



**FIRST
QUARTERLY REPORT
JANUARY - MARCH**

2026

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Company Information

Board of Directors

Dr. Salomon Jacobus Van Rooijen
Chairman, Non-Executive Director

Mr. Muhammad Irfanulhaq
Executive Director & Chief Executive Officer

Mrs. Feriel Ali Mehdi
Non-Executive Director

Mr. Mubashir Hasan Ansari
Non-Executive Director

Mr. M. Salman Husain Chawala
Non-Executive Director

Mr. Ahsan Rashid
Independent, Non-Executive Director

Mrs. Faeyza Khan Faheem
Independent, Non-Executive Director

Board Nomination Committee

Mrs. Feriel Ali Mehdi
Chairman

Dr. Salomon Jacobus Van Rooijen
Member

Mr. Muhammad Irfanulhaq
Member

Board Audit & Risk Committee

Mrs. Faeyza Khan Faheem
Chairperson

Mr. Mubashir Hasan Ansari
Member

Mr. M. Salman Husain Chawala
Member

Human Resource and Remuneration Committee

Mr. Ahsan Rashid
Chairman

Mr. Muhammad Irfanulhaq
Member

Mr. M. Salman Husain Chawala
Member

Statutory Auditors

BDO Ebrahim & Co. Chartered
Accountants

Chief Financial Officer

Mr. Ata-ur-Rehman Shaikh

Company Secretary

Mr. Muhammad Shahid

Secretary HR&R Committee

Mr. Aneel Arshad Ali

Head of Internal Audit

Mr. Syed Abid Raza Rizvi

Legal Advisors

A. Qadir & Company

Registered Office

Ground Floor, Bahria Complex III,
M. T. Khan Road, Karachi - Pakistan.
Tel: +9221 35630251-60
Fax: +9221 35630266
Website: www.zil.com.pk
Email: Info@zil.com.pk

Bankers

Dubai Islamic Bank
Habib Bank Limited
MCB Bank Limited
Meezan Bank Limited
National Bank of Pakistan Limited
Soneri Bank Limited
United Bank Limited
Standard Chartered Bank
Bank of Khyber

Shares Registrar

THK Associates (Pvt) Limited
Plot No. 32, Jami Commercial Street 2,
D.H.A., Phase VII, Karachi.
Ph: (021) 111-000-322

Directors' Review

The Board of Directors of ZIL Limited is delighted to present the Company's unaudited financial results for the three-month period ended March 31, 2026.

Company's Operating Performance:

The Company achieved gross sales of PKR 2.1 billion, representing a 22% year-on-year increase. Building on the momentum of 2025, this consistent growth reflects strong strategic success and effective execution within a competitive landscape.

Economic climate remained steady yet demanding, our focus on operational excellence continued to yield results, leading to a gross profit of PKR 446 million. To ensure long-term value creation, we remain committed to monitoring market shifts and adapting our strategic plans accordingly.

To drive these results, we increased marketing investments in alignment with our growth targets. Operating costs rose, primarily due to strategic investments in sales and distribution personnel, however, the Company successfully maintained a positive bottom line and reported an after-tax profit of PKR 1 million.

Financial Performance at a Glance

	2026	2025
	Jan to Mar	Jan to Mar
	Rs. in Millions	
Gross Sales	2,065	1,690
Net Sales	1,447	1,209
Gross Profit	446	388
Profit after taxation	1	1
Earnings per share (Rs.)	0.22	0.18

Future Outlook

Pakistan entered 2026 with early signs of stabilization and recovery, with a promising short to medium term outlook, but the recent global conflict has introduced a major external shock, with short-term pressures from higher oil prices, inflation, and external account stress.

These geopolitical tensions and conflict conditions have contributed to increased market fragility, impacting the overall economic environment in which the Company operates and affecting everyone in the industry. The conflict has exerted upward pressure on prices, particularly in key raw & packaging materials, and logistics costs. This has resulted in elevated inflationary trends and increased cost of operations across sectors. The above-mentioned factors may potentially affect the future profitability of the Company.

The management of the Company stays focused on employing decisive, high-impact measures to address market challenges. Increasing value chain efficiency, boosting brand equity, and establishing strategic alliances with our customers and suppliers are at the core of our approach.

Acknowledgement

The Board would like to express its heartfelt gratitude to the employees and leadership team of the Company for their dedication and hard work, which have been significant for strengthening organizational performance. The Board further expresses its appreciation to the Company's valued business partners for their ongoing collaboration and trust, including distributors, financial institutions, vendors, customers, and other stakeholders.

For and on behalf of the Board of Directors




Muhammad Irfan-ul-Haq
CEO / Director

Karachi: April 23, 2026

**Condensed Interim Statement of Financial Position (Un-audited)
As at March 31, 2026**

		March 31, 2026 (Un-audited)	December 31, 2025 (Audited)
	Note	(Rs. in '000)	
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	7	610,974	649,197
Intangible asset	8	11,344	12,784
Investment property	9	1,295,129	1,304,303
Long term deposits		52,813	49,960
Long term loans to employees		815	803
		<u>1,971,075</u>	<u>2,017,047</u>
CURRENT ASSETS			
Stores and spares		56	169
Stock-in-trade	10	761,033	709,301
Trade debts	11	110,577	148,766
Advances, deposits, prepayments and other receivables	12	23,976	34,870
Advance taxation		107,907	126,250
Short term investments	13	-	100,000
Cash and bank balances	14	197,550	178,000
		<u>1,201,099</u>	<u>1,297,356</u>
		<u>3,172,174</u>	<u>3,314,403</u>
TOTAL ASSETS			
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital 40,000,000 (December 31, 2025: 40,000,000) ordinary shares of Rs. 10/- each		<u>400,000</u>	<u>400,000</u>
Issued, subscribed and paid-up capital		61,226	61,226
Capital reserves			
Surplus on revaluation of property, plant and equipment		981,308	986,577
Revenue reserves			
General reserves		6,000	6,000
Unappropriated profit		347,690	341,082
		<u>1,334,998</u>	<u>1,333,659</u>
NON-CURRENT LIABILITIES			
Long term loan	15	34,523	10,244
Deferred taxation		180,703	174,204
Deferred staff liabilities		195,762	206,461
Lease liabilities		131,334	141,487
		<u>542,321</u>	<u>532,396</u>
CURRENT LIABILITIES			
Trade and other payables	16	1,113,241	1,133,453
Current maturity of long term liabilities		46,544	40,349
Contract liabilities		40,419	179,894
Short term borrowings	17	31,846	31,846
Unclaimed dividends		1,580	1,580
		<u>1,233,629</u>	<u>1,387,122</u>
CONTINGENCIES AND COMMITMENTS			
TOTAL EQUITY AND LIABILITIES			
		<u>3,172,174</u>	<u>3,314,403</u>

The annexed notes from 1 to 27 form an integral part of these condensed interim financial statements.


Chief Financial Officer


Chief Executive Officer


Director

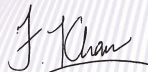
**Condensed Interim Statement of
Profit or Loss (Un-audited)
For the quarter ended March 31, 2026**

	Note	Quarter ended	
		March 31, 2026	March 31, 2025
		(Rs. in '000)	
Sales - net	19	1,447,371	1,209,499
Cost of sales	20	(1,001,469)	(821,563)
Gross profit		445,902	387,936
Selling and distribution expenses		(294,453)	(236,655)
Administrative expenses		(107,299)	(104,488)
		(401,752)	(341,142)
Other income		12,293	8,827
Operating profit		56,443	55,620
Other charges		(13,672)	(12,083)
Financial charges		(16,387)	(23,966)
		(30,060)	(36,049)
Profit before levy and minimum tax differential		26,383	19,571
Levy and minimum tax differential	21	(10,570)	(1,310)
Profit before tax		15,814	18,262
Taxation			
Current - for the period		(10,975)	(14,885)
Deferred		(3,500)	(2,254)
		(14,475)	(17,139)
Profit after tax for the period		1,339	1,123
Earnings per share - basic and diluted (Rupees)		0.22	0.18

The annexed notes from 1 to 27 form an integral part of these condensed interim financial statements.


Chief Financial Officer

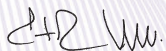

Chief Executive Officer


Director

**Condensed Interim Statement of
Comprehensive Income (Un-audited)
For the quarter ended March 31, 2026**

	Quarter ended	
	March 31, 2026	March 31, 2025
	(Rs. in '000)	
Profit for the period	1,339	1,123
Other comprehensive income for the period	-	-
Total comprehensive income for the period	<u><u>1,339</u></u>	<u><u>1,123</u></u>

The annexed notes from 1 to 27 form an integral part of these condensed interim financial statements.


Chief Financial Officer


Chief Executive Officer


Director

Condensed Interim Statement of Changes in Equity (Un-audited) For the quarter ended March 31, 2026

Issued, subscribed and paid up capital	Capital Reserves Surplus on revaluation of property, plant and equipment	Revenue Reserves			Total
		General Reserve	(Accumu- lated loss) / Unappro- priated profit	Total Reserves	

(Rs. in '000)

Balance as at January 01, 2025 - (audited) 61,226 1,033,587 6,000 274,940 280,940 1,375,753

Total comprehensive income for the period

Profit for the period						
Other comprehensive income (OCI)			1,123	1,123	1,123	
Transferred from surplus on revaluation of property, plant and equipment - net of tax (incremental depreciation)				-	-	
	-	(5,275)	5,275	5,275	-	
	-	(5,275)	-	6,397	6,397	1,123
	-					

Balance as at March 31, 2025 (unaudited) 61,226 1,028,312 6,000 281,337 287,337 1,376,876


Balance as at January 01, 2026 (audited) 61,226 986,577 6,000 341,082 347,082 1,394,885

Total comprehensive income for the period

Profit for the period						
Other comprehensive income (OCI)			1,339	1,339	1,339	
Transferred from surplus on revaluation of property, plant and equipment - net of tax (incremental depreciation)				-	-	
	-	(5,269)	5,269	5,269	-	
	-	(5,269)	-	6,608	6,608	1,339
	-					

Balance as at March 31, 2026 (unaudited) 61,226 981,308 6,000 347,690 353,690 1,396,224

The annexed notes from 1 to 27 form an integral part of these condensed interim financial statements.


Chief Financial Officer


Chief Executive Officer


Director

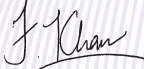
Condensed Interim Statement of Cash Flow (Un-audited)
For the quarter ended March 31, 2026

	Note	March 31, 2026 (Rs. in '000)	March 31, 2025
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation & levy		26,383	19,571
Adjustments for:			
Depreciation and amortization		43,270	37,282
Gratuity expense		11,640	13,750
Profit on bank deposit		(156)	(246)
Dividend income		(1,756)	(185)
Gain on early termination of lease		-	(1,166)
Finance costs		16,387	23,966
Loss on disposal of operating fixed assets		1,541	103
		<u>70,926</u>	<u>73,503</u>
Operating cashflows before changes in working capital		97,309	93,074
Working capital changes:			
Decrease/(increase) in current assets:			
Stores and Spares		113	45
Stock-in-trade	10	(51,733)	(398,652)
Trade debts	11	38,189	49,399
Loans to employees		1,198	(1,042)
Long term deposits		(2,854)	(3,050)
Advances, deposits, prepayments and other receivables	12	44,647	(25,512)
		<u>29,560</u>	<u>(378,811)</u>
Increase/(decrease) in current liabilities:			
Contract liabilities		(139,475)	(73,447)
Trade and other payables	16	(20,337)	283,276
Cash generated from operations		<u>(32,944)</u>	<u>(75,907)</u>
Taxes paid			
Staff gratuity paid		(22,344)	(1,824)
Retirement benefit paid		(2,812)	-
Profit received on bank deposits		156	246
Dividend received		1,756	185
Financial charges paid		(10,455)	(18,020)
		<u>(33,900)</u>	<u>(78,228)</u>
Net cash flows from operating activities		<u>(66,844)</u>	<u>(154,135)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Addition in capital expenditure	7.3.1	(54,270)	(35,004)
Proceeds from disposal of operating fixed assets		13,081	2,575
Short term investments		100,000	40,000
Net cash flows used in investing activities		<u>58,811</u>	<u>7,571</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Lease rentals paid		(13,634)	(11,580)
Diminishing Musharaka/Long term loan	15	41,218	(112)
Short term loan received		-	30,000
Net cash used in financing activities		<u>27,583</u>	<u>18,308</u>
Net increase/(decrease) in cash and cash equivalents		19,550	(128,256)
Cash and cash equivalents at the beginning of the period		178,000	151,877
Cash and cash equivalents at the end of the period		<u>197,550</u>	<u>23,621</u>

The annexed notes from 1 to 27 form an integral part of these condensed interim financial statements.


 Chief Financial Officer


 Chief Executive Officer


 Director

Notes to the Condensed Interim Financial Statements (Un-audited) For the quarter ended March 31, 2026

1 STATUS AND NATURE OF BUSINESS

ZIL Limited (“the Company”) was incorporated as a private limited company in February 1960 under the Companies Act, 1913 (repealed Companies Ordinance, 1984 and now the Companies Act, 2017) and was subsequently converted into a public limited company in November 1986. Its shares are listed on the Pakistan Stock Exchange. The principal activity of the Company is to manufacture and sale of home and personal care products.

2 GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

Location	Nature	Address
Karachi	Head Office Land (Plot) QA Lab & Sales South Office	Bahria Complex 3, plot no. MISC-2, M.T. Khan Road Plot # G-1 Located In Chemical Area Of Eastern Industrial Zone, Port Qasim Authority 1st Floor, Pardesi House, Plot No. 2/1, RY-16, Old Queens Road
Hyderabad	Land (Plot) Warehouse Sale South Office	Link Hali Road, Hyderabad (Refer note 9) Plot No. C-6, SITE Area, Near Mirpurkhas Road, SITE, Hyderabad. Plot # 11, Block A, Unit no 6, Latifabad Hyderabad
Lahore	Commerical & Sale Central Office I Warehouse	RT House, 1st Floor,59/A, 31, C-II, Gulberg III, Lahore. Khewat No. 55, situated at 16-KM, Multan Road, Lahore.
Multan	Warehouse Sale Central Office II	1st Part of Plot No. 21-B, Industrial Estate, Multan. Naeema Azam Tower 1st floor Office # 08. Commercial Area Phase I Industrial Estate, Multan.
Islambad	Sale North Office	3rd Floor, 52 Corniche Road, Phase 4, Bahria Town, Islamabad.

3 BASIS OF PREPARATION

3.1 Statement of compliance

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 as applicable in Pakistan for interim financial reporting comprise of:

Notes to the Condensed Interim Financial Statements (Un-audited) For the quarter ended March 31, 2026

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standard Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017;

Where provisions of and directives issued under the Companies Act, 2017 differ from the IAS 34, 'Interim Financial Reporting' and IFAS, the provisions of and directives issued under the Companies Act, 2017 have been followed.

These condensed interim financial statements do not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the annual audited financial statements of the Company as at and for the year ended December 31, 2025, which have been prepared in accordance with accounting and reporting standards as applicable in Pakistan. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

The comparative statement of financial position presented in these condensed interim financial statements has been extracted from the annual audited financial statements of the Company for the year ended December 31, 2025, whereas the comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from the un-audited condensed interim financial statements for the Three months ended March 31, 2025.

3.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention, except otherwise stated.

3.3 Functional and presentation currency

This condensed interim financial information are presented in Pakistani rupee ('Rupees' or 'Rs.')

4 ACCOUNTING STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARDS

4.1 Standards, amendments and interpretations to accounting standards that are effective in the current period

Notes to the Condensed Interim Financial Statements (Un-audited) For the quarter ended March 31, 2026

There were certain amendments to accounting and reporting standards which became mandatory for the Company during the period. However, the amendments did not have any significant impact on the financial reporting of the Company and, therefore, not detailed in these condensed interim financial statements.

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

There are various standards, amendments and interpretations to the accounting and reporting standards as applicable in Pakistan which are not yet effective in the current accounting period. These are not likely to have any significant impact on the Company's financial reporting and, therefore, have not been detailed in these condensed interim unconsolidated financial statements.

5 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies adopted and methods of computation followed in the preparation of these condensed interim financial statements are same as those for the preceding annual financial statements for the year ended December 31, 2025.

6 ESTIMATES AND JUDGMENTS

The preparation of condensed interim financial statements requires management to make certain judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and key sources of estimation of uncertainty are the same as those that were applied to the financial statements for the year ended December 31, 2025.

**Notes to the Condensed Interim
Financial Statements (Un-audited)
For the quarter ended March 31, 2026**

	Note	March 31, 2026 (Un-audited)	December 31, 2025 (Audited)
(Rs. in '000)			
7	PROPERTY, PLANT AND EQUIPMENT		
Owned assets	7.1	469,261	451,079
Right-of-use assets	7.2	141,713	152,311
Capital work in progress	7.3	-	45,807
		<u>610,974</u>	<u>649,197</u>
7.1 Owned assets			
Net carrying value basis			
Opening net book value		451,079	1,286,087
Transfer from capital work in progress during the period / year (at cost)	7.1.1	-	-
Transfer from Held for Sale Assets		54,916	119,788
		<u>505,995</u>	<u>1,463,141</u>
Disposals during the period / year	7.1.2	(14,621)	(23,385)
Depreciation charged during the period / year		(22,113)	(88,896)
Transferred to investment property		-	(896,287)
Impairment		-	(3,494)
		<u>(36,734)</u>	<u>(1,012,062)</u>
Closing net book value		<u>469,261</u>	<u>451,079</u>
7.1.1 Details of transfer from CWIP (at cost) during the period / year are as follows:			
Plant and machinery		114	9,331
Furniture and fixtures		666	25,229
Dies and change parts		2,132	2,982
Vehicles		45,887	70,628
Computers		6,118	11,618
		<u>54,916</u>	<u>119,788</u>
7.1.2 Details of deletion (NBV) during the period / year are as follows:			
Plant and machinery		-	390
Computers		189	637
Furniture & Fixtures		24	31
Vehicles		14,408	22,327
		<u>14,621</u>	<u>23,385</u>

**Notes to the Condensed Interim
Financial Statements (Un-audited)
For the quarter ended March 31, 2026**

Note	March 31, 2026 (Un-audited)	December 31, 2025 (Audited)
	(Rs. in '000)	
7.2 Right-of-use assets		
Net carrying value basis		
Opening net book value	152,311	128,917
Additions (at cost) during the period/year	-	147,222
Disposal during the period / year	-	(82,749)
Depreciation charged during the period / year	<u>(10,598)</u>	<u>(41,079)</u>
Closing net book value	<u>141,713</u>	<u>152,311</u>
7.3 Capital work in progress		
Vehicles	-	45,807
	<u>-</u>	<u>45,807</u>
7.3.1 Movement in capital work in progress		
Balance at the beginning of the period / year	45,807	51,097
Addition during the period / year	9,109	154,574
Addition/Transfer to Investment Property	-	(40,076)
Transferred to operating fixed asset	<u>(54,916)</u>	<u>(119,788)</u>
Balance at the end of the period / year	<u>-</u>	<u>45,807</u>
8 INTANGIBLE ASSETS		
Intangible asset - net carrying value	<u>11,344</u>	<u>12,784</u>
	<u>11,344</u>	<u>12,784</u>
9 INVESTMENT PROPERTY		
Cost	1,336,404	1,336,404
Accumulated depreciation	<u>(41,275)</u>	<u>(32,101)</u>
Carrying amount	<u>1,295,129</u>	<u>1,304,303</u>
Remaining lease term (in years)	<u>30</u>	<u>31</u>
10 STOCK IN TRADE		
Raw material		
In hand	152,725	169,267
In transit	5,789	15,688
	<u>158,513</u>	<u>184,955</u>
Packing material	134,554	127,588
Finished goods	471,294	400,086
	<u>764,361</u>	<u>712,629</u>
Provision for slow moving inventory	<u>(3,328)</u>	<u>(3,328)</u>
	<u>761,033</u>	<u>709,301</u>

**Notes to the Condensed Interim
Financial Statements (Un-audited)
For the quarter ended March 31, 2026**

Note	March 31, 2026 (Un-audited)	December 31, 2025 (Audited)
(Rs. in '000)		
11 TRADE DEBTS		
Unsecured - considered good	110,577	148,766
Considered doubtful	<u>79,342</u>	<u>79,342</u>
	189,920	228,108
Less: allowance for expected credit loss	<u>(79,342)</u>	<u>(79,342)</u>
	<u>110,577</u>	<u>148,766</u>
11.1 Allowance for expected credit loss		
Opening balance	79,342	9,397
Allowance charge during the period / year	-	69,945
Closing balance	<u>79,342</u>	<u>79,342</u>
12 ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES		
Considered good - unsecured		
Advance to employees	1,194	2,404
Advance to suppliers and contractors	4,307	14,515
Prepayments	6,479	13,792
Rent Receivable	10,381	-
Others receivables	<u>1,615</u>	<u>4,159</u>
	23,976	34,870
Considered doubtful		
Advances to suppliers and contractors	803	803
Less: allowance for expected credit loss	<u>(803)</u>	<u>(803)</u>
	<u>-</u>	<u>-</u>
	<u>23,976</u>	<u>34,870</u>
13 SHORT TERM INVESTMENTS		
At fair value through profit or loss:		
Meezan Cash Fund	13.1 -	<u>100,000</u>
	<u>-</u>	<u>100,000</u>
13.1	This represent investment in Meezan Cash Fund having total number of units Nil units in March,26 (December 31, 2025: 1,856,903 units of Meezan Cash Fund having net assets value (NAV) of Rs. 53.85)	

**Notes to the Condensed Interim
Financial Statements (Un-audited)
For the quarter ended March 31, 2026**

Note	March 31, 2026 (Un-audited)	December 31, 2025 (Audited)
(Rs. in '000)		
14 CASH AND BANK BALANCES		
Cash in hand	492	89
Cash with banks		
- current / collection accounts	189,951	165,006
- saving accounts	14.1 7,106	12,905
	<u>197,058</u>	<u>177,911</u>
	<u>197,550</u>	<u>178,000</u>

14.1 This carries profit rate at ranges from 9.5% to 10.5% (December 31, 2025: ranges from 9.5% to 10.5%) per annum.

15 LONG TERM LOAN

Diminishing musharaka	42,755	11,899
Less: current maturity shown under current liability	<u>(8,232)</u>	<u>(1,655)</u>
	<u>34,523</u>	<u>10,244</u>

15.1 The Company had acquired vehicles under diminishing musharaka agreement from First Habib Modaraba. The loan was for a period of five years expiring on March 2031, with an option to purchase the asset at nominal amount. This carries profit at the rate 3 months' KIBOR + 1.75% per annum (December 31, 2025: 3 months' KIBOR + 1.75% per annum).

16 TRADE AND OTHER PAYABLES

Trade creditors	712,961	702,865
Accrued expenses	311,846	344,785
Sales tax payable	39,351	20,061
Deduction on account of vehicles for the employees	15,985	16,501
Accrued mark-up	300	277
Workers' Welfare Fund	7,557	7,058
Workers' Profit Participation Fund	1,090	6,423
Security deposit	154	1,602
Other liabilities	23,997	33,881
	<u>1,113,241</u>	<u>1,133,453</u>

Notes to the Condensed Interim Financial Statements (Un-audited) For the quarter ended March 31, 2026

Note	March 31, 2026 (Un-audited)	December 31, 2025 (Audited)
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(Rs. in '000)

17 SHORT TERM BORROWINGS

From New Future Consumer International LLC	17.1	<u>31,846</u>	<u>31,846</u>
		<u>31,846</u>	<u>31,846</u>

17.1 This represents interest free short term loan. The loan is immediately payable pending State Bank of Pakistan approval for repatriation .

18 CONTINGENCIES AND COMMITMENTS

18.1 Contingencies

The status of other contingencies are same as disclosed in the annual audited financial statements for the year ended December 31, 2025 except for disclosed below:

18.1.1 On May 21, 2025, an order under section 122(5A) of the Income Tax Ordinance, 2001 was passed by the Additional Commissioner Inland Revenue (ADCIR) for the financial year 2022 (Tax Year 2023) in which certain expenses were disallowed amounting to Rs. 78.538 million. Disagreeing to the above the company filed an Appeal before the CIR(A) against the alleged order of ADCIR. Appeal heard by CIR(A) and passed order u/s 129(1) of ITO,2001 dated: 31-03-2026. In order the CIR(A) partially allowed the expenses amounting to Rs.16.043 Million and remanded back the remaining issues amounting to Rs.62.495 Million. Following the order passed by CIR(A), the company has decided to file the appeal before Appellate Tribunal Inland Revenue (ATIR). Based on the Company's tax advisor's view, a favourable decision is expected. Accordingly, no provision of above demand, has been made in these financial statements.

18.1.2 On June 05, 2025, an order under section 221/122(5A) of the Income Tax Ordinance, 2001 was passed by the Additional Commissioner Inland Revenue (ADCIR) for the financial year 2023 (Tax Year 2024) in which certain expenses were disallowed amounting to Rs. 25.758 million. Disagreeing to the above the company filed an Appeal before the CIR(A) against the alleged order of ADCIR. Appeal heard by CIR(A) and passed order u/s 129(1) of ITO,2001 dated: 31-03-2026. In order the CIR(A) remanded back all the issues amounting to Rs.25.758 Million. Following the order passed by CIR(A), the company has decided to file the appeal before Appellate Tribunal Inland Revenue (ATIR). Based on the Company's tax advisor's view, a favourable decision is expected. Accordingly, no provision of above demand, has been made in these financial statements.

Notes to the Condensed Interim Financial Statements (Un-audited) For the quarter ended March 31, 2026

18.1.3 On January 01, 2026, the company received a demand notice under section 137 to pay Rs.2.658 million against the payment of Worker Welfare Fund (WWF) by the Deputy Commissioner Inland Revenue (DCIR) for the financial year 2019 (Tax Year 2020), the company has already paid/Adjusted the said amount. Disagreeing to the above the company filed an Appeal before the CIR(A) against the alleged order of DCIR. Based on the Company's tax advisor's view, the said notice is time barred as per ITO 2001 and a favourable decision is expected. Accordingly, no provision of above demand, has been made in these financial statements.

18.2 Commitment

18.2.1 Commitment under letters of credit and contracts for the import of stock-in-trade items amounted to Rs. 150.86 million (December 31, 2025: Rs. 83.93 million).

18.2.2 The Company has entered into Ijarah arrangements for vehicles with bank. Aggregate commitments for these Ijarah arrangements as at reporting date are Rs. 53.269 million (December 31, 2025: Rs. 41.469 million).

19 SALES - NET

	Quarter ended	
	March 31, 2026	March 31, 2025
	(Un-audited)	
	(Rs. in '000)	
Gross sales	2,064,867	1,689,626
Less: Sales tax	(353,782)	(282,955)
Trade discount	(262,864)	(196,838)
Sales return and rebate	(850)	(333)
	(617,496)	(480,127)
Net sales	<u>1,447,371</u>	<u>1,209,499</u>

**Notes to the Condensed Interim
Financial Statements (Un-audited)
For the quarter ended March 31, 2026**

20 COST OF SALES

	Quarter ended	
	March 31, 2026	March 31, 2025
	(Un-audited)	
	(Rs. in '000)	
Raw & packing material consumed	979,270	1,070,360
Salaries, wages and other benefits	37,501	30,157
Toll Manufacturing	35,183	45,667
Depreciation and amortisation	4,520	4,177
Fuel and power	530	521
Freight and handling charges	1,376	2,108
Stores and spares consumed	177	669
Rent, rates and taxes	1,563	1,328
Travelling and conveyance	4,331	2,772
Insurance	1,061	270
Repair and maintenance	302	63
Legal and professional charges	60	60
Product research and development	5,068	664
Others	1,735	1,651
Cost of goods manufactured	1,072,678	1,160,468
Opening stock of finished goods	400,086	355,706
Closing stock of finished goods	(471,294)	(694,612)
	(71,209)	(338,905)
	1,001,469	821,563

21 This represents portion of minimum tax paid under section 113 of Income Tax Ordinance, 2001 representing levy in terms of requirement of IFRIC 21/IAS 37.

Notes to the Condensed Interim Financial Statements (Un-audited) For the quarter ended March 31, 2026

22 TRANSACTIONS WITH RELATED PARTIES

Related parties of the company comprise of the parent company, major shareholders, provident fund, directors, associated company and key management personnel. All the transactions with related parties are entered into at agreed terms in the normal course of business as approved by the Board of directors of the company. Detail of transactions with related parties during the period, other than disclosed elsewhere in the condensed interim financial statements, are as follows:

22.1 Names of related parties, nature and basis of relationship

Name of related parties	Note	Nature and basis of Relationship	Percentage of shareholding in the Company
TWF Holding L.L.C-FZ	22.1.1	Parent Company	84.84%
Mrs. Ferial Ali Mehdi		Director	10.01%
Supreme Consumer Products (Pvt) Limited		Associated Company	

22.1.1 Country of incorporation is Dubai, United Arab Emirates (UAE).

	Quarter ended	
	March 31, 2026	March 31, 2025
22.2 Transactions during the period:	(Un-audited) (Rs. in '000)	
Associated Company		
Rental income	10,381	6,600
Other related parties		
Contribution to the employees' provident fund	7,435	6,065
Directors and chief executive officer (key management personnel)		
Remuneration	13,023	15,663
Other directors remuneration -meeting fees	720	640
Other key management personnel		
Managerial remuneration (excluding directors and chief executive officer)	180,561	74,286

The Chief Executive Officer & certain executives of the company are provided with company maintained cars, furnished and serviced accommodation and medical facilities as per their entitlements

Notes to the Condensed Interim Financial Statements (Un-audited) For the quarter ended March 31, 2026

22.3 Contribution to the provident fund is made in accordance with the requirements of staff service rules.

22.4 Remuneration of the key management personnel is in accordance with the terms of their employment. Directors' meeting fee is as approved by the board of directors.

23 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objective and policies are consistent with that disclosed in the annual audited financial statements for the year ended December 31, 2025.

24 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison and better presentation.

25 GENERAL

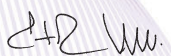
Figures have been rounded off to the nearest of rupees unless otherwise stated.

26 NON ADJUSTING EVENTS

The board of directors in their meeting held on February 13th 2026 have for the year ended Dec 31, 2025 proposed final cash dividend of Rs 2.5/share (2024: Rs. 2.5 Per share) amounting to Rs 15.307 Million (2024:Rs 15.307 Million), members of the company has approved this dividend in Annual General Meeting held on 16th April 2026 .These financial statements for the period ended March 31, 2026 do not include the effect of proposed cash dividend, which will be recognized in the financial statements for the half year ending June 30, 2026.

27 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorized for issue on 23rd April 2026 by the Board of Directors of the Company.


Chief Financial Officer


Chief Executive Officer


Director



SAAM PRINTERS

Ground Floor, Bahria Complex III, M. T. Khan Road, Karachi Pakistan.
Tel: +9221 35630251-60 Fax: +9221 35630266 Email: ask@zil.com.pk, Info@zil.com.pk
Website: www.zil.com.pk

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