 per share determined through book building process. Out of the total issue of 29,001,000 ordinary shares, 21,750,500 shares were subscribed through book building by High Net Worth Individuals and Institutional Investors, while the remaining 7,250,500 ordinary shares were subscribed by the General Public and the shares were duly allotted on 18 February 2016. On 01 March 2016, Pakistan Stock Exchange Limited approved the Holding Company's application for formal listing of ordinary shares and trading of shares started on 03 March 2016.

Till 30 June 2017, the Holding Company utilized the proceeds of the initial public offer of 29,001,000 ordinary shares for the purposes mentioned under heading 5.5 'Expansion Plan' in prospectus dated 28 December 2015, as per the following detail:

Purposes Mentioned Under Heading 5.5 'Expansion Plan' In Prospectus Dated 28 December 2015	Total amount (Rupees in thousand)		Total amount utilized till 30 June 2017 (Rupees in thousand)
Investment in HTLL			
Land	470,000,000		60,618,100
Building	128,000,000		12,486,445
Plant, machinery and equipment	139,000,000		2,719,201
Pre-operating costs	33,000,000		249,630
Working capital	842,562,500		739,126,208
	1,612,562,500		**815,199,584**
Investment in 100% owned subsidiary			
Additional filling lines for blending plant, Hi-Tech Blending (Private) Limited - Subsidiary Company	200,000,000		-
Total	1,812,562,500	**(B)**	815,199,584
IPO proceeds (A)	1,812,562,500		
Amount un-utilized (A – B)	997,362,916		

As stated in the prospectus dated 28 December 2015, the Holding Company planned to offer state of the art retail outlets across Pakistan with multitude of unique services and also planned to install additional filling lines at the blending plant of its Subsidiary Company. The plan of the year 2015-16 covered 37 grand outlets openings in 11 major cities of Pakistan including Lahore, Gujranwala, Sialkot, Faisalabad, Multan, Islamabad, Rawalpindi, Karachi and Hyderabad. Over a period of 5 years, the Holding Company planned to open 75 retail outlets (including 67 rented) across 16 major cities of Pakistan. As per quarterly progress report number 06 dated 14 July 2017, the Holding Company informed all stakeholders the progress on implementation of project: Expansion through retail outlet: 1 owned service center under regulatory approval and out of the 10 rented service centers, 1 is operational, 3 are approved and under construction, 3 are under regulatory approvals and 3 are under negotiations. Accurate, effective and timely implementation of the above plans of the Holding Company became a big challenge for the Holding Company due to expensive lands and properties at key locations in almost all the cities for express service centers. Hence, the Holding Company planned for incorporation of express centers into its fuel stations to be established under the umbrella of Oil Marketing Company (OMC) Project of the Holding Company. In this regard, the Holding Company obtained a financial feasibility report from KPMG Taseer Hadi & Co., Chartered Accountants regarding investment in OMC Project. In view of successful fulfillment of initial mandatory requirements of Oil and Gas Regulatory Authority (OGRA) for setting up of an OMC and future prospects of OMC in current international scenario as prospected under financial feasibility report, the shareholders of the Holding Company in their 9th Annual General Meeting held on 29 September 2017 approved diversion and utilization of un-utilized IPO funds from HTL express centers and wholly owned Subsidiary Company to OMC Project of the Holding Company keeping in view overall growth of the Holding Company and ultimate benefit to all shareholders and stakeholders of the Holding Company.

The Project envisages setting up 360 retail outlets across Punjab, Sindh and Khyber Pakhtunkhwa Provinces of Pakistan. The fuel stations will offer full range of services such as general store, tyre shop and a car shop amongst others. To support sales, the Holding Company plans to invest in building storage capacities of 25,735 metric tons (Mogas and HSD) across the country over a period of 7 years.

During the year ended 30 June 2017, OGRA granted license to the Holding Company to establish an Oil Marketing Company (OMC), subject to some conditions. During the year ended 30 June 2018, with reference to OMC Project of the Holding Company, Oil and Gas Regulatory Authority (OGRA) has granted permission to proceed to apply/acquire No Objection Certificates (NOCs) from concerned departments including District Coordination Officer (DCO) for setting up of upto 26 retail outlets in Punjab Province with instructions that retail sales through petrol pumps can only be started after completion of necessary Storage Infrastructure, 3rd Party Inspector Report confirming that storage/depot meets OGRA's notified Technical Standards and OGRA's approval.

During the year ended 30 June 2018, the Holding Company completed its oil storage site at Sahiwal. The Holding Company also purchased land in Nowshera for oil storage site under OMC project.

On 31 May 2019, Oil and Gas Regulatory Authority (OGRA) has granted permission to the Holding Company to operate new oil storage facility at Sahiwal and marketing of petroleum products in the Province of Punjab. The Holding Company has signed agreements with various dealers for setting up petrol pumps under the OMC project and also started construction of another storage site at Nowshera, Khyber Pakhtunkhwa.

During the year ended on 30 June 2020, the Holding Company started its OMC operations and expediently worked on completion of its Nowshera oil storage. During the year ended 30 June 2021, Holding Company has completed its oil storage at Nowshera. On 09 August 2021, OGRA acknowledged the satisfactory completion of Nowshera oil storage based on third party inspection report. During the year ended 30 June 2022, the Holding Company has started work on new oil storage facility at Shikarpur. On 16 March 2023, OGRA has granted permission to the Holding Company to operate new storage facility at Nowshehra and marketing of petroleum products in the province of Khyber Pakhtunkhwa. Currently, the Holding Company has eight operational HTL Express Centers, four in Lahore, three in Karachi and one in Rawalpindi. Further, the Holding Company has sixty one retail outlets operational for sale of petroleum products as on 30 June 2025. Detail of payments out of IPO proceeds during the period ended 30 December 2025 is as follows:

	Rupees
Un-utilized IPO proceeds as at 01 July 2025	186,686,602
Add: Profit on term deposit receipt	-
Add: Profit on bank deposits	390,063
Add: Dividend on investment in mutual funds	52,535
Add: Gain on disposal of investment in mutual funds	582,936
Add: Unrealised gain on investment in mutual funds	10,690,829
Less: Payments made relating to OMC Project	(4,798,520)
Less: Withholding tax on profit	(77,811)
Less: Withholding tax on dividend from mutual funds	(15,235)
Less: Withdholding tax on disposal of mutual funds	(187,601)
Less: Bank charges	(9,375)
Un-utilized IPO proceeds as at 31 December 2025	193,314,423

The un-utilized proceeds of the public offer have been kept by the Holding Company in the shape of bank balances and mutual funds.

18. FINANCIAL RISK MANAGEMENT

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

19. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the unconsolidated condensed interim statement of financial position and consolidated condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the consolidated condensed interim statement of profit or loss, consolidated condensed interim statement of comprehensive income and consolidated condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

20. DATE OF AUTHORIZATION FOR ISSUE

These consolidated financial statements were authorized for issue on 25 February 2026 by the Board of Directors of the Holding Company.

21. GENERAL

Figures have been rounded off to the nearest Rupee, unless otherwise stated.

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