



BURSHANE LPG (PAKISTAN) LIMITED

**Interim Statement of
Financial Position
as at
March 31, 2026**

**CATERING TO
FUELING NEEDS**





Content

Company's Information

Directors' Report

Unconsolidated Financial Statements

Unconsolidated Statement of Financial Position (un-audited)

Unconsolidated Statement of Profit or Loss (un-audited)

Unconsolidated Statement of Comprehensive Income (un-audited)

Unconsolidated Statement of Changes in Equity (un-audited)

Unconsolidated Statement of Cash Flows (un-audited)

Notes to the Unconsolidated Financial Statements (un-audited)

Consolidated Financial Statements

Consolidated Statement of Financial Position (un-audited)

Consolidated Statement of Profit or Loss (un-audited)

Consolidated Statement of Comprehensive Income (un-audited)

Consolidated Statement of Changes in Equity (un-audited)

Consolidated Statement of Cash Flows (un-audited)

Notes to the Consolidated Financial Statements (un-audited)



Company's Information

Board of Directors

- Mr. Shaikh Abdus Sami
Chairman / Independent Director
- Mr. Muhammad Ali Alam Niazi
CEO / Director
- Mr. Saifee Zakiuddin
Director Finance
- Mr. Amir Aziz
Director Operations Distribution & HSSE
- Mr. Asad Alam Niazi
Non-Executive Director
- Maj. Gen Rafi Ullah Khan (R)
Independent Director
- Brig. (R) Rashid Siddiqi
Independent Director
- Ms. Shahbano Hameed
Non-Executive Director (NIT Nominee)

Management

- Mr. Muhammad Ali Alam Niazi
Chief Executive Officer & Director
- Mr. Saifee Zakiuddin
Director Finance
- Mr. Amir Aziz
Director Operations Distribution & HSSE
- Mr. Khurram Kasbati
Chief Financial Officer
- Mr. Irfan Javaid Warsi
General Manager - Commercial & Business
Development and Human Resources (HR)
- Mr. Saifee Zakiuddin
Company Secretary
- Mr. Syed Asad Hussain Wasty
Head of Internal Audit

Bankers

- MCB Bank Limited
- Meezan Bank Limited
- National Bank of Pakistan
- Faysal Bank Limited
- Bank Makramah Limited
- Sindh Bank Limited
- JS Bank Limited
- Bank Al-Habib Limited
- United Bank Limited

Tax Advisors

- Maavins Solutions

Legal Advisors

- Mohsin Tayebaly & Co.

Shares Registrar

- THK Associates (Pvt.) Limited
Plot No.32-C,
Jami Commercial Street-2,
D.H.A., Phase-VII, Karachi.
UAN: +92 (021) 111-000-322
FAX: +92(021) 35310190

Registered Office

Auditors

- Clarkson Hyde Saud Ansari & Co.
Chartered Accountants

- Suite 101, 1st Floor, Horizon Vista
Plot No. Commercial - 10, Block-4
Scheme No. 5, Clifton, Karachi – 75600
Tel : + 92 21 35898356, 35309870 & 73
UAN: +92 21 111 111 BPL (275)
Fax : + 92 21 3587 8353
www.burshane.com



Directors' Report

The Directors of your Company are pleased to present the financial information of the Company for the nine months ended March 31, 2026.

Financial Performance

During the period under review, the sales volume of the Company at 10,238 MT, increased by 4,498 MT (78%) compared to the corresponding period of last year due to better availability of cashflow, efficient inventory management, increased availability of local product and higher purchase of imported product from the finances provided by a sister concern. Net sales of the Company at Rs. 2.014 billion increased by Rs 841.732 million (71.78%) over corresponding period of last year mainly due to better availability of local product, and higher procurement of imported product from the financing provided by a sister concern. Gross margins of the Company at Rs. 165.706 million (8.23% of sales value) also increased by 122.614 million (284.54%) from comparative period of last year.

Administrative expenses at Rs 59.99 million decreased by Rs 4.00 million (6.26%) compared to corresponding period of previous year, mainly due to decrease in litigation expenses and payroll costs. Distribution & marketing expenses at Rs 33.727 million depicted a decrease of Rs 1.43 million (4.07%) mainly due to decrease in payroll cost partly offset by increased freight incurred to cater to higher sales volume together with higher fuel prices.

Other Income increased by Rs 18.77 million (40.23%) mainly due to income from third party LPG storage and write off of Cylinder Deposits. Other operating expenses decreased by Rs 1.651 million

Financial costs have decreased by 14.79 million due to decline in KIBOR rates and lower markup due to repayment of NBP Loan.

Profit before tax of the Company at Rs. 105.76 million, is increased by Rs. 163.259 million from comparative period of last year.

The Company's profit per share for the period under review is at Rs. 4.48 compared to loss per share of Rs. 2.69 in the corresponding period of last year.

Material Changes and Commitments

On January 06, 2022, the Company received a revised proposal for the restructuring of loan from NBP which has since been accepted and duly executed via offer letter No. NBP/ARG/ARW(S)/BLPL/2022/08. As per the aforementioned letter, the long-term loan and accrued mark-up on long-term loan are termed as Demand Finance-I and Demand Finance-II. The remaining outstanding loan of Rs 154 million has been restructured to running



finance facility. In respect of Demand Finance - I, the Company made a principal down payment of Rs. 25.44 million and the balance of Rs. 75 million to be re-paid in 20 quarterly installments starting from September 30, 2022 with a grace period of 1 year from the date of the drawdown. Balance of Demand Finance – 1 as of March 31, 2026 is Rs 20.5 million and the company is making monthly ad hoc payment of Rs 4 million towards settlement of this loan. The facility carries mark-up at the rate of 3 months KIBOR + 2%, which will also be payable during the grace period. In respect of Demand Finance - II, the Company made a principal down payment of Rs. 10.59 million and the balance of Rs. 95.29 million to be re-paid in 20 quarterly installments starting from September 30, 2022.

A complaint was filed by the Directorate of Investigation and Intelligence (Inland Revenue) (I & I – IR) on August 31, 2020, against the Company for alleged Tax evasion of approximately PKR 1.7 billion, with Special Court for Customs, Taxation and (Anti-Smuggling). Based on this complaint the court passed 2 orders against the Company and some of its directors. The orders were pertaining to freezing of Company's 9 bank accounts for 90 days and issuance of Non Bailable Arrest Warrants of its certain Directors. The Company immediately obtained Protective Bail from the High Court and subsequently from the Special Court which was later confirmed. The case is pending for hearing at Special Court of Customs and Anti-Smuggling.

The Company also filed a Constitutional Petition with High Court against the order of the Special Court for freezing of 9 bank accounts. All banks have removed the freeze on Company's accounts on expiry of 90 days.

The Company had received notices under section 177(1) of Income Tax Ordinance, 2001 regarding audit for tax years 2018 and 2019. The Company has replied and submitted relevant details and documents timely through various letters to FBR. The Company has received further notices under section 122(5A) of the Income Tax Ordinance, 2001 demanded income tax liability amounting to Rs. 609.79 million and Rs. 617.30 million for the tax year 2018 and 2019 respectively. An appeal was preferred before the Commissioner Inland Revenue – Appeal (CIR-A) whereby the CIR-A remanded back the case to the concerned Officer Inland Revenue (OIR). Thereafter, remanded back proceeding was initiated by the learned OIR, that culminated on an order under section 124/129 of the Ordinance, whereby the demanded tax liability of Rs. 172.05 million and Rs. 87.75 million for the tax year 2018 and 2019 was created. Being aggrieved by the demand liability, the Company appealed the demand before the Appellate Tribunal. Appellate Tribunal decided the cases for both the years i.e. 2018 and 2019 in favor of the Company against which the Tax Department has filed appeal in the High Court for the year 2018, where the hearing is pending.



Sharia Compliance

The Company carries on business as Sharia Compliant. Further all bank borrowings and deposits are also kept on Sharia Compliant basis.

Business Ethics

We believe that sustainable development is only possible if we abide by our Business Principles. Burshane has firmly embedded them in all the operations of the company and we continuously strive to inculcate these principles among our stakeholders.

In the context of business growth, we would like to assure you that the management of your company is fully aware of its obligations towards its stakeholders and is determined to develop long-term corporate plans to increase the value of the business. We are looking into all possible options to increase the market share and earn an adequate return on capital employed of Burshane in a profitable manner; therefore, we are confident that we will show strong performance in the coming periods.

We have once again excelled in our performance of Health, Safety, Security and Environment (HSSE), with no lost time injury and fatality. The management is committed towards not only improving the HSSE standards for itself but leading in to establish best practices for the industry as well.

Composition of Board:

The total number of directors are nine and their composition is as following:

- Male: 8
- Female: 1

Category	NAME
Independent Director	Mr. Shaikh Abdus Sami
	Maj. Gen (R) Rafiullah Khan
	Brig. (R) Rashid Siddiqi
Non-Executive Directors	Mr. Asad Alam Niazi
	Ms. Shahbano Hameed
	Maj Gen (R) Abid Latif
Executive Directors	Mr. Muhammad Ali Alam Niazi
	Mr. Saiffee Zakiuddin
	Mr. Amir Aziz



The following Committees continued to function as per the requirements of the law and as directed by the Board.

a) Audit Committee

Maj. Gen Rafiullah Khan (R)	-	Chairman
Mr. Shaikh Abdus Sami	-	Member
Brig. (R) Rashid Siddiqi	-	Member

b) Human Resource and Remuneration Committee

Maj. Gen Rafiullah Khan (R)	-	Chairman
Mr. Asad Alam Niazi	-	Member
Mr. Saifee Zakiuddin	-	Member
Brig. (R) Rashid Siddiqi	-	Member
Mr. Muhammad Ali Alam Niazi	-	Member

Financial Highlights:


	(Rs. in '000)
Following are the key numbers of the results for the period:	
Net Sales	2,014,395
Gross Margins	165,706
Profit before Tax	105,762
Profit after Tax	100,726
Earnings per share	Rs 4.48

Following is the appropriation:

Dividend declared	Cash	NIL
	Bonus	NIL

On behalf of the Board, we would like to thank our staff, business partners, customers and all other stakeholders for their continued support in ensuring sustainable growth of the Company and for making Burshane their brand of first choice.


Saifee Zakiuddin
Director


Muhammad Ali Alam Niazi
Director / CEO

Karachi
Dated: April 29, 2026

BURSHANE LPG (PAKISTAN) LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2026

	Note	(Un-audited) March 31, 2026	(Audited) June 30, 2025
----- (Rupees in '000) -----			
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	3	841,986	877,384
Intangible assets		28,660	36,184
Long-term investment		50,000	50,000
Long-term deposit		3,174	3,174
		<u>923,820</u>	<u>966,742</u>
CURRENT ASSETS			
Stores and spares - net		7,999	9,172
Stock-in-trade		22,779	18,150
Trade debts	4	110,695	40,508
Loans and advances		20,091	34,507
Deposits, prepayments and other receivables		42,485	32,025
Taxation - net		163,557	165,562
Cash and bank balances		10,742	34,965
		<u>378,348</u>	<u>334,889</u>
TOTAL ASSETS		<u>1,302,168</u>	<u>1,301,631</u>
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
90,000,000 (June 30, 2025: 90,000,000) ordinary shares of Rs. 10/- each		900,000	900,000
Issued, subscribed and paid-up capital			
22,488,890 (June 30, 2025: 22,488,890) ordinary share of Rs. 10/- each		224,888	224,888
Capital reserve			
Revaluation surplus of property		178,789	178,789
Other reserves		65,651	65,651
Revenue reserves		(11,035)	(111,761)
		<u>458,293</u>	<u>357,567</u>
NON-CURRENT LIABILITIES			
Long-term loan	5	-	-
Lease liabilities	6	14,344	16,180
Cylinder and regulator deposits		320,282	355,583
		<u>334,626</u>	<u>371,763</u>
CURRENT LIABILITIES			
Loan from a subsidiary company		50,000	50,000
Trade and other payables	7	34,675	37,788
Short-term borrowings		154,000	154,000
Accrued mark-up		89,012	70,648
Un-claimed dividend		83,050	83,050
Short - term loan	8	-	67,333
Current portion of long - term loan	5	87,200	97,875
Current portion of lease liabilities	6	11,312	11,607
		<u>509,249</u>	<u>572,301</u>
TOTAL EQUITY AND LIABILITIES		<u>1,302,168</u>	<u>1,301,631</u>
CONTINGENCIES AND COMMITMENTS			
	9		

The annexed notes from 1 to 14 form an integral part of these unconsolidated condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER



DIRECTOR

BURSHANE LPG (PAKISTAN) LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2026

	Quarter ended		Nine months ended	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
	(Rupees in '000)			
Note				
10				
Sales - net	790,852	483,763	2,014,395	1,172,663
Cost of sales	(680,308)	(468,909)	(1,848,689)	(1,129,571)
Gross profit	110,544	14,854	165,706	43,092
Administrative expenses	(18,690)	(16,686)	(59,991)	(63,996)
Distribution and marketing expenses	(8,517)	(11,381)	(33,727)	(35,159)
Other income	21,602	13,620	65,415	46,649
Other operating expenses	(746)	(1,600)	(2,800)	(4,451)
Operating profit / loss	(6,351)	(16,047)	(31,103)	(56,957)
Finance costs	104,193	(1,193)	134,603	(13,865)
Profit / (Loss) before levies and taxation	(11,727)	(11,907)	(28,841)	(43,632)
Levy / Taxation	92,466	(13,100)	105,762	(57,497)
Profit / (Loss) after levies and taxation	(1,977)	(1,209)	(5,036)	(2,932)
	90,489	(14,309)	100,726	(60,429)
Profit / (Loss) per share - basic and diluted	4.02	(0.64)	4.48	(2.69)

The annexed notes from 1 to 14 form an integral part of these unconsolidated condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

BURSHANE LPG (PAKISTAN) LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDIT)
FOR THE NINE MONTHS ENDED MARCH 31, 2026

	Quarter ended		Nine months ended	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
	----- (Rupees in '000) -----			
Profit / (Loss) after levies and taxation	90,489	(14,309)	100,726	(60,429)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>90,489</u>	<u>(14,309)</u>	<u>100,726</u>	<u>(60,429)</u>

The annexed notes from 1 to 14 form an integral part of these unconsolidated condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

BURSHANE LPG (PAKISTAN) LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED MARCH 31, 2026

	Issued, subscribed and paid-up capital	Capital Reserves				Revenue Reserves		Total	
		Reserve on amalgamation	Revaluation surplus of property	Actuarial loss on remeasurement of retirement and other service benefits	Sub total	General Reserve	Accumulated loss		Sub total
Balance as at July 1, 2024 (Audited)	224,888	95,828	67,577	(30,177)	133,228	90,000	(231,283)	(141,283)	216,833
Profit for the period	-	-	-	-	-	-	(60,429)	(60,429)	(60,429)
Other comprehensive income for the interim period - net of tax	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2025 (Un-audited)	224,888	95,828	67,577	(30,177)	133,228	90,000	(291,712)	(201,712)	156,404
Profit for the period	-	95,828	178,789	(30,177)	244,440	90,000	(201,761)	(111,761)	357,567
Other comprehensive income for the interim period - net of tax	-	-	-	-	-	-	100,726	100,726	100,726
Total comprehensive income for the period	-	-	-	-	-	-	100,726	100,726	100,726
Balance as at March 31, 2026 (Un-audited)	224,888	95,828	178,789	(30,177)	244,440	90,000	(101,035)	(11,035)	458,293

The annexed notes from 1 to 14 form an integral part of these unconsolidated condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

BURSHANE LPG (PAKISTAN) LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2026

	Nine months ended	
	March 31, 2026	March 31, 2025
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) before levies and taxation	105,762	(57,497)
Adjustments for non-cash and other items:		
Depreciation	36,132	39,394
Amortisation	7,522	7,522
Allowance for expected credit losses	-	151
Finance costs	28,841	43,632
Gain on sale of assets	136	4,032
Profit on saving accounts	(84)	(262)
Liability for cylinder deposits written back	(50,047)	(24,796)
	22,500	69,673
(Increase) / decrease in current assets		
Stores and spares - net	1,173	(2,599)
Stock-in-trade	(4,629)	(14,424)
Trade debts	(70,187)	(20,285)
Loans and advances	14,416	(15,997)
Deposits, prepayments and other receivables	(10,460)	(7,346)
	(69,687)	(60,651)
Increase / (Decrease) in current liabilities		
Trade and other payables - net	(3,113)	(13,767)
Cash flow used in operations	55,462	(62,242)
Finance costs paid	(6,844)	(3,967)
Taxes paid	(3,031)	(6,612)
Cylinder and regulator deposits - net	14,746	16,723
Net cash flows used in operating activities	60,333	(56,098)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of operating fixed assets	(802)	(1,309)
Proceeds from sale of the fixed assets	(69)	(3,890)
Interest received	84	262
Net cash flows from investing activities	(787)	(4,937)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long-term loan repaid	(10,675)	-
Short-term loan received	492,174	389,300
Short-term loan paid	(559,504)	(314,080)
Payment of lease liabilities - net	(5,764)	(10,454)
Net cash flows from financing activities	(83,769)	64,766
Net (decrease) / increase in cash and cash equivalents	(24,223)	3,731
Cash and cash equivalents at beginning of the period	(119,035)	(150,385)
Cash and cash equivalents at end of the period	(143,258)	(146,654)
Cash and cash equivalents at end of the period comprise of:		
Cash and bank balances	10,742	7,346
Short-term borrowings	(154,000)	(154,000)
	(143,258)	(146,654)

The annexed notes from 1 to 14 form an integral part of these unconsolidated condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

BURSHANE LPG (PAKISTAN) LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2026

1 LEGAL STATUS AND OPERATIONS

- 1.1 Burshane LPG (Pakistan) Limited (the Company) is a limited liability company incorporated on October 12, 1966 under the Companies Ordinance, 1984 and is listed on the Pakistan Stock Exchange. The registered office of the Company is situated at Suite 101, 1st Floor, Horizon Vista, Commercial Plot No. 10, Block - 4, Scheme No. 5, Clifton, Karachi.

The principal activity of the Company is storing, marketing and trading of Liquefied Petroleum Gas (LPG) throughout Pakistan and trading of Low Pressure Regulators (LPR).

- 1.2 These unconsolidated financial statements are separate financial statements of the Company in which investment in subsidiary is accounted for at cost less accumulated impairment losses, if any. In addition, the Company prepares consolidated financial statements which comprise of the Company's financial statements and its subsidiary's financial statements i.e. Burshane Auto Gas (Private) Limited being 100% owned subsidiary. The Company's another subsidiary which is Burshane Trading (Private) Limited's share capital has not been issued as at the reporting date.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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:

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

Where the provisions of, and the 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.

These unconsolidated condensed interim financial statements do not include all the information and disclosures as required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2025.

2.2 Basis of measurement

In these condensed interim unconsolidated financial statements, all items have been measured at their historical cost except for freehold land and leasehold land which are stated at their revalued amounts.

2.3 Functional and presentation currency

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

2.4 Use of estimates and judgments

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

2.5 Material accounting policies

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

Institute of Chartered Accountants of Pakistan (ICAP) has withdrawn Technical Release 27 'IAS 12, Income Taxes (Revised 2012)' and issued the 'IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes' (the Guidance). Accordingly, in accordance with the Guidance, the Company has changed its accounting policy to recognise minimum and final taxes as 'Levy' under IAS 37 "Provisions, Contingent Liabilities and Contingent Assets" which were previously being recognised as 'Income tax.

The change in accounting policy has been accounted for retrospectively in accordance with International Accounting Standard 8: "Accounting Policies, Changes in Accounting Estimates and Errors". However, there is no material impact on unconsolidated condensed interim financial statement, therefore it has not been accounted for retrospectively.

	Note	(Un-audited) March 31, 2026	(Audited) June 30, 2025
----- (Rupees in '000) -----			
3	PROPERTY, PLANT AND EQUIPMENT		
	Operating fixed assets, at net book value	819,941	858,512
	Right-of-use assets	22,045	18,872
		841,986	877,384
3.1	Operation fixed assets		
	Additions - at cost, to operating fixed assets during the period were as follows:		
	Furniture, fittings, electrical and other equipment	-	289
	Plant & machinery	-	185
	Office equipment	481	155
	Cylinder and regulators	-	31,703
	Computers and related accessories	321	224
		802	32,556
3.2	Right-of-use assets		
	Balance at the beginning of the period / year	30,363	21,043
	Additions during the period / year	-	19,187
		30,363	40,230
	Depreciation charged during the period / year	(8,318)	(9,867)
	Balance at the end of the period / year	22,045	30,363

The right to use assets comprises of premises acquired on lease by the Company for its operations.

		(Un-audited) March 31, 2026	(Audited) June 30, 2025
	Note	----- (Rupees in '000) -----	
4	TRADE DEBTS		
	Unsecured - considered good		
	Trade debtors	131,267	62,736
	Allowance for expected credit losses	(20,572)	(22,228)
		<u>110,695</u>	<u>40,508</u>

5	LONG-TERM LOAN		
	Secured		
	National Bank of Pakistan (NBP)	87,200	97,875
	Current maturity of long-term loan	(87,200)	(97,875)
		<u>-</u>	<u>-</u>

5.1 In year 2015, long-term finance obtained, under conventional banking terms, by HAKS Trading Pvt Ltd (HTPL) had been transferred to the Company at the time of amalgamation (the scheme). This loan was obtained as a demand finance facility under the agreement dated April 08, 2013 from National Bank of Pakistan (NBP) and was repayable in 9 semi-annual installments of Rs. 44.44 million latest by April 01, 2018 with a grace period of six months. The loan carried mark-up at rate of 6 months KIBOR plus 2.5% per annum.

On June 08, 2022 long term loan was restructured into Demand finance I, Demand finance II and short term borrowing, terms are as follows.

Facility	(Rupees in '000)	Repayment term	Markup rate
Running Finance	154,000	revolving nature	3 MK + 1.75%
Demand Finance - I	74,996	20 quateraly installments	3 MK + 2%
Demand Finance - II	95,289	20 quateraly installments	Interest free

Payments were made in accordance with the restructured terms until December 31, 2023. However, the Company has since not made payments as outlined in the restructuring agreement. The Company is currently engaged in negotiations with National Bank of Pakistan (NBP) for a revised restructuring plan. The company is paying adhoc payments to reduce the liability of Demand Finance - I which has been reduced 20 million.

6	LEASE LIABILITIES		
	Total lease liabilities	6.1	25,656
	Current maturity of lease liabilities		27,787
			<u>(11,312)</u>
			<u>14,344</u>
6.1	Reconciliation of total lease liabilities:		
	Balance at the beginning of the period / year		27,787
	Additions during the period / year		33,410
	Finance cost during the period / year		-
	Payments / adjustment during the period / year		3,633
			6,706
			<u>(5,764)</u>
	Balance at the end of the period / year	6.2	<u>27,787</u>
			<u>25,656</u>

		(Un-audited) March 31, 2026	(Audited) June 30, 2025
	Note	----- (Rupees in '000) -----	
6.2	Maturity analysis-contractual undiscounted cashflow		
	Within one year	11,312	11,607
	Later than one year but not later than five years	14,344	16,180
	More than five years	-	-
	Total undiscounted lease liability	<u>25,656</u>	<u>27,787</u>
7	TRADE AND OTHER PAYABLES		
	Creditors	-	1,179
	Accrued liabilities	2,722	3,831
	Advances from distributors / customers - unsecured	-	-
	Workers' Welfare Fund	3,750	3,750
	Workers' Profit Participation Fund	-	1,833
	Withholding tax payable	5,301	4,534
	Sales tax payable	19,904	11,888
	Other creditors	2,998	10,773
		<u>34,675</u>	<u>37,788</u>
8	SHORT TERM LOAN		
	Related party - unsecured		
	Burshane Petroleum (Private) Limited	8.1	58,000
	Loan from Director	8.2	9,333
		-	<u>67,333</u>

8.1 This loan has been obtained for the purpose of purchasing LPG. The markup on this loan is calculated as 30% of the gross profit, after deducting hospitality charges.

8.2 This loan was acquired for the purchase of LPG. During the period, additional loan of Rs. 9.80 million was acquired and Rs. 12.58 million was repaid. This loan carries markup of 3 month KIBOR + 2% per anum.

9 CONTINGENCIES AND COMMITMENTS

9.1 Contingencies

9.1.1 The Special Sales Tax Reference Application (STRA) has been filed by the Commissioner Inland Revenue, Zone-IV, Large Taxpayers Unit Karachi in the High Court of Sindh at Karachi on December 18, 2019. During the year ended June 30, 2018, tax authorities issued Order dated May 25, 2018 and charged sales tax under section 8B of Sales Tax Act, 1990; raising sales tax demand and imposing penalties aggregating to Rs. 133.11 million and also default surcharge for tax periods from July 2014 to March 2018. Against the said Order, the Company filed appeal before Commissioner (Appeals-I), Karachi who vide Order dated July 03, 2018 vacated the whole principal amount of sales tax of Rs. 65.57 million and reduced the imposition of penalties from Rs. 67.54 million to Rs. 0.50 million only. However, the liability on account of default surcharge was maintained.

The Order of the Commissioner (Appeal) was challenged before the Hon'ble Appellate Tribunal Inland Revenue, Karachi who vide Order dated August 28, 2019 reduced the substantial amount of default surcharge to Rs. 1.34 million and maintained the amount of penalty Rs. 0.50 million. The Company has paid the reduced amount of default surcharge and penalty without pursuing the matter before the High Court.

- 9.1.2 On July 31, 2015, the Company received a show cause notice under the Punjab Rented Premises Act, 2009, from the landlords of a leased property comprising approximately 51 Kanals and 03 Marlas, situated in Square No. 94, Killa Nos. 1-7, Tehsil Faisalabad, near Abbaspur Railway Station. The Company utilizes this premises for its LPG storage and filling operations.

Subsequently, the landlords filed an ejectment petition before the learned Rent Tribunal, Faisalabad. The petition was adjudicated in favor of the Company. However, the landlords have challenged the decision through an appeal before the learned Additional District and Sessions Judge, Faisalabad. In parallel, the Company has preferred a Civil Petition before the Honourable Supreme Court of Pakistan. This case has been decided in favor of the company.

- 9.1.3 The captioned Special Sales Tax Reference Application (STRA) is filed by the Commissioner Inland Revenue, Zone-IV, Large Taxpayers Unit Karachi in the High Court of Sindh at Karachi. On September 28, 2018, tax authorities levied sales tax under section 8B of Sales Tax Act, 1990, raising sales tax demand along with the levy of penalty aggregating to Rs. 7.90 million for tax periods from April 2018 to May 2018.

Against the Order, the Company filed appeal before Commissioner (Appeals-I), Karachi, who vide Order dated October 31, 2018 vacated the whole principal amount of sales tax of Rs. 7.67 million. However, the liability on account of default surcharge and penalty was maintained.

The Order of the Commissioner (Appeal) was challenged before the Hon'ble Appellate Tribunal Inland Revenue, Karachi who vide Order dated August 28, 2019 reduced the substantial amount of default surcharge to Rs. 0.16 million and maintained the amount of penalty Rs. 0.23 million. The Company has paid the reduced amount of default surcharge and penalty without pursuing the matter further.

- 9.1.4 The Company has filed Special Federal Excise Duty (FED) Ref. Application before the Honorable Sindh High Court (SHC) against the Appellate order dated April 02, 2012 of the Appellate Tribunal IR. The tax authorities at Large Taxpayers Office established a demand towards FED on the payment of license fee paid/payable by the Company in relation with the software / IT services acquired from the non-resident parent company under the tariff heading "franchise service" as per First Schedule to Federal Excise Act, 2005. At that time, Burshane LPG (Pakistan) Limited was a subsidiary of Shell Group, operating under the name of Shell LPG Pakistan Limited.

The scope of services under the head 'franchise services' was not clear when the Federal Excise Act was promulgated in the year 2005 and then the jurisdictional issues also made the matter more complicated when the franchise services were subjected to Provincial sales tax by promulgation of Sindh Sales Tax on Services Act, 2011 effective July 01, 2011.

Software licensing does not fall under the service classification "franchise services" and this aspect has been settled at the Appellate Tribunal level in reported judgments, also. Hence, the Company has a strong arguable case to defend its position that the impugned demand of FED may not be warranted. However, the Company has filed an appeal to the SHC and the matter is still pending.

- 9.1.5 During the year, the Company received a letter from Pakistan Refinery Limited (PRL) regarding the lease rental agreement, requesting payment of 15% Sindh Sales Tax (SST) on rental payments under the service category of "Renting of immovable property." In response, the Company filed a constitutional petition no. 1553/2025 before the Honourable Sindh High Court challenging the applicability of SST on rental income in light of the amended provisions of the Sindh Sales Tax on Services Act, 2011 (the Act). An interim order dated April 22, 2025 has been issued, and the matter remains pending adjudication.

It is pertinent to note that the issue of service tax on rental income had previously been adjudicated in favour of the taxpayer during an earlier round of litigation. However, the current petition specifically contests the legislative amendments introduced to the Act. Given the ongoing legal proceedings and the uncertainty surrounding the final outcome, no provision has been made in the financial statements.

- 9.1.6 A complaint was filed by the Directorate of Investigation and Intelligence (Inland Revenue) (I & I - IR) on August 31, 2020, against the Company for alleged Tax evasion of approximately Rs. 1.78 billion, with Special Court for Customs, Taxation and (Anti-Smuggling). Based on this complaint the court passed 2 orders against the Company and some of its directors. The orders were pertaining to freezing of the Company's 9 bank accounts for 90 days and issuance of nonailable arrest warrants of its certain Directors. The Company immediately obtained Protective Bail from the Honorable Sindh High Court (SHC) and subsequently from the Special Court which was later confirmed.

The Company also filed a Constitutional Petition with Honorable Sindh High Court (SHC) against the order of the Special Court for freezing of 9 bank accounts. All banks have removed the freeze on the Company's accounts on expiry of 90 days. The case is pending for hearing in the Supreme Court of Customs and Anti-smuggling.

- 9.1.7 The Company had received notices under section 177(1) of Income Tax Ordinance, 2001 regarding audit for tax years 2018 and 2019. The Company has replied and submitted relevant details and documents timely through various letters to FBR. The Company has received further notices under section 122(5A) of the Income Tax Ordinance, 2001 demanded income tax liability amounting to Rs. 609.79 million and Rs. 617.30 million for the tax year 2018 and 2019 respectively. An appeal was preferred before the Commissioner Inland Revenue – Appeal (CIRA) whereby the CIR-A remanded back the case to the concerned Officer Inland Revenue (OIR). Thereafter, remanded back proceeding was initiated by the learned OIR, that culminated on an order under section 124/129 of the Ordinance, whereby the demanded tax liability of Rs. 172.05 million and Rs. 87.75 million for the tax year 2018 and 2019 was created. Being aggrieved, the Company again preferred an appeal before ATIR-I, of which our cases for year 2018 & year 2019 have been decided in favor of the company. The Tax Department has file a case in the High Court for the year 2018 which is pending for hearing.

- 9.1.8 The Director of Intelligence and Investigation, Inland Revenue had appeared on TV in Kamran Khan's News show on September 23, 2020, and there he discussed the case in a manner whereby Company's reputation was damaged and tried to conduct a media trial of the Company and its Directors. Additionally, the Director of Intelligence and Investigation, Inland Revenue also disclosed our tax and assets details, hence breached privacy and confidentiality laws. The Company has filed a law suit for damages against the Director General, the Director of South Region and the Deputy Director, (the Complainant) of the Directorate of I&I, Inland Revenue for a sum of Rs. 1 billion. The Company is in process to these notices.

9.2 Commitments

Post-dated cheques as at March 31, 2026 amounted to Rs. 9.717 million (June 30, 2025: Rs. 15.013 million).

10 SALES - NET

	Quarter ended		Nine months ended	
	March 31, 2026 Un-audited	March 31, 2025 Un-audited	March 31, 2026 Un-audited	March 31, 2025 Un-audited
	Rupees in 000's			
Gross sales				
Liquefied Petroleum Gas (LPG)	934,483	580,634	2,387,192	1,402,110
Low Pressure Regulators (LPR)	32	21	85	68
	<u>934,515</u>	<u>580,655</u>	<u>2,387,277</u>	<u>1,402,178</u>
Sales tax	(141,048)	(87,081)	(362,622)	(211,112)
Sales return	(2,575)	(9,011)	(10,000)	(17,219)
Advance tax	(40)	(800)	(260)	(1,184)
	<u>(143,663)</u>	<u>(96,892)</u>	<u>(372,882)</u>	<u>(229,515)</u>
	<u>790,852</u>	<u>483,763</u>	<u>2,014,395</u>	<u>1,172,663</u>

11 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

11.1 The related parties include the former holding company, subsidiary company, staff retirement benefit / contribution plans, associate companies / other related parties, Directors and other Key Management Personnel. All transactions with related parties are entered into at agreed terms duly approved by the Board of Directors of the Company.

11.2 Details of transactions with related parties during the reporting period, other than those which have been disclosed elsewhere in these unconsolidated condensed interim financial statements, are as follows:

11.2.1 Transactions with related parties

Nature of relationship	Nature of transactions	Nine months ended	
		March 31, 2026	March 31, 2025
		----- (Rupees in '000) ----- (Un-audited)	
Subsidiary			
Burshane Auto Gas (Private) Limited	Expenses incurred on behalf of the Company	<u>279</u>	<u>248</u>
Staff retirement benefit / contribution plans			
Burshane LPG (Pakistan) Limited: Provident Fund	Company's contribution for the period	<u>3,594</u>	<u>1,801</u>
Associate companies / other related parties			
Burshane Petroleum (Private) Limited [Formerly Darian International (Private) Limited]	Short term Loan - received	<u>492,174</u>	<u>374,500</u>
	Short term Loan - paid	<u>543,550</u>	<u>296,500</u>
	Interest expense on short term loan	<u>9,883</u>	<u>7,182</u>
	Interest paid on short term loan	<u>6,624</u>	<u>2,180</u>
Directors			
	Short term Loan - received	<u>-</u>	<u>14,800</u>
	Short term Loan - paid	<u>9,333</u>	<u>17,580</u>
	Interest expense on short term loan	<u>-</u>	<u>2,036</u>
	Interest paid on short term loan	<u>-</u>	<u>1,562</u>

Nature of relationship	Nature of transactions	Nine months ended	
		March 31, 2026	March 31, 2025
		----- (Rupees in '000) ----- (Un-audited)	
Key management personnel Chief Executive Officer	Managerial remuneration and other benefits	1,952	-
	Contribution to retirement and other service benefits	163	-
Executive Directors	Managerial remuneration and other benefits	4,950	4,950
	Advance given against salary	300	-
Directors	Fee for attending meetings	2,800	3,000

11.2.2 Balances with related parties

Balances with related parties as at the reporting period end, other than those which have been disclosed elsewhere in this unconsolidated condensed interim financial statements, are as follows:

Nature of relationship	Nature of balances	(Un-audited)	(Audited)
		March 31, 2026	June 30, 2025
		----- (Rupees in '000) -----	
Subsidiary Burshane Auto Gas (Private) Limited	Investment in a subsidiary company	50,000	50,000
	Loan payable to a subsidiary company	50,000	50,000
	Receivable against expenses	1,348	1,068
Associated Companies / Other Related Parties			
Burshane Petroleum (Private) Limited [Formerly Darian International (Private) Limited]	Receivable against use of name "Burshane"	9,000	9,000
	Loan Payable	-	58,000
	Markup payable	9,883	6,757
Director Mr. Asad Alam Niazi	Short-term loan	-	9,333
	Markup payable	-	4,577
Key management personnel	Advance Salary	455	-

12 FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

12.1 Fair value of hierarchy

At the reporting date, the Company's all assets and liabilities are carried at amortised cost except for those mentioned below:

The Company's freehold land and leasehold land are stated at revalued amounts, being the fair value at the date of revaluation, less any subsequent impairment losses, if any. The fair value measurement of the Company's freehold land at June 30, 2025 and leasehold land as at June 14, 2022 was carried out by M/s. ICEM ES (Private) Limited and M/s. Luckyhiya Associate (Private) Limited.

The valuation techniques and inputs used to develop fair value measurement of aforementioned assets are as follows:

Level 1: Quoted prices in active markets for identical assets or liabilities;

Level 2: Those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and

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

There were no transfers between level 1, 2 or 3 of the fair value hierarchy during the reporting period.

Details of fair value hierarchy and information relating to fair value of the Company's freehold land and leasehold land are as follows:

	Fair value measurement			Total
	Level 1	Level 2	Level 3	
	----- (Rupees in '000) -----			
March 31, 2026 (Un-audited):				
Assets measured at fair value				
Property, plant and equipment				
Freehold land	-	16,800	-	16,800
Leasehold land	-	680,500	-	680,500
	-	697,300	-	697,300
June 30, 2025 (Audited):				
Assets measured at fair value				
Property, plant and equipment				
Freehold land	-	16,800	-	16,800
Leasehold land	-	680,500	-	680,500
	-	697,300	-	697,300

13 DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorised for issue on **April 29, 2026** by the Board of Directors of the Company.

14 GENERAL

- 14.1 Figures have been rounded off to the nearest thousands, unless stated otherwise.
- 14.2 Certain corresponding figures have been reclassified for better presentation. However, there are no material reclassifications to report.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

BURSHANE LPG (PAKISTAN) LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2026

		(Un-audited) March 31, 2026	(Audited) June 30, 2025
	Note	----- (Rupees in '000) -----	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	3	841,986	877,384
Intangible assets		28,660	36,184
Long-term investment		-	-
Long-term deposit		3,174	3,174
		873,820	916,742
CURRENT ASSETS			
Stores and spares - net		7,999	9,172
Stock-in-trade		22,779	18,150
Trade debts	4	110,695	40,508
Loans and advances		20,091	34,507
Deposits, prepayments and other receivables		42,200	30,963
Taxation - net		163,535	165,709
Cash and bank balances		10,775	35,830
		378,074	334,839
		1,251,894	1,251,581
TOTAL ASSETS			
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorized share capital			
90,000,000 (June 30, 2025: 90,000,000) ordinary shares of Rs. 10/- each		900,000	900,000
Issued, subscribed and paid-up capital			
22,488,890 (June 30, 2025: 22,488,890) ordinary share of Rs. 10/- each		224,888	224,888
Capital reserve			
Revaluation surplus of property		178,789	178,789
Other reserves		65,657	65,657
Revenue reserves		(11,315)	(111,817)
		458,019	357,517
NON-CURRENT LIABILITIES			
Long-term loan	5	-	-
Lease liabilities	6	14,344	16,180
Cylinder and regulator deposits		320,282	355,583
		334,626	371,763
CURRENT LIABILITIES			
Trade and other payables	7	34,675	37,788
Short-term borrowings		154,000	154,000
Accrued mark-up		89,012	70,648
Un-claimed dividend		83,050	83,050
Short - term loan	8	-	67,333
Current portion of long - term loan	5	87,200	97,875
Current portion of lease liabilities	6	11,312	11,607
		459,249	522,301
		1,251,894	1,251,581
TOTAL EQUITY AND LIABILITIES			
CONTINGENCIES AND COMMITMENTS			
	9		

The annexed notes from 1 to 14 form an integral part of these consolidated condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

BURSHANE LPG (PAKISTAN) LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2026

	Note	Quarter ended		Nine months ended	
		March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
----- (Rupees in '000) -----					
Sales - net	10	790,852	483,763	2,014,395	1,172,663
Cost of sales		(680,308)	(468,909)	(1,848,689)	(1,129,571)
Gross profit		110,544	14,854	165,706	43,092
Administrative expenses		(18,969)	(16,686)	(60,270)	(63,996)
Distribution and marketing expenses		(8,517)	(11,381)	(33,727)	(35,159)
Other income		21,657	13,620	65,470	46,649
Other operating expenses		(746)	(1,600)	(2,800)	(4,451)
		(6,575)	(16,047)	(31,327)	(56,957)
Operating profit / loss		103,969	(1,193)	134,379	(13,865)
Finance costs		(11,727)	(11,907)	(28,841)	(43,632)
Profit / (Loss) before levies and taxation		92,242	(13,100)	105,538	(57,497)
Levy / Taxation		(1,977)	(1,209)	(5,036)	(2,932)
Profit / (Loss) after levies and taxation		90,265	(14,309)	100,502	(60,429)
Profit / (Loss) per share - basic and diluted		4.01	(0.64)	4.47	(2.69)

The annexed notes from 1 to 14 form an integral part of these consolidated condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

BURSHANE LPG (PAKISTAN) LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2026

	Quarter ended		Nine months ended	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
	----- (Rupees in '000) -----			
Profit / (Loss) after levies and taxation	90,265	(14,309)	100,502	(60,429)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	<u>90,265</u>	<u>(14,309)</u>	<u>100,502</u>	<u>(60,429)</u>

The annexed notes from 1 to 14 form an integral part of these consolidated condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

BURSHANE LPG (PAKISTAN) LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2026

	Nine months ended	
	March 31, 2026	March 31, 2025
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) before levies and taxation	105,538	(57,497)
Adjustments for non-cash and other items:		
Depreciation	36,132	39,394
Amortisation	7,522	7,522
Allowance for expected credit losses	-	151
Finance costs	28,841	43,632
Gain on sale of assets	136	4,032
Profit on saving accounts	(84)	(262)
Liability for cylinder deposits written back	(50,047)	(24,796)
	22,500	69,673
(Increase) / decrease in current assets		
Stores and spares - net	1,173	(2,599)
Stock-in-trade	(4,629)	(14,424)
Trade debts	(70,187)	(20,285)
Loans and advances	14,416	(15,997)
Deposits, prepayments and other receivables	(11,237)	(7,346)
	(70,464)	(60,651)
Increase / (Decrease) in current liabilities		
Trade and other payables - net	(3,113)	(13,767)
Cash flow used in operations	54,461	(62,242)
Finance costs paid	(6,844)	(3,967)
Taxes paid	(2,862)	(6,612)
Cylinder and regulator deposits - net	14,746	16,723
Net cash flows used in operating activities	59,501	(56,098)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of operating fixed assets	(802)	(1,309)
Proceeds from sale of the fixed assets	(69)	(3,890)
Interest received	84	262
Net cash flows from investing activities	(787)	(4,937)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long-term loan repaid	(10,675)	-
Short-term loan received	492,174	389,300
Short-term loan paid	(559,504)	(314,080)
Payment of lease liabilities - net	(5,764)	(10,454)
Net cash flows from financing activities	(83,769)	64,766
Net (decrease) / increase in cash and cash equivalents	(25,055)	3,731
Cash and cash equivalents at beginning of the period	(118,170)	(150,385)
Cash and cash equivalents at end of the period	(143,225)	(146,654)
Cash and cash equivalents at end of the period comprise of:		
Cash and bank balances	10,775	7,346
Short-term borrowings	(154,000)	(154,000)
	(143,225)	(146,654)

The annexed notes from 1 to 14 form an integral part of these consolidated condensed interim financial statements.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR

**BURSHANE LPG (PAKISTAN) LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED MARCH 31, 2026**

	Capital Reserves				Revenue Reserves		Total	
	Issued, subscribed and paid-up capital	Reserve on amalgamation	Revaluation surplus of property	Actuarial loss on rereasurement of retirement and other service benefits	General Reserve	Accumulated loss		Sub total
Balance as at July 1, 2024 (Audited)	224,888	95,828	67,577	(30,171)	90,000	(231,445)	(141,445)	216,677
Profit for the period	-	-	-	-	-	(60,429)	(60,429)	(60,429)
Other comprehensive income for the interim period - net of tax	-	-	-	-	-	(60,429)	(60,429)	(60,429)
Total comprehensive income for the period	-	-	-	-	-	(60,429)	(60,429)	(60,429)
Balance as at March 31, 2025 (Un-audited)	<u>224,888</u>	<u>95,828</u>	<u>67,577</u>	<u>(30,171)</u>	<u>90,000</u>	<u>(291,874)</u>	<u>(201,874)</u>	<u>136,248</u>
Balance as at July 1, 2025 (Audited)	224,888	95,828	178,789	(30,171)	90,000	(201,817)	(111,817)	357,517
Profit for the period	-	-	-	-	-	100,502	100,502	100,502
Other comprehensive income for the interim period - net of tax	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	100,502	100,502	100,502
Balance as at March 31, 2026 (Un-audited)	<u>224,888</u>	<u>95,828</u>	<u>178,789</u>	<u>(30,171)</u>	<u>90,000</u>	<u>(101,315)</u>	<u>(11,315)</u>	<u>438,019</u>

(Rupees in '000)

The annexed notes from 1 to 14 form an integral part of these consolidated condensed interim financial statements.

CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR



BURSHANE LPG (PAKISTAN) LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2026

1 LEGAL STATUS AND OPERATIONS OF THE GROUP

The Group consists of Burshane LPG (Pakistan) Limited (note 1.1) and its subsidiary companies i.e. Burshane Auto Gas (Private) Limited (note 1.2.1) and Burshane Trading (Private) Limited (note 1.2.2).

1.1 The Holding Company

Burshane LPG (Pakistan) Limited (the Company) is a limited liability company incorporated on October 12, 1966 under the Companies Ordinance, 1984 and is listed on the Pakistan Stock Exchange. The registered office of the Company is situated at Suite 101, 1st Floor, Horizon Vista, Commercial Plot No. 10, Block - 4, Scheme No. 5, Clifton, Karachi.

The principal activity of the Company is storing and marketing of Liquefied Petroleum Gas (LPG) throughout Pakistan and also include trading of Low Pressure Regulators (LPR).

The Holding Company was a subsidiary of H.A.K.S. Trading (Private) Limited (HTPL). The major shareholder of HTPL was Mr. Asad Alam Niazi, Chief executive of the Holding Company, with 74.19% shareholding of the ordinary shares while various other shareholders held 25.81% shares. However, consequent to the approval of the scheme of arrangement for amalgamation of HTPL and the Holding Company by the High Court of Sindh (the Court), HTPL was amalgamated with the Holding Company on February 20, 2015.

1.2 Subsidiary Companies

1.2.1 Burshane Auto Gas (Private) Limited (the Subsidiary Company) was incorporated on September 26, 2014 under the repealed Companies Ordinance, 1984, now Companies Act, 2017. The Subsidiary Company will mainly be engaged in opening and managing petrol pumps and Liquefied Petroleum Gas (LPG) outlets. The registered office of the Subsidiary Company is situated at Suit No.101, 1st Floor, Horizon Vista, Commercial - 10, Block 04, Clifton, Karachi. The Subsidiary Company has not commenced its operations and is in the start-up phase. the Holding Company holds 99.99% voting rights and is committed to provide financial support to the Subsidiary Company as and when required.

1.2.2 Burshane Trading (Private) Limited (BTPL) was incorporated on October 13, 2014 under the repealed Companies Ordinance, 1984, now Companies Act, 2017, for setting up trading operations particularly in coal and other energy related products. The registered office of BTPL is situated at Suite 101, 1st Floor, Horizon Vista, Plot No. Commercial Block-4, Scheme No. 5, Clifton, Karachi. No share capital has been issued and no transactions were undertaken by BTPL during the year.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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:

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

Where the provisions of, and the 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.

These consolidated condensed interim financial statements do not include all the information and disclosures as required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2025.

2.2 Basis of measurement

In these condensed interim consolidated financial statements, all items have been measured at their historical cost except for freehold land and leasehold land which are stated at their revalued amounts.

2.3 Functional and presentation currency

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

2.4 Use of estimates and judgments

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

2.5 Material accounting policies

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

Institute of Chartered Accountants of Pakistan (ICAP) has withdrawn Technical Release 27 'IAS 12, Income Taxes (Revised 2012)' and issued the 'IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes' (the Guidance). Accordingly, in accordance with the Guidance, the Company has changed its accounting policy to recognise minimum and final taxes as 'Levy' under IAS 37 "Provisions, Contingent Liabilities and Contingent Assets" which were previously being recognised as 'Income tax.

The change in accounting policy has been accounted for retrospectively in accordance with International Accounting Standard 8: "Accounting Policies, Changes in Accounting Estimates and Errors". However, there is no material impact on consolidated condensed interim financial statement, therefore it has not been accounted for retrospectively.

	Note	(Un-audited) March 31, 2026	(Audited) June 30, 2025
----- (Rupees in '000) -----			
3	PROPERTY, PLANT AND EQUIPMENT		
	Operating fixed assets, at net book value	819,941	858,512
	Right-of-use assets	22,045	18,872
		<u>841,986</u>	<u>877,384</u>

	(Un-audited) March 31, 2026	(Audited) June 30, 2025
Note	----- (Rupees in '000) -----	
3.1 Operation fixed assets		
Additions - at cost, to operating fixed assets during the period were as follows:		
Furniture, fittings, electrical and other equipment	-	289
Plant & machinery	-	185
Office equipment	481	155
Cylinder and regulators	-	31,703
Computers and related accessories	321	224
	<u>802</u>	<u>32,556</u>

3.2 Right-of-use assets		
Balance at the beginning of the period / year	30,363	21,043
Additions during the period / year	-	19,187
	30,363	40,230
Depreciation charged during the period / year	(8,318)	(9,867)
Balance at the end of the period / year	<u>22,045</u>	<u>30,363</u>

The right to use assets comprises of premises acquired on lease by the Company for its operations.

4 TRADE DEBTS		
Unsecured - considered good		
Trade debtors	131,267	62,736
Allowance for expected credit losses	(20,572)	(22,228)
	<u>110,695</u>	<u>40,508</u>

5 LONG-TERM LOAN		
Secured		
National Bank of Pakistan (NBP)	5.1	87,200
Current maturity of long-term loan		(97,875)
		<u>-</u>

5.1 In year 2015, long-term finance obtained, under conventional banking terms, by HAKS Trading Pvt Ltd (HTPL) had been transferred to the Company at the time of amalgamation (the scheme). This loan was obtained as a demand finance facility under the agreement dated April 08, 2013 from National Bank of Pakistan (NBP) and was repayable in 9 semi-annual installments of Rs. 44.44 million latest by April 01, 2018 with a grace period of six months. The loan carried mark-up at rate of 6 months KIBOR plus 2.5% per annum.

On June 08, 2022 long term loan was restructured into Demand finance I, Demand finance II and short term borrowing, terms are as follows.

Facility	(Rupees in '000)	Repayment term	Markup rate
Running Finance	154,000	revolving nature	3 MK + 1.75%
Demand Finance - I	74,996	20 quateraly installments	3 MK + 2%
Demand Finance - II	95,289	20 quateraly installments	Interest free

Payments were made in accordance with the restructured terms until December 31, 2023. However, the Company has since not made payments as outlined in the restructuring agreement. The Company is currently engaged in negotiations with National Bank of Pakistan (NBP) for a revised restructuring plan. The company is paying adhoc payments to reduce the liability of Demand Finance - I which has been reduced 20 million.

		(Un-audited) March 31, 2026	(Audited) June 30, 2025
	Note	----- (Rupees in '000) -----	
6 LEASE LIABILITIES			
Total lease liabilities		25,656	27,787
Current maturity of lease liabilities	6.1	(11,312)	(11,607)
		<u>14,344</u>	<u>16,180</u>
6.1 Reconciliation of total lease liabilities:			
Balance at the beginning of the period / year		27,787	33,410
Additions during the period / year		-	-
Finance cost during the period / year		3,633	6,706
Payments / adjustment during the period / year		(5,764)	(12,329)
Balance at the end of the period / year	6.2	<u>25,656</u>	<u>27,787</u>
6.2 Maturity analysis-contractual undiscounted cashflow			
Within one year		11,312	11,607
Later than one year but not later than five years		14,344	16,180
More than five years		-	-
Total undiscounted lease liability		<u>25,656</u>	<u>27,787</u>
7 TRADE AND OTHER PAYABLES			
Creditors		-	1,179
Accrued liabilities		2,722	3,831
Advances from distributors / customers - unsecured		-	-
Workers' Welfare Fund		3,750	3,750
Workers' Profit Participation Fund		-	1,833
Withholding tax payable		5,301	4,534
Sales tax payable		19,904	11,888
Other creditors		2,998	10,773
		<u>34,675</u>	<u>37,788</u>
8 SHORT TERM LOAN			
Related party - unsecured		-	58,000
Burshane Petroleum (Private) Limited	8.1	-	9,333
Loan from Director	8.2	-	<u>67,333</u>

- 8.1 This loan has been obtained for the purpose of purchasing LPG. The markup on this loan is calculated as 30% of the gross profit, after deducting hospitality charges.
- 8.2 This loan was acquired for the purchase of LPG. During the period, additional loan of Rs. 9.80 million was acquired and Rs. 12.58 million was repaid. This loan carries markup of 3 month KIBOR + 2% per anum.

9 CONTINGENCIES AND COMMITMENTS

9.1 Contingencies

- 9.1.1 The Special Sales Tax Reference Application (STRA) has been filed by the Commissioner Inland Revenue, Zone-IV, Large Taxpayers Unit Karachi in the High Court of Sindh at Karachi on December 18, 2019. During the year ended June 30, 2018, tax authorities issued Order dated May 25, 2018 and charged sales tax under section 8B of Sales Tax Act, 1990, raising sales tax demand and imposing penalties aggregating to Rs. 133.11 million and also default surcharge for tax periods from July 2014 to March 2018. Against the said Order, the Company filed appeal before Commissioner (Appeals-I), Karachi who vide Order dated July 03, 2018 vacated the whole principal amount of sales tax of Rs. 65.57 million and reduced the imposition of penalties from Rs. 67.54 million to Rs. 0.50 million only. However, the liability on account of default surcharge was maintained.

The Order of the Commissioner (Appeal) was challenged before the Hon'ble Appellate Tribunal Inland Revenue, Karachi who vide Order dated August 28, 2019 reduced the substantial amount of default surcharge to Rs. 1.34 million and maintained the amount of penalty Rs. 0.50 million. The Company has paid the reduced amount of default surcharge and penalty without pursuing the matter before the High Court.

- 9.1.2 On July 31, 2015, the Company received a show cause notice under the Punjab Rented Premises Act, 2009, from the landlords of a leased property comprising approximately 51 Kanals and 03 Marlas, situated in Square No. 94, Killa Nos. 1-7, Tehsil Faisalabad, near Abbaspur Railway Station. The Company utilizes this premises for its LPG storage and filling operations.

Subsequently, the landlords filed an ejectment petition before the learned Rent Tribunal, Faisalabad. The petition was adjudicated in favor of the Company. However, the landlords have challenged the decision through an appeal before the learned Additional District and Sessions Judge, Faisalabad. In parallel, the Company has preferred a Civil Petition before the Honourable Supreme Court of Pakistan. This case has been decided in favor of the company.

- 9.1.3 The captioned Special Sales Tax Reference Application (STRA) is filed by the Commissioner Inland Revenue, Zone-IV, Large Taxpayers Unit Karachi in the High Court of Sindh at Karachi. On September 28, 2018, tax authorities levied sales tax under section 8B of Sales Tax Act, 1990, raising sales tax demand along with the levy of penalty aggregating to Rs. 7.90 million for tax periods from April 2018 to May 2018.

Against the Order, the Company filed appeal before Commissioner (Appeals-I), Karachi, who vide Order dated October 31, 2018 vacated the whole principal amount of sales tax of Rs. 7.67 million. However, the liability on account of default surcharge and penalty was maintained.

The Order of the Commissioner (Appeal) was challenged before the Hon'ble Appellate Tribunal Inland Revenue, Karachi who vide Order dated August 28, 2019 reduced the substantial amount of default surcharge to Rs. 0.16 million and maintained the amount of penalty Rs. 0.23 million. The Company has paid the reduced amount of default surcharge and penalty without pursuing the matter further.

- 9.1.4 The Company has filed Special Federal Excise Duty (FED) Ref. Application before the Honorable Sindh High Court (SHC) against the Appellate order dated April 02, 2012 of the Appellate Tribunal IR. The tax authorities at Large Taxpayers Office established a demand towards FED on the payment of license fee paid/payable by the Company in relation with the software / IT services acquired from the non-resident parent company under the tariff heading "franchise service" as per First Schedule to Federal Excise Act, 2005. At that time, Burshane LPG (Pakistan) Limited was a subsidiary of Shell Group, operating under the name of Shell LPG Pakistan Limited.

The scope of services under the head 'franchise services' was not clear when the Federal Excise Act was promulgated in the year 2005 and then the jurisdictional issues also made the matter more complicated when the franchise services were subjected to Provincial sales tax by promulgation of Sindh Sales Tax on Services Act, 2011 effective July 01, 2011.

Software licensing does not fall under the service classification "franchise services" and this aspect has been settled at the Appellate Tribunal level in reported judgments, also. Hence, the Company has a strong arguable case to defend its position that the impugned demand of FED may not be warranted. However, the Company has filed an appeal to the SHC and the matter is still pending.

- 9.1.5 During the year, the Company received a letter from Pakistan Refinery Limited (PRL) regarding the lease rental agreement, requesting payment of 15% Sindh Sales Tax (SST) on rental payments under the service category of "Renting of immovable property." In response, the Company filed a constitutional petition no. 1553/2025 before the Honourable Sindh High Court challenging the applicability of SST on rental income in light of the amended provisions of the Sindh Sales Tax on Services Act, 2011 (the Act). An interim order dated April 22, 2025 has been issued, and the matter remains pending adjudication.

It is pertinent to note that the issue of service tax on rental income had previously been adjudicated in favour of the taxpayer during an earlier round of litigation. However, the current petition specifically contests the legislative amendments introduced to the Act. Given the ongoing legal proceedings and the uncertainty surrounding the final outcome, no provision has been made in the financial statements.

- 9.1.6 A complaint was filed by the Directorate of Investigation and Intelligence (Inland Revenue) (I & I - IR) on August 31, 2020, against the Company for alleged Tax evasion of approximately Rs. 1.78 billion, with Special Court for Customs, Taxation and (Anti-Smuggling). Based on this complaint the court passed 2 orders against the Company and some of its directors. The orders were pertaining to freezing of the Company's 9 bank accounts for 90 days and issuance of non bailable arrest warrants of its certain Directors. The Company immediately obtained Protective Bail from the Honorable Sindh High Court (SHC) and subsequently from the Special Court which was later confirmed.

The Company also filed a Constitutional Petition with Honorable Sindh High Court (SHC) against the order of the Special Court for freezing of 9 bank accounts. All banks have removed the freeze on the Company's accounts on expiry of 90 days. The case is pending for hearing in the Supreme Court of Customs and Anti-smuggling.

9.1.7 The Company had received notices under section 177(1) of Income Tax Ordinance, 2001 regarding audit for tax years 2018 and 2019. The Company has replied and submitted relevant details and documents timely through various letters to FBR. The Company has received further notices under section 122(5A) of the Income Tax Ordinance, 2001 demanded income tax liability amounting to Rs. 609.79 million and Rs. 617.30 million for the tax year 2018 and 2019 respectively. An appeal was preferred before the Commissioner Inland Revenue – Appeal (CIRA) whereby the CIR-A remanded back the case to the concerned Officer Inland Revenue (OIR). Thereafter, remanded back proceeding was initiated by the learned OIR, that culminated on an order under section 124/129 of the Ordinance, whereby the demanded tax liability of Rs. 172.05 million and Rs. 87.75 million for the tax year 2018 and 2019 was created. Being aggrieved, the Company again preferred an appeal before ATIR-I, of which our cases for year 2018 & year 2019 have been decided in favor of the company. The Tax Department has file a case in the High Court for the year 2018 which is pending for hearing.

9.1.8 The Director of Intelligence and Investigation, Inland Revenue had appeared on TV in Kamran Khan's News show on September 23, 2020, and there he discussed the case in a manner whereby Company's reputation was damaged and tried to conduct a media trial of the Company and its Directors. Additionally, the Director of Intelligence and Investigation, Inland Revenue also disclosed our tax and assets details, hence breached privacy and confidentiality laws. The Company has filed a law suit for damages against the Director General, the Director of South Region and the Deputy Director, (the Complainant) of the Directorate of I&I, Inland Revenue for a sum of Rs. 1 billion. The Company is in process to these notices.

9.2 Commitments

Post-dated cheques as at March 31, 2026 amounted to Rs. 9.717 million (June 30, 2025: Rs. 15.013 million).

10 SALES - NET

	Quarter ended		Nine months ended	
	March 31, 2026 Un-audited	March 31, 2025 Un-audited	March 31, 2026 Un-audited	March 31, 2025 Un-audited
	Rupees in 000's			
Gross sales				
Liquefied Petroleum Gas (LPG)	934,483	580,634	2,387,192	1,402,110
Low Pressure Regulators (LPR)	32	21	85	68
	934,515	580,655	2,387,277	1,402,178
Sales tax	(141,048)	(87,081)	(362,622)	(211,112)
Sales return	(2,575)	(9,011)	(10,000)	(17,219)
Advance tax	(40)	(800)	(260)	(1,184)
	(143,663)	(96,892)	(372,882)	(229,515)
	790,852	483,763	2,014,395	1,172,663

11 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

11.1 The related parties include the former holding company, subsidiary company, staff retirement benefit / contribution plans, associate companies / other related parties, Directors and other Key Management Personnel. All transactions with related parties are entered into at agreed terms duly approved by the Board of Directors of the Company.

11.2 Details of transactions with related parties during the reporting period, other than those which have been disclosed elsewhere in these consolidated condensed interim financial statements, are as follows:

11.2.1 Transactions with related parties

Nature of relationship	Nature of transactions	Nine months ended	
		March 31, 2026	March 31, 2025
		----- (Rupees in '000) ----- (Un-audited)	
Staff retirement benefit / contribution plans			
Burshane LPG (Pakistan) Limited: Provident Fund	Company's contribution for the period	3,594	1,801
Associate companies / other related parties			
Burshane Petroleum (Private) Limited [Formerly Darian International (Private) Limited]	Short term Loan - received	492,174	374,500
	Short term Loan - paid	543,550	296,500
	Interest expense on short term loan	9,883	7,182
	Interest paid on short term loan	6,624	2,180
Directors			
	Short term Loan - received	-	14,800
	Short term Loan - paid	9,333	17,580
	Interest expense on short term loan	-	2,036
	Interest paid on short term loan	-	1,562
Key management personnel			
Chief Executive Officer	Managerial remuneration and other benefits	1,952	-
	Contribution to retirement and other service benefits	163	-
Executive Directors			
	Managerial remuneration and other benefits	4,950	4,950
	Advance given against salary	300	-
	Fee for attending meetings	2,800	3,000
Directors			

11.2.2 Balances with related parties

Balances with related parties as at the reporting period end, other than those which have been disclosed elsewhere in this consolidated condensed interim financial statements, are as follows:

Nature of relationship	Nature of balances	(Un-audited)	(Audited)
		March 31, 2026	June 30, 2025
		----- (Rupees in '000) -----	
Associated Companies / Other Related Parties			
Burshane Petroleum (Private) Limited [Formerly Darian International (Private) Limited]	Receivable against use of name "Burshane"	9,000	9,000
	Loan Payable	-	58,000
	Markup payable	9,883	6,757
Director Mr. Asad Alam Niazi	Short-term loan	-	9,333
	Markup payable	-	4,577
	Advance Salary	455	-

12 FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

12.1 Fair value of hierarchy

At the reporting date, the Company's all assets and liabilities are carried at amortised cost except for those mentioned below:

The Company's freehold land and leasehold land are stated at revalued amounts, being the fair value at the date of revaluation, less any subsequent impairment losses, if any. The fair value measurement of the Company's freehold land at June 30, 2025 and leasehold land as at June 14, 2022 was carried out by M/s. ICEM ES (Private) Limited and M/s. Luckyhiya Associate (Private) Limited.

The valuation techniques and inputs used to develop fair value measurement of aforementioned assets are as follows:

Level 1: Quoted prices in active markets for identical assets or liabilities;

Level 2: Those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and

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

There were no transfers between level 1, 2 or 3 of the fair value hierarchy during the reporting period.

Details of fair value hierarchy and information relating to fair value of the Company's freehold land and leasehold land are as follows:

	Fair value measurement			Total
	Level 1	Level 2	Level 3	
	(Rupees in '000)			
March 31, 2026 (Un-audited):				
Assets measured at fair value				
Property, plant and equipment				
Freehold land	-	16,800	-	16,800
Leasehold land	-	680,500	-	680,500
	-	697,300	-	697,300
June 30, 2025 (Audited):				
Assets measured at fair value				
Property, plant and equipment				
Freehold land	-	16,800	-	16,800
Leasehold land	-	680,500	-	680,500
	-	697,300	-	697,300

13 DATE OF AUTHORIZATION FOR ISSUE

These consolidated condensed interim financial statements were authorised for issue on **April 29, 2026** by the Board of Directors of the Company.

14 GENERAL

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

14.2 Certain corresponding figures have been reclassified for better presentation. However, there are no material reclassifications to report.


CHIEF EXECUTIVE OFFICER


CHIEF FINANCIAL OFFICER


DIRECTOR