PAK ELEKTRON LIMITED

HALF YEAR REPORT

30-06-2026

Board of Directors

Mr. M. Naseem Saigol	Chairman
Mr. Muhammad Murad Saigol	Chief Executive Officer
Mr. Muhammad Zeid Yousuf Saigol	Director
Syed Manzar Hassan	Director
Mr. Muhammad Omer Farooq	Director
Mrs. Sadaf Kashif	Director
Mr. Muhammad Kamran Saleem	Director
Mr. Javed Siddique	Director

Audit Committee

Mr. Muhammad Kamran Saleem	Chairman/Member
Syed Manzar Hassan	Member
Mr. Muhammad Omer Farooq	Member
Mrs. Sadaf Kashif	Member

HR & Remuneration Committee

Mr. Muhammad Kamran Saleem	Chairman/Member
Syed Manzar Hassan	Member
Mr. Muhammad Omer Farooq	Member

Company Secretary
Khawaja Safee Sultan, CS

Chief Financial Officer
Syed Manzar Hassan, FCA

Auditors
M/s Rahman Sarfaraz Rahim Iqbal Rafiq
Chartered Accountants
A member of Russell Bedford International

Legal Advisor
M/s Hassan & Hassan Advocates

Shariah Advisor
Mufti Altaf Ahmed

Company Registration No.
0000802

National Tax No. (NTN)
2011386-2

Status of Company
Public Interest Company (PIC)

Stock Exchange Symbol
PAEL

Registered Office
10-G, Mushtaq Ahmed Gurmani Road,
Gulberg-II, Lahore
Tel: 042-35920151-59 (Pabx) & 042-35920133 (Direct)
E-Mail: shares@saigols.com

Share Registrar
Corplink (Pvt.) Limited
Wings Arcade, 1-K, Commercial,
Model Town, Lahore
Tel: 042-35916714, 35839182,
Fax: 042-35869037
E-Mail: shares@corplink.com.pk

Manufacturing Unit I
14-K.M. Ferozepur Road, Lahore
Tel: 042-35920151-9 (9 Lines)
Website: www.pel.com.pk

Manufacturing Unit II
34-K.M. Ferozepur Road,
Keath Village, Lahore
Tel: 042-35935151-2

Karachi
Ground Floor Baig Tower
Near Balouch Colony Bridge,
Shahrah-e-Faisal,
Karachi
Tel: 021-32200951-4

Islamabad
Room # 301, 3rd Floor,
Green Trust Tower, Blue Area, Islamabad
Tel: 051-2824543, 2828941
Fax: 051-2273858

Bankers
Albaraka Bank (Pakistan) Limited
Askari Bank Limited
Bank Alfalah Limited
Bank Islami (Pakistan) Limited
Bank Makramah Limited
Faysal Bank Limited
First Habib Modaraba
Habib Bank Limited – Islamic Banking
MCB Bank Limited
National Bank of Pakistan
OLP Modaraba
Pak Brunei Investment Company Limited
Pak Libya Holding Company (Private) Limited
Pak Oman Investment Company Limited
Samba Bank Limited
Saudi Pak Industrial and Agriculture Investment Company Limited
Silk Bank Limited
Sindh Bank Limited
The Bank of Khyber
The Bank of Punjab
Summit Bank Limited
United Bank Limited

PAK ELEKTRON LIMITED

Head Office: : 14-Km, Ferozepur Road, Lahore-54760 Pakistan
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Website: : www.pel.com.pk

DIRECTORS REVIEW

Dear Share Holders

Your directors are pleased to present the condensed interim financial information of the Company for the half year ended on June 30, 2026.

FINANCIAL & OPERATIONAL REVIEW

Macro –Economic Environment

Global Economic Overview

During the first half of 2026, the world economy slowed down slightly, with global growth sitting at a modest rate of around 2.5% to 2.7%. Steady job markets and steady spending by everyday consumers helped keep things stable. However, growth was held back by ongoing trade disputes, high national debts in developing countries, and fluctuating energy prices caused by tensions in the Middle East. Although inflation continued to drop compared to previous years, high fuel and borrowing costs meant central banks remained cautious about lowering interest rates too quickly.

Economic performance varied significantly depending on the region. The United States and North America stayed relatively strong, supported by consumer spending and heavy investments in technology and artificial intelligence. In contrast, growth across Europe and parts of Asia was slower due to weaker demand for exports and changing government policies. For the rest of the year, businesses will need to focus on managing higher loan costs, adapting to changing supply lines, and using new technologies to boost productivity while protecting against potential downturns.

Domestic Economic Landscape

Pakistan concluded FY2026 on a significantly strengthened macroeconomic footing, marked by a notable rebound in growth, enhanced fiscal discipline, and sustained external stability. The country achieved its highest real GDP expansion in four years at 3.7 percent, bringing the total size of the economy to $452.1 billion. This momentum was broad-based across all key economic drivers, supported by effective fiscal consolidation that successfully narrowed the overall deficit and yielded a primary surplus of 3.5 percent of GDP. Moreover, strong commitment to IMF program parameters, improved credit ratings, and successful international

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capital market entries helped rebuild institutional credibility and revitalize domestic investor confidence.

The agricultural sector demonstrated steady resilience by registering 2.9 percent growth, successfully overcoming the adverse impacts of recent flood damages. Key drivers included an 18.9 percent increase in agricultural credit disbursements to Rs. 2,457.9 billion and a 24.8 percent rise in farm machinery imports, which modernized local farming operations. Farm input availability for the Kharif 2026 season saw positive momentum with Urea offtake expanding by 31.9 percent, although high market prices led to a 24.3 percent decline in DAP fertilizer usage. Overall, improved resource allocation and targeted support mechanisms provided a reliable base for agricultural stability.

In the industrial landscape, Large-Scale Manufacturing (LSM) recorded a robust recovery, expanding by 6.4 percent compared to a 1.5 percent contraction in the prior year. Growth was broad-based, with 16 out of 22 manufacturing sub-sectors posting positive trajectory, led primarily by automobiles, food processing, wearing apparel, and petroleum products. While monthly LSM performance experienced a temporary 8.3 percent dip in April due to short-term slowdowns in chemicals, pharmaceuticals, and iron and steel production, the broader industrial trend pointed toward sustained operational recovery across major production centers.

Inflation and monetary metrics reflected a mixed economic climate during the fiscal year. Consumer Price Index (CPI) inflation accelerated to 11.7 percent year-on-year in May 2026, driven by persistent supply dynamics and geopolitical spillovers from the Middle East. Responding to these price pressures, the Monetary Policy Committee maintained the benchmark policy rate at 11.5 percent on June 15, balancing inflation management with ongoing economic stabilization. Money supply expanded by 9.2 percent, reflecting adequate financial liquidity to support private and public sector commercial activities.

On the fiscal and financial market fronts, performance showed marked improvement. Net federal revenues grew by 5.8 percent to Rs. 8,601.1 billion through April FY2026, driven by healthy tax and non-tax collections, while disciplined spending cuts reduced total federal expenditure by 9.9 percent to Rs. 11,621.3 billion.

Capital markets reacted positively to these improving fundamentals, with the Pakistan Stock Exchange maintaining strong bullish momentum. On June 30, 2026, the benchmark KSE-100 Index closed the fiscal year at a record high of 180,301.70 points, lifting total market capitalization to approximately PKR 20 trillion.

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Industry Overview

Pakistan's industrial sector made a strong recovery during the first half of 2026. Large-scale manufacturing grew by 6.4 percent, reversing the drop seen in the previous year. This growth was widespread, with 16 out of 22 major manufacturing sectors showing expansion. The automobile industry was a major driver, with huge increases in truck, bus, and car production. Tractor manufacturing also turned around and started growing again after a long period of decline. Cement sales rose by 6.4 percent, driven mainly by strong domestic building demand across the country. Although some sectors like pharmaceuticals and steel faced brief monthly dips, overall progress stayed steady. Lower fuel prices and steady interest rates helped companies manage their overall costs better. Strong stock market performance and credit rating upgrades further boosted business confidence nationwide. As a result, Pakistani industries entered the second half of the year on a solid and promising foundation.

Company Performance Overview

During the period under review, the Company achieved enhanced operational performance, driven by targeted research and development, continuous innovation, and the expansion of its energy-efficient product portfolio. Sales momentum remained strong, supported by favorable demographic shifts, accelerating urbanization, and rising consumer purchasing power.

Additionally, top-line growth was bolstered by increased transformer exports to the United States and the strategic execution of a multi-brand approach in the home appliances segment, significantly expanding market reach.

Summary of operating results is presented as below:

Rupees in Millions	Quarter Ended June 30, 2026	Quarter Ended June 30, 2025	Increase /(decrease)	Percentage %
Sales	56,989	48,738	8,251	16.93
Gross Profit	10,476	9,605	871	9.07
Finance Cost	1,287	1,389	-102	-7.34
Profit Before Tax	4,090	4,112	-22	-0.53
Profit After Tax	2,619	2,370	249	10.51
Earnings Per Share – Rupees	2.84	2.66		

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During the period under review, the Company delivered a strong financial performance despite a challenging business environment. Revenue increased by 16.93% to Rs. 56,989 million, compared to Rs. 48,738 million in the corresponding period last year. This growth was primarily driven by higher sales volumes, an improved product mix, and effective commercial strategies. The gradual easing of inflationary pressures, improved macroeconomic stability, and a reduction in policy rates also contributed to a moderate recovery in consumer confidence and market demand.

Gross profit improved by 9.07% to Rs. 10,476 million, compared to Rs. 9,605 million in the same period last year. The increase was mainly attributable to enhanced operational efficiencies, prudent cost management initiatives, and optimized procurement practices, which helped mitigate the impact of persistent cost pressures. Financial charges declined by Rs. 102 million, reflecting lower borrowing costs resulting from a declining interest rate environment and improved working capital management.

Consequently, the Company reported a profit after tax of Rs. 2,619 million, compared to Rs. 2,370 million in the corresponding period of the previous year. The improvement in profitability was supported by robust revenue growth, disciplined cost controls, and reduced finance costs. Despite ongoing economic challenges, the Company's resilient business model, operational excellence, and focused execution of strategic initiatives enabled it to capitalize on emerging market opportunities and deliver sustainable growth during the period.

Appliances Division

During the period under review, the Appliance Division delivered a strong performance, with revenue increasing by 19.10% to Rs. 42,174 million, compared to Rs. 35,410 million in the corresponding period last year. The growth was primarily driven by higher sales volumes, improved product mix, and enhanced market penetration. The gradual easing of inflationary pressures, improved macroeconomic stability, and a lower interest rate environment contributed to a recovery in consumer confidence, supporting demand across the home appliance sector.

The Division successfully capitalized on these market opportunities through continuous product innovation, expansion of its distribution footprint, and customer-focused marketing initiatives, further strengthening its competitive position in the market.

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Power Division

During the period under review, the Power Division recorded revenue growth of 11.16%, reaching Rs. 14,815 million compared to Rs. 13,328 million in the corresponding period last year. The increase was primarily driven by sustained demand for transmission and distribution (T&D) infrastructure upgrades, ongoing investments in the energy sector, and improved activity across industrial and construction-related segments. The gradual improvement in macroeconomic indicators and business sentiment also contributed to supporting demand for the Division's products and services.

The Division continued to strengthen its market position through its focus on product quality, operational excellence, and customer-centric solutions. Furthermore, the commencement of export operations to the United States of America in the previous year represented a significant milestone in the Company's growth journey and international expansion strategy. This achievement reflects the Division's commitment to diversifying its revenue base, enhancing its global presence, and capitalizing on opportunities in international markets. Going forward, the Division remains focused on expanding its export portfolio, leveraging its manufacturing capabilities, and positioning itself as a reliable supplier of high-quality power equipment to customers worldwide.

Future Outlook

Global Economic Outlook

The world economy is growing at a slow and steady pace of around 3 percent, but it faces several challenges. While countries like India and China continue to grow strongly—and investments in technology like AI are helping. Rising prices for energy and food, driven by conflict in the Middle East, have pushed inflation back up. This makes it difficult for central banks to cut interest rates. High government debt and trade tensions also mean that the global economic picture remains cautious for the rest of the year.

Country Economic Outlook

Building on the macroeconomic stabilization achieved in FY2026, Pakistan's economic outlook for FY2027 remains positive, with GDP growth targeted between 3.5% and 4.0%. Guided by ongoing structural reforms under IMF frameworks, the Government continues to prioritize export-led competitiveness, energy sector efficiency, and targeted social protection. Easing global commodity prices and declining inflation are expected to lower domestic operational costs, while stable exchange rates and improving international credit ratings support a favorable environment for sustained commercial growth and investment.

Company Future Outlook

Supported by gradual macroeconomic recovery and expanding market demand within the power and appliance divisions, the Company's forward-looking prospects remain positive. To mitigate persistent risks associated with persistent inflation, currency fluctuations, and international trade dynamics, management remains committed to strict cost discipline and targeted export initiatives to safeguard margins and drive consistent business performance.

Acknowledgement

We would like to thank our Board of Directors for continuous support and guidance. We are also thankful to our team for their dedicated efforts to make the company operationally sustainable through this challenging era.

We are confident with continued team efforts that we will meet expectation of all stake holders i.e., Shareholders, Creditors and Customers.

On behalf of the Board of Directors

Lahore August 27, 2026.	M. Murad Saigol Chief Executive Officer	M. Zeid Yousuf Saigol Director

Russell Bedford
taking you further

Rahman Sarfaraz Rahim Iqbal Rafiq
Chartered Accountants

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INDEPENDENT AUDITORS' REVIEW REPORT

To the members of PAK ELEKTRON LIMITED
Report on the Review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **PAK ELEKTRON LIMITED** [the 'Company'] as at **30 June 2026** and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows and notes to the condensed interim financial statements for the six-month period then ended (here-in-after referred to as the 'interim financial statements'). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

Scope of Review

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

Conclusion

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

Other Matters

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

The engagement partner on the review resulting in this independent auditor's review report is **ALI RAZA JAFFERY.**

RAHMAN SARFARAZ RAHIM IQBAL RAFIQ
Chartered Accountants
Lahore | 27 August 2026
UDIN: RR2026107044ZbydsWV1

RAHMAN SARFARAZ RAHIM IQBAL RAFIQ ★ CHARTERED ACCOUNTANTS

PAK ELEKTRON LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026

	Note	30-Jun-26	31-Dec-25
		Rupees '000	*Rupees '000*
		[Un-audited]	[Audited]
EQUITY AND LIABILITIES			
EQUITY			
Authorized share capital	6	**11,000,000**	11,000,000
Issued ordinary share capital	7	**9,236,495**	9,236,495
Share premium		**5,575,128**	5,575,128
Revaluation reserve		**7,062,727**	7,150,053
Retained earnings		**30,180,839**	27,474,606
TOTAL EQUITY		**52,055,189**	49,436,282
LIABILITIES			
NON-CURRENT LIABILITIES			
Long term borrowings	8	**2,999,909**	3,335,417
Lease liabilities	9	**33,758**	59,376
Warranty obligations		**215,287**	219,667
Deferred tax liability		**5,500,203**	5,536,666
Deferred income	10	**29,852**	25,685
		8,779,009	9,176,811
CURRENT LIABILITIES			
Trade and other payables		**6,434,761**	6,039,575
Unclaimed dividend		**10,178**	10,220
Short term borrowings	11	**11,819,643**	17,786,977
Accrued interest/profit on borrowings		**448,939**	465,990
Income taxes payable		**3,840,269**	2,332,243
Current maturity of non-current liabilities		**2,326,524**	2,157,206
		24,880,314	28,792,211
TOTAL LIABILITIES		**33,659,323**	37,969,022
CONTINGENCIES AND COMMITMENTS	12		
TOTAL EQUITY AND LIABILITIES		**85,714,512**	87,405,304

The annexed notes from 1 to 27 form an integral part of these interim finanical statements

M. MURAD SAIGOL	M. ZEID YOUSUF SAIGOL	SYED MANZAR HASSAN
Chief Executive Officer	Director	Chief Financial Officer

RSRIR
for identification only

PAK ELEKTRON LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026

	Note	30-Jun-26	31-Dec-25
		Rupees '000	*Rupees '000*
		[Un-audited]	[Audited]
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	*13*	**32,696,533**	31,910,110
Intangible assets		**272,261**	273,919
Long term investments	*14*	**29,164**	38,611
Long term deposits		**658,988**	709,217
Long term advances		**580,400**	578,476
		34,237,346	33,510,333
CURRENT ASSETS			
Stores, spares and loose tools		**788,452**	1,186,392
Stock in trade		**17,895,436**	20,777,888
Trade receivables		**18,976,243**	19,649,708
Construction work in progress		**189,693**	204,251
Short term advances		**3,109,830**	3,203,877
Short term deposits and prepayments		**1,354,250**	1,386,443
Short term investments		**59,955**	62,572
Income taxes refundable/adjustable		**7,526,013**	6,067,194
Other receivables		**209,566**	215,645
Cash and bank balances		**1,367,728**	1,141,001
		51,477,166	53,894,971
TOTAL ASSETS		**85,714,512**	87,405,304

The annexed notes from 1 to 27 form an integral part of these interim finanical statements

M. MURAD SAIGOL	M. ZEID YOUSUF SAIGOL	SYED MANZAR HASSAN
Chief Executive Officer	Director	Chief Financial Officer

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PAK ELEKTRON LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
FOR THE SIX-MONTHS PERIOD ENDED 30 JUNE 2026

	Note	Six-months period ended		Three-months period ended	
		30-Jun-26	30-Jun-25	**30-Jun-26**	30-Jun-25
		Rupees '000	*Rupees '000*	***Rupees '000***	*Rupees '000*
		[Un-audited]	[Un-audited]	**[Un-audited]**	[Un-audited]
Revenue from contracts with customers	*15*	**56,989,227**	48,738,246	**29,911,235**	29,351,147
Sales tax, excise duty and discounts	*15*	**(14,667,887)**	(13,217,179)	**(7,812,500)**	(8,300,777)
Net revenue		**42,321,340**	35,521,067	**22,098,735**	21,050,370
Cost of sales	*16*	**(31,844,918)**	(25,916,162)	**(16,592,207)**	(15,210,739)
Gross profit		**10,476,422**	9,604,905	**5,506,528**	5,839,631
Other income		**52,038**	46,177	**35,860**	23,747
Selling and distribution expenses		**(3,146,099)**	(2,362,421)	**(1,429,200)**	(1,261,201)
Administrative expenses		**(1,611,626)**	(1,339,145)	**(740,032)**	(679,281)
Other expenses		**(321,445)**	(345,228)	**(187,324)**	(239,829)
		(5,079,170)	(4,046,794)	**(2,356,556)**	(2,180,311)
Impairment allowance for expected credit losses		**(72,467)**	(101,763)	**(23,522)**	(38,950)
Operating profit		**5,376,823**	5,502,525	**3,162,310**	3,644,117
Finance cost		**(1,286,617)**	(1,389,237)	**(592,982)**	(680,173)
		4,090,206	4,113,288	**2,569,328**	2,963,944
Share of profit of associate		**950**	226	**178**	44
Profit before levies and income taxes		**4,091,156**	4,113,514	**2,569,506**	2,963,988
Provision for levies		**(686)**	(1,258)	**(686)**	(1,258)
Profit before income taxes		**4,090,470**	4,112,257	**2,568,820**	2,962,731
Provision for income taxes		**(1,471,563)**	(1,742,424)	**(819,327)**	(1,249,928)
Profit after income taxes		**2,618,907**	2,369,832	**1,749,493**	1,712,802
Basic earnings per share *[Rupees]*	*17*	**2.84**	2.66	**1.89**	1.85

The annexed notes from 1 to 27 form an integral part of these interim finanical statements

M. MURAD SAIGOL	M. ZEID YOUSUF SAIGOL	SYED MANZAR HASSAN
Chief Executive Officer	Director	Chief Financial Officer

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PAK ELEKTRON LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX-MONTHS PERIOD ENDED 30 JUNE 2026

	Six-months period ended		Three-months period ended	
	30-Jun-26	30-Jun-25	**30-Jun-26**	30-Jun-25
	Rupees '000	*Rupees '000*	***Rupees '000***	*Rupees '000*
	[Un-audited]	[Un-audited]	**[Un-audited]**	[Un-audited]
Profit after income taxes	**2,618,907**	2,369,832	**1,748,671**	1,712,802
Other comprehensive income:				
Items that will not be reclassified subsequently to profit or loss				
Revaluation surplus	-	-	-	-
Income tax relating to items that will not be reclassified	-	-	-	-
	-	-	-	-
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Other comprehensive income after income taxes	-	-	-	-
Total comprehensive income	**2,618,907**	2,369,832	**1,748,671**	1,712,802

The annexed notes from 1 to 27 form an integral part of these interim finanical statements

M. MURAD SAIGOL
Chief Executive Officer

M. ZEID YOUSUF SAIGOL
Director

SYED MANZAR HASSAN
Chief Financial Officer

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PAK ELEKTRON LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE SIX-MONTHS PERIOD ENDED 30 JUNE 2026

	Issued ordinary share capital	Issued preference share capital	Share premium	Revaluation reserve	Retained earnings	Total equity
	Rupees '000	*Rupees '000*	*Rupees '000*	*Rupees '000*	*Rupees '000*	*Rupees '000*
As at 01 January 2025 - [Audited]	8,560,121	449,576	5,610,856	5,520,508	23,623,904	43,764,965
Total comprehensive income for the period						
Profit after income taxes	-	-	-	-	2,369,832	2,369,832
Other comprehensive loss after income taxes	-	-	-	-	-	-
	-		-	-	2,369,832	2,369,832
Other transactions						
Incremental depreciation	-	-	-	(87,232)	87,232	-
Conversion of preference shares into ordinary shares	676,374	(449,576)	(35,728)	-	(191,070)	-
As at 30 June 2025 - [Un-audited]	9,236,495	-	5,575,128	5,433,276	25,889,898	46,134,797
As at 01 July 2025 - [Un-audited]	9,236,495	-	5,575,128	5,433,276	25,889,898	46,134,797
Total comprehensive income for the period						
Profit after income taxes	-	-	-	-	1,476,843	1,476,843
Other comprehensive loss after income taxes	-	-	-	1,824,642	-	1,824,642
	-		-	1,824,642	1,476,843	3,301,485
Other transactions						
Incremental depreciation	-	-	-	(103,949)	103,949	-
Transfer of revaluation surplus on disposal of property, plant and equipment	-	-	-	(3,916)	3,916	-
As at 31 December 2025 - [Audited]	9,236,495	-	5,575,128	7,150,053	27,474,606	49,436,282
As at 01 January 2026 - [Audited]	**9,236,495**	**-**	**5,575,128**	**7,150,053**	**27,474,606**	**49,436,282**
Total comprehensive income for the year						
Profit after income taxes	-	-	-	-	**2,618,907**	**2,618,907**
Other comprehensive loss after income taxes	-	-	-	-	-	-
	-		-	-	**2,618,907**	**2,618,907**
Other transactions						
Incremental depreciation	-	-	-	**(87,326)**	**87,326**	-
	-	-	-	**(87,326)**	**87,326**	-
As at 30 June 2026 - [Un-audited]	**9,236,495**	**-**	**5,575,128**	**7,062,727**	**30,180,839**	**52,055,189**

The annexed notes from 1 to 27 form an integral part of these interim finanical statements

M. MURAD SAIGOL	M. ZEID YOUSUF SAIGOL	SYED MANZAR HASSAN
Chief Executive Officer	Director	Chief Financial Officer

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PAK ELEKTRON LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE SIX-MONTHS PERIOD ENDED 30 JUNE 2026

	30-Jun-26 Rupees '000 [Un-audited]	30-Jun-25 Rupees '000 [Un-audited]
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income taxes	4,090,470	4,112,257
Adjustments for non-cash and other items:	1,835,185	1,666,658
Operating profit before working capital changes	5,925,655	5,778,914
Changes in working capital	4,541,826	181,933
Cash generated from operations	10,467,481	5,960,847
Payment for interest/profit and taxes/levies	(2,679,969)	(2,920,283)
Net cash generated from operating activities	7,787,512	3,040,564
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,523,965)	(1,176,755)
Proceeds from disposal of property, plant and equipment	39,057	22,332
Advances for capital expenditure	91,920	14,545
Dividend received	2,744	5,030
Net cash used in investing activities	(1,390,244)	(1,134,848)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long term borrowings	(775,053)	(628,542)
Long term borrowings obtained	607,477	-
Lease liabilities paid	(35,589)	(24,834)
Dividend paid	(42)	(60)
Net decrease in short term borrowings	(5,967,334)	(1,282,955)
Net cash used in financing activities	(6,170,541)	(1,936,391)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	226,727	(30,675)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	1,141,001	1,093,599
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	1,367,728	1,062,924

The annexed notes from 1 to 27 form an integral part of these interim finanical statements

M. MURAD SAIGOL
Chief Executive Officer

M. ZEID YOUSUF SAIGOL
Director

SYED MANZAR HASSAN
Chief Financial Officer

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NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTHS PERIOD ENDED 30 JUNE 2026

1 LEGAL STATUS AND OPERATIONS

Pak Elektron Limited ['the Company'] was incorporated under the repealed Companies Act, 1913 on 03 March 1956. The Company is a 'Public Company Limited by Shares' and is listed on Pakistan Stock Exchange Limited. The principal activity of the Company is manufacturing and sale of electrical capital goods and domestic appliances.

The Company is organized into the following operating divisions:

(i) **Power Division:** Manufacturing and sale of Transformers, Switchgears, Energy Meters and Engineering, Procurement and Construction ['EPC'] contracting.

(ii) **Appliances Division:** Manufacturing, assembling and distribution/sale of Refrigerators, Deep Freezers, Air Conditioners, Microwave Ovens, LED Televisions, Washing Machines, Water Dispensers and other domestic appliances.

1.1 **Location of business units**

Registered office	10-G, Mushtaq Ahmed Ghurmani Road, Gulberg-II, Lahore, Pakistan.
Manufacturing Unit I	14 KM, Ferozepur, Road, Lahore, Pakistan
Manufacturing Unit II	34 KM, Ferozepur, Road, Lahore, Pakistan
Islamabad Office	Office no. 301, Green Trust Tower, Blue Area, Islamabad, Pakistan
Karachi Office	Ground Floor, Baig Tower, Near Balouch Colony Bridge, Shahrah-e-Faisal, Karachi, Pakistan.

2 BASIS OF PREPARATION

These interim financial statements are un-audited and have been presented in condensed form and do not include all information as is required to be provided in a full set of annual financial statements. These interim financial statements should be read in conjunction with the annual audited financial statements of the Company for the year ended 31 December 2025.

These interim financial statements have been subjected to limited scope review by auditors of the company, as required under section 237 of the Companies Act, 2017 . The comparative condensed interim statement of financial position as at 31 December 2025 and the related notes to the interim financial statements are based on audited financial statements. The comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows and related notes to the condensed interim financial statements for the six-month period ended 30 June 2025 are based on unaudited, reviewed interim financial statements. The condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the three-month period ended 30 June 2026 and 30 June 2025 are neither audited nor reviewed.

2.1 **Statement of compliance**

These financial statements have been prepared in accordance with the accounting and reporting standards applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Accounting Standard 34 'Interim Financial Reporting' [IAS 34], issued by International Accounting Standards Board as notified under the Companies Act, 2017; and

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

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

2.2 **Basis of measurement**

These interim financial statements have been prepared on the historical cost basis except for the following items, which are measured on an alternative basis as at the reporting date.

Items	Measurement basis
Land, building, plant and machinery	Revalued amounts
Investment in associate	Equity method
Investment in listed equity securities	Fair value
Other financial assets	Amortized cost
Provisions	Present value
Other financial liabilities	Amortized cost

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2.3 Critical accounting judgements and key sources of estimation uncertainty

The preparation of interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions and judgments are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which forms the basis of making judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Subsequently, actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

2.4 Presentation currency

These interim financial statements have been presented in Pak Rupees which is the Company's functional currency. The amounts reported in these interim financial statements have been rounded to the nearest Thousand Rupees unless specified otherwise.

2.5 Date of authorization for issue

These interim financial statements have been approved by the Board of Directors of the Company and authorized for issue on 27 August 2026.

3 NEW AND REVISED STANDARDS, INTERPRETATIONS AND AMENDMENTS EFFECTIVE DURING THE YEAR.

The following new and revised International Financial Reporting Standards [IFRS] and International Accounting Standards [IAS], interpretations of and amendments to IFRS and IAS are effective in the current period but are either not relevant to the Company or their application does not have any material impact on the interim financial statements of the Company other than presentation and disclosures, except as stated otherwise.

3.1 Lack of Exchangeability (Amendments to IAS 21)

The amendments contain guidance to specify when a currency is exchangeable and how to determine the exchange rate when it is not.

4 NEW AND REVISED STANDARDS, INTERPRETATIONS AND AMENDMENTS NOT YET EFFECTIVE.

The following standards, interpretations and amendments are in issue which are not effective as at the reporting date and have not been early adopted by the Company.

	Effective date (annual periods beginning on or after)
IFRS S1 General Requirements for Disclosure of Sustainability-related Financial Information	01 July 2025
IFRS S2 Climate-related Disclosures	01 July 2025
Amendments IFRS 9 and IFRS 7 regarding the classification and measurement of financial instruments	01 January 2026
Amendments IFRS 9 and IFRS 7 regarding the power purchase agreements	01 January 2026
Annual Improvements to IFRS Accounting Standards — Volume 11	01 January 2026
IFRS 17 Insurance Contracts	01 January 2027
IFRS 18 Presentation and Disclosures in Financial Statements	01 January 2027
IFRS 19 Subsidiaries without Public Accountability: Disclosures	01 January 2027
Amendments to IAS 21 regarding translation to hyperinflationary presentation currency	01 January 2027

Other than afore mentioned standards, interpretations and amendments, IASB has also issued the following standards which have not been notified by the Securities and Exchange Commission of Pakistan for adoption.

- IFRS 1 First Time Adoption of International Financial Reporting Standards
- IFRS 20 Regulatory Assets and Regulatory Liabilities

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The Company intends to adopt these new standards on their effective dates, subject to notification by Securities and Exchange Commission of Pakistan under section 225 of the Companies Act, 2017 regarding their adoption. The management anticipates that the adoption of the above standards, amendments and interpretations in future periods, will not have a material impact on the Company's interim financial statements other than in presentation/disclosures.

5 ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these interim financial statements are the same as those applied in the preparation of preceding annual financial statements of the Company for the year ended 31 December 2025.

6 AUTHORIZED SHARE CAPITAL

30-Jun-26	31-Dec-25		30-Jun-26	31-Dec-25
Shares	*Shares*		***Rupees '000***	*Rupees '000*
[Un-audited]	[Audited]		**[Un-audited]**	[Audited]
1,000,000,000	1,000,000,000	Ordinary shares of Rs. 10 each	**10,000,000**	10,000,000
		Preference shares of Rs. 10 each		
62,500,000	62,500,000	Class 'A' preference shares	**625,000**	625,000
37,500,000	37,500,000	Class 'B' preference shares	**375,000**	375,000
100,000,000	100,000,000		**1,000,000**	1,000,000
1,100,000,000	1,100,000,000		**11,000,000**	11,000,000

7 ISSUED ORDINARY SHARE CAPITAL

30-Jun-26	31-Dec-25		30-Jun-26	31-Dec-25
Shares	*Shares*		***Rupees '000***	*Rupees '000*
[Un-audited]	[Audited]		**[Un-audited]**	[Audited]
		Ordinary shares		
731,081,721	731,081,721	Issued for cash	**7,310,817**	7,310,817
		Issued for other than cash:		
137,500	137,500	against machinery	**1,375**	1,375
408,273	408,273	against acquisition of PEL Appliances Limited	**4,083**	4,083
73,678,166	73,678,166	against conversion of preference shares	**736,782**	736,782
118,343,841	118,343,841	as fully paid bonus shares	**1,183,438**	1,183,438
192,567,780	192,567,780		**1,925,678**	1,925,678
923,649,501	923,649,501		**9,236,495**	9,236,495

	Note	30-Jun-26	31-Dec-25
		Rupees '000	*Rupees '000*
		[Un-audited]	[Audited]
8 LONG TERM BORROWINGS			
As at beginning of the period/year		**5,000,000**	5,472,708
Obtained during the period/year	*8.1*	**607,477**	750,000
Repayments made during the period/year		**(775,053)**	(1,222,708)
Unamortized deferred grant	*8.1.2*	**(9,497)**	-
As at end of the period/year		**4,822,927**	5,000,000
Current maturity presented under current liabilities		**(1,823,018)**	(1,664,583)
		2,999,909	3,335,417

8.1 These includes the following;

United Bank Limited | Diminishing Musharka	*8.1.1*	**500,000**	-
PAIR Investment Company Limited | E-LTFF	*8.1.2*	**107,477**	-
Pak China Investment Company Limited | Term Facility	*8.1.3*	**-**	750,000
		607,477	750,000

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8.1.1 This represents dimishing musharakah facility of Rs. 3,000 million sanctioned by United Bank Limited to finance permanent working capital requirements. The facility is secured by charge over present and future movable and immovable fixed assets of the Company. The facility carries profit at three months KIBOR plus 2% per annum, payable quarterly. The principal is repayable in sixteen equal quarterly installments with the first installment due in March 2027.

8.1.2 This represents a financing facility of Rs. 300 million sanctioned by Pair Investment Company Limited, under the Export Long Term Financing Facility ['E-LTFF'] administered through the Export-Import Bank of Pakistan ['EXIM Bank'], to partially finance the import of machinery relating to transformers. The facility is secured by charge over all present and future fixed assets of the Company.

The facility carries markup at the end-user rate, being 3% per annum below the SBP Policy Rate, payable quarterly. The commercial rate applicable under the facility is SBP O/N Reverse Repo (Ceiling) Rate plus 1% per annum, with the difference between the commercial rate and the end-user rate being subsidised under the E-LTFF scheme. The facility has a tenor of up to four years, including a grace period of one year for repayment of principal. The principal amount is repayable in equal quarterly instalments with first installment due in June 2027.

The amortised cost of the financial liability under this facility has been determined using a discount rate representing the prevailing market rate of interest for similar financial instruments at the date of initial recognition. The difference between the amount received and the fair value of the financial liability at initial recognition, representing the benefit arising from the below market financing under the E-LTFF scheme, has been recognised as deferred government grant (See note 10.2) in accordance with IAS 20 ['Accounting for Government Grants and Disclosure of Government Assistance']. The details are as follows:

	Note	30-Jun-26	31-Dec-25
		Rupees '000	Rupees '000
		[Un-audited]	[Audited]
Face value of finance		**107,477**	-
Unamortized deferred grant	10.2	**(9,497)**	-
		97,980	-

8.1.3 This represents term facility of Rs. 750 million sanctioned by Pak China Investment Company Limited to finance permanent working capital requirements. The facility is secured by charge over all present and future current assets, moveable and immoveable fixed assets of the Company and personal guarantees of the Company's directors. The facility carries profit at three months KIBOR plus 1.2% per annum, payable quarterly. The principal is repayable in eight equal quarterly installments with the first installment due in December 2026.

	Note	30-Jun-26	31-Dec-25
		Rupees '000	Rupees '000
		[Un-audited]	[Audited]
9 LEASE LIABILITIES			
Present value of minimum lease payments		**110,836**	131,375
Current maturity presented under current liabilities		**(77,078)**	(71,999)
		33,758	59,376
10 DEFERRED INCOME			
Grant-in-aid	10.1	**25,043**	25,685
Deferred grant	10.2	**4,809**	-
		29,852	25,685

10.1 **Grant-in-aid**

The UNIDO vide its contract number 2000/257 dated 15 December 2000, out of the multilateral fund for the implementation of the Montreal Protocol, has given grant-in-aid to the Company for the purpose of phasing out ODS at the Refrigerator and Chest Freezer Plant of the Company. The total grant-in-aid of USD 1,367,633 (Rs. 91,073,838) comprises the capital cost of the project included in fixed assets amounting to USD 1,185,929 (Rs. 79,338,650) and grant recoverable in cash of USD 181,704 (Rs. 11,735,188) being the incremental operating cost for six months. The grant received in cash was recognized as income in the year of receipt. The capital cost was recognized as deferred income and is being amortized and recognized as income in profit or loss in proportion to depreciation charged on related plant and machinery. Movement in grant-in-aid is as follows;

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	30-Jun-26 Rupees '000 [Un-audited]	31-Dec-25 Rupees '000 [Audited]
As at beginning of the year	**25,685**	27,037
Amortized during the year	**(642)**	(1,352)
As at end of the year	**25,043**	25,685

10.2 **Deferred grant**

The State Bank of Pakistan ['SBP'] through its Export Long Term Financing Facility ['E-LTFF'] scheme, administered through the Export-Import Bank of Pakistan ['EXIM Bank'], introduced a financing facility to provide financing to eligible export-oriented projects at subsidised interest rates for the purchase of eligible machinery.

The Company during the reporting period obtained financing of up to Rs. 107.477 million from Pair Investment Company Limited under the E-LTFF scheme (See note 8.1.2) to partially finance the import of machinery relating to transformers. The benefit of below-market interest rates, measured as the difference between the fair value of the loan on the date of disbursement and its face value on that date, has been recognised as deferred grant in accordance with IAS 20 ['Accounting for Government Grants and Disclosure of Government Assistance'].

	30-Jun-26 Rupees '000 [Un-audited]	31-Dec-25 Rupees '000 [Audited]
10.2.1 The movement during the year is as follows:		
As at beginning of the period/year	**-**	-
Recognized during the period/year	**10,488**	-
Amortized during the period/year	**(991)**	-
As at end of the year	**9,497**	-
Current maturity presented under current liabilities	**(4,688)**	-
	4,809	-

11 **SHORT TERM BORROWINGS**

These facilities have been obtained from various banking companies and financial institutions for working capital requirements and carry interest/profit at rates ranging from one to nine months KIBOR plus 0.5% to 3% per annum, payable quarterly, with the exception of certain term loans, where interest/profit is payable on maturity. These facilities are secured by pledge/hypothecation of raw material and components, work-in-process, finished goods, imported goods, machinery, spare parts, book debts and personal guarantees of the Company's directors.

12 **CONTINGENCIES AND COMMITMENTS**

12.1 **Contingencies**

12.1.1 The following guarantees and bonds are outstanding as at the reporting date:

	30-Jun-26 Rupees '000 [Un-audited]	31-Dec-25 Rupees '000 [Audited]
Tender bonds	**545,144**	686,081
Performance bonds	**4,219,195**	4,568,306
Advance guarantees	**385,562**	660,502
Custom guarantees	**78,292**	104,342
Foreign guarantees	**6,141**	12,915

12.1.2 There is no material changes in the status of litigations and claims the Company was a party to as at 31 December 2025.

12.2 **Commitments**

There is no material changes in the status of commitments as reported in the annual audited financial statements for the year ended 31 December 2025, with the exception of the following:

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	30-Jun-26	31-Dec-25
	Rupees '000	*Rupees '000*
	[Un-audited]	[Audited]

12.2.1 Commitments under irrevocable letters of credit for import of:

Property, plant and equipment	**114,063**	138,912
Raw material and components	**7,876,748**	9,592,700
Stores and spare parts	**23,155**	28,199
	8,013,966	9,759,811

12.2.2 Commitments under ijarah contracts

The amount of ujrah payments for ijarah financing and the period in which these payments will become due are as follows:

	Note	30-Jun-26	31-Dec-25
		Rupees '000	*Rupees '000*
		[Un-audited]	[Audited]
Not later than one year		**102,997**	321,581
Later than one year and not later than five years		**42,101**	237,784
Later than five years		**1,128**	-
		146,226	559,365

13 PROPERTY, PLANT AND EQUIPMENT

Operating fixed assets	*13.1*	**30,339,557**	30,059,046
Right-of-use assets	*13.2*	**105,348**	130,603
Capital work in progress	*13.3*	**2,251,628**	1,720,461
		32,696,533	31,910,110

13.1 Operating fixed assets

Net book value at beginning of the period/year	**30,059,046**	25,830,158
Additions during the period/year		
Land	**611,104**	-
Buildings	**57,646**	64,057
Plant and machinery	**263,685**	584,740
Office equipment and fixtures	**18,895**	33,333
Computer hardware and allied items	**37,835**	79,394
Vehicles	**3,633**	24,382
	992,798	785,906
Net book value of assets disposed during the period/year	**(6,914)**	(52,530)
Revaluation adjustment during the period/year	**-**	1,954,020
Depreciation for the period/year	**(705,373)**	(1,302,595)
Transfer from capital work in progress	**-**	2,844,087
Net book value at end of the period/year	**30,339,557**	30,059,046

13.2 Right-of-use assets

Net book value at beginning of the period/year	**130,603**	107,848
Additions during the period/year	**15,050**	103,602
Net book value of assets disposed during the period/year	**-**	(1,464)
Depreciation for the period/year	**(40,305)**	(79,383)
Net book value at end of the period/year	**105,348**	130,603

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NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTHS PERIOD ENDED 30 JUNE 2026

	Note	30-Jun-26	31-Dec-25
		Rupees '000	*Rupees '000*
		[Un-audited]	[Audited]
13.3 Capital work in progress			
As at beginning of the period/year		**1,720,461**	2,860,473
Additions during the period/year		**531,167**	1,704,075
Transfer to operating fixed assets		**-**	(2,844,087)
Net book value at end of the period/year		**2,251,628**	1,720,461
14 LONG TERM INVESTMENTS			
Kohinoor Power Company Limited			
2,910,600 (31-Dec-25: 2,910,600) ordinary shares of Rs. 10 each Relationship: associate Ownership Interest: 23.1% (31-Dec-25: 23.1%) Market value: Rs. 27.05 (31-Dec-25: Rs. 43.07) per share	*14.1*	**29,164**	38,611
		29,164	38,611

14.1 This represents investment in ordinary shares of Kohinoor Power Company Limited ['KPCL'], an associate. KPCL was incorporated under the repealed Companies Ordinance, 1984 on 08 December 1991. KPCL is a 'Public Company Limited by Shares' and is listed on Pakistan Stock Exchange Limited.. KPCL was formed with the objective of generation and sale of electric power. Subsequently, it amended its memorandum of association to change its principal activity to leasing out machinery and buildings under operating lease arrangements. Registered office of KPCL is situated in the Province of Punjab at 10-G, Mushtaq Ahmed Ghurmani Road, Gulberg-II, Lahore.

The investment has been accounted for by using equity method. Particulars of investment are as follows:

	Note	30-Jun-26	31-Dec-25
		Rupees '000	*Rupees '000*
		[Un-audited]	[Audited]
Cost of investment		**54,701**	54,701
Share of post acquisition losses		**(15,140)**	(16,090)
		39,561	38,611
Accumulated impairment	*14.3*	**(10,397)**	-
		29,164	38,611

14.2 **Extracts of financial statements of associate**

The assets and liabilities of Kohinoor Power Company Limited as at the reporting date and related revenue and profit for the period/year then ended based on the un-audited financial statements are as follows:

	30-Jun-26	31-Dec-25
	Rupees '000	*Rupees '000*
	[Un-audited]	[Audited]
Non-current assets	**76,824**	79,735
Current assets	**54,115**	49,042
Non-current liabilities	**-**	-
Current liabilities	**4,717**	4,188
Revenue	**10,220**	8,983
Profit for the period/year	**4,113**	13,130
Share of profit for the period/year	**950**	3,033
Break-up value per share *[Rupees]*	**10.02**	9.89
Market value per share *[Rupees]*	**27.05**	43.07

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NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX-MONTHS PERIOD ENDED 30 JUNE 2026

		30-Jun-26 Rupees '000 [Un-audited]	31-Dec-25 Rupees '000 [Audited]
14.3	**Movement in accumulated impairment**		
	As at beginning of the year	-	13,690
	Impairment recognized during the period/year	10,397	-
	Impairment reversed during the period/year	-	(13,690)
	As at end of the year	10,397	-

		Six-months period ended		Three-months period ended	
		30-Jun-26 Rupees '000 [Un-audited]	30-Jun-25 Rupees '000 [Un-audited]	30-Jun-26 Rupees '000 [Un-audited]	30-Jun-25 Rupees '000 [Un-audited]
15	NET REVENUE				
	Sale of goods				
	- local	52,712,774	46,245,326	27,311,535	27,657,313
	- exports	4,276,453	2,492,920	2,599,700	1,693,834
		56,989,227	48,738,246	29,911,235	29,351,147
	Construction contracts	-	-	-	-
		56,989,227	48,738,246	29,911,235	29,351,147
	Sales tax and excise duty	(8,024,083)	(7,044,431)	(4,151,554)	(4,213,732)
	Trade discounts	(6,643,804)	(6,172,748)	(3,660,947)	(4,087,045)
		42,321,340	35,521,067	22,098,735	21,050,370

		Six-months period ended		Three-months period ended	
		30-Jun-26 Rupees '000 [Un-audited]	30-Jun-25 Rupees '000 [Un-audited]	30-Jun-26 Rupees '000 [Un-audited]	30-Jun-25 Rupees '000 [Un-audited]
16	COST OF SALES				
	Raw material and components consumed	27,020,793	24,364,726	15,149,403	12,924,569
	Direct wages	921,218	711,243	430,542	315,068
	Factory overheads	1,955,556	1,679,220	924,009	810,939
		29,897,567	26,755,189	16,503,954	14,050,576
	Work-in-process				
	at the beginning of the period	2,492,788	1,696,644	2,255,751	1,806,537
	at the end of the period	(2,127,871)	(2,251,155)	(2,127,871)	(2,251,155)
		364,917	(554,511)	127,880	(444,618)
	Cost of goods manufactured	30,262,484	26,200,678	16,631,835	13,605,958
	Finished goods				
	at the beginning of the period	7,392,319	2,484,902	5,770,257	4,374,199
	at the end of the period	(5,824,443)	(2,769,418)	(5,824,443)	(2,769,418)
		1,567,876	(284,516)	(54,186)	1,604,781
	Cost of goods sold	31,830,360	25,916,162	16,577,649	15,210,739
	Cost of construction contracts written off during the period	14,558	-	14,558	-
		31,844,918	25,916,162	16,592,207	15,210,739

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	Unit	Six-months period ended		Three-months period ended	
		30-Jun-26	30-Jun-25	**30-Jun-26**	30-Jun-25
		[Un-audited]	[Un-audited]	**[Un-audited]**	[Un-audited]
17 BASIC EARNINGS PER SHARE					
Earnings					
Profit attributable to ordinary shareholders	*Rupees '000*	**2,618,907**	2,369,832	**1,749,493**	1,712,802
Shares					
Weighted average number of ordinary shares outstanding during the period	*No. of shares*	**923,649,501**	891,886,106	**923,649,501**	923,649,501
Basic earnings per share	*Rupees*	**2.84**	2.66	**1.89**	1.85

There is no dilutive effect on the basic earnings per share of the Company.

18 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The details of the Company's related parties, with whom the Company had transactions during the year or has balances outstanding as at the reporting date, are as follows:

Name of related party	Nature and basis of relationship
Pak Elektron Limited Employees Provident Fund Trust	Post-employment Benefit Plan
Kohinoor Power Company Limited	Associate [Significant Influence]
Kohinoor Energy Limited	Associated Company [Common Directorship]
Zemura FZE	Associated Company [Common Directorship]
Saritow Spinning Mills Limited	Associated Company [Common Directorship]
Mr. M. Murad Saigol	Key Management Personnel [Chief Executive]
Mr. M. Zeid Yousuf Saigol	Key Management Personnel [Director]
Mr. Syed Manzar Hassan	Key Management Personnel [Director]

The Company continues to have a policy whereby all transactions with related parties entered into in the ordinary course of business are carried out on commercial terms and conditions which are equivalent to those prevailing in an arm's length transaction. Detail of transactions with related parties during the reporting period and balances with them as at the reporting date are as follows:

		30-Jun-26	30-Jun-25
		Rupees '000	*Rupees '000*
		[Un-audited]	[Un-audited]
18.1 Transactions with related parties			
Nature of relationship	**Nature of transactions**		
Associated companies	Rent expense	**33,032**	4,020
	Commission	**203,237**	38,772
Key management personnel	Short term employee benefits	**37,925**	26,693
Post-employment benefit plan	Contribution for the period	**86,750**	74,028

		30-Jun-26	31-Dec-25
		Rupees '000	*Rupees '000*
		[Un-audited]	[Audited]
18.2 Balances with related parties			
Nature of relationship	**Nature of transactions**		
Associated companies	Commission payable	**108,816**	146,764
Key management personnel	Short term employee benefits payable	**3,505**	2,813
Post-employment benefit plan	Contribution payable	**28,995**	26,791

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19 FINANCIAL INSTRUMENTS

The carrying amounts of the Company's financial instruments as at the reporting date are as follows:

	Note	30-Jun-26 Rupees '000 [Un-audited]	31-Dec-25 Rupees '000 [Audited]
19.1 Financial liabilities			
Financial liabilities at amortized cost			
Long term borrowings	8	**4,822,927**	5,000,000
Lease liabilities	9	**110,836**	131,375
Creditors		**1,615,481**	1,027,217
Foreign bills payable		**3,518,423**	3,394,294
Accrued liabilities		**457,536**	396,759
Employees' provident fund		**29,255**	26,791
Unclaimed dividend		**10,178**	10,220
Short term borrowings		**11,819,643**	17,786,977
Accrued interest/profit on borrowings		**448,939**	465,990
		22,833,218	28,239,623
19.2 Financial assets			
Cash in hand		**24,858**	18,692
Financial assets at amortized cost			
Long term deposits with suppliers and contractors		**523,784**	603,494
Long term advances to dealers		**1,859,395**	2,070,206
Trade receivables		**18,976,243**	19,649,708
Security deposits		**315,552**	321,654
Margin deposits		**429,214**	529,974
Bank balances		**1,342,870**	1,122,309
		23,447,058	24,297,345
Financial assets mandatorily classified at fair value through profit or loss			
Short term investments		**59,955**	62,572
		23,531,871	24,378,609

20 FAIR VALUE MEASUREMENTS

The Company measures some of its assets at fair value. The fair value hierarchy of financial instruments measured at fair value and the information about how the fair values of these financial instruments are determined are as follows:

20.1 Financial instruments

20.1.1 Recurring fair value measurements

For recurring fair value measurements, the fair value hierarchy and information about how the fair values are determined is as follows:

Financial instruments	Hierarchy	Valuation technique and key inputs	30-Jun-26 Rupees '000 [Un-audited]	31-Dec-25 Rupees '000 [Audited]
Short term investments	Level 1	Quoted bid prices in an active market	**59,955**	62,572

20.1.2 Non-recurring fair value measurements

There are no non-recurring fair value measurements of financial instruments as at the reporting date.

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20.1.3 **Financial instruments not measured at fair value**

The management considers the carrying amount of all financial instruments not measured at fair value at the end of each reporting period to approximate their fair values as at the reporting date.

20.2 **Assets and liabilities other than financial instruments**

20.2.1 **Recurring fair value measurements**

For recurring fair value measurements, the fair value hierarchy and information about how the fair values are determined is as follows:

Assets/liabilities	**Hierarchy**	**Valuation technique and key inputs**	**30-Jun-26**	31-Dec-25
			Rupees '000	*Rupees '000*
			[Un-audited]	[Audited]
Land	Level 2	Land is valued using market comparable approach that reflects recent transaction prices for similar properties. Significant inputs include estimated purchase price, including non-refundable purchase taxes and other costs directly attributable to the acquisition.	**4,519,220**	3,908,116
Buildings	Level 2	Building is valued using cost approach that reflects the cost to the market participants to construct assets of comparable utility and age, adjusted for obsolescence and depreciation. Significant inputs include estimated construction costs and other ancillary expenditure.	**9,713,271**	9,903,606
Plant and machinery	Level 2	Plant and machinery is valued using cost approach that reflects the cost to the market participants to construct or acquire machinery of comparable utility and age, adjusted for obsolescence and depreciation. Significant inputs include estimated construction/acquisition costs and other ancillary expenditure.	**15,694,437**	15,829,867

20.2.2 **Non-recurring fair value measurements**

There are no non-recurring fair value measurements of financial instruments as at the reporting date.

21 **SEGMENT REPORTING**

An operating segment is a component of an entity:

(a) that engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the same entity),

(b) whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and

(c) for which discrete financial information is available.

Information about the Company's reportable segments as at the reporting date is as follows:

Segments	**Nature of business**
Power Division	Manufacturing and sale of Transformers, Switchgears, Energy Meters and Engineering, Procurement and Construction ['EPC'] contracting.
Appliances Division	Manufacturing, assembling and distribution/sale of Refrigerators, Deep Freezers, Air Conditioners, Microwave Ovens, LED Televisions, Washing Machines, Water Dispensers and other domestic appliances.

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21.1 Segment information

	Six-months period ended 30-Jun-26			
	Power division *Rupees '000* [Un-audited]	**Appliances division** *Rupees '000* [Un-audited]	**Un-allocated items** *Rupees '000* [Un-audited]	**Total** *Rupees '000* [Un-audited]
Revenue from contracts with customers	**14,814,988**	**42,174,239**	**-**	**56,989,227**
Segment profit before income taxes	**1,146,374**	**3,213,239**	**(269,143)**	**4,090,470**

	Six-months period ended 30-Jun-25			
	Power division *Rupees '000* [Un-audited]	Appliances division *Rupees '000* [Un-audited]	Un-allocated items *Rupees '000* [Un-audited]	Total *Rupees '000* [Un-audited]
Revenue from contracts with customers	13,327,901	35,410,345	-	48,738,246
Segment profit before income taxes	1,300,994	3,111,345	(300,083)	4,112,257

	30-Jun-26			
	Power division *Rupees '000* [Un-audited]	**Appliances division** *Rupees '000* [Un-audited]	**Un-allocated items** *Rupees '000* [Un-audited]	**Total** *Rupees '000* [Un-audited]
Segment assets	**31,699,069**	**46,398,553**	**7,616,890**	**85,714,512**

	31-Dec-25			
	Power division *Rupees '000* [Audited]	Appliances division *Rupees '000* [Audited]	Un-allocated items *Rupees '000* [Audited]	Total *Rupees '000* [Audited]
Segment assets	39,467,862	41,767,830	6,169,612	87,405,304

22 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the audited annual published financial statements of the Company for the year ended 31 December 2025.

23 SHAHRIAH DISCLOSURES

	30-Jun-26 *Rupees '000* [Un-audited]	31-Dec-25 *Rupees '000* [Audited]
Statement of financial position		
Loans/advances obtained as per islamic mode	**2,824,083**	5,448,880
Shariah compliant bank deposits/bank balances	**140,910**	115,367

	30-Jun-26 *Rupees '000* [Un-audited]	30-Jun-25 *Rupees '000* [Un-audited]
Statement of profit or loss		
Profit earned from shariah compliant bank deposits/bank balances	**-**	-
Revenue earned from a shariah compliant business segment	**42,321,340**	35,521,067
Gain/loss or dividend earned from shariah compliant investments	**-**	-
Exchange gain earned from actual currency	**14,962**	12,715

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	30-Jun-26	30-Jun-25
	Rupees '000	*Rupees '000*
	[Un-audited]	[Un-audited]
Statement of cash flows		
Profit paid on islamic mode of financing	**209,171**	244,019
Interest paid on any conventional loan or advances	**1,002,574**	1,125,821

23.1 **Relationship with shariah compliant banks:**

Name of Bank	Relationship with Bank
Al Baraka Bank (Pakistan) Limited	Short term borrowings and bank balances
Faysal Bank Limited	Long term borrowings, short term borrowings and bank balances
United Bank Limited	Long term borrowings
BankIslami Pakistan Limited	Short term borrowings and bank balances
Meezan Bank Limited	Bank balances

24 RECOVERABLE AMOUNTS AND IMPAIRMENT

As at the reporting date, recoverable amounts of all assets/cash generating units are equal to or exceed their carrying amounts, unless stated otherwise in these financial statements.

25 EVENTS AFTER THE REPORTING PERIOD

There is no significant events after the reporting period which may require adjustment of and/or disclosure in these interim financial statements.

	30-Jun-26	30-Jun-25
	Rupees '000	*Rupees '000*
	[Un-audited]	[Un-audited]

26 RECLASSIFICATIONS

The following have been reclassified for better presentation.

Provision for Workers' Profit Participation Fund	**215,417**	239,408
Reclassified from Provision for levies		
Reclassified to Other expenses		
Provision for Workers' Welfare Fund	**81,804**	95,219
Reclassified from Provision for levies		
Reclassified to Other expenses		

27 GENERAL

Comparative figures have been rearranged and reclassified, where necessary, for the purpose of comparison. However, there were no significant reclassifications during the year, except for those referred to in note 26.

M. MURAD SAIGOL
Chief Executive Officer

M. ZEID YOUSUF SAIGOL
Director

SYED MANZAR HASSAN
Chief Financial Officer

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