



**Financial Statements for Half
Year Ended December 31, 2025
(Unaudited)**



CORPORATE INFORMATION

Board of Directors

Ms. Samera Irfan	Chief Executive/ Executive Director
Mr. Rahat Ullah	Chairman/Non-Executive Director
Mr. Pir Waris Shah	Non-Executive Director
Barrister Shahzad Javed Panni	Independent Director
Mr. Zia Ur Rehman	Non-Executive Director
Ms. Sonia Farooq	Independent Director
Mr. Khalil Ur Rehman	Non-Executive Director

Audit Committee

Barrister Shahzad Javed Panni	Chairman
Mr. Khalil Ur Rehman	Member
Mr. Rahat Ullah	Member
Mr. Zia Ur Rehman	Secretary

Human Resource Committee

Ms. Sonia Farooq	Chairman
Mr. Pir Waris Shah	Member
Mr. Zia Ur Rehman	Secretary

Senior Management

Ms. Samera Irfan	Chief Executive
------------------	-----------------

Company Secretary

Mr. Pir Farhan Shah

Bankers

Askari Bank Limited
MCB Bank Limited
Habib Metropolitan Bank Limited
Habib Bank Limited
Bank of Punjab
Bank of Khyber
Bank Alfalah Limited
Bank Al Habib Limited

Share Registrar

CDC
Share Registrar Services Limited
CDC House, 99-B, Block B
S.M.C.H.S., Main Shahreh e Faisal
Karachi

External Auditors

Yousuf Adil
Chartered Accountants

Registered Office

Khyber Tobacco Company Limited
Main Nowshera Malakand Road, Mardan
Telephone: +92-937-844636,844639

Director's Review

I am pleased to present the Half-Yearly Report of Khyber Tobacco Company Limited for the period ending on December 31, 2025. The first half of the financial year has been marked by significant achievements, robust financial performance, and strategic progress, despite the challenging global economic environment.

FINANCIAL RESULTS

Financial Highlights	Jul-Dec 2025	Jul-Dec 2024
	Rs. in Millions	
Gross turnover	7,388.22	10,652.75
Turnover-net	4,685.71	4,884.13
Cost of sales	4,682.84	4,381.32
Gross profit/(Loss)	2.87	502.81
Profit (Loss) before taxation	(754.90)	(1,54.69)
Profit (Loss) for the period	(714.41)	(162.57)

Pakistan's economy, although on a recovery path, continued to face challenges during the period under review. Despite significant easing in headline inflation and a reduction in current account deficit, the economic environment remains tough, with businesses grappling with high input costs and weak consumer demand. Foreign and domestic debt servicing costs remain a key burden in the short to medium term. Looking ahead, while fiscal consolidation efforts and external account improvements offer hope, Pakistan's economy continues to be restrained with real GDP growth estimated at 4.75 percent for FY 2025/26 amid ongoing domestic vulnerabilities and structural challenges.

The Six months under review were marked by very challenging macroeconomic conditions that impacted both consumers and businesses. As the economy moves forward, the ongoing reforms and efforts to stabilize the macroeconomic environment are expected to unlock new avenues for growth, enabling businesses to thrive and contribute to the nation's upward trajectory. The Company continued to focus on enhancing productivity across its value chain by ensuring effective cost management, lean operations, and modernization of machinery infrastructure.

Financial performance is as follows:

- **Revenue from contracts with customers** decreased by 4.1% to Rs. 4,685.71 million, compared to Rs. 4,884.13 million in the same period last year. This decline reflects persistent demand-side pressures in the market.
- **Gross Profit** margins were severely compressed, falling to almost zero (Rs. 2.87 million) from Rs. 502.81 million in the prior period. This is the primary driver of the overall loss and is attributed to a significant increase in the cost of sales (up 6.9%), which the Company was unable to pass on to customers due to competitive pricing pressures.
- **Operating expenses** increased by 34.6% to Rs. 596.21 million. This increase is largely attributable to a substantial rise in the **impairment loss on financial assets**, which amounted to Rs. 123.71 million (compared to Rs. 35.52 million last year). This non-cash charge reflects a more prudent and realistic assessment of our trade receivables in the current economic climate.

Financial Position & Liquidity

Our balance sheet and cash flows also reflect the difficult operating environment. During the period, the Company's cash position decreased by Rs. 531.20 million, closing at Rs. 785.59 million as of December 31, 2025.

The primary reason for this cash consumption is the significant investment in **working capital**, particularly the build-up of **stock in trade**, which increased by 44.4% to Rs. 14.26 billion. While this strategic inventory buildup ensures the security of our raw material supply chain, it has placed a temporary strain on our liquidity. We are actively managing this through inventory optimization measures.

To support our working capital requirements, we have continued to rely on the support of our sponsors and directors. During the period, an additional loan of **Rs. 111 million** was obtained under the existing facility, which now totals Rs. 1.17 billion.

Future Outlook and Strategic Actions

The Board and management recognize the severity of the current challenges. The erosion of gross profit and the strain on liquidity are our top priorities. We are taking decisive and comprehensive actions to stabilize the business and return to a path of sustainable profitability. Our focus areas are:

1. **Aggressive Cost Rationalization:** We are undertaking a thorough review of our cost structure across the board, from procurement to operations, to identify and eliminate inefficiencies.
2. **Working Capital Optimization:** A dedicated task force has been formed to focus on reducing the inventory holding period and accelerating the collection of trade debts. We are also reviewing our credit policies to mitigate future impairment risks.
3. **Strategic Review of Operations:** The Board has initiated a strategic review of our product mix, pricing strategy, and market positioning to address the fundamental issue of margin compression. We are exploring avenues to enhance our value proposition and pass on cost increases more effectively.
4. **Strengthening Sponsor Support:** We are grateful for the continued confidence of our sponsors and directors. We are in discussions to ensure we have adequate financial flexibility to navigate this period.

Despite the immediate challenges, your Board remains confident in the long-term fundamentals of the tobacco industry in Pakistan and the Company's strong brand equity. We believe that the actions we are taking will strengthen the Company's resilience and position it for recovery in the coming periods.

Acknowledgments.

On behalf of the Board, I would like to express my gratitude to our shareholders, customers, business partners, and employees for their unwavering support and dedication. It is their collective efforts that have enabled the Company to deliver a resilient performance in these challenging times. We remain committed to creating long-term value for all our stakeholders and look forward to building on this momentum in the coming months.

The composition of the Board is as follows:

Category	Names
Independent Directors	1) Mr. Shehzad Javed Panni 2) Ms. Sonia Farooq
Executive Directors	1) Ms. Samera Irfan
Non-executive Director	1) Mr. Zia Ur Rehman 2) Mr. Rahat Ullah 3) Mr. Shehzad Javed Panni 4) Mr. Khalil Ur Rehman 5) Mr. Rahat Ullah
Female Directors	1) Mrs. Samera Irfan 2) Ms. Sonia Farooq

Mr. Rahat Ullah

March 02, 2026.

On behalf of the Board



Mrs. Samera Irfan
Chief Executive Officer



Amin Ullah
Company Secretary

INDEPENDENT AUDITOR'S REVIEW REPORT

To the Members of Khyber Tobacco Company Limited

Report on Review of Condensed Interim Financial Statements

Introduction

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

Scope of Review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with 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 six-months, presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the Company. Accordingly, the figures of the condensed interim statement of profit or loss and the condensed interim statement of other comprehensive income for the three months period ended December 31, 2025 have not been reviewed by us.

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

Chartered Accountants

Lahore

Date: March 02, 2026

UDIN: RR202510180n3q7e4AIB

KHYBER TOBACCO COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT DECEMBER 31, 2025

	Note	(Un-audited) December 31, 2025 Rupees	(Audited) June 30, 2025 Rupees
EQUITY AND LIABILITIES			
Equity			
Share capital		69,226,040	69,226,040
Unappropriated profit		1,919,525,231	2,626,110,411
Revaluation surplus on property, plant and equipment		232,140,919	239,962,935
		2,220,892,190	2,935,299,386
Non-current liabilities			
Staff retirement benefits		156,905,277	151,537,799
Lease liability		41,253,452	78,148,710
Deferred taxation		123,079,918	163,570,530
		321,238,647	393,257,039
Current liabilities			
Current portion of lease liabilities		228,406,342	182,650,617
Trade and other payables	4	16,499,256,172	11,705,346,768
Loan from sponsors and directors - unsecured	5	1,173,835,638	1,062,835,638
Accrued markup on loan from sponsors - unsecured		274,092,316	257,686,132
Unclaimed dividend		16,658,510	16,658,510
Provision for levy and taxation		58,571,381	169,536,474
		18,250,820,359	13,394,714,139
TOTAL EQUITY AND LIABILITIES		20,792,951,196	16,723,270,564
CONTINGENCIES AND COMMITMENTS			
ASSETS			
Property, plant and equipment	7	2,630,780,548	2,737,476,813
Right of use asset	8	73,655,584	98,207,445
Long term deposits		21,489,802	20,989,802
		2,725,925,934	2,856,674,060
Current assets			
Stock in trade	9	14,255,973,848	10,339,543,438
Stores, spares and loose tools		34,972,177	23,143,300
Trade debts	10	1,497,295,731	957,260,888
Advances, prepayments and other receivables		237,189,828	313,465,546
Taxes refundable		1,137,338,156	430,835,050
Advance income tax		118,667,700	491,087,443
Cash and bank balances		785,587,822	1,311,260,839
		18,067,025,262	13,866,596,504
TOTAL ASSETS		20,792,951,196	16,723,270,564

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.

ys

Chief Executive Officer

Director

Director

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

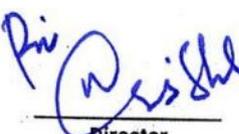
	Note	Six months period ended		Three months period ended	
		Dec 31, 2025	Dec 31, 2024	Dec 31, 2025	Dec 31, 2024
		-----Rupees-----			
Revenue from contracts with customers	11	4,685,710,454	4,884,132,011	3,104,072,730	3,640,830,903
Cost of sales	12	(4,682,842,704)	(4,381,322,163)	(3,425,691,385)	(2,796,566,306)
Gross (loss) / profit		2,867,750	502,809,848	(321,618,655)	844,264,597
Selling and distribution expenses		(252,596,690)	(189,024,477)	(212,372,123)	(127,438,383)
Administrative expenses		(185,394,832)	(188,307,769)	(44,556,188)	(67,874,975)
Impairment loss on financial assets		(123,707,787)	(35,519,386)	(123,707,787)	(35,519,386)
Other expenses		(34,510,452)	(30,093,319)	(34,510,452)	(30,093,319)
Operating (loss) / profit		(593,342,011)	59,864,897	(736,765,205)	583,338,534
Finance costs		(121,927,323)	(167,080,273)	(62,608,336)	(110,323,445)
Other operating income		18,942,908	-	-	-
(Loss) / profit before levies and income tax		(696,326,426)	(107,215,376)	(799,373,542)	473,015,089
Minimum tax		(58,571,381)	(47,480,283)	(58,571,381)	(47,480,283)
(Loss) / profit before income tax		(754,897,807)	(154,695,659)	(857,944,923)	425,534,806
Taxation		40,490,611	(7,879,919)	273,287,060	224,916,530
(Loss) / profit after taxation		(714,407,196)	(162,575,578)	(584,657,862)	650,451,336
Earnings per share - basic and diluted		(103.20)	(23.48)	(84.46)	93.96

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.

ya


 Chief Executive Officer


 Director


 Director

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

	Six months period ended		Three months period ended	
	Dec 31, 2025	Dec 31, 2024	Dec 31, 2025	Dec 31, 2024
	-----Rupees-----			
(Loss) / profit for the period	(714,407,196)	(162,575,578)	(584,657,862)	650,451,336
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	(714,407,196)	(162,575,578)	(584,657,862)	650,451,336

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.


 Chief Executive Officer

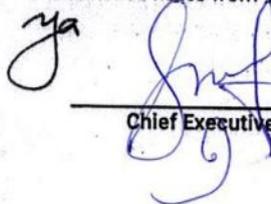

 Director


 Director

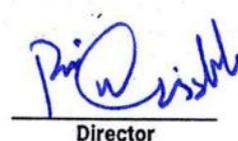
KHYBER TOBACCO COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE SIX-MONTHS PERIOD ENDED DECEMBER 31, 2025

	Six months period ended	
	Dec 31, 2025	Dec 31, 2024
	Rupees	Rupees
Cash flows from operating activities		
Loss before taxation	(754,897,807)	(154,695,659)
Adjustments for:		
Depreciation on property, plant and equipment	145,047,410	135,566,714
Depreciation on right of use asset	24,551,861	24,551,861
Minimum tax differential	58,571,381	47,480,283
Provision for staff retirement benefits	24,500,794	24,908,276
Unrealized exchange (gain) / loss	(4,572,291)	3,606,394
Advances written off	-	26,486,925
Impairment loss on financial assets	123,707,787	35,519,386
Finance costs	121,904,914	167,080,273
	493,711,856	465,200,112
Cash flows from operating activities before working capital changes	(261,185,951)	310,504,453
Effect on cash flow due to working capital changes		
(Increase)/ decrease in stores, spares parts and loose tools	(11,828,877)	4,612,102
Increase in stock in trade	(3,916,430,410)	(6,545,060,815)
Increase in trade debts	(664,692,457)	(372,104,899)
Decrease in advances and prepayments	76,275,718	41,956,568
Increase in trade and other payables	4,768,841,148	7,290,331,133
	252,165,122	419,734,089
Cash (used) / generated from operating activities	(9,020,829)	730,238,542
Income tax paid	(503,619,838)	(162,741,033)
Levy's paid	-	(21,158,060)
Staff retirement benefits paid	(19,133,316)	(13,299,175)
Workers' Welfare Fund paid	-	(5,000,000)
Finance costs paid	(66,570,007)	(4,863,330)
Net cash generated from / (used in) operating activities	(598,343,990)	523,176,944
Cash flows from investing activities		
Purchase of property, plant and equipment	(38,351,145)	(159,138,911)
Security deposits	(500,000)	4,387,430
Net cash used in investing activities	(38,851,145)	(154,751,481)
Cash flows from financing activities		
Lease rental paid	(5,000,000)	-
Loans from sponsors and directors	111,000,000	161,800,000
Net cash generated from financing activities	106,000,000	161,800,000
Net increase / (decrease) in cash and cash equivalents	(531,195,135)	530,225,463
Exchange gain / (loss) on foreign currency accounts	5,522,118	(3,606,394)
Cash and cash equivalents at beginning of the period	1,311,260,839	944,685,195
Cash and cash equivalents at end of the period	785,587,822	1,471,304,264

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.


 Chief Executive Officer


 Director


 Director

KHYBER TOBACCO COMPANY LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT (UN-AUDITED)

FOR THE SIX-MONTHS PERIOD ENDED DECEMBER 31, 2025

1 LEGAL STATUS AND OPERATIONS

Khyber Tobacco Company Limited ("the Company") is a public limited company incorporated in Pakistan on October 15, 1954 under the Companies Act, 1913 (now the Companies Act, 2017) and is listed on the Pakistan Stock Exchange Limited. The Company is engaged in the manufacture and sale of cigarettes and tobacco. The Company's registered office and production plant is situated at Nowshera Road, Mardan.

2 STATEMENT OF COMPLIANCE

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

Where 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 condensed interim financial statements do not include all of the information required for the full financial statements and, therefore, these should be read in conjunction with annual audited financial statements for the year ended June 30, 2025. Comparative statement of financial position is extracted from annual audited financial statements for the year ended June 30, 2025, whereas comparative condensed statement of profit or loss and other comprehensive income, comparative condensed statement of changes in equity and comparative statement of cash flows are stated from un-audited condensed interim financial statements for the half year ended December 31, 2024.

2.3 These condensed interim financial statements are being submitted to the shareholders as required by Section 237 of the Companies Act, 2017.

3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies and methods of computation adopted in preparation of these condensed interim financial statements are the same as those applied in preparation of the annual audited financial statements of the Company for the year ended June 30, 2025.

3.1 Financial risk management

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

3.2 Fair value of financial assets and liabilities

The carrying value of financial assets and financial liabilities reported in these condensed interim financial statements approximates their fair values.

3.3 Estimates and judgements

Estimates and judgements made by management in the preparation of these condensed interim financial statements are same as those applied in the preparation of the annual audited financial statements of the Company for the year ended June 30, 2025.

	Un-audited December 31, 2025 Rupees	Audited June 30, 2025 Rupees
4 TRADE AND OTHER PAYABLES		
Trade creditors	14,773,971,736	10,421,759,913
Accrued liabilities	46,789,286	59,701,660
Advance from customers	540,843,051	547,878,736
Workers' Profit Participation Fund	385,244,351	360,176,095
Workers' Welfare Fund	10,004,562	10,004,562
Withholding taxes	62,967,473	55,718,851
Sales tax and excise duty	6,819,872	49,884,312
Tobacco development cess	654,581,648	176,950,631
Royalty	18,034,193	17,755,508
Others	-	5,516,500
	16,499,256,172	11,705,346,768

5 LOAN FROM SPONSORS AND DIRECTORS

5.1 During the period, the Company obtained a loan of Rs. 111 million from its sponsors/directors, comprising various tranches at an agreed interest rate of KIBOR plus 2%. The loan is provided for a period of 12 months from the date of receipt, with interest payable within 60 days after the end of each quarter, subject to extension at the Company's option. Repayments are applied first against interest payable and then against the principal amount. The Company has the option to draw down up to a maximum of Rs. 1 billion under this loan facility.

6 CONTINGENCIES AND COMMITMENTS

6.1 Contingencies:

In addition to the contingencies reported in annual audited financial statements for the year ended June 30, 2025 there are no additional contingencies.

	Note	Un-audited December 31, 2025 Rupees	Audited June 30, 2025 Rupees
6.2 Commitments:			
Letter of credit against import of tobacco		67,475,558	106,650,769
Short term lease rentals		5,000,000	6,525,696
Letters of guarantee issued by bank / insurance company		22,043,600	1,200,000
		94,519,158	114,376,465

7 PROPERTY, PLANT AND EQUIPMENT

Operating assets	7.1	2,305,829,657	2,425,781,468
Capital work-in-progress	7.2	324,950,891	311,695,345
		2,630,780,548	2,737,476,813
7.1 Operating assets			
Opening carrying value		2,425,781,468	2,514,598,800
Additions during the period / year			
Buildings on leasehold land		3,738,943	1,322,530
Plant and machinery		-	194,683,347
Tools and equipment		1,627,917	1,390,644
Furniture and fixtures		103,130	-
Vehicles		18,159,700	405,400
Office equipment		1,465,909	437,321
		25,095,599	198,239,242
Carrying value of assets disposed off during the period / year		-	(6,907,500)
Depreciation charged during the period / year		(145,047,410)	(280,149,074)
Closing carrying value		2,305,829,657	2,425,781,468

	Un-audited December 31, 2025 Rupees	Audited June 30, 2025 Rupees
7.2 Capital work-in-progress		
Opening		
Additions	311,695,345	309,879,396
Transfer to property plant and equipment	13,255,546	178,925,022
	-	(177,109,073)
	<u>324,950,891</u>	<u>311,695,345</u>
8 RIGHT OF USE ASSET		
Opening carrying value		
Depreciation charged during the period / year	98,207,445	147,311,167
Closing carrying value	<u>(24,551,861)</u>	<u>(49,103,722)</u>
	<u>73,655,584</u>	<u>98,207,445</u>

8.1 The right of use assets comprise GLT plant, HLP cigarette packing machine and land & building, leased from Samsons Redrying and Processing (Private) Limited, Paramount Tobacco Company and Mr. Waseem Ur Rehman, respectively. These assets have a 4 year lease term each, with rentals payable of Rs.50 million per annum, Rs. 0.125 million per month and Rs. 1.25 million in respect GLT, HLP and Land & building respectively.

	Un-audited December 31, 2025 Rupees	Audited June 30, 2025 Rupees
9 STOCK IN TRADE		
Raw and packing material		
Finished goods	14,169,251,818	10,065,282,184
	86,722,030	274,261,254
	<u>14,255,973,848</u>	<u>10,339,543,438</u>

9.1 Finished goods include items costing Rs. 98.75 million (30 June 2025: 338.8 million) valued at net realisable value of Rs.86.69 million (30 June 2025: 274.26 million), with NRV loss amounting to Rs. 12.06 million (30 June 2025: 64.59 million). During the year NRV loss booked on raw material amounting to Rs 240 million.

		Un-audited December 31, 2025 Rupees	Audited June 30, 2025 Rupees
10 TRADE DEBTS			
Local - unsecured	Note		
Foreign - unsecured		1,764,732,007	1,161,346,918
Allowance for expected credit losses		60,357,541	-
	10.1	<u>(327,793,817)</u>	<u>(204,086,030)</u>
		<u>1,497,295,731</u>	<u>957,260,888</u>
10.1 Allowance for expected credit losses			
Opening			
For the period / year		204,086,030	170,509,727
Written off during the year		123,707,787	104,409,538
Closing		-	(70,833,235)
		<u>327,793,817</u>	<u>204,086,030</u>

-----Un-audited-----			
Six months period ended		Three months period ended	
December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
-----Rupees-----			

11 REVENUE FROM CONTRACTS WITH CUSTOMERS

Gross turnover				
- Local	3,713,282,503	7,309,131,644	1,915,849,823	2,937,442,170
- Export	3,674,937,751	3,343,620,013	2,468,819,453	3,053,079,653
	7,388,220,254	10,652,751,657	4,384,669,276	5,990,521,823
Government levies				
- Excise duty	(2,084,138,800)	(4,509,320,640)	(992,298,500)	(1,814,530,840)
- Sales tax	(511,323,972)	(1,101,128,004)	(237,538,240)	(442,506,600)
	(2,595,462,772)	(5,610,448,644)	(1,229,836,740)	(2,257,037,440)
Discounts	(107,047,028)	(158,171,002)	(50,759,806)	(92,653,480)
	<u>4,685,710,454</u>	<u>4,884,132,011</u>	<u>3,104,072,730</u>	<u>3,640,830,903</u>

12 COST OF SALES

Raw and packing material consumed	4,049,793,572	4,078,717,772	3,034,436,858	2,539,517,672
Salaries, wages and other benefits	162,950,009	164,409,333	130,996,256	88,541,247
Fuel and power	86,169,657	202,290,200	80,485,253	141,698,729
Stores and spares consumed	23,148,145	19,261,372	17,946,554	14,709,386
Repair and maintenance	1,510,404	816,163	1,107,677	107,866
Royalty	278,685	2,445,480	278,685	2,445,480
Short term lease rental	1,883,132	9,131,973	(1,792,600)	5,937,494
Depreciation on property plant and equipment	135,856,922	128,117,574	67,733,953	64,458,634
Depreciation on right of use asset	24,551,861	24,551,861	24,551,861	24,551,861
Insurance	9,161,093	6,462,196	9,161,093	6,462,196
	<u>4,495,303,480</u>	<u>4,636,203,924</u>	<u>3,364,905,589</u>	<u>2,887,822,345</u>
Work in process :				
At beginning of period	-	-	-	2,753,688
At end of the period	-	(25,748,694)	-	(25,748,694)
	-	(25,748,694)	-	(22,995,006)
Cost of goods manufactured	<u>4,495,303,480</u>	<u>4,610,455,230</u>	<u>3,364,905,589</u>	<u>2,864,827,340</u>
Finished goods :				
At beginning of period	274,261,254	98,412,904	147,507,826	259,284,937
At end of the period	(86,722,030)	(327,545,971)	(86,722,030)	(327,545,971)
	187,539,224	(229,133,067)	60,785,796	(68,261,034)
	<u>4,682,842,704</u>	<u>4,381,322,163</u>	<u>3,425,691,385</u>	<u>2,796,566,306</u>

13 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated companies, directors and their close family members, companies with common directorship, executives, key management personnel and major shareholders of the Company. Transactions and balances as at reporting date with the related parties are disclosed as follows:

Name of related party	Nature of relationship	Nature of transaction	-----Un-audited-----	
			Six months period ended	
			December 31, 2025	December 31, 2024
			Rupees	Rupees
Samsons Re-drying and Processing (Private) Limited	Associated Undertaking	Purchases	-	706,632,444
		Payable	790,660,701	1,560,946,502
		Lease of manufacturing facility (note 8)	201,454,293	92,540,398
Samsons Agri Farms	Common Ownership	Purchases	-	77,541,600
Key management personnel	Management	Remuneration and allowances	98,602,056	67,119,724
Waseem-ur-Rehman	Significant shareholder	Receipt of loan	111,000,000	158,800,000
		Repayment of inter	60,000,000	-
		Markup on loan	76,208,976	112,734,635
		Lease of land (note 8)	64,936,288	27,762,119
Khalil-ur-Rehman	Non-Executive director	Receipt of loan	-	3,000,000
		Markup on loan	197,208	156,641

14. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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

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

IFRS 13 'Fair Value Measurement' requires the Company to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

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

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

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

Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred. As at December 31, 2025, the company has no financial instruments that falls into any of above category.

15. **RECLASSIFICATION**

Corresponding figures have been rearranged and reclassified, wherever considered necessary, for the purposes of comparison and to reflect the substance of the transactions.

16. **DATE OF AUTHORIZATION FOR ISSUE**

This un-audited condensed interim financial statements was authorized for issue by the Board of Directors of the Company in their meeting held on _____.

17. **GENERAL**

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



Chief Executive Officer



Director



Director