Hoechst
PAKISTAN

OUR JOURNEY TOWARDS GROWTH & SUSTAINABILITY

HALF YEARLY REPORT 2026

Condensed Interim Financial Statements for the Six Months Period Ended June 30, 2026 (Unaudited)

Contents

Company Information

Board of Directors
Syed Babar Ali (Chairman)
Syed Hyder Ali
Mr. Arshad Ali Gohar
Mr. Imran Maqbool
Syed Anis Ahmad Shah
Mr. Muhammad Salman Burney
Ms. Saadia Naveed
Ms. Iqra Sajjad
Mr. Sajjad Iftikhar

Chief Executive Officer
Mr. Sajjad Iftikhar

Chief Financial Officer
Mr. Yasser Pirmuhammad

Company Secretary
Syed Muhammad Taha Naqvi

Head of Internal Audit
Mr. Feroze Polani

Auditors
A.F. Ferguson & Co.
Chartered Accountants

Legal Advisors
Khalid Anwer & Co.
Saadat Yar Khan & Co.
Ghani Law Associates
THS & Co.

Shares Registrar
FAMCO Share Registration Services (Private) Limited
8-F, Near Hotel Faran, Nursery, Block-6, P.E.C.H.S., Shahrah-e-Faisal, Karachi
Tel: +92 21 34380101-5
URL: www.famcosrs.com

Bankers
Allied Bank Limited
Askari Bank Limited
Bank Al Habib Limited
Bank Alfalah Limited
Deutsche Bank AG
Habib Bank Limited
Habib Metropolitan Bank Limited
Faysal Bank Limited
JS Bank Limited
MCB Bank Limited
Meezan Bank Limited
National Bank of Pakistan
Standard Chartered (Pakistan) Limited
United Bank Limited

Registered Office
Plot 23, Sector 22, Korangi Industrial Area,
Karachi - 74900

Postal Address
P.O. Box No. 4962, Karachi - 74000

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Hoechst Pakistan Limited

Unconsolidated Condensed Interim Financial Statements

For the Half Year Ended June 30, 2026

Hoechst Pakistan Limited

Directors' Review Report to the Shareholders

The Directors are pleased to present the un-audited unconsolidated condensed interim financial statements of your Company, for the half year ended June 30, 2026. These un-audited unconsolidated condensed interim financial statements have been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34 - "Interim Financial Reporting" and the provisions of and the directives issued under the Companies Act, 2017. In case requirements differ, the provisions of directives issued under the Companies Act, 2017 have been followed.

Key Financial Highlights

	Half Year Ended	
	June 30, 2026	**June 30, 2025**
	Amounts in Million	
Net Sales	16,669	16,285
Gross Profit	6,588	5,619
Gross Profit %	40%	35%
Other income	853	108
Operating Profit	3,756	2,404
Finance Cost	(58)	(58)
Profit After Tax	2,196	1,344
Earnings Per Share (Rupees)	227.65	139.34

Total net sales for the half year ended June 30, 2026, stand at Rs. 16,669 million, which grew by 2% compared to the same period last year. The gross margin increased to 40% from 35% in same period last year due to efficiencies in production and procurement and better sales mix in multiple product categories.

Distribution and marketing expenses increased to 16% of net sales from 14% in same period last year mainly on account of promotional activities aligned with the business requirements. Administrative expenses stood at 3% of net sales during the half year ended June 30, 2026, which is similar to same period last year.

During the period, the Sindh Development and Maintenance of Infrastructure Cess (Amendment) Act, 2026 (the SIDC Amendment Act) was enacted, which introduced a settlement framework to settle the long outstanding liability of Sindh Development and Maintenance of Infrastructure Cess (SIDC). Pursuant to the settlement framework, the Company entered into a Settlement Agreement (the Agreement) with the Government of Sindh (GoS) under which the Company has agreed to settle its outstanding SIDC liability through a structured instalment plan, issued post-dated cheques and unconditionally withdrew all pending litigation in this respect. Therefore, the Company has recognized a reversal of SIDC liability amounting to Rs. 313 million in profit or loss, being the difference of SIDC provision as at the date of the Agreement and the settlement amount agreed with GoS under the Agreement as well as a gain on remeasurement of present value of liability amounting to Rs. 357 million in profit or loss in the unconsolidated condensed interim financial statements for the period. Accordingly, the Company has recorded an overall gain of Rs. 670 million in other income for the period.

Consequently, this resulted in profit after tax for the half year ended June 30, 2026, amounting to Rs. 2,196 million as compared to Rs. 1,344 million during the corresponding period of the year 2025.

The Board of Directors of the Company, in its meeting held on August 20, 2026, have declared an interim cash dividend of Rs. 80.00 per share for the half year ended June 30, 2026.

Future outlook

As we look ahead, we remain committed to strengthening our core competencies while closely reassessing strategies in response to evolving market conditions and ongoing geopolitical tensions, specially in the Middle East. These factors, coupled with inflationary pressures and broader macroeconomic challenges, present risks including supply chain disruptions, energy price volatility, and increased cost pressures.

The Company is proactively managing these challenges through prudent planning, operational flexibility, disciplined cost controls, and focused leadership. We remain confident in our ability to navigate these headwinds while delivering quality products and safeguarding long-term shareholder value through sustainable profitability.

The Board of Directors would like to acknowledge the efforts and commitment of the employees.

By order of the Board

Syed Babar Ali
Chairman

Sajjad Iftikhar
Chief Executive Officer

Karachi: August 20, 2026

ہکسٹ پاکستان لمیٹڈ

حصص یافتگان کے لیے ڈائریکٹران کی جائزہ رپورٹ

ڈائریکٹران آپ کی کمپنی کے غیر آڈٹ شدہ انفرادی اختصاری عبوری مالیاتی گوشوارے برائے ششماہی مدت مختتمہ 30 جون 2026ء پیش کرتے ہوئے اظہار مسرت کرتے ہیں۔ یہ غیر آڈٹ شدہ انفرادی اختصاری عبوری مالیاتی گوشوارے بین الاقوامی اکاؤنٹنگ اسٹینڈرڈ 34۔ ''عبوری مالیاتی رپورٹنگ'' کے تقاضوں اور کمپنیز ایکٹ 2017ء کی شقوں اور اس میں جاری کردہ ہدایات کے مطابق تیار کیے گئے ہیں۔ جن معاملات میں تقاضے مختلف ہیں، وہاں کمپنیز ایکٹ 2017ء کے تحت جاری کردہ ہدایات کو ملحوظ خاطر رکھا گیا ہے۔

اہم مالیاتی حقائق

تفصیل	ششماہی مدت مختتمہ 30 جون 2026	ششماہی مدت مختتمہ 30 جون 2025
	رقم (ملین روپے میں)	
خالص فروخت	16,669	16,285
خام منافع	6,588	5,619
خام منافع کا تناسب	40%	35%
دیگر آمدنی	853	108
آپریشنل منافع	3,756	2,404
مالیاتی لاگت	(58)	(58)
بعد از ٹیکس منافع	2,196	1,344
فی حصص آمدن (روپے)	227.65	139.34

30 جون 2026ء کو ختم ہونے والی ششماہی میں کل خالص فروخت 16,669 ملین روپے رہی، جو گزشتہ سال کی اسی مدت کے مقابلے میں 2 فیصد زیادہ ہے۔ پیداوار اور خریداری میں بہتری اور مختلف مصنوعات کی فروخت کے بہتر مرکب کے باعث خام منافع کا تناسب گزشتہ سال کی اسی مدت کے 35 فیصد سے بڑھ کر 40 فیصد ہو گیا ہے۔

تقسیم اور مارکیٹنگ کے اخراجات خالص فروخت کے 14 فیصد سے بڑھ کر 16 فیصد ہو گئے، جس کی بنیادی وجہ کاروباری ضروریات کے مطابق اشتہاری سرگرمیاں ہیں۔ 30 جون 2026ء کو ختم ہونے والی ششماہی کے دوران انتظامی اخراجات خالص فروخت کا 3 فیصد رہے، جو گزشتہ سال کی اسی مدت کے برابر ہیں۔

اس مدت کے دوران، سندھ ڈیولپمنٹ اینڈ مینٹیننس آف انفراسٹرکچر سیس ترمیمی ایکٹ 2026ء نافذ کیا گیا، جس نے انفراسٹرکچر سیس کی طویل عرصے سے واجب الادا ذمہ داری کو نمٹانے کے لیے ایک تصفیہ فریم ورک متعارف کرایا۔ تصفیے کے اس فریم ورک کے تحت، کمپنی نے حکومتِ

سندھ کے ساتھ ایک تصفیہ کا معاہدہ کیا جس کے تحت کمپنی نے ایک منظّم اقساط کے منصوبے کے ذریعے اپنے واجب الادا سیس کی ادائیگی پر اتفاق کیا، پوسٹ ڈیٹڈ چیک جاری کیے اور اس سلسلے میں تمام زیرِ التوا مقدمات بلا مشروط واپس لے لیے۔ لہٰذا کمپنی نے اس مدت کے انفرادی اختصاری عبوری مالیاتی گوشواروں میں 313 ملین روپے کی سیس ذمہ داری کی منسوخی کو منافع ونقصان میں شامل کیا ہے، جو کہ معاہدے کی تاریخ تک سیس کی رقم اور حکومتِ سندھ کے ساتھ طے شدہ رقم کے درمیان فرق ہے؛ اس کے ساتھ ہی 357 ملین روپے کا از سرِ نو تشخیص شدہ منافع بھی منافع وخسارہ کے کھاتے میں دکھایا گیا ہے۔ اس کے نتیجے میں کمپنی نے اس مدت میں دیگر آمدن میں مجموعی طور پر 670 ملین روپے کا اضافہ درج کیا ہے۔

نتیجتاً، 30 جون 2026ء کو ختم ہونے والی ششماہی میں بعد از ٹیکس منافع 2,196 ملین روپے رہا جو کہ سال 2025ء کی اسی مدت میں 1,344 ملین روپے تھا۔

کمپنی کے بورڈ آف ڈائریکٹرز نے 20 اگست 2026ء کو منعقدہ اپنے اجلاس میں 30 جون 2026ء کو ختم ہونے والی ششماہی کے لئے 80.00 روپے فی حصص کے عبوری نقد منافع کا اعلان کیا ہے۔

مستقبل کا منظر نامہ

مستقبل میں ہم اپنی بنیادی صلاحیتوں کو مضبوط بنانے کے لیے پرعزم ہیں، جبکہ بدلتے ہوئے مارکیٹ کے حالات اور خاص طور پر مشرقِ وسطیٰ میں جاری سیاسی جغرافیائی کشیدگی کو مدنظر رکھتے ہوئے اپنی حکمتِ عملیوں پر نظرِ ثانی کر رہے ہیں۔ یہ عوامل، افراطِ زر کے دباؤ اور وسیع تر معاشی چیلنجوں کے ساتھ مل کر سپلائی چین کی ترسیل میں رکاوٹیں، توانائی کی قیمتوں میں عدم استحکام، اور لاگت کے دباؤ کو بڑھانے کے خطرات پیدا کرتے ہیں۔

کمپنی محتاط منصوبہ بندی، کاروباری لچک پذیری، لاگت کے منظّم نظام اور مرکوز قیادت کے ذریعے ان چیلنجز کا فعال انداز میں مقابلہ کر رہی ہے۔ ہم ان تمام مشکلات کا مقابلہ کرنے کی اپنی صلاحیت پر مکمل اعتماد رکھتے ہیں، جبکہ معیاری مصنوعات کی فراہمی اور حصص یافتگان کے طویل مدتی منافع کے تحفظ کو یقینی بنانے کے لئے کوشاں ہیں۔

بورڈ آف ڈائریکٹرز تمام ملازمین کی کوششوں اور لگن کا اعتراف اور شکریہ ادا کرنا چاہتا ہے۔

بحکمِ بورڈ

سید بابر علی
چیئرمین

سجاد افتخار
چیف ایگزیکٹو آفیسر

کراچی: 20 اگست 2026ء

pwc A·F·FERGUSON&CO.

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Hoechst Pakistan Limited

Report on review of Unconsolidated Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of Hoechst Pakistan Limited as at June 30, 2026 and the related unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity, and unconsolidated condensed interim statement of cash flows, and notes to the unconsolidated condensed interim financial statements for the half year then ended (here-in-after referred to as the "unconsolidated condensed interim financial statements"). Management is responsible for the preparation and presentation of these unconsolidated condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these unconsolidated condensed interim financial statements based on our review.

Scope of Review

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

Conclusion

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

Other matter

Pursuant to the requirement of Section 237(1)(b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the company. Accordingly, the figures of the unconsolidated condensed interim statement of profit or loss and unconsolidated condensed interim statement of comprehensive income for the quarter ended June 30, 2026 have not been reviewed by us.

The engagement partner on the audit resulting in this independent auditor's report is Waqas Aftab Sheikh.

A. F. Ferguson & Co.
Chartered Accountants
Karachi

Date: August 27, 2026

UDIN: RR202610069cOIV1uoji

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Hoechst Pakistan Limited
Unconsolidated Condensed Interim Statement of Financial Position
As at June 30, 2026

	Note	June 30, 2026	December 31, 2025
		------------- Rupees in '000 -------------	
		(Un-audited)	(Audited)
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	4	3,048,580	2,563,716
Intangible assets	5	805,278	806,053
Investment properties		27,129	27,714
Long-term investments	6	338,940	270,000
Long-term loans		9,502	8,464
Long-term deposits		57,245	66,493
Deferred tax asset - net		396,610	546,340
		4,683,284	4,288,780
CURRENT ASSETS			
Stores and spares		103,170	103,363
Stock-in-trade - net	7	5,669,787	6,617,315
Trade debts - net	8	501,036	798,679
Loans and advances	9	498,821	273,255
Trade deposits and short-term prepayments	10	568,853	258,581
Other receivables		108,171	81,358
Short-term investments	11	2,443,719	1,037,367
Income tax recoverable - net		703,619	907,473
Cash and bank balances		228,975	134,916
		10,826,151	10,212,307
TOTAL ASSETS		15,509,435	14,501,087
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share capital		96,448	96,448
Reserves		8,469,829	8,106,732
		8,566,277	8,203,180
NON-CURRENT LIABILITIES			
Lease liability	12	390,271	208,109
Sindh Infrastructure Development Cess (SIDC)	13	363,789	-
		754,060	208,109
CURRENT LIABILITIES			
Trade and other payables	14	5,716,190	5,871,945
Contract liabilities		214,527	146,854
Current maturity of long term lease liability	12	82,405	53,364
Current maturity of SIDC	13	151,552	-
Unclaimed dividend		24,424	17,635
		6,189,098	6,089,798
CONTINGENCIES AND COMMITMENTS	15		
TOTAL EQUITY AND LIABILITIES		15,509,435	14,501,087

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

Syed Babar Ali	Sajjad Iftikhar	Yasser Pirmuhammad
Chairman	Chief Executive Officer	Chief Financial Officer

Hoechst Pakistan Limited

Unconsolidated Condensed Interim Statement of Profit or Loss

For the half year ended June 30, 2026 (Un-audited)

	Note	Half Year Ended June 30, 2026	Half Year Ended June 30, 2025	Quarter Ended June 30, 2026	Quarter Ended June 30, 2025
		Rupees in '000			
REVENUE FROM CONTRACT WITH CUSTOMERS - NET	16	16,669,186	16,284,731	8,979,964	8,711,238
Cost of sales		(10,080,852)	(10,665,438)	(5,352,440)	(5,777,754)
GROSS PROFIT		6,588,334	5,619,293	3,627,524	2,933,484
Distribution and marketing costs		(2,701,961)	(2,272,869)	(1,438,689)	(1,169,254)
Administrative expenses		(541,469)	(511,946)	(258,163)	(242,682)
Reversal / (Allowance) for expected credit loss		11,259	(14,903)	53,305	31,563
Other expenses	17	(452,608)	(523,094)	(319,515)	(324,481)
Other income	18	852,905	107,574	771,236	63,517
		(2,831,874)	(3,215,238)	(1,191,826)	(1,641,337)
OPERATING PROFIT		3,756,460	2,404,055	2,435,698	1,292,147
Finance costs	19	(58,144)	(58,168)	(33,005)	(16,673)
PROFIT BEFORE LEVIES AND INCOME TAX		3,698,316	2,345,887	2,402,693	1,275,474
Levies:					
- Minimum tax differential		-	-	-	12,909
- Final tax		-	-	-	696
PROFIT BEFORE INCOME TAX		3,698,316	2,345,887	2,402,693	1,289,079
Income tax - Current		(1,352,985)	(937,681)	(647,091)	(475,623)
- Deferred		(149,730)	(64,261)	(280,553)	(23,118)
		(1,502,715)	(1,001,942)	(927,644)	(498,741)
PROFIT FOR THE PERIOD		2,195,601	1,343,945	1,475,049	790,338
EARNINGS PER SHARE - basic and diluted (Rupees)		227.65	139.34	152.94	81.94

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

Syed Babar Ali
Chairman

Sajjad Iftikhar
Chief Executive Officer

Yasser Pirmuhammad
Chief Financial Officer

Hoechst Pakistan Limited

Unconsolidated Condensed Interim Statement of Comprehensive Income

For the half year ended June 30, 2026 (Un-audited)

	Half Year Ended		Quarter Ended	
	June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
	---Rupees in '000---			
PROFIT FOR THE PERIOD	2,195,601	1,343,945	1,475,049	790,338
OTHER COMPREHENSIVE INCOME FOR THE PERIOD	-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	2,195,601	1,343,945	1,475,049	790,338

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

Syed Babar Ali Chairman	Sajjad Iftikhar Chief Executive Officer	Yasser Pirmuhammad Chief Financial Officer

Hoechst Pakistan Limited
Unconsolidated Condensed Interim Statement of Changes in Equity
For the half year ended June 30, 2026 (Un-audited)

		Reserves						
		Capital Reserves				Revenue Reserves		
	Issued, subscribed and paid-up share capital	Long-term liabilities forgone	Other capital reserve	Difference of share capital under scheme of arrangement for amalgamation	Share- based payments reserve	General reserve	Unappropriated profits	Total
	---- Rupees in '000 ----							
Balance as at January 01, 2025 (Audited)	96,448	5,935	2,000,000	18,000	375,210	1,535,538	2,783,812	6,814,943
Transactions with owners:								
- Final dividend @ Rs. 110 per ordinary share for the year ended December 31, 2024	-	-	-	-	-	-	(1,060,924)	(1,060,924)
Profit for the period	-	-	-	-	-	-	1,343,945	1,343,945
Other comprehensive income	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	1,343,945	1,343,945
Balance as at June 30, 2025 (Un-audited)	96,448	5,935	2,000,000	18,000	375,210	1,535,538	3,066,833	7,097,964
Balance as at January 01, 2026 (Audited)	**96,448**	**5,935**	**2,000,000**	**18,000**	**375,210**	**1,535,538**	**4,172,049**	**8,203,180**
Transactions with owners:								
- Final dividend @ Rs. 190 per ordinary share for the year ended December 31, 2025	-	-	-	-	-	-	(1,832,504)	(1,832,504)
Profit for the period	-	-	-	-	-	-	2,195,601	2,195,601
Other comprehensive income	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	2,195,601	2,195,601
Balance as at June 30, 2026 (Un-audited)	96,448	5,935	2,000,000	18,000	375,210	1,535,538	4,535,146	8,566,277

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

Syed Babar Ali	Sajjad Iftikhar	Yasser Pirmuhammad
Chairman	Chief Executive Officer	Chief Financial Officer

Hoechst Pakistan Limited

Unconsolidated Condensed Interim Statement of Cash Flows

For the half year ended June 30, 2026 (Un-audited)

	Note	June 30, 2026	June 30, 2025
		------------Rupees in 000------------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before income tax		3,698,316	2,345,887
Adjustment for non-cash items:			
Depreciation and amortisation		207,721	163,928
(Reversal) / Allowance for expected credit loss		(11,259)	14,903
Unrealised foreign exchange differences		(1,413)	199,153
Gain on disposal of operating fixed assets - net		(1,438)	(513)
Provision against defined contribution fund		15,383	27,878
Charge for defined benefit plans		26,135	14,830
Provision / (Reversal of provision) against raw and packing material		9,693	(208,294)
Provision / (Reversal of provision) against finished goods		(190,754)	21,283
Interest income on bank deposits		(983)	(1,427)
Fair value gain on remeasurement of mutual funds		(13,644)	(17,984)
Income on mutual funds		(106,502)	(35,883)
Income on Treasury Bills		(10,527)	-
Income on Term Deposit Receipts		(9,693)	-
Income from investment properties		(28,735)	(36,460)
Finance costs		18,543	37,304
Interest expense on lease obligation		25,809	20,864
Settlement adjustment of SIDC liability		(313,212)	-
Remeasurement gain on SIDC liability		(357,244)	-
Finance cost on un-winding of SIDC		13,792	-
		2,969,988	2,545,469
Working capital changes:			
Decrease / (Increase) in current assets:			
Stores and spares		193	(18,273)
Stock-in-trade		1,128,589	1,802,262
Trade debts - net		302,546	186,028
Loans and advances		(225,566)	(180,707)
Trade deposits and short-term prepayments		(303,916)	(43,908)
Other receivables		(14,948)	8,113
		886,898	1,753,515
Increase in current liabilities:			
Trade and other payables		1,229,658	1,245,660
Contract liabilities		67,673	179,824
Cash generated from operations		5,154,217	5,724,468
Finance costs paid		(18,543)	(50,978)
SIDC paid		(151,552)	-
Interest income received		983	1,427
Income tax paid		(1,149,130)	(587,286)
Retirement benefits paid - net		(149,552)	(20,085)
Long-term loans - net		(1,038)	(1,097)
Long-term deposits		9,248	(14,047)
Net cash generated from operating activities		3,694,633	5,052,402
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(507,100)	(1,187,937)
Sale proceeds from disposal of operating fixed assets		34,830	35,709
Investment in subsidiary		(68,940)	(20,000)
Short-term investments made		(13,678,100)	(14,769,941)
Sale proceeds from disposal of short-term investments		12,401,587	13,288,712
Income received from Treasury Bills		10,527	-
Income received from investment properties		28,735	36,460
Net cash used in investing activities		(1,778,461)	(2,616,997)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividends paid		(1,825,715)	(1,053,068)
Repayment of short term borrowings		-	(1,200,000)
Lease rentals paid		(32,123)	(20,357)
Net cash used in financing activities		(1,857,838)	(2,273,425)
NET INCREASE IN CASH AND CASH EQUIVALENTS		58,334	161,980
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		134,916	119,796
ADJUSTMENT ON INITIAL APPLICATION OF AMENDMENTS TO IFRS 9 AT BEGINNING OF THE PERIOD	2.5.1	35,725	-
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		228,975	281,776

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

Syed Babar Ali	Sajjad Iftikhar	Yasser Pirmuhammad
Chairman	Chief Executive Officer	Chief Financial Officer

1 THE COMPANY AND ITS OPERATIONS

1.1 Hoechst Pakistan Limited (the Company) was incorporated in Pakistan in 1967 as a Public Limited Company under Companies Act, 1913 [now Companies Act, 2017 (the Act)]. The shares of the Company are listed on Pakistan Stock Exchange Limited (PSX). The Company is engaged in the manufacturing, selling and trading of pharmaceutical and related products. The registered office of the Company is located at Plot 23, Sector 22, Korangi Industrial Area, Karachi. The Company is a subsidiary of Packages Limited (Parent Company), whose registered office is located at 4th floor, the Forum, Suite No. 416 - 422, G20, Block 9, Khayaban-e-Jami, Clifton, Karachi.

1.2 The Board of Directors (the Board) of the Company in its meeting held on April 24, 2024 approved formation of a wholly owned local subsidiary, H-Pack Wellness (Private) Limited (HPWL), which was incorporated on May 27, 2024 and is engaged in the business of manufacturing and distributing wellness and nutraceutical products. The registered address of HPWL is located at Plot 23, Sector 22, Korangi Industrial Area, Karachi.

1.3 The Board in its meeting held on December 19, 2024 accorded its approval for incorporation of a wholly owned foreign subsidiary in the United Arab Emirates (UAE), subject to all applicable regulatory approvals which will be primarily engaged in commercial trading with import, export, distribution and warehousing as its ancillary activities. Accordingly, the Company incorporated Hoechst Pack Trading FZCO (HPTF) on November 26, 2025. The registered address of HPTF is located at 6WB 541, Building 6 West B, Fifth Floor, Dubai Airport Free Zone, Dubai, United Arab Emirates (note 6.1).

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 of:

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

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

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

2.2 These unconsolidated condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and therefore should be read in conjunction with the annual unconsolidated financial statements of the Company for the year ended December 31, 2025.

2.3 These unconsolidated condensed interim financial statements are the separate financial statements of the Company in which investment in subsidiaries has been accounted for at cost less impairment losses, if any. The consolidated condensed interim financial statements of the Company and its subsidiaries have been presented seperately.

2.4 These unconsolidated condensed interim financial statements of the Company for the half year ended June 30, 2026 are unaudited. However, these have been subject to limited scope review by the statutory auditors of the Company and are submitted to the shareholders as required under Section 237 of the Act and PSX listing regulations. The figures of the unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income and notes forming part thereof for the quarters ended June 30, 2026 and June 30, 2025 have not been reviewed by the statutory auditors of the Company as they are only required to review the cummulative figures for the half years ended June 30, 2026 and June 30, 2025.

2.5 Initial application of standards, amendments and improvements to approved accounting and reporting standards

2.5.1 Amendments and improvements to approved accounting and reporting standards that became effective during the period

There are certain amendments and improvements to accounting and reporting standards which became effective during the current period. However, these are considered not to have a material impact on the Company's financial reporting and, therefore, have not been disclosed in these unconsolidated condensed interim financial statements, except for amendments to IFRS 7 "Financial Instruments: Disclosures" and IFRS 9 "Financial Instruments" which clarifies the date of recognition and derecognition of a financial asset or financial liability.

The amendments apply retrospectively; however, the Company is not required to restate prior periods to reflect the application under transitional provisions. The date of initial application is the beginning of the reporting period in which the Company has applied the amendments i.e. January 1, 2026. The effects of amendments at the date of initial application are as follows:

Effect on statement of financial position	Carrying amount prior to the amendment	Impact of amendment	Restated amount
	-----------------------------------Rupees in '000	-----------------------------------	
As at January 1, 2026			
Trade and other payables	(5,871,945)	(35,725)	(5,907,670)
Cash and bank balances	134,916	35,725	170,641

2.5.2 Standards, amendments and improvements to approved accounting and reporting standards that are not yet effective and have not been early adopted by the Company

There are certain standards, amendments and improvements to accounting and reporting standards that are not yet effective and are considered either not to be relevant or to have a significant impact on the Company's financial reporting, except for the effects of application of IFRS 18 "Presentation and Disclosure in Financial Statements" as disclosed in note 2.2.2 of the annual unconsolidated financial statements of the Company for the year ended December 31, 2025.

3 MATERIAL ACCOUNTING POLICY INFORMATION

3.1 The material accounting policies and the methods of computation adopted for the preparation of these unconsolidated condensed interim financial statements are same as those applied for the preparation of the annual financial statements of the Company for the year ended December 31, 2025, except for changes due to first time application of certain amendments to the approved accounting and reporting standards as explained in note 2.5 and the adoption of accounting policy of group taxation as follows:

3.1.1 Group taxation

The Securities and Exchange Commission of Pakistan (‘SECP’) vide its certificate dated February 23, 2026, has registered the Company and HPWL (together the ‘Group’) as a Group for the purpose of group taxation under Section 59AA of the Income Tax Ordinance, 2001 (the Ordinance). Consequently, the Group is being taxed as one fiscal unit from the tax year 2027 and onwards.

Current tax is based on the consolidated results of the Group and allocated within the Group companies on the basis of separate return method. Deferred tax asset is recognised to the extent future economic benefits will flow to the Company. Realisability of tax credits and tax losses are assessed at Group level and taxable profits of all entities in the Group are taken into account in assessing whether a deferred tax asset should be recognised in consolidated financial statements. Any adjustments in the taxation of the Company on account of group taxation are credited or charged to the profit or loss and other comprehensive income, as the case may be, in the year in which they arise.

3.2 The preparation of these unconsolidated condensed interim financial statements, in conformity with approved accounting and reporting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from the estimates. During the preparation of 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 and assumptions are consistent with those that were applied to the annual unconsolidated financial statements of the Company for the year ended December 31, 2025.

3.3 Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.

	Note	June 30, 2026	December 31, 2025
		------------ Rupees in '000 ------------	
		(Un-audited)	(Audited)
4 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	4.1	2,721,614	2,458,874
Capital work-in-progress	4.2 & 4.3	326,966	104,842
		3,048,580	2,563,716

4.1 Operating fixed assets

	Note	June 30, 2026	December 31, 2025
Opening net carrying value		2,458,874	1,958,243
Additions / transfers from capital work-in-progress	4.1.1	502,493	912,850
Disposals during the period / year	4.1.1	(33,392)	(63,557)
Depreciation charge for the period / year		(206,361)	(348,662)
Closing net carrying value		2,721,614	2,458,874

4.1.1 Details of additions and disposals are as follows:

	Additions (at cost)		Disposals (at net carrying value)	
	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
	-------------------------------- Rupees in '000		-----------------------------------	
Owned				
Buildings on leasehold land	6,213	38,749	-	-
Plant and machinery	54,832	245,837	-	320
Furniture and fixtures	1,459	9,649	-	-
Factory and office equipment	17,836	108,960	85	1,064
Motor vehicles	204,636	449,758	33,307	62,173
Right-of-use assets				
Electrical equipments (note 12.1)	208,532	-	-	-
Motor vehicles (note 12.1)	8,985	59,897	-	-
	502,493	912,850	33,392	63,557

	Note	June 30, 2026	December 31, 2025
		------------ Rupees in '000 ------------	
		(Un-audited)	(Audited)
4.2 Capital work-in-progress			
Buildings on leasehold land		10,894	5,702
Plant and machinery		219,793	81,330
Motor vehicles		96,279	17,810
		326,966	104,842
4.3 Movement in capital work-in-progress is as follows:			
Opening balance		104,842	189,165
Additions during the period / year		459,079	478,777
Transferred to operating fixed assets		(236,955)	(563,100)
Closing balance		326,966	104,842
5 INTANGIBLE ASSETS			
Computer software		878	1,560
Sofware licenses		359	452
Trademarks		804,041	804,041
		805,278	806,053
6 LONG-TERM INVESTMENTS			
Subsidiaries - unquoted			
H-Pack Wellness (Private) Limited, Karachi, Pakistan			
27,000,000 (December 31, 2025: 27,000,000) ordinary shares of Rs. 10 each Equity held 100% (December 31, 2025: 100%)	1.2	270,000	270,000
Hoechst Pack Trading FZCO, Dubai, United Arab Emirates			
50 ordinary shares of AED 1,000 each (Equity held 100%)	1.3	3,830	-
Share deposit money		65,110	-
	6.1	68,940	-
		338,940	270,000

6.1 During the period, the Company made payment of AED 900,000 (equivalent to Rs. 68.9 million) against which 50 ordinary shares of AED 1,000 each amounting to Rs. 3.8 million were issued. The remaining shares against share deposit money of Rs. 65.1 million will be issued in due course of time.

		Note	June 30, 2026	December 31, 2025
			------------ Rupees in '000 ------------	
			(Un-audited)	(Audited)
7	**STOCK-IN-TRADE - NET**			
	Raw and packing materials			
	In hand		1,793,157	2,619,668
	In transit		153,041	126,065
			1,946,198	2,745,733
	Provision against raw and packing materials	7.1	(71,291)	(63,992)
			1,874,907	2,681,741
	Work-in-process		246,481	101,406
	Finished goods			
	In hand		3,034,090	4,207,790
	In transit		1,154,372	491,931
			4,188,462	4,699,721
	Provision against finished goods	7.2	(640,063)	(865,553)
			3,548,399	3,834,168
			5,669,787	6,617,315

7.1	Movement of provision against raw and packing materials is as follows:			
	Opening balance		63,992	330,900
	Charge for the period / year		32,649	48,752
	Reversal for the period / year		(22,956)	(245,201)
	Net charge / (reversal) for the period / year		9,693	(196,449)
	Write-off during the period / year		(2,394)	(70,459)
	Closing balance		71,291	63,992
7.2	Movement of provision against finished goods is as follows:			
	Opening balance		865,553	103,650
	Charge for the period / year		55,490	843,957
	Reversal for the period / year		(246,244)	(28,653)
	Net (reversal) / charge for the period / year		(190,754)	815,304
	Write-off during the period / year		(34,736)	(53,401)
	Closing balance		640,063	865,553

8 TRADE DEBTS - NET

This is net of allowance for Expected Credit Loss (ECL) against the trade debts considered doubtful amounting to Rs. 411.4 million (December 31, 2025: Rs. 416.3 million). During the period, the Company has recognised reversal of ECL of Rs. 4.9 million (June 30, 2025: ECL charge of Rs. 14.9 million).

9 LOANS AND ADVANCES

Includes advances to contractors and suppliers amounting to Rs. 476.4 million (December 31, 2025: Rs. 256.7 million).

10 TRADE DEPOSITS AND SHORT-TERM PREPAYMENTS

Includes margin against letters of credit and bank contracts amounting to Rs. 514.4 million (December 31, 2025: Rs. 176.2 million).

	Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		Rupees in '000	
11 SHORT-TERM INVESTMENTS			
At fair value through profit or loss			
Investment in mutual funds	11.1	2,236,311	-
At amortised cost			
Investment in Term Deposit Receipts	11.2	207,408	200,000
Investment in Treasury Bills		-	837,367
		207,408	1,037,367
		2,443,719	1,037,367

11.1 Investment in mutual funds

	June 30, 2026 Number of units	June 30, 2026 Rupees in '000	December 31, 2025 Number of units	December 31, 2025 Rupees in '000
	(Un-audited)		(Audited)	
- Bank Al-Habib Money Market Fund	1,577,562	159,488	-	-
- Alfalah GHP Cash Fund	1,193,931	605,162	-	-
- UBL Cash Fund	14,619,959	1,471,661	-	-
	17,391,452	2,236,311	-	-

11.2 This represents investment in Term Deposit Receipts having maturity date of February 19, 2027 carrying interest at the rate of 10.40% (December 31, 2025: 10.40%) per annum.

12 LEASE LIABILITY

	Note	June 30, 2026 (Un-audited) Electrical equipment	Motor vehicles	Total	December 31, 2025 (Audited) Electrical equipment	Motor vehicles	Total
		Rupees in '000					
Opening balance		214,154	47,319	261,473	211,476	-	211,476
Additions during the period / year	12.1	208,532	8,985	217,517	-	47,918	47,918
Finance cost charged during the period / year		23,213	2,596	25,809	50,235	447	50,682
Payments made during the period / year		(25,591)	(6,532)	(32,123)	(47,557)	(1,046)	(48,603)
		420,308	52,368	472,676	214,154	47,319	261,473
Less: Current maturity of lease liability		(68,100)	(14,305)	(82,405)	(40,807)	(12,557)	(53,364)
		352,208	38,063	390,271	173,347	34,762	208,109

12.1 This represents lease arrangement entered into by the Company for deployment of solar panels and related equipment on the Company's premises. The lease has a term of 15 years, after which the ownership of solar panels and related equipment will transfer to the Company. Consequently, the related right of use asset is depreciated based on the estimated useful life of 20 years (note 4.1.1).

Additionally, car lease arrangements for three new cars, entered into by the Company during the period. The lease has a term of 5 years, after which the ownership of these cars will be transferred to the Company. Consequently, the related right of use asset is depreciated based on the estimated useful life of 6 years (note 4.1.1).

	Note	June 30, 2026	December 31, 2025
		-----------------Rupees in 000-----------------	
		(Un-audited)	(Audited)
13 SINDH INFRASTRUCTURE DEVELOPMENT CESS (SIDC)			
SIDC liability	13.1	515,341	-
Less: Current maturity of SIDC		(151,552)	-
		363,789	-

13.1 The Government of Sindh through Sindh Finance Act, 1994 imposed infrastructure fee for development and maintenance of infrastructure on goods entering or leaving the Province of Sindh through air or sea at prescribed rates. Several companies contested the imposition of this infrastructure fee in High Court of Sindh (HCS). Through the interim order passed on May 31, 2011, the HCS had ordered that for every consignment cleared after December 28, 2006, 50% of the value of infrastructure fee should be paid in cash and a bank guarantee for the remaining amount should be submitted until the final order is passed. Later, the Company started to deposit cash and bank guarantees on import of goods and also started recognising accrual for the unpaid amount for which bank guarantee was submitted. On June 04, 2021, the HCS dismissed appeals filed by the petitioners and ordered that the Sindh Finance Act, 2017 is a valid law with the competence of provincial legislature and all bank guarantees previously furnished by the petitioners against the HCS's interim order dated May 31, 2011 shall be en-cashed and paid to the department.

The Company, in consultation with its legal advisor, filed an appeal before the Supreme Court of Pakistan (SCP) against the HCS's order dated June 04, 2021 jointly with other petitioners. SCP provided leave to appeal against the orders of HCS vide CP No. 4913/2021 dated September 01, 2021 with the directions that till the further order of SCP, the operations of impugned judgment of the HCS dated June 04, 2021 and recovery of the impugned levy shall remain suspended. The petitioners were ordered to submit fresh bank guarantees equivalent to the amount of levy for all future consignments of imported goods.

During the period, the Government of Sindh (GoS) enacted the Sindh Development and Maintenance of Infrastructure Cess (Amendment) Act, 2026 (the SIDC Act, 2026), introducing a settlement framework under sections 10A to 10F. The Company opted for the settlement framework and entered into a Settlement Agreement (the Agreement) with GoS on April 10, 2026, for a settlement amount of Rs. 1,010.3 million comprising SIDC due up to April 10, 2026. Under the Agreement, 15% of the outstanding liability is payable by July 15, 2026, 15% by October 15, 2026, 15% by July 15, 2027, and the remaining 55% in forty eight equal quarterly instalments commencing from July 15, 2028. As required under the settlement framework, the Company has withdrawn all pending litigation and waived related claims against GoS, the previously furnished bank guarantees have been released, and the first instalment due on July 15, 2026 has been paid on April 17, 2026. Thereafter, the reduced rate of 0.85%, applicable to companies that have opted for settlement under the framework, is now applicable to the Company for all future consignments. Accordingly, the Company has recognised a settlement adjustment of SIDC liability under the Agreement amounting to Rs. 313.2 million in the profit or loss.

In accordance with IAS 37 'Provisions, Contingent Liabilities and Contingent Assets' and IFRIC 21 'Levies', the Company has re-measured the settlement amount in respect of the aforementioned liability at its present value based on the agreed payment schedule and a pre-tax discount rate of 12.65%. The resulting gain of Rs. 357.2 million, representing the difference between the carrying amount of the liability agreed under the settlement framework and the discounted value of the settlement liability, and a finance cost of Rs. 13.8 million have been recognised in the profit or loss. Thereafter, the liability has been measured at amortised cost using the effective interest method.

	Note	June 30, 2026	December 31, 2025
		------------ Rupees in '000 ------------	
		(Un-audited)	(Audited)
14 TRADE AND OTHER PAYABLES			
Trade creditors			
Related parties		82,656	26,530
Other trade creditors		1,327,446	741,271
		1,410,102	767,801
Other payables			
Accrued liabilities		3,180,277	3,142,399
Refund liabilities		345,290	185,799
Sindh Infrastructure Development Cess	13	-	1,271,156
Workers' Profits Participation Fund		198,818	13,413
Workers' Welfare Fund		248,085	174,793
Central Research Fund		40,105	54,015
Compensated absences		143,707	149,956
Security deposits		19,967	19,967
Contractors' retention money		6,359	6,359
Sales tax payable		32,621	7,090
Withholding taxes payable		14,085	24,083
Others		76,774	55,114
		4,306,088	5,104,144
		5,716,190	5,871,945

15 CONTINGENCIES AND COMMITMENTS

15.1 Contingencies

There are no material changes in the contingencies as disclosed in note 23.1 of the annual unconsolidated financial statements of the Company for the year ended December 31, 2025, except as disclosed in note 13.1 and 15.1.1 below:

15.1.1 As disclosed in notes 23.1.8 and 23.1.9 of the annual unconsolidated financial statements of the Company for the year ended December 31, 2025, and following the enactment of the 27th Constitutional Amendment in year 2025, the pending cases were transferred to the Federal Constitutional Court of Pakistan (FCCP), which upheld the constitutional validity of sections 4B and 4C of the Ordinance.

During the period, FCCP passed an order dated January 27, 2026 and disposed of the appeal in the favor of the Federal Board of Revenue (FBR). Being aggrieved, the Company filed a Review Petition before the FCCP seeking reconsideration of the judgments issued in the super tax cases, specifically with respect to the finding that section 4C is validly applicable to income from all sources, including income subject to the final tax regime, which is yet to be decided. Further, the Company has made payments of Rs. 48.9 million and Rs. 94.4 million in respect of tax years 2023 and 2022 on January 30, 2026 and April 8, 2026, respectively, against the previously recognised provision in prior years.

	June 30, 2026	December 31, 2025
	------------ Rupees in '000 ------------	
	(Un-audited)	(Audited)
15.2 Commitments		
Commitments for capital expenditure	144,673	296,211
Outstanding letters of credit	462,682	380,946
Outstanding bank guarantees	309,131	1,380,727
Outstanding bank contracts	1,186,046	1,179,878

	Half Year Ended		Quarter Ended	
	June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
	------------------------- Rupees in '000 -------------------------------			
16 REVENUE FROM CONTRACTS WITH CUSTOMERS - NET	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)
Gross sales				
Local	18,922,685	17,183,641	10,278,648	9,163,269
Export	233,698	943,810	-	515,493
	19,156,383	18,127,451	10,278,648	9,678,762
Toll manufacturing	58,152	60,369	22,359	27,769
	19,214,535	18,187,820	10,301,007	9,706,531
Less:				
- Trade discounts	(2,158,007)	(1,668,261)	(1,266,748)	(877,374)
- Sales returns	(189,338)	(42,226)	48,142	(28,527)
- Sales tax	(198,004)	(192,602)	(102,437)	(89,392)
	16,669,186	16,284,731	8,979,964	8,711,238

17 OTHER EXPENSES

Includes net exchange gain amounting to Rs. 29.2 million (June 30, 2025: net exchange loss of Rs. 245.1 million).

18 OTHER INCOME

This includes Rs. 313.2 million (June 30, 2025: Nil) related to the settlement adjustment of SIDC liability under the Agreement, and Rs. 357.2 million (June 30, 2025: Nil) related to remeasurement of adjusted SIDC liability at its present value (note 13.1).

19 FINANCE COSTS

Includes bank charges and mark-up on running finance facilities amounting to Rs. 18.5 million and Nil (June 30, 2025: Rs. 23.07 million and Rs. 11.4 million), respectively.

20 SHARIAH DISCLOSURES UNDER CLAUSE VII OF PART I OF SCHEDULE IV OF THE ACT

	Note	June 30, 2026 (Un-audited)			December 31, 2025		
		Conventional	Shariah Compliant	Total	Conventional	Shariah Compliant	Total
		Rupees in '000			Rupees in '000		
Statement of Financial Position							
Lease liabilities	12	472,676	-	472,676	261,473	-	261,473
Long-term investments	6	-	338,940	338,940	-	270,000	270,000
Short-term investments	11	2,443,719	-	2,443,719	1,037,367	-	1,037,367
Bank balances		226,724	2,074	228,798	132,338	2,433	134,771

	Note	June 30, 2026 (Un-audited)			June 30, 2025 (Un-audited)		
		Conventional	Shariah Compliant	Total	Conventional	Shariah Compliant	Total
		Rupees in '000			Rupees in '000		
Statement of profit or loss							
Revenue from contracts with customers - net	16	-	16,669,186	16,669,186	-	16,284,731	16,284,731
Late payments or liquidated damages		-	-	-	-	-	-
Gain or loss or dividend earned on Shariah compliant investments or share of profit from Shariah-compliant associates		-	-	-	-	-	-
Profit earned from Shariah-compliant bank deposits, bank balances or TDRs		-	-	-	-	-	-
Income from short-term investments		140,366	-	140,366	53,869	-	53,869
Profit on bank deposits		983	-	983	1,427	-	1,427
Exchange gain earned from actual currency		29,164	-	29,164	-	-	-
Exchange gains earned using conventional derivative financial instruments		-	-	-	-	-	-
Profit paid on Islamic mode of financing		-	-	-	-	-	-
Total Interest earned on any conventional loan or advance		-	-	-	-	-	-
Gain on disposal of operating assets - net		-	1,438	1,438	-	513	513
Scrap sales		-	10,927	10,927	-	15,303	15,303
Income from investment properties		-	28,735	28,735	-	36,460	36,460
Settlement adjustment of SIDC liability		-	313,212	313,212	-	-	-
Remeasurement gain of SIDC liability at its present value		-	357,244	357,244	-	-	-
Foreign exchange loss (net)		-	-	-	245,052	-	245,052
Finance costs		58,144	-	58,144	58,168	-	58,168

Other Disclosure requirements

Relationship with Shariah-compliant financial institutions, including banks, takaful operators and their windows, etc. is as follows:

Name	Relationship
Faysal Bank Limited	Bank deposit
Meezan Bank Limited	Bank deposit

21 TRANSACTIONS WITH RELATED PARTIES

The related parties of the Company comprise of Parent Company, subsidiary companies, associated undertakings, employees' retirement funds, directors and key management personnel. All transactions with related parties are executed at agreed terms duly approved by the Board of Directors of the Company. There are no transactions with key management personnel other than under the terms of employment.

Details of transactions with related parties during the period are as follows:

	June 30, 2026 (Un-audited)						June 30, 2025 (Un-audited)					
	Parent company	Subsidiary companies	Associated undertakings	Retirement benefits plans	Key management personnel	Total	Parent company	Subsidiary companies	Associated undertakings	Retirement benefits plans	Key management personnel	Total
	Rupees in '000											
Sales	-	-	1,893	-	-	1,893	-	-	7,043	-	-	7,043
Purchase of goods	-	-	330,983	-	-	330,983	-	-	272,441	-	-	272,441
Shared services received	270,341	-	36,864	-	-	307,205	96,772	-	6,685	-	-	103,457
Shared services rendered	232	-	164	-	-	396	-	-	14	-	-	14
Expenditure incurred on behalf of subsidiary	-	-	-	-	-	-	-	2,845	-	-	-	2,845
Dividends paid	752,575	-	618,463	-	315,378	1,686,416	435,701	-	357,137	-	182,587	975,425
Insurance claim	-	-	1,308	-	-	1,308	-	-	-	-	-	-
Investment made in subsidiary	-	68,940	-	-	-	68,940	-	20,000	-	-	-	20,000
Insurance premium paid	-	-	39,945	-	-	39,945	-	-	67,353	-	-	67,353
Donations	-	-	47,000	-	-	47,000	-	-	37,143	-	-	37,143
Contribution paid:												
- Provident fund	-	-	-	57,322	-	57,322	-	-	-	50,056	-	50,056
- Gratuity fund	-	-	-	38,000	-	38,000	-	-	-	17,036	-	17,036
Managerial remuneration and other benefits	-	-	-	-	338,409	338,409	-	-	-	-	346,389	346,389

22 FINANCIAL RISK MANAGEMENT

These unconsolidated condensed interim financial statements do not include all financial risk management information and disclosures which are required in the annual unconsolidated financial statements and should be read in conjunction with the Company's annual unconsolidated financial statements for the year ended December 31, 2025. There have been no changes in any risk management policies since the year-end.

23 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 between market participants at the measurement date. Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms. The carrying values of all financial assets and liabilities reflected in the unconsolidated condensed interim financial statements approximate their fair values.

Fair value hierarchy

The Company classifies its financial assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

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

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

The fair value of Company's investment in mutual funds amounting to Rs. 2,236.3 million (December 31, 2025: Nil) is determined under Level 2 valuation method.

24 ENTITY WIDE INFORMATION

24.1 The Company constitutes of a single reportable segment. Information about geographical areas of the Company are as follows:

	June 30, 2026	June 30, 2025
	------------ Rupees in '000 ------------	
	(Un-audited)	(Un-audited)
Sales to external customers - net of returns and discounts		
Pakistan	16,457,642	15,514,730
Afghanistan	211,544	770,001
	16,669,186	16,284,731

25 EVENTS AFTER REPORTING PERIOD

The Board of Directors has declared an interim cash dividend for the year ending December 31, 2026 of Rs. 80 per share amounting to Rs. 771.58 million in its meeting held on August 20, 2026.

26 GENERAL

Figures presented in these unconsolidated condensed interim financial statements have been rounded off to the nearest thousand Pakistan Rupees, unless otherwise stated.

27 DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorised for issue on August 20, 2026 by the Board of Directors of the Company.

Syed Babar Ali Chairman	Sajjad Iftikhar Chief Executive Officer	Yasser Pirmuhammad Chief Financial Officer

Hoechst Pakistan Limited

Consolidated Condensed Interim Financial Statements

For The Half Year Ended June 30, 2026

Directors' Review Report on the Consolidated Condensed Interim Financial Statements for the Half Year Ended June 30, 2026

The Directors of Hoechst Pakistan Limited are pleased to present the un-audited consolidated condensed interim financial statements of **Hoechst Pakistan Limited** (Holding Company) and its subsidiary companies **H-Pack Wellness (Private) Limited** and **Hoechst Pack Trading FZCO** (together referred as the 'Group'), for the half year ended June 30, 2026.

Hoechst Pakistan Limited

Hoechst Pakistan Limited (the Holding Company) has generated net revenue of Rs. Rs. 16,669 million in the first six months of the year 2026 with a growth of 2% over the corresponding period last year at a gross margin of 40% as compared to 35% the same period last year. The Holding Company has posted profit after tax of Rs. 2,196 million for the first six months as compared to Rs. 1,344 million in corresponding period last year.

H-Pack Wellness (Private) Limited

H-Pack Wellness (Private) Limited (HPWL) is a wholly owned local subsidiary company engaged in the business of manufacturing and distributing wellness and nutraceutical products. For the first six months of the year 2026, HPWL generated net revenue of Rs 35 million with a gross profit of Rs 23 million. Other income stood at Rs. 11 million mainly on account of income from mutual funds. The local subsidiary has reported Profit after tax of Rs 11 million for the six months ended June 30, 2026.

Hoechst Pack Trading FZCO

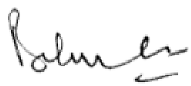
The Board in its meeting held on December 19, 2024 accorded its approval for incorporation of a wholly owned foreign subsidiary in the United Arab Emirates (UAE), subject to all applicable regulatory approvals, which will be primarily engaged in commercial trading with import, export, distribution and warehousing as its ancillary activities. Accordingly, the Company incorporated Hoechst Pack Trading FZCO (HPTF) on November 26, 2025.

During the period, investment amounting to Rs. 68.9 million has been made by the Holding Company in HPTF. Since this is the first year of operations, the foreign subsidiary is in the process of establishing supply chain arrangements. In the first half of the year, HPTF did not post any revenue and incurred net cost of Rs. 15.3 million on account of incorporation, ancillary costs and office running expenditure.

Key Financial Highlights of the Group is as follows:	**Half Year Ended**	
	June 30, 2026	**June 30, 2025**
	Amounts in Million	
Net Sales	16,704	16,294
Gross Profit	6,611	5,624
Profit After Tax	2,191	1,343
Earnings Per Share (Rupees)	227.20	139.25

We value the support and patronage extended by our business partners and all stakeholders and acknowledge the efforts and commitment of the employees.

By order of the Board



Syed Babar Ali
Chairman

Sajjad Iftikhar
Chief Executive Officer

Karachi: August 20, 2026

مجموعی اختصاری عبوری مالیاتی گوشوارے برائے

ششماہی مدت مختتمہ 30 جون 2026 پر ڈائریکٹران کی جائزہ رپورٹ

ہکسٹ پاکستان لمیٹڈ کے ڈائریکٹران 30 جون 2026 کو ختم ہونے والی ششماہی کے لیے ہکسٹ پاکستان لمیٹڈ اور اس کی ذیلی کمپنیوں 'ایچ - پیک ویلنس لمیٹڈ' اور ' ہکسٹ پیک ٹریڈنگ ایف زیڈ سی او' کے غیر آڈٹ شدہ مجموعی اختصاری عبوری مالیاتی گوشوارے پیش کرتے ہوئے اظہار مسرت کرتے ہیں۔

ہکسٹ پاکستان لمیٹڈ

ہکسٹ پاکستان لمیٹڈ کی سال 2026 کے پہلے چھ مہینوں میں 16,669 ملین روپے کی خالص فروخت ہوئی جو کہ گزشتہ سال کی اسی مدت کے مقابلے میں 2 فیصد زیادہ ہے۔ کمپنی کی خام منافع کی شرح گزشتہ سال کی اسی مدت کے 35 فیصد کے مقابلے میں 40 فیصد رہی۔ ہولڈنگ کمپنی کا پہلے چھ مہینوں میں بعداز ٹیکس منافع 2,196 ملین روپے رہا، جبکہ گزشتہ سال کی اسی مدت میں یہ منافع 1,344 ملین روپے تھا۔

ایچ - پیک ویل نیس لمیٹڈ

ایچ - پیک ویل نیس لمیٹڈ مکمل طور پر ملکیت میں قائم ایک مقامی ذیلی کمپنی ہے جو ویلنس اور نیوٹراسیوٹیکل مصنوعات کی تیاری اور تقسیم کے کاروبار میں مصروف عمل ہے۔ سال 2026 کے پہلے چھ مہینوں میں ایچ - پیک ویلنس لمیٹڈ کی خالص فروخت 35 ملین روپے رہی اور 23 ملین روپے کا خام منافع حاصل ہوا۔ دیگر آمدن 11 ملین روپے رہی، جو بنیادی طور پر میوچل فنڈز سے حاصل ہونے والی آمدنی پر مشتمل ہے۔ اس مقامی ذیلی کمپنی نے 30 جون 2026 کو ختم ہونے والی ششماہی میں 11 ملین روپے کا بعداز ٹیکس منافع ظاہر کیا ہے۔

ہکسٹ پیک ٹریڈنگ FZCO

بورڈ نے 19 دسمبر 2024 کو منعقدہ اپنے اجلاس میں تمام متعلقہ ریگولیٹری منظوریوں سے مشروط، متحدہ عرب امارات میں مکمل ملکیت کے تحت ایک غیر ملکی ذیلی کمپنی کے قیام کی منظوری دی تھی، جو بنیادی طور پر درآمدات، برآمدات، تقسیم اور گودام کے ذیلی امور کے ساتھ تجارتی لین دین انجام دے گی۔ چنانچہ کمپنی نے 26 نومبر 2025 کو 'ہکسٹ پیک ٹریڈنگ FZCO' کی بنیاد رکھی۔

اس مدت کے دوران، ہولڈنگ کمپنی کی جانب سے ہکسٹ پیک ٹریڈنگ FZCO میں 68.9 ملین روپے کی سرمایہ کاری کی گئی ہے۔ چونکہ یہ آپریشنز کا پہلا سال ہے، اس لیے یہ غیر ملکی ذیلی کمپنی ابھی سپلائی چین کے نظام قائم کرنے کے مراحل میں ہے۔ سال کی پہلی ششماہی میں، ہوئیکسٹ پیک ٹریڈنگ FZCO کی کوئی آمدنی نہیں ہوئی اور رجسٹریشن، ذیلی اخراجات اور دفتر چلانے کے اخراجات کی مد میں 15.3 ملین روپے کی خالص لاگت برداشت کی۔

گروپ کی اہم مالیاتی جھلکیاں درج ذیل ہیں:

ختم شدہ ششماہی	30 جون 2026	30 جون 2025
	رقم (ملین روپے میں)	
خالص فروخت	16,704	16,294
خام منافع	6,611	5,624
بعد از ٹیکس منافع	2,191	1,343
فی حصص آمدن (روپے)	227.20	139.25

ہم اپنے کاروباری شراکت داروں اور تمام اسٹیک ہولڈرز کی جانب سے فراہم کردہ تعاون و سرپرستی پر ان کے مشکور ہیں اور ملازمین کی کوششوں اور لگن کا اعتراف کرتے ہیں۔

بحکمِ بورڈ

سید بابر علی
چیئرمین

سجاد افتخار
چیف ایگزیکٹو آفیسر

کراچی: 20 اگست 2026ء

Hoechst Pakistan Limited
Consolidated Condensed Interim Statement of Financial Position
As at June 30, 2026

	Note	June 30, 2026	December 31, 2025
		---------------- Rupees in '000	--------------
		(Un-audited)	(Audited)
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	4	3,090,896	2,581,126
Intangible assets	5	805,278	806,053
Investment properties		27,129	27,714
Long-term loans		9,502	8,464
Long-term deposits		57,245	66,493
Deferred tax asset - net		393,703	546,340
		4,383,753	4,036,190
CURRENT ASSETS			
Stores and spares		103,170	103,363
Stock-in-trade - net	6	5,677,852	6,623,493
Trade debts - net	7	501,036	798,679
Loans and advances	8	516,877	275,733
Trade deposits and short-term prepayments	9	568,853	258,581
Other receivables		108,171	69,347
Short-term investments	10	2,647,567	1,287,435
Income tax recoverable - net		708,023	908,936
Cash and bank balances		291,438	152,872
		11,122,987	10,478,439
TOTAL ASSETS		15,506,740	14,514,629
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share capital		96,448	96,448
Reserves		8,455,334	8,097,271
		8,551,782	8,193,719
NON-CURRENT LIABILITIES			
Lease liability	11	390,271	208,109
Sindh Infrastructure Development Cess (SIDC)	12	363,789	-
		754,060	208,109
CURRENT LIABILITIES			
Trade and other payables	13	5,726,360	5,893,022
Contract liabilities		216,157	148,780
Current maturity of long term lease liability	11	82,405	53,364
Current maturity of SIDC	12	151,552	-
Unclaimed dividend		24,424	17,635
		6,200,898	6,112,801
CONTINGENCIES AND COMMITMENTS	14		
TOTAL EQUITY AND LIABILITIES		15,506,740	14,514,629

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

Syed Babar Ali	Sajjad Iftikhar	Yasser Pirmuhammad
Chairman	Chief Executive Officer	Chief Financial Officer

Hoechst Pakistan Limited
Consolidated Condensed Interim Statement of Profit or Loss

For the half year ended June 30, 2026 (Un-audited)

		Half Year Ended		Quarter Ended	
		June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
	Note	---------- Rupees in '000	----------	----------	----------
REVENUE FROM CONTRACT WITH CUSTOMERS - NET	15	16,704,273	16,293,561	9,004,797	8,720,068
Cost of sales		(10,092,928)	(10,669,606)	(5,361,129)	(5,781,922)
GROSS PROFIT		6,611,345	5,623,955	3,643,668	2,938,146
Distribution and marketing costs		(2,719,297)	(2,276,861)	(1,449,390)	(1,173,246)
Administrative expenses		(556,696)	(513,596)	(260,777)	(244,332)
Allowance for expected credit loss		11,259	(14,903)	53,305	31,563
Other expenses	16	(454,215)	(523,508)	(319,728)	(324,471)
Other income	17	864,269	108,062	776,785	63,940
		(2,854,680)	(3,220,806)	(1,199,805)	(1,646,546)
OPERATING PROFIT		3,756,665	2,403,149	2,443,863	1,291,600
Finance costs	18	(58,203)	(58,173)	(33,057)	(16,677)
PROFIT BEFORE LEVIES AND INCOME TAX		3,698,462	2,344,976	2,410,806	1,274,923
Levies:					
- Minimum tax differential		-	(110)	-	12,799
- Final tax		-	-	-	696
PROFIT BEFORE INCOME TAX		3,698,462	2,344,866	2,410,806	1,288,418
Income tax - Current		(1,354,525)	(937,681)	(646,945)	(475,623)
- Deferred		(152,637)	(64,151)	(283,460)	(23,008)
		(1,507,162)	(1,001,832)	(930,405)	(498,631)
PROFIT FOR THE PERIOD		2,191,300	1,343,034	1,480,401	789,787
EARNINGS PER SHARE - basic and diluted (Rupees)		227.20	139.25	153.49	81.89

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

Syed Babar Ali	Sajjad Iftikhar	Yasser Pirmuhammad
Chairman	Chief Executive Officer	Chief Financial Officer

Hoechst Pakistan Limited

Consolidated Condensed Interim Statement of Comprehensive Income

For the half year ended June 30, 2026 (Un-audited)

	Half Year Ended		Quarter Ended	
	June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
	Rupees in '000			
PROFIT FOR THE PERIOD	2,191,300	1,343,034	1,480,401	789,787
OTHER COMPREHENSIVE INCOME FOR THE PERIOD				
Exchange differences on translation of foreign operations	(733)	-	(293)	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	2,190,567	1,343,034	1,480,108	789,787

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

Syed Babar Ali
Chairman

Sajjad Iftikhar
Chief Executive Officer

Yasser Pirmuhammad
Chief Financial Officer

Hoechst Pakistan Limited
Consolidated Condensed Interim Statement of Changes in Equity
For the half year ended June 30, 2026 (Un-audited)

		Reserves							
		Capital Reserves					Revenue Reserves		
	Issued, subscribed and paid-up share capital	Long-term liabilities forgone	Other capital reserve	Difference of share capital under scheme of arrangement for amalgamation	Share- based payments reserve	Exchange differences on translation of foreign operations	General reserve	Unappropriated profits	Total
	Rupees '000								
Balance as at January 01, 2025	**96,448**	**5,935**	**2,000,000**	**18,000**	**375,210**	**-**	**1,535,538**	**2,783,812**	**6,814,943**
- Final dividend @ Rs. 110 per ordinary share for the year ended December 31, 2024	-	-			-	-	-	(1,060,924)	(1,060,924)
Profit for the period	-	-	-	-	-	-	-	1,343,034	1,343,034
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	-	1,343,034	1,343,034
Balance as at June 30, 2025 (Un-audited)	**96,448**	**5,935**	**2,000,000**	**18,000**	**375,210**	**-**	**1,535,538**	**3,065,922**	**7,097,053**
Balance as at January 01, 2026	**96,448**	**5,935**	**2,000,000**	**18,000**	**375,210**	**-**	**1,535,538**	**4,162,588**	**8,193,719**
- Final dividend @ Rs. 190 per ordinary share for the year ended December 31, 2025	-	-	-	-	-	-	-	(1,832,504)	(1,832,504)
Profit for the period	-	-	-	-	-	-	-	2,191,300	2,191,300
Other comprehensive income for the period	-	-	-	-	-	(733)	-	-	(733)
Total comprehensive income for the period	-	-	-	-	-	(733)	-	2,191,300	2,190,567
Balance as at June 30, 2026 (Un-audited)	**96,448**	**5,935**	**2,000,000**	**18,000**	**375,210**	**(733)**	**1,535,538**	**4,521,384**	**8,551,782**

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

Syed Babar Ali
Chairman

Sajjad Iftikhar
Chief Executive Officer

Yasser Pirmuhammad
Chief Financial Officer

Hoechst Pakistan Limited

Consolidated Condensed Interim Statement of Cash Flows

For the half year June 30, 2026 (Un-audited)

	Note	June 30, 2026	June 30, 2025
		------------Rupees in 000------------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before income tax		3,698,462	2,344,866
Adjustment for non-cash items:			
Depreciation and amortisation		207,725	163,928
(Reversal) / Allowance for expected credit loss		(11,259)	14,903
Unrealised foreign exchange differences		(1,413)	199,153
Gain on disposal of operating fixed assets - net		(1,438)	(513)
Provision against defined contribution fund		15,378	27,878
Charge for defined benefit plans		26,135	14,830
Provision / (Reversal of provision) against raw and packing material		9,693	(208,294)
(Reversal of provision) / Provision against finished goods		(190,754)	21,283
Interest income		(1,251)	(1,427)
Fair value gain on remeasurement of mutual funds		(24,683)	(17,983)
Income on mutual funds		(106,502)	(35,883)
Mark up income on Treasury Bills		(10,527)	-
Mark up income on Term Deposit Receipts		(9,693)	-
Income from investment properties		(28,735)	(36,460)
Finance costs		18,548	37,414
Interest expense on lease obligation		25,809	20,864
Minimum tax differential		-	110
Settlement adjustment of SIDC liability		(313,212)	-
Remeasurement gain on SIDC liability		(357,244)	-
Finance cost on un-winding of SIDC		13,792	-
		2,958,831	2,544,669
Working capital changes:			
Decrease / (Increase) in current assets:			
Stores and spares		193	(18,273)
Stock-in-trade		1,126,702	1,799,507
Trade debts - net		302,546	186,028
Loans and advances		(241,144)	(186,209)
Trade deposits and short-term prepayments		(303,916)	(43,908)
Other receivables		(14,948)	11,033
		869,433	1,748,178
Increase in current liabilities:			
Trade and other payables		1,206,739	1,247,446
Contract liabilities		67,377	179,905
Cash generated from operations		5,102,380	5,720,198
Finance costs paid		(18,547)	(51,198)
SIDC Paid		(151,552)	-
Interest income received		1,251	1,427
Minimum tax differential paid		-	(110)
Income tax paid		(1,153,667)	(587,128)
Retirement benefits paid - net		(149,552)	(20,085)
Long-term loans - net		(1,038)	(1,097)
Long-term deposits		9,248	(14,047)
Net cash generated from operating activities		3,638,523	5,047,960
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(532,006)	(1,187,937)
Sale proceeds from disposal of operating fixed assets		34,830	35,709
Investment in subsidiary		-	-
Short-term investments made		(13,678,100)	(14,769,941)
Sale proceeds from disposal of short-term investments		12,458,903	13,288,712
Income received from Treasury Bills		10,527	-
Income received from investment properties		28,735	36,460
Net cash used in investing activities		(1,677,111)	(2,596,997)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividends paid		(1,825,715)	(1,053,068)
Repayment of short term borrowings		-	(1,200,000)
Lease rentals paid		(32,123)	(20,357)
Net cash used in financing activities		(1,857,838)	(2,273,425)
NET INCREASE IN CASH AND CASH EQUIVALENTS		103,574	177,538
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		152,872	119,796
EXCHANGE DIFFERENCES ON TRANSLATION OF FOREIGN OPERATIONS		(733)	-
ADJUSTMENT OF INITIAL APPLICATION OF AMENDMENTS TO IFRS 9 AT BEGINNING OF THE PERIOD	2.4.1	35,725	-
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		291,438	297,334

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

Syed Babar Ali	Sajjad Iftikhar	Yasser Pirmuhammad
Chairman	Chief Executive Officer	Chief Financial Officer

Hoechst Pakistan Limited
Notes to the Consolidated Condensed Interim Financial Statements
For the half year June 30, 2026 (Un-audited)

1 STATUS AND NATURE OF BUSINESS

1.1 The Group consists of:

Holding Company
- Hoechst Pakistan Limited

Subsidiary Companies
- H-Pack Wellness (Private) Limited

- Hoechst Pack Trading FZCO

1.1 Holding Company

Hoechst Pakistan LImited (Holding Company) was incorporated in Pakistan in 1967 as a Public Limited Company under the Companies Act, 1913 [now Companies Act, 2017 (the Act)]. The shares of the Holding Company are listed on Pakistan Stock Exchange Limited (PSX). The Holding Company is engaged in the manufacturing, selling and trading of pharmaceutical and related products. The registered office of the Holding Company is located at Plot 23, Sector 22, Korangi Industrial Area, Karachi. The Holding Company is a subsidiary of Packages Limited (Parent Company), whose registered office is located at 4th floor, the Forum, Suite No. 416 - 422, G20, Block 9, Khayaban-e-Jami, Clifton, Karachi.

1.2 Subsidiary Companies

1.3.1 H-Pack Wellness (Private) Limited (Subsidiary) is a wholly owned subsidiary of the Holding Company and was incorporated in Pakistan on May 27, 2024 as a Private Limited Company under the Companies Act, 2017. The Subsidiary is engaged in manufacturing and distributing wellness and nutraceutical products. The registered office of the Subsidiary is located at Plot 23, Sector 22, Korangi Industrial Area, Karachi.

1.3.2 Hoechst Pack Trading FZCO (Subsidiary) is a wholly owned foreign subsidiary in the United Arab Emirates (UAE), incorporated on November 26, 2025 primarily engaged in commercial trading with import, export, distribution and warehousing as its ancillary activities. The registered office of the Subsidiary is located at 6WB 541, Building 6 West B, Fifth Floor, Dubai Airport Free Zone, Dubai, United Arab Emirates.

1.4 The Holding Company has investment in subsidiary companies as follows:

	Percentage of shareholding of the Holding Company	
	June 30, 2026	December 31, 2025
H-Pack Wellness (Private) Limited (note 1.3.1)	100%	100%
Hoechst Pack Trading FZCO (note 1.3.2)	100%	-

2 STATEMENT OF COMPLIANCE

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

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

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

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

2.2 These consolidated condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and therefore should be read in conjunction with the annual consolidated financial statements of the Group for the year ended December 31, 2025.

2.3 Consolidation

The assets and liabilities of the Subsidiary companies have been consolidated on a line by line basis and carrying value of investment held by the Holding Company in the subsidiary companies have been eliminated against Holding Company's share in paid-up capital of the subsidiary companies.

Intergroup balances and transactions have been eliminated.

2.4 Initial application of standards, amendments and improvements to approved accounting and reporting standards

2.4.1 Amendments and improvements to approved accounting and reporting standards that became effective during the period

There are certain amendments and improvements to accounting and reporting standards which became effective during the current period. However, these are considered not to have a material impact on the Group's financial reporting and, therefore, have not been disclosed in these consolidated condensed interim financial statements, except for amendments to IFRS 7 "Financial Instruments: Disclosures" and IFRS 9 "Financial Instruments" which clarifies the date of recognition and derecognition of a financial asset or financial liability.

The amendments apply retrospectively; however, the Group is not required to restate prior periods to reflect the application under transitional provisions. The date of initial application is the beginning of the reporting period in which the Group has applied the amendments i.e. January 1, 2026. The effects of amendments at the date of initial application are as follows:

Effect on statement of financial position	Carrying amount prior to the amendments	Impact of amendment	Restated amount
	----------Rupees in '000----------		
As at January 1, 2026			
Trade and other payables	(5,893,022)	(35,725)	(5,928,747)
Cash and bank balances	152,872	35,725	188,597

2.4.2 Standards, amendments and improvements to approved accounting and reporting standards that are not effective and have not been early adopted by the Group

There are certain standards, amendments and improvements to accounting and reporting standards that are not yet effective and are considered either not to be relevant or to have a significant impact on the Group's financial reporting and, therefore, have not been disclosed in these consolidated condensed interim financial statements, except for effects of application of IFRS 18 "Presentation and Disclosure in Financial Statements" as disclosed in the note 2.2.2 of the annual consolidated financial statements of the Group for the year ended December 31, 2025.

3 MATERIAL ACCOUNTING POLICY INFORMATION

3.1 The material accounting policies and the methods of computation adopted for the preparation of these consolidated condensed interim financial statements are same as those applied for the preparation of the annual financial statements of the Group for the year ended December 31, 2025, except for changes due to first time application of certain amendments to the approved accounting and reporting standards as explained in note 2.4 and the adoption of accounting policy of group taxation as follows:

3.1.1 Group taxation

The Securities and Exchange Commission of Pakistan (‘SECP’) vide its certificate dated February 23, 2026, has registered the Holding Company and H-Pack Wellness (Private) Limited as a Group for the purpose of group taxation under Section 59AA of the Income Tax Ordinance, 2001 (the Ordinance). Consequently, the Group is being taxed as one fiscal unit from the tax year 2027 and onwards.

Current tax is based on the consolidated results of the Group and allocated within the Group on the basis of separate return method. Deferred tax asset is recognised to the extent future economic benefit will flow to the Group. Realisability of tax credits and tax losses are assessed at Group level and taxable profits of all entities in the Group are taken into account in assessing whether a deferred tax asset should be recognised in consolidated financial statements. Any adjustments in the taxation of the Group on account of group taxation are credited or charged to the profit or loss and other comprehensive income, as the case may be, in the year in which they arise.

3.2 The preparation of these consolidated condensed interim financial statements, in conformity with approved accounting and reporting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Group's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from the estimates. During the preparation of 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 and assumptions are consistent with those that were applied to the annual consolidated financial statements of the Group for the year ended December 31, 2025.

3.3 Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.

	Note	June 30, 2026	December 31, 2025
		------------ Rupees in '000 ------------	
		(Un-audited)	(Audited)
4 PROPERTY, PLANT AND EQUIPMENT			
Operating fixed assets	4.1	2,721,614	2,458,874
Capital work-in-progress	4.2 & 4.3	369,282	122,252
		3,090,896	2,581,126
4.1 Operating fixed assets			
Opening net carrying value		2,458,874	1,958,243
Additions / transfers from capital work-in-progress	4.1.1	502,493	912,850
Disposals during the period / year	4.1.1	(33,392)	(63,557)
Depreciation charge for the period / year		(206,361)	(348,662)
Closing net carrying value		2,721,614	2,458,874

4.1.1 Details of additions and disposals are as follows:

	Additions (at cost)		Disposals (at net carrying value)	
	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
	---------------------------------- Rupees in '000		-------------------------------------	
Owned				
Buildings on leasehold land	6,213	38,749	-	-
Plant and machinery	54,832	245,837	-	320
Furniture and fixtures	1,459	9,649	-	-
Factory and office equipment	17,836	108,960	85	1,064
Motor vehicles	204,636	449,758	33,307	62,173
Right-of-use assets				
Electrical equipments	208,532	-	-	-
Motor vehicles	8,985	59,897	-	-
	502,493	912,850	33,392	63,557

	June 30, 2026	December 31, 2025
	------------ Rupees in '000 ------------	
	(Un-audited)	(Audited)
4.2 Capital work-in-progress		
Buildings on leasehold land	53,210	23,112
Plant and machinery	219,793	81,330
Motor vehicles	96,279	17,810
	369,282	122,252

4.3 Movement in capital work-in-progress is as follows:

Opening balance	122,252	189,165
Additions during the period / year	483,985	496,187
Transferred to operating fixed assets	(236,955)	(563,100)
Closing balance	369,282	122,252

5 INTANGIBLE ASSETS

Computer software	878	1,560
Sofware licenses	359	452
Trademarks	804,041	804,041
	805,278	806,053

6 STOCK-IN-TRADE - NET

	Note	June 30, 2026	December 31, 2025
		------------ Rupees in '000 ------------	
		(Un-audited)	(Audited)
Raw and packing materials			
In hand		1,793,157	2,619,668
In transit		153,041	126,065
		1,946,198	2,745,733
Provision against raw and packing materials	6.1	(71,291)	(63,992)
		1,874,907	2,681,741
Work-in-process		246,481	101,406
Finished goods			
In hand		3,034,090	4,213,968
In transit		1,162,437	491,931
		4,196,527	4,705,899
Provision against finished goods	6.2	(640,063)	(865,553)
		3,556,464	3,840,346
		5,677,852	6,623,493

6.1 Movement of provision against raw and packing materials is as follows:

Opening balance	63,992	330,900
Charge for the period / year	32,649	48,752
Reversal for the period / year	(22,956)	(245,201)
Net charge / (reversal) for the period / year	9,693	(196,449)
Write-off during the period / year	(2,394)	(70,459)
Closing balance	71,291	63,992

6.2 Movement of provision against finished goods is as follows:

Opening balance	865,553	103,650
Charge for the period / year	55,490	843,957
Reversal for the period / year	(246,244)	(28,653)
Net (reversal) / charge for the period / year	(190,754)	815,304
Write-off during the period / year	(34,736)	(53,401)
Closing balance	640,063	865,553

7 TRADE DEBTS - NET

This is net of allowance for Expected Credit Loss (ECL) against the trade debts considered doubtful amounting to Rs. 411.4 million (December 31, 2025: Rs. 416.3 million). During the period, the Holding Company has recognised reversal of ECL charge of Rs. 4.9 million (June 30, 2025: ECL charge of Rs. 14.9

8 LOANS AND ADVANCES

Includes advances to contractors and suppliers amounting to Rs. 494.4 million (December 31, 2025: Rs. 259.2 million).

9 TRADE DEPOSITS AND SHORT-TERM PREPAYMENTS

Includes margin against letters of credit and bank contracts amounting to Rs. 514.4 million (December 31, 2025: Rs. 176.2 million).

	Note	June 30, 2026	December 31, 2025
		------------ Rupees in '000 ------------	
		(Un-audited)	(Audited)
10 SHORT-TERM INVESTMENTS			
At fair value through profit or loss			
Investment in mutual funds	10.1	2,440,159	250,068
At amortised cost			
Investment in Term Deposit Receipts	10.2	207,408	200,000
Investment in Treasury Bills		-	837,367
		207,408	1,037,367
		2,647,567	1,287,435

10.1 Investment in Mutual Funds

	June 30, 2026		December 31, 2025	
	Number of units	Rupees in '000	Number of units	Rupees in '000
	------------(Un-audited)------------		----------------(Audited)---------------	
- Bank Al-Habib Money Market Fund	3,593,912	363,336	2,367,673	250,068
- Alfalah GHP Cash Fund	1,193,931	605,162	-	-
- UBL Cash Fund	14,619,959	1,471,661	-	-
	19,407,802	2,440,159	2,367,673	250,068

10.2 This represents investment in Term Deposit Receipts having maturity date of February 19, 2027 carrying interest rate at the rate of 10.40% (December 31, 2025: 10.40%) per annum.

11 LEASE LIABILITY

	Note	June 30, 2026			December 31, 2025		
		-------------------- Rupees in '000 --------------------					
		(Un-audited)			(Audited)		
		Electrical equipment	Motor vehicle	Total	Electrical equipment	Motor vehicle	Total
Opening balance		214,154	47,319	261,473	211,476	-	211,476
Additions during the period / year	12.1	208,532	8,985	217,517	-	47,918	47,918
Finance cost charged during the period / year		23,213	2,596	25,809	50,235	447	50,682
Payments made during the period / year		(25,591)	(6,532)	(32,123)	(47,557)	(1,046)	(48,603)
		420,308	52,368	472,676	214,154	47,319	261,473
Less: Current maturity of lease liability		(68,100)	(14,305)	(82,405)	(40,807)	(12,557)	(53,364)
		352,208	38,063	390,271	173,347	34,762	208,109

11.1 This represents lease arrangement entered into by the Holding Company for deployment of solar panels and related equipment on the Company's premises. The lease has a term of 15 years, after which the ownership of solar panels and related equipment will transfer to the Holding Company. Consequently, the related right of use asset is depreciated based on the estimated useful life of 20 years (note 4.1.1).

Additionally, car lease arrangements for three new cars, entered into by the Holding Company during the period. The lease has a term of 5 years, after which the ownership of these cars will be transferred to the Holding Company. Consequently, the related right of use asset is depreciated based on the estimated useful life of 6 years (note 4.1.1).

	Note	June 30, 2026	December 31, 2025
		-----------------Rupees in 000-----------------	
		(Un-audited)	(Audited)
12 SINDH INFRASTRUCTURE DEVELOPMENT CESS (SIDC)			
SIDC	12.1	515,341	-
Less: Current maturity of SIDC		(151,552)	-
		363,789	-

12.1 The Government of Sindh through Sindh Finance Act, 1994 imposed infrastructure fee for development and maintenance of infrastructure on goods entering or leaving the Province of Sindh through air or sea at prescribed rates. Several companies contested the imposition of this infrastructure fee in High Court of Sindh (HCS). Through the interim order passed on May 31, 2011, the HCS had ordered that for every consignment cleared after December 28, 2006, 50% of the value of infrastructure fee should be paid in cash and a bank guarantee for the remaining amount should be submitted until the final order is passed. Later, the Company started to deposit cash and bank guarantees on import of goods and also started recognising accrual for the unpaid amount for which bank guarantee was submitted. On June 04, 2021, the HCS dismissed appeals filed by the petitioners and ordered that the Sindh Finance Act, 2017 is a valid law with the competence of provincial legislature and all bank guarantees previously furnished by the petitioners against the HCS's interim order dated May 31, 2011 shall be en-cashed and paid to the department.

The Company, in consultation with its legal advisor, filed an appeal before the Supreme Court of Pakistan (SCP) against the HCS's order dated June 04, 2021 jointly with other petitioners. SCP provided leave to appeal against the orders of HCS vide CP No. 4913/2021 dated September 01, 2021 with the directions that till the further order of SCP, the operations of impugned judgment of the HCS dated June 04, 2021 and recovery of the impugned levy shall remain suspended. The petitioners were ordered to submit fresh bank guarantees equivalent to the amount of levy for all future consignments of imported goods.

During the period, the Government of Sindh (GoS) enacted the Sindh Development and Maintenance of Infrastructure Cess (Amendment) Act, 2026 (the SIDC Act, 2026), introducing a settlement framework under sections 10A to 10F. The Company opted for the settlement framework and entered into a Settlement Agreement (the Agreement) with GoS on April 10, 2026, for a settlement amount of Rs. 1,010.3 million comprising SIDC due up to April 10, 2026. Under the Agreement, 15% of the outstanding liability is payable by July 15, 2026, 15% by October 15, 2026, 15% by July 15, 2027, and the remaining 55% in forty eight equal quarterly instalments commencing from July 15, 2028. As required under the settlement framework, the Company has withdrawn all pending litigation and waived related claims against GoS, the previously furnished bank guarantees have been released, and the first instalment due on July 15, 2026 has been paid on April 17, 2026. Thereafter, the reduced rate of 0.85%, applicable to companies that have opted for settlement under the framework, is now applicable to the Company for all future consignments. Accordingly, the Company has recognised a settlement adjustment of SIDC liability under the Agreement amounting to Rs. 313.2 million in the profit or loss.

In accordance with IAS 37 'Provisions, Contingent Liabilities and Contingent Assets' and IFRIC 21 'Levies', the Company has re-measured the settlement amount in respect of the aforementioned liability at its present value based on the agreed payment schedule and a pre-tax discount rate of 12.65%. The resulting gain of Rs. 357.2 million, representing the difference between the carrying amount of the liability agreed under the settlement framework and the discounted value of the settlement liability, and a finance cost of Rs. 13.8 million have been recognised in the profit or loss. Thereafter, the liability has been measured at amortised cost using the effective interest method.

	Note	June 30, 2026	December 31, 2025
		------------ Rupees in '000 ------------	
		(Un-audited)	(Audited)

13 TRADE AND OTHER PAYABLES

	Note	June 30, 2026	December 31, 2025
Trade creditors			
Related parties		82,656	26,530
Other trade creditors		1,331,288	753,557
		1,413,944	780,087
Other payables			
Accrued liabilities		3,185,642	3,149,775
Refund liabilities		345,290	185,799
Infrastructure Development Cess	12	-	1,271,156
Workers' Profits Participation Fund		198,818	13,413
Workers' Welfare Fund		248,085	174,793
Central Research Fund		40,105	54,015
Compensated absences		143,707	149,956
Security deposits		19,967	19,967
Contractors' retention money		6,359	6,359
Sales tax payable		33,393	8,492
Withholding taxes payable		14,276	24,096
Others		76,774	55,114
		4,312,416	5,112,935
		5,726,360	5,893,022

14 CONTINGENCIES AND COMMITMENTS

14.1 Contingencies

There are no material changes in the contingencies as disclosed in note 23.1 of the annual consolidated financial statements of the Group for the year ended December 31, 2025, except as disclosed in note 12.1 and 14.1.1 below:

14.1.1 As disclosed in notes 22.1.8 and 22.1.9 of the annual consolidated financial statements of the Group for the year ended December 31, 2025, and following the enactment of the 27th Constitutional Amendment in year 2025, the pending cases were transferred to the Federal Constitutional Court of Pakistan (FCCP), which upheld the constitutional validity of sections 4B and 4C of the Ordinance.

During the period, FCCP passed an order dated January 27, 2026 and disposed of the appeal in the favor of the Federal Board of Revenue (FBR). Being aggrieved, the Holding Company filed a Review Petition before the FCCP seeking reconsideration of the judgments issued in the super tax cases, specifically with respect to the finding that section 4C is validly applicable to income from all sources, including income subject to the final tax regime, which is yet to be decided. Further, the Holding Company has made payments of Rs. 48.9 million and Rs. 94.4 million in respect of tax years 2023 and 2022 on January 30, 2026 and April 8, 2026, respectively against the previously recognised provision in prior years.

14.2 Commitments

	June 30, 2026	December 31, 2025
	------------ Rupees in '000 ------------	
	(Un-audited)	(Audited)
Commitments for capital expenditure	147,281	305,083
Outstanding letters of credit	462,682	380,946
Outstanding bank guarantees	309,131	1,380,727
Outstanding bank contracts	1,186,046	1,179,878

	Half Year Ended		Quarter Ended	
	June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
	------------------------------- Rupees in '000 ------------------------------------			
15 REVENUE FROM CONTRACTS WITH CUSTOMERS - NET	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)
Gross sales				
Local	18,968,065	17,194,763	10,311,016	9,174,391
Export	233,698	943,810	-	515,493
	19,201,763	18,138,573	10,311,016	9,689,884
Toll manufacturing	58,152	60,369	22,359	27,769
	19,259,915	18,198,942	10,333,375	9,717,653
Less:				
- Trade discounts	(2,161,883)	(1,669,081)	(1,269,648)	(878,194)
- Sales returns	(189,338)	(42,226)	48,142	(28,527)
- Sales tax	(204,421)	(194,074)	(107,072)	(90,864)
	16,704,273	16,293,561	9,004,797	8,720,068

16 OTHER EXPENSES

Includes net exchange gain amounting to Rs. 29.2 million (net exchange loss June 30, 2025: Rs. 245.1 million).

17 OTHER INCOME

This includes Rs. 313.2 million (June 30, 2025: Nil) related to the settlement adjustment of SIDC liability under the Agreement, and Rs. 357.2 million (June 30, 2025: Nil) related to remeasurement of adjusted SIDC liability at its present value (note 12.1).

18 FINANCE COSTS

Includes bank charges and mark-up on running finance facilities amounting to Rs. 18.5 million and Nil (June 30, 2025: Rs. 23.075 million and Rs. 11.4 million), respectively.

19 SHARIAH DISCLOSURES UNDER CLAUSE VII OF PART I OF SCHEDULE IV OF THE ACT

		June 30, 2026 (Un-audited)			December 31, 2025		
	Note	Conventional	Shariah Compliant	Total	Conventional	Shariah Compliant	Total
		------------------------- Rupees in 000-------------------------			------------------------- Rupees in 000-------------------------		
Statement of Financial Position							
Long-term borrowings					-	-	-
Lease liabilities	11	472,676	-	472,676	261,473	-	261,473
Short-term investments	10	2,647,567	-	2,647,567	1,287,435	-	1,287,435
Bank balances		289,187	2,074	291,261	150,294	2,433	152,727

		June 30, 2026 (Un-audited)			June 30, 2025 (Un-audited)		
		Conventional	Shariah Compliant	Total	Conventional	Shariah Compliant	Total
		------------------------- Rupees in 000-------------------------			------------------------- Rupees in 000-------------------------		
Statement of profit or loss							
Revenue from contracts with customers - net	15	-	16,704,273	16,704,273	-	16,293,561	16,293,561
Late payments or liquidated damages		-	-	-	-	-	-
Gain or loss or dividend earned on Shariah compliant investments or share of profit from Shariah-compliant associates		-	-	-	-	-	-
Profit earned from Shariah-compliant bank deposits, bank balances or TDRs		-	-	-	-	-	-
Income from short-term investments		151,462	-	151,462	53,869	-	53,869
Profit on bank deposits		1,251	-	1,251	1,915	-	1,915
Exchange gain earned from actual currency		29,020	-	29,020	-	-	-
Exchange gains earned using conventional derivative financial instruments		-	-	-	-	-	-
Profit paid on Islamic mode of financing		-	-	-	-	-	-
Total Interest earned on any conventional loan or advance		-	-	-	-	-	-
Gain on disposal of operating assets - net		-	1,438	1,438	-	513	513
Scrap sales		-	10,927	10,927	-	15,303	15,303
Income from investment properties		-	28,735	28,735	-	36,460	36,460
Settlement adjustment of SIDC liability		-	313,212	313,212	-	-	-
Remeasurement gain of SIDC liability at its present value		-	357,244	357,244	-	-	-
Foreign exchange loss (net)		-	-	-	245,052	-	245,052
Finance costs		58,203	-	58,144	58,173	-	58,168

Other Disclosure requirements

Relationship with Shariah-compliant financial institutions, including banks, takaful operators and their windows, etc. is as follows:

Name	Relationship
Faysal Bank Limited	Bank deposit
Meezan Bank Limited	Bank deposit

20 TRANSACTIONS WITH RELATED PARTIES

The related parties of the Group comprise of parent company, subsidiary companies, associated undertakings, employees' retirement funds, directors and key management personnel. All transactions with related parties are executed at agreed terms duly approved by the Board of Directors of the Group. There are no transactions with key management personnel other than under the terms of employment.

Details of transactions with related parties during the period are as follows:

	June 30, 2026 (Un-audited)					June 30, 2025 (Un-audited)				
	Parent company	Associated undertakings	Retirement benefits plans	Key management personnel	Total	Parent company	Associated undertakings	Retirement benefits plans	Key management personnel	Total
	Rupees in '000									
Sales	-	1,893	-	-	1,893	-	7,043	-	-	7,043
Purchase of goods	-	330,983	-	-	330,983	-	272,441	-	-	272,441
Shared services received	270,341	36,864	-	-	307,205	96,772	6,685	-	-	103,457
Shared services rendered	232	164	-	-	396	-	14	-	-	14
Expenditure incurred on behalf of subsidiary	-	-	-	-	-	-	-	-	-	2,845
Dividends paid	752,575	618,463	-	315,378	1,686,416	435,701	357,137	-	182,587	975,425
Insurance claim	-	1,308	-	-	1,308	-	-	-	-	-
Insurance premium paid	-	39,945	-	-	39,945	-	67,353	-	-	67,353
Donations	-	47,000	-	-	47,000	-	37,143	-	-	37,143
Contribution paid:										
- Provident fund	-	-	57,322	-	57,322	-	-	50,056	-	50,056
- Gratuity fund	-	-	38,000	-	38,000	-	-	17,036	-	17,036
Managerial remuneration and other benefits	-	-	-	338,409	338,409	-	-	-	346,389	346,389

21 FINANCIAL RISK MANAGEMENT

These consolidated condensed interim financial statements do not include all financial risk management information and disclosures which are required in the annual consolidated financial statements and should be read in conjunction with the Group's annual consolidated financial statements for the year ended December 31, 2025. There have been no changes in any risk management policies since the year-end.

22 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 between market participants at the measurement date. Underlying the definition of fair value is the presumption that the Group is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms. The carrying values of all financial assets and liabilities reflected in the consolidated condensed interim financial statements approximate their fair values.

Fair value hierarchy

The Group classifies its financial assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

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

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

The fair value of Group's investment in mutual funds amounting to Rs. 2,440.16 million (December 31, 2025: Rs. 250.06 million) is determined under Level 2 valuation method.

23 ENTITY WIDE INFORMATION

23.1 The Group constitutes of a single reportable segment. Information about geographical areas of the Group are as follows:

	June 30, 2026	June 30, 2025
	------------ Rupees in '000 ------------	
	(Un-audited)	(Un-audited)
Sales to external customers - net of returns and discounts		
Pakistan	16,492,729	15,523,560
Afghanistan	211,544	770,001
	16,704,273	**16,293,561**

24 EVENTS AFTER REPORTING PERIOD

The Board of Directors of the Holding Company has declared an interim cash dividend for the year ending December 31, 2026 of Rs. 80 per share amounting to Rs. 771.58 million in its meeting held on August 20, 2026.

25 GENERAL

Figures presented in these consolidated condensed interim financial statements have been rounded off to the nearest thousand Pakistan Rupees, unless otherwise stated.

26 DATE OF AUTHORISATION FOR ISSUE

These consolidated condensed interim financial statements were authorised for issue on August 20, 2026 by the Board of Directors of the Company.

Syed Babar Ali	Sajjad Iftikhar	Yasser Pirmuhammad
Chairman	Chief Executive Officer	Chief Financial Officer

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