WAVES
نام ہی کافی ہے

HALF YEARLY REPORT | 30 JUNE 2026

WAVES HOME APPLIANCES LIMITED

CORPORATE INFORMATION

BOARD OF DIRECTORS

1.	Mr. Haroon Ahmad Khan	Chief Executive Officer
2.	Mr. Moazzam Ahmad Khan	Executive Director
3.	Mrs. Nighat Haroon Khan	Non-Executive Director
4.	Mr. Hamza Ahmad Khan	Non-Executive Director
5.	Mr. Tajammal Hussain Bokharee	Independent Director
6.	Mr. Khalid Azeem	Non-Executive Director
7.	Mr. Muhammad Zafar Hussain	Chairman/Independent Director

AUDIT COMMITTEE

1.	Mr. Tajammal Hussain Bokharee	Chairman/Independent Director
2.	Mr. Khalid Azeem	Non-Executive Director
3.	Mr. Hamza Ahmad Khan	Non-Executive Director
4.	Mr. Khurram Zahoor	Secretary

HR & REMUNERATION COMMTTEE

1.	Mr. Muhammad Zafar Hussain	Chairman/Independent Director
2.	Mr. Hamza Ahmad Khan	Non-Executive Director
3.	Mr. Khalid Azeem	Non-Executive Director
4.	Mr. Haroon Ahmad Khan	Executive Director
5.	Mr. Khurram Zahoor	Secretary

CHIEF FINANCIAL OFFICER
Mr. Moazzam Ahmad Khan

COMPANY SECRETARY
Mr. Khurram Zahoor

HEAD OF INTERNAL AUDIT
Mr. Salaar Ahmad Khan

LEGAL ADVISOR
Law Wings, Advocates & Solicitors

EXTERNAL AUDITOR
Rizwan and Company
Chartered Accountants

SHARE REGISTRAR
Corplink (Private) Limited

RESISTERED OFFICE
9-KM Multan Road, Lahore
PH. No. 042-35415421-5, 35421502-4
UAN: 042-111-31-32-33

REGISTRATION NUMBER
CUIN 0020624

BANKERS

National Bank of Pakistan	Habib Bank Limited
Bank Al Falah Limited	MCB Bank Limited
United Bank Limited	Dubai Islamic Bank Limited
Bank of Kyber	Askari Bank Limited
Sindh Bank Limited	Pak Oman Investment Company Limited
Pak Libya Holding Company Limited	Pak Brunei Investment Company Limited

CONTACT INFORMATION
UAN: 042-111-31-32-33,
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DIRECTORS' REPORT

The Board of Directors of Waves Home Appliances Limited (WAVESAPP or the Company), is pleased to present the Directors' report and reviewed financial statements of the Company for the half year ended on 30 June 2026. The key financial highlights from this period are provided herein:

	6 Months	
	30 June 26	30 June 25
	Rs. in '000	Rs. in '000
Sales (Net)	2,033,741	2,003,674
Gross Profit	512,699	544,268
Profit from Operations	599,487	523,251
Profit before Levis and Taxation	129,591	202,619
Profit for the Period	161,015	156,025
Earnings Per Share – Basic and Diluted (Rupees)	0.60	0.58

Based on the financial results in view of the tough current economic conditions, the Board of Directors have not recommended any pay-out to the shareholders of the Company.

Despite the challenging economic environment, the Company maintained its overall profitability through disciplined cost management, operational efficiencies and continued focus on its core business. During the half year ended 30 June 2026, the Company recorded net sales of PKR 2,033.74 million, compared to PKR 2,003.67 million in the corresponding period last year, reflecting an increase of approximately 1.5%. Gross profit stood at PKR 512.70 million, compared to PKR 544.27 million in the corresponding period last year. The decrease in gross profit was mainly attributable to continued margin pressures arising from higher input, energy and other operating costs.

Profit from operations increased significantly to PKR 599.49 million, compared to PKR 523.25 million in the corresponding period last year, representing an improvement of approximately 14.6%. This improvement reflects the Company's continued focus on operational efficiencies, cost discipline and effective management of operating expenses.

Despite the impact of finance costs, the Company reported profit for the period of PKR 161.02 million, compared to PKR 156.03 million in the corresponding period last year, representing an increase of approximately 3.2%. Earnings per share – basic and diluted improved to PKR 0.60, compared to PKR 0.58 in the corresponding period last year.

During the half year, the Company continued to strengthen its distribution network and improve product availability across key markets. The Company remained focused on responding to changing consumer preferences, particularly through emphasis on energy-efficient and competitively positioned home appliances.

The Company also continued its efforts to enhance after-sales service standards with a view to improving customer satisfaction and strengthening long-term customer relationships. Internally, strict controls over inventory management and procurement processes remained in place to manage costs, optimize working capital and improve operational efficiency.

Accordingly, the Board of Directors of the Company in their meeting held on 23 July 2026, approved further issue of shares by way of rights i.e. 56 shares for every 100 shares held by the existing shareholders of the Company (Up to PKR 1.5 Bn). The Sponsors/major shareholders have given an undertaking to subscribe their portion of shares or arrange for the same and the remaining further issue is fully underwritten. The proceeds from the rights issue are to be utilized in working capital and partially for the return of the loan advanced by the holding Company (WAVES). The Company is completing necessary formalities before trading of the right letters and or subscription in right shares begin. The Book closure for the rights issue was scheduled for 27 August 2026, with the subscription period closing on 21 September 2026.

The management continues to evaluate market conditions and consumer trends and remains focused on maintaining an appropriate product mix, improving operational efficiencies and strengthening the Company's market position.

Strong governance practices and effective internal controls continue to support transparency, accountability and responsible management throughout the Company.

The Company has complied with all applicable provisions of the Companies Act, 2017 and the Listed Companies (Code of Corporate Governance) Regulations, 2019, to the extent applicable.

The Board would also like to place its appreciation for the Securities & Exchange Commission of Pakistan, State Bank of Pakistan, and the management of the Pakistan Stock Exchange for their continued support and cooperation.

The Board also extends its sincere gratitude to the shareholders for the confidence and trust they have reposed in the Company and for their continued support.

For and on behalf of the Board:

Haroon Ahmad Khan
Chief Executive Officer
Lahore

Hamza Ahmad Khan
Director

HALF YEARLY FINANCIAL STATEMENTS

The Condensed Interim Financial Statements for the period ended 30 June 2026 are attached to this Report.

WAVES HOME APPLIANCES LIMITED

FINANCIAL STATEMENTS

FOR THE PERIOD ENDED

JUNE 30, 2026

Independent Auditor's Review Report

To the members of Waves Home Appliances Limited report on review of interim financial statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Waves Home Appliances Limited (the Company) as at June 30, 2026 and the related condensed interim statement of profit or loss and other 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 half year 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.

The figures of the condensed interim statement of profit or loss and other comprehensive income for the quarters ended June 30, 2026 and 2025 have not been reviewed, as we are required to review only the cumulative figures for the half year ended June 30, 2026.

Scope of review

We conducted our review in accordance with the 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.

Emphasis of matter

As fully explained in note 2 to these condensed interim financial statements, subsequent to completion of the Scheme of Compromises, Arrangement and Reconstruction and transfer of home appliance business by the parent company to the Company, legal and procedural formalities including registration / updation of the name of the subsidiary company with the relevant departments / utility companies could not be completed till the date of issuance of report despite lapse of considerable time. Due to certain impediments of such routing of the transactions, the impact of non-compliance if any, cannot be ascertained at this point of time. Our conclusion is not modified in respect of this matter.

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

Lahore:

UDIN:

Rizwan & Company
Chartered Accountants

Waves Home Appliances Limited
Condensed Interim Statement of financial position (Un-audited)
As at June 30, 2026

	Note	(Unaudited) June 30, 2026	(Audited) December 31, 2025
		(Rupees in 000)	
Equity and liabilities			
Share capital and reserves			
Share capital	3	2,678,853	2,678,853
Capital reserves		3,690,236	3,690,236
Loan from sponsoring directors	4	159,073	366,473
Revaluation surplus		315,981	328,457
Unappropriated profit		1,204,073	1,030,582
		8,048,216	8,094,601
Non-current liabilities			
Long term financings	5	4,267,769	3,933,753
Due to parent company	6	2,535,169	-
Lease liabilities		1,919	2,424
Employee retirement benefits		7,599	7,604
Deferred taxation		296,807	353,653
Deferred income		3,139	3,838
		7,112,402	4,301,272
Current liabilities			
Trade and other payables		3,297,838	2,750,678
Accrued mark-up		670,209	915,537
Short term borrowings	7	469,867	691,749
Current portion of long term liabilities		541,460	2,804,589
		4,979,374	7,162,563
		20,139,992	19,558,426
Contingencies and commitments	8		

	Note	(Unaudited) June 30, 2026	(Audited) December 31, 2025
		(Rupees in 000)	
Assets			
Non-current assets			
Property, plant and equipment	9	8,077,148	8,188,421
Intangible assets	10	2,704,287	2,721,101
Investment property		781,100	782,200
Long term deposits		9,341	9,870
Employee retirement benefits		16,092	16,092
		11,587,968	11,697,684
Current assets			
Stores, spares and loose tools		25,261	19,590
Stock-in-trade	11	2,382,343	2,076,167
Trade debts		5,191,473	4,864,707
Advances, deposits, prepayments and other receivables		720,882	675,135
Short term investment		3,000	3,000
Advance income tax		221,913	204,176
Cash and bank balances		7,152	17,968
		8,552,024	7,860,743
		20,139,992	19,558,426

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

Chief Executive

Director

Chief Financial Officer

Waves Home Appliances Limited
Condensed interim statement of profit or loss account (Un-audited)
For the six months period ended June 30, 2026

	Note	Six months ended		Three months ended	
		June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
		(Rupees in '000)			
Sales - net of returns		**2,938,431**	2,916,320	**1,515,672**	1,595,571
Less: sales tax and trade discounts		**(904,689)**	(912,646)	**(484,040)**	(581,195)
Sales - net	12	**2,033,741**	2,003,674	**1,031,632**	1,014,376
Cost of sales		**(1,521,042)**	(1,459,407)	**(793,039)**	(745,568)
Gross profit		**512,699**	544,268	**238,593**	268,808
Marketing, selling and distribution costs		**(136,574)**	(133,976)	**(73,750)**	(78,589)
Administrative expenses		**(94,311)**	(120,831)	**(42,806)**	(61,095)
Other operating expenses		**(83,255)**	(36,536)	**(50,439)**	(33,526)
Other income		**400,928**	270,326	**311,589**	231,935
		86,788	(21,017)	**144,594**	58,725
Profit from operations		**599,487**	523,251	**383,187**	327,533
Finance costs		**(469,896)**	(320,632)	**(324,653)**	(227,826)
Profit before levies and income tax		**129,591**	202,619	**58,534**	99,707
Levies	13	**(25,422)**	(36,082)	**(12,639)**	(23,716)
Profit before income tax		**104,169**	166,537	**45,895**	75,991
Income tax	14	**56,846**	(10,512)	**51,261**	19,803
Profit for the period		**161,015**	156,025	**97,156**	95,794
Earnings per share - basic and diluted *(Rupees)*		**0.60**	0.58	**0.36**	0.36

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

Chief Executive	**Director**	**Chief Financial Officer**

Waves Home Appliances Limited
Condensed interim statement of comprehensive income (Un-audited)
For the six months period ended June 30, 2026

	Six months ended		Three months ended	
	June 30, 2026	June 30, 2025	**June 30, 2026**	June 30, 2025
	(Rupees in '000)			
Profit for the period	**161,015**	156,025	97,156	95,794
Other comprehensive income for the period				
Items that will not be reclassified to statement of profit or loss	-	-	-	-
Items that may be reclassified to statement of profit or loss	-	-	-	-
Total comprehensive income for the period	**161,015**	156,025	**97,156**	95,794

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

Chief Executive

Director

Chief Financial Officer

Waves Home Appliances Limited
Condensed interim statement of changes in equity (Un-audited)
For the six months period ended June 30, 2026

		Capital reserves			Revenue reserve	
	Share capital	Loan from sponsors	Capital reserves	Revaluation surplus	Unappropriated profits	Total
				(Rupees in 000)		
As at January 01, 2025	2,678,853	430,084	3,690,236	347,475	822,360	7,969,008
Profit for the period	-	-	-	-	156,025	156,025
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	156,025	156,025
Effect of incremental depreciation - net of tax	-	-	-	(7,934)	7,934	-
Transactions with owners						
Sponsors loan received during the period	-	(9,674)		-	-	(9,674)
As at June 30, 2025	2,678,853	420,410	3,690,236	339,541	986,319	8,115,359
Profit for the period	-	-	-	-	33,179	33,179
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	33,179	33,179
Effect of incremental depreciation - net of tax	-	-	-	(11,084)	11,084	-
Transactions with owners						
Sponsors loan received / (repaid) during the period - net	-	(53,937)	-	-	-	(53,937)
Balance as at December 31, 2025 - Audited	2,678,853	366,473	3,690,236	328,457	1,030,582	8,094,601
Profit for the period	-	-	-	-	**161,015**	**161,015**
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	**161,015**	**161,015**
Effect of incremental depreciation - net of tax	-	-	-	**(12,476)**	**12,476**	-
Transactions with owners						
Sponsors loan repaid during the period - net	-	**(207,400)**	-	-	-	**(207,400)**
Balance as as at June 30, 2026 - unaudited	**2,678,853**	**159,073**	**3,690,236**	**315,981**	**1,204,073**	**8,048,216**

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

Chief Executive | **Director** | **Chief Financial Officer**

Waves Home Appliances Limited
Condensed interim statement of cash flows (Un-audited)
For the six months period ended June 30, 2026

	Note	June 30, 2026	June 30, 2025
		(Rupees in '000)	
Cash flows from operating activities	15	**211,433**	145,024
Income tax paid/refund received - net		**(43,159)**	19,095
Employee retirement benefits		**(5)**	(19)
Finance costs paid		**(27,073)**	(57,264)
Long term deposits - net		**529**	683
Net cash generated from operating activities		**141,725**	107,518
Cash flows from investing activities			
Additions in property, plant and equipment		**(12,197)**	(28,004)
Proceeds from disposal of property, plant and equipment		**2,541**	-
Net cash used in investing activities		**(9,656)**	(28,004)
Cash flow from financing activities			
Long term loans		**(82,599)**	(46,166)
Short term borrowings		**149,952**	-
Loan from sponsors		**(207,400)**	(9,674)
Lease rentals paid		**(2,838)**	(5,493)
Net cash used in financing activities		**(142,885)**	(61,332)
Net increase / (decrease) in cash and cash equivalents		**(10,816)**	18,181
Cash at bank at beginning of the period		**17,968**	338
Cash at bank at end of the period		**7,152**	18,519

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

Chief Executive | **Director** | **Chief Financial Officer**

Waves Home Appliances Limited
Notes to the Condensed Interim Financial Information (Un-audited)
For the six months period ended June 30, 2026

1 Legal status and nature of business

Waves Home Appliances Limited (formerly, Samin Textiles Limited) ("the Company") is incorporated in Pakistan under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) as a public limited company. The registered office of the Company is situated at 9 KM Hanjarwal Multan Road Lahore. The Company is currently listed on Pakistan Stock Exchange. The principal business of the Company was trading, import and export of textile products and pursuance to approval of scheme of arrangement, the principal line of business has been amended to include manufacturing, assembly and wholesale of domestic consumer appliances and other light engineering products. The Company is a subsidiary of Waves Corporation Limited (formerly Waves Singer Pakistan Limited), the ultimate parent Company.

Geographical locations of the manufacturing facilities of the Company are located at:

- 9-K.M, Hanjarwal, Multan Road, Lahore.
- Mouza Mustafabad, 41-K.M., Ferozpur Road, Off 2-K.M. Rohi Nala Road, Tehsil & District Kasur

2 As per Scheme of Compromises, Arrangement and Reconstruction (the Scheme) as sanctioned by the Honorable Lahore High Court, Lahore on May 27, 2022, all home appliance business has been transferred to the Company from its Holding Company "Waves Corporation Limited", with effect from effective date, i.e. September 01, 2021. After transfer of home appliance business, certain invoices and contracts relating to the Company's business activities continued in the name of its parent company i.e. Waves Corporation Limited. The Holding Company routed certain transactions in its sales tax returns on account of input on supplies, imports, local stores and spares to the Company and consequent output tax on revenue whereas all transactions were actually being recorded in the books of the Company. The above stated transactions have been recorded to absorb the impact of Sales Tax Input available in sales tax records of the Holding Company, that could have been lost in absence of any legitimate sales tax output available to the Holding Company.

	For Six Months Ended June 30, 2026
	(Rupees in 000)
Sales	**361,453**
Purchases	**444,801**

2 Basis of preparation

2.1 Statement of compliance

These condensed interim financial statements of the Company 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 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 International Accounting Standard 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 These condensed interim financial statements comprise the condensed interim statement of financial position of the Company as at June 30, 2026 and the related condensed interim statement of profit or loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flow and condensed notes to the financial information for the the six months period ended June 30, 2026.

2.3 These condensed interim financial statements are unaudited but subject to limited scope review by external auditors and being submitted to the shareholders as required under Section 237 of the Companies Act, 2017 and the Listing Regulations of Pakistan Stock Exchange Limited.

2.4 These condensed interim financial statements do not include all of the information required for annual financial statements and should be read in conjunction with the annual financial statements as at and for the year ended December 31, 2025. Selected explanatory notes are included to explain events and transactions that are significant to and understanding of the changes in the Company's financial position and performance since the last annual financial statements.

2.5 Comparative statement of financial position's numbers are extracted from the annual audited financial statements of the Company for the year ended December 31, 2025, whereas comparative statement of profit or loss, statement of comprehensive income, cash flow statement and statement of changes in equity are stated from unaudited condensed interim financial statement of the Company for the six months period ended as at June 30, 2026.

2.6 Use of estimates and judgments

The preparation of condensed interim financial statements requires management to make judgments, estimates and assumptions for the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these condensed interim financial statements, the significant judgments made by the management in applying accounting policies and key sources of estimation are the same as those applied in the preparation of annual audited financial statements for the year ended December 31, 2025.

2.7 Statement of consistency in accounting policies

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

3 Issued, subscribed and paid up capital

	(Un-audited) June 30, 2026	(Audited) December 31, 2025	**(Un-audited) June 30, 2026**	(Audited) December 31, 2025
	Number of shares		(Rupees in '000)	
Issued for cash	**11,879,111**	11,879,111	**118,791**	118,791
Issued under scheme of arrangement	**256,006,196**	256,006,196	**2,560,062**	2,560,062
	267,885,307	267,885,307	**2,678,853**	2,678,853

	(Un-audited) June 30, 2026	(Audited) December 31, 2025
	(Rupees '(000)	
4 Loan from sponsoring directors		
Loan from sponsoring directors	**159,073**	366,473

	Note	(Un-audited) June 30, 2026	(Audited) December 31, 2025
		(Rupees 000)	
Reconciliation of long term financing is as under:			
Balance at beginning of the period / year		**366,473**	430,084
Obtained during the period / year		**131,300**	292,174
		497,773	722,258
Repayment / adjustment during the period / year		**(338,700)**	(155,785)
Loan written back during the period / year		**-**	(200,000)
Balance at the end of period / year		**159,073**	366,473

5 Long term financings

	Note	(Un-audited) June 30, 2026	(Audited) December 31, 2025
Long term loans - Banking Companies		**3,164,051**	2,838,587
Long term loans - Non-banking Companies		**793,034**	829,262
	5.2	**3,957,085**	3,667,849
Deferred markup	5.3	**846,506**	1,062,755
		4,803,591	4,730,604
Current maturity including overdue amounts		**(535,821)**	(796,851)
		4,267,769	3,933,753

5.1 Reconciliation of long term financing is as under:

	(Un-audited) June 30, 2026	(Audited) December 31, 2025
Balance at beginning of the period / year	**3,667,849**	3,433,673
Obtained during the period / year	**390,379**	-
Transfer from short term borrowing	**19,729**	331,676
	4,077,957	3,765,349
Repayment during the period / year	**(120,873)**	(97,500)
Balance at the end of period / year	**3,957,084**	3,667,849

5.2 There were no major changes in the facilities during the period as those disclosed in the annual audited financial statements of the company for the year ended December 31, 2025 except for certain facilities were restructured during the period. The impact of these restructurings have been incorporated in these interim financial statements in accordance with terms and conditions of respective restructuring arrangements.

5.3 Deferred markup

	(Un-audited) June 30, 2026	(Audited) December 31, 2025
	(Rupees 000)	
Balance at the beginning of the period / year	**1,062,755**	616,550
Transfer upon restructuring of loans	**101,448**	448,040
Effect of present value discounting	**(369,232)**	(120,906)
Effect of unwinding of present value	**51,534**	119,071
Repayment made during the year	**-**	-
Balance at the end of the period / year	**846,505**	1,062,755

		Note	(Un-audited) June 30, 2026	(Audited) December 31, 2025
			(Rupees 000)	
6	**Due to parent company**			
	Balance at the beginning of the period / year		-	2,000,000
	Reclassification of current portion to long-term payable	6.1	2,000,000	-
	Accrued mark-up up to December 31, 2025	6.2	535,169	-
			2,535,169	2,000,000
	Current portion of due to parent company		-	(2,000,000)
	Balance at the end of the period / year		2,535,169	-

6.1 As per the Scheme of Arrangement for the demerger of Waves Home Appliances Limited (the "WHAL"), the Company was required to pay Rupees 2,000 million to Waves Corporation Limited (the "WCL"), its parent company, within two years from the date of sanction of the Scheme, i.e., May 27, 2024. During the period, the shareholders of the parent company, in their meeting held on April 30, 2026, approved the extension of the repayment period for a further period of three years commenced from May 27, 2026, being the expiry of the existing tenure. Accordingly, the principal amount of Rupees 2,000 million is repayable to the parent company by May 26, 2029 and therefore, recalssified as non current liability.

6.2 The amount due to the parent company is subject to mark-up at a rate equivalent to the average borrowing rate of the Company or KIBOR, whichever is higher, for the relevant period. Accrued markup as of December 31, 2025 amounting to Rupees 535.09 million has been included as part of loan as per approval of the shareholders of the Parent Company. This amount is subject to markup as per terms of arrangement with the parent Company.

		Note	(Un-audited) June 30, 2026	(Audited) December 31, 2025
			(Rupees 000)	
7	**Short term borrowings**			
	From banking companies - secured			
	Running finance under mark-up arrangements		-	-
	Finance against trust receipt		-	198,809
	Short term borrowings under Morabaha arrangement		-	196,940
	From others			
	Working capital finance - secured	7.1	192,259	-
	Loan from employees provident fund - unsecured	7.2	277,608	296,000
			469,867	691,749

7.1 This represents financing obtained from Elahi Group of Companies for purchase of raw materials. Under the terms of the arrangement, the profit-sharing ratio is 28% per annumm and financing is secured against the lien / pledge over raw material amountiong to Rupees 318.372 million.

7.2 These represent unsecured loans obtained from employees provident fund and pension funds aggregating to Rupees 222 million (2025: Rupees 258 million) and Rupees 55.61 million (2025: Rupees 58 million) respectively. The loan is repayable on demand and carries markup rate of 9.63% (2025: 14.63%) per annum.

8 Contingencies and commitments

8.1 Contingencies

8.1.1 Based on the legal opinion, due to the Scheme of Compromises, Arrangement and Reconstruction (the Scheme); the routing of transactions in order to absorb the impact of sales tax to the Company is in line with the Scheme sanctioned by the Honorable Court. Therefore, there will be no non-compliance at this point of time, however, at any stage if there will be negative inference; then the same will be dealt accordingly.

8.1.2 There has been no significant changes in contingencies as reported in the annual audited financial statements of the Company for the year ended December 31, 2025.

8.2 Commitments

8.2.1 There are no material commitments to report as at reporting date (2025: Nil).

		Note	(Un-audited) June 30, 2026	(Audited) December 31, 2025
			(Rupees in 000)	
9	**Property, plant and equipment**			
	Operating fixed assets	9.1	**3,667,401**	3,663,630
	Right of use asset	9.2	**2,680**	3,350
	Capital work-in-progress	9.3	**4,407,067**	4,521,441
			8,077,148	8,188,421
9.1	**Operating fixed assets**			
	Carrying value at the beginning of period / year		**3,663,630**	3,145,595
	Additions during the period / year		**11,071**	-
	Transferred from capital work in progress		**115,500**	753,427
	Transfers from right to use assets			
	Cost		**5,489**	18,732
	Accumulated depreciation		**(5,489)**	(18,732)
			-	-
	Book value of property, plant and equipment:			
	Disposed off during the period / year		-	-
	Depreciation for the period / year		**(122,800)**	(235,392)
	Carrying value at the end of period / year		**3,667,401**	3,663,630
9.2	**Right of use asset**			
	Carrying value at the beginning of period / year		**3,350**	7,343
	Additions during the period / year			-
	Transfers to owned assets			
	Cost		**(5,489)**	(18,732)
	Accumulated depreciation		**5,489**	18,732
			-	-
	Depreciation charge for the period / year		**(670)**	(3,993)
	Carrying value at the end of period / year		**2,680**	3,350
9.3	**Capital work-in-progress**			
	Carrying value at the beginning of period / year		**4,521,441**	5,192,180
	Additions during the period / year		**1,126**	374,785
	Transfer to operating fixed assets		**(115,500)**	(753,427)
	Transfers to investment property		-	(292,097)
	Carrying value at the end of period / year		**4,407,067**	4,521,441

		Note	(Un-audited) June 30, 2026	(Audited) December 31, 2025
			(Rupees in 000)	
9.4	**Breakup of capital work in progress:**			
	Land		**611,457**	611,457
	Building / Civil works		**1,737,727**	1,736,601
	Plant and machinery		**83,889**	162,785
	Plant and machinery-in transit		**122,726**	122,726
	Advances to suppliers		**130,488**	130,488
	Borrowing costs		**1,720,780**	1,757,384
			4,407,067	4,521,441
10	**Intangible assets**			
	Software		**5,729**	7,178
	Goodwill		**1,070,207**	1,070,207
	Brand value		**1,582,147**	1,582,147
	Customer relationships		**46,205**	61,569
			2,704,287	2,721,101
11	**Stock-in-trade**			
	Raw material in stores	11.1	**636,832**	295,902
	Raw material in bonded warehouse		**1,657,906**	1,657,906
	Packing material		**6,097**	6,097
	Work in process		**63,806**	75,377
	Finished goods		**17,702**	40,885
			2,382,343	2,076,167

11.1 This includes raw material amounting to Rupees 318.372 millions pledged against short term borrowings as explained in note 7.

		(Un-audited) June 30, 2026	(Un-audited) June 30, 2025
		(Rupees in '000)	
12	**Sales - net of returns**		
	Gross sales		
	Local sales	**2,938,431**	2,916,320
	Less: Sales return	**-**	-
		2,938,431	2,916,320
	Sales tax	**(448,235)**	(437,391)
	Trade discounts	**(456,454)**	(475,255)
		(904,689)	(912,646)
	Sales - net of returns	**2,033,741**	2,003,674
13	**Levies**		
	- for the period	**25,422**	**36,082**
	- prior period	**-**	
		25,422	**36,082**

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13.1 This represents minimum tax on sale of goods under Section 113 of the Income Tax Ordinance, 2001 representing levy in terms of requirements of interpretation issued by International Financial Reporting Interpretation Committee (IFRIC) 21 / International Accounting Standard 37, Provision, contingent liabilities and contingent assets.

		Note	(Un-audited) June 30, 2026	(Un-audited) June 30, 2025
			(Rupees in '000)	
14	**Income tax**			
	Current			
	- for the period		-	-
	- prior period		-	-
			-	-
	Deferred		(56,846)	10,512
			(56,846)	10,512
15	**Cash flows from operating activities**			
	Profit before taxation		129,591	202,619
	Adjustments for non-cash and other items:			
	Depreciation on property, plant and equipment	9.1	122,800	94,046
	Depreciation on right of use		670	4,732
	Amortisation of intangible assets	10	16,813	16,813
	Fair value gain on investment property		(18,900)	(138,107)
	Finance costs		418,362	244,495
	Gain on sale of property, plant and equipment		(2,541)	(5,013)
	Loss on transfer of vehicles to employees		-	196
	Unrealised exchange gain		-	1,924
	Amortisation of deferred income		(465)	(348)
	Present value discounting	5.3	(369,232)	(119,176)
	Unwinding of present value discounting	5.3	51,534	76,137
	Allowance for expected credit losses		78,959	25,125
	Credit balances written back		-	(283)
	Cash flows from operating activities before working capital changes		427,591	403,162
	Effect on cash flows due to working capital changes:			
	(Increase) / decrease in current assets			
	Stores, spares and loose tools		(5,671)	261
	Stock-in-trade		(306,176)	36,636
	Trade debts		(405,725)	(303,130)
	Advances, deposits, prepayments and other receivables		(45,747)	(6,573)
	Increase / (decrease) in current liabilities			
	Trade and other payables		547,160	14,668
	Cash generated from working capital changes		(216,158)	(258,138)
	Cash generated from operating activities		211,433	145,024

16 **Transactions with related parties**

Related parties comprise of associated undertakings, directors, entities with common directorship, post employment plans and key management personnel. Amounts due from and to related parties are shown under respective notes in these condensed interim financial statements. Significant transactions with related parties are as follows:

Nature of relationship	Nature of transactions	(Un-audited) June 30, 2026	(Un-audited) June 30, 2025
		(Rupees in '000)	
Parent company			
Waves Corporation Limited	Mark up payable	**133,638**	148,364
	Funds received	**126,570**	-
	Funds repaid	**49,295**	-
	Transfer of provident fund liability	**1,575**	-
Associated company			
Waves Marketplace Limited	Sale	**62,149**	138,014
	Rental income	**600**	600
Directors	Loan from sponsors	**(207,400)**	(9,674)
	Expenses incurred on behalf	**12,684**	-
Employee's Provident Fund	Contribution for the period	**17,053**	8,246

17 Financial risk management and fair value of financial instruments

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

17.2 The following table shows the carrying amounts and fair values of financial instruments and non-financial instruments including their levels in the fair value hierarchy:

Financial assets	Fair value through OCI	Fair value through profit or loss	At amortised cost	Total
	Rupees in ("000")			
June 30, 2026				
Long term deposits	-	-	**9,341**	**9,341**
Trade debts	-	-	**5,191,473**	**5,191,473**
Deposits and other receivables	-	-	**9,745**	**9,745**
Due from related party	-	-	**4,247**	**4,247**
Bank balances	-	-	**306,878**	**306,878**
Total Financial assets	-	-	**5,521,684**	**5,521,684**
Non financial assets				**14,618,308**
Total assets				**20,139,992**
December 31, 2025				
Long term deposits	-	-	9,870	9,870
Trade debts	-	-	4,864,707	4,864,707
Deposits and other receivables	-	-	10,945	10,945
Due from related party	-	-	4,247	4,247
Bank balances	-	-	16,307	16,307
Total Financial assets	-	-	4,906,076	4,906,076
Non financial assets				14,652,351
Non financial assets				19,558,426

Financial liabilities	Fair value through OCI	Fair value through profit or loss	At amortised cost	Total
	Rupees in ("000")			
June 30, 2026				
Long term loans - secured	-	-	**3,957,084**	**3,957,084**
Trade and other payables	-	-	**1,086,177**	**1,086,177**
Due to holding company	-	-	**2,535,169**	**2,535,169**
Lease liabilities	-	-	**6,627**	**6,627**
Short term borrowings	-	-	**469,867**	**469,867**
Accrued mark-up	-	-	**670,209**	**670,209**
Total Financial liabilities	-	-	**8,725,133**	**8,725,133**
Non financial liabilities				**3,366,643**
Total liabilities				**12,091,776**
December 31, 2025				
Long term financings	-	-	3,667,849	3,667,849
Trade and other payables	-	-	765,919	765,919
Lease liabilities	-	-	9,465	9,465
Short term borrowings	-	-	691,749	691,749
Accrued markup	-	-	915,537	915,537
Total Financial liabilities	-	-	6,050,519	6,050,519
Non financial liabilities				5,413,306
Total liabilities				11,463,825

17.3 Fair value hierarchy

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As at reporting date, the Company has following item to report in these levels:

Recurring fair value measurements

	Level 1	Level 2	Level 3	Total
	Rupees in ("000")			
June 30, 2026				
Non financial assets				
Investment property	-	**781,100**	-	**781,100**
December 31, 2025				
Non financial assets	-	762,200	-	762,200

17.4 The Company has not disclosed the fair values of these financial assets and liabilities as these are for short term or reprise over short term. Therefore, their carrying amounts are reasonable approximation of fair value.

Non financial assets measured at fair value

Revalued Property, plant and equipment	Date of valuation	December 31, 2023
Investment property	Date of valuation	June 30, 2026

Valuation approach and inputs used

The valuation model is based on price per square meter. In determining the valuation for investment property the valuer refers to numerous independent market inquiries from local estate agents / realtors in the vicinity to establish the present market value. The fair valuation of investment property are considered to represent a level 3 valuation based on significant non-observable inputs being the location and condition of the assets.

The fair value are subject to change owing to changes in input. However, management does not expect there to be a material sensitivity to the fair value arising from the non-observable inputs.

18 Subsequent event

The Board of Directors, in its meeting held on July 23, 2026, approved a right issue of 15,015,772 ordinary shares of Rs. 10 each, representing 56% of the paid-up capital, in the ratio of 56 shares for every 100 shares held. As this event occurred after the reporting date and does not relate to conditions existing at year end, it is a non-adjusting event under International Accounting Standard 10 "Events after the Reporting Period" and no adjustment has been made in these financial statements; the effect will be recognized in the period of issuance.

19 Corresponding figures

The corresponding figures have been rearranged and reclassified, wherever considered necessary, for the purposes of comparison and better presentation. Therefore, no material reclassification made during the period.

20 Date of authorisation

20.1 This condensed interim financial information has been approved by the Board of Directors of the Company and authorised for issue on ________________.

21 General

21.1 Figures have been rounded off to nearest thousand unless stated otherwise.

Chief Executive	**Director**	**Chief Financial Officer**

ڈائریکٹرز رپورٹ

ویوز ہوم اپلائنسز لمیٹڈ (WAVESAPP یا کمپنی) کے بورڈ آف ڈائریکٹرز کو یہ امر باعثِ مسرت ہے کہ وہ 30 جون 2026 کو ختم ہونے والی ششماہی مدت کے لیے کمپنی کی ڈائریکٹرز رپورٹ اور جائزہ شدہ مالیاتی گوشوارے پیش کر رہے ہیں۔ مذکورہ مدت کے اہم مالیاتی نتائج حسبِ ذیل پیش کیے گئے ہیں:

اہم مالیاتی نتائج

تفصیل	30 جون 2026	30 جون 2025
	روپے ہزار میں	روپے ہزار میں
خالص فروخت (Net Sales)	2,033,741	2,003,674
مجموعی منافع (Gross Profit)	512,699	544,268
آپریشنز سے منافع (Profit from Operations)	599,487	523,251
لیویز اور ٹیکس سے قبل منافع (Profit before Levies and Taxation)	129,591	202,619
مدت کا منافع (Profit for the Period)	161,015	156,025
فی حصص آمدنی – بنیادی اور کم شدہ (روپے)	0.60	0.58

موجودہ مشکل معاشی حالات کے پیشِ نظر، مالیاتی نتائج کو مدنظر رکھتے ہوئے، بورڈ آف ڈائریکٹرز کمپنی کے شیئر ہولڈرز کو کسی قسم کی ادائیگی (Pay-out) کی سفارش نہیں کرتا۔

مشکل معاشی ماحول کے باوجود، کمپنی نے اخراجات کے محتاط انتظام، آپریشنل استعداد میں بہتری اور اپنے بنیادی کاروبار پر مسلسل توجہ کے ذریعے مجموعی منافع بخش کارکردگی کو برقرار رکھا۔ 30 جون 2026 کو ختم ہونے والی ششماہی مدت کے دوران کمپنی کی خالص فروخت 2,033.74 ملین روپے رہی، جبکہ گزشتہ سال کی اسی مدت میں یہ 2,003.67 ملین روپے تھی، جو تقریباً 1.5 فیصد اضافے کو ظاہر کرتی ہے۔ مجموعی منافع 512.70 ملین روپے رہا، جبکہ گزشتہ سال کی اسی مدت میں یہ 544.27 ملین روپے تھا۔ مجموعی منافع میں کمی بنیادی طور پر خام مال، توانائی اور دیگر آپریٹنگ اخراجات میں اضافے کے باعث مسلسل مارجن دباؤ کی وجہ سے ہوئی۔

آپریشنز سے منافع میں نمایاں اضافہ ہوا اور یہ 599.49 ملین روپے تک پہنچ گیا، جبکہ گزشتہ سال کی اسی مدت میں یہ 523.25 ملین روپے تھا، جو تقریباً 14.6 فیصد بہتری کو ظاہر کرتا ہے۔ اس بہتری کی بنیادی وجہ کمپنی کی جانب سے آپریشنل استعداد میں مسلسل بہتری، اخراجات پر مؤثر کنٹرول اور آپریٹنگ اخراجات کے مؤثر انتظام پر توجہ ہے۔

مالیاتی اخراجات کے اثرات کے باوجود، کمپنی نے مدت کے دوران 161.02 ملین روپے کا منافع رپورٹ کیا، جبکہ گزشتہ سال کی اسی مدت میں یہ 156.03 ملین روپے تھا، جو تقریباً 3.2 فیصد اضافے کو ظاہر کرتا ہے۔ فی حصص آمدنی – بنیادی اور کم شدہ (Basic and DilutedEarnings per Share –) 0.60 روپے رہی، جبکہ گزشتہ سال کی اسی مدت میں یہ 0.21 روپے تھی۔

سہ ماہی کے دوران کمپنی نے اپنی ڈسٹری بیوشن نیٹ ورک کو مزید مضبوط بنانے اور اہم مارکیٹس میں مصنوعات کی دستیابی کو بہتر بنانے کا سلسلہ جاری رکھا۔ کمپنی نے صارفین کی بدلتی ہوئی ترجیحات کے مطابق اپنی حکمتِ عملی پر توجہ مرکوز رکھی، بالخصوص توانائی کی بچت کرنے والی اور مسابقتی قیمتوں پر دستیاب گھریلو برقی آلات کی فراہمی پر خصوصی توجہ دی گئی۔

کمپنی نے صارفین کے اطمینان میں بہتری اور طویل مدتی صارف تعلقات کو مضبوط بنانے کے مقصد سے بعد از فروخت خدمات (After-Sales Services) کے معیار کو بہتر بنانے کی کوششیں بھی جاری رکھیں۔ اندرونی طور پر، اخراجات کو مؤثر انداز میں منظم کرنے، ورکنگ کیپیٹل کو بہتر بنانے اور آپریشنل استعداد میں اضافہ کرنے کے لیے انوینٹری مینجمنٹ اور پروکیورمنٹ کے عمل پر سخت کنٹرول برقرار رکھا گیا۔

اس کے مطابق، کمپنی کے بورڈ آف ڈائریکٹرز نے اپنے اجلاس منعقدہ 23 جولائی 2026 میں موجودہ شیئر ہولڈرز کی جانب سے کمپنی کے مزید حصص رائٹس کی بنیاد پر جاری کرنے کی منظوری دی، جس کے تحت ہر 100 موجودہ حصص کے عوض 56 رائٹس حصص جاری کیے جائیں گے، جن کی مجموعی مالیت 1.5 ارب روپے تک ہوگی۔ اسپانسرز/ بڑے شیئر ہولڈرز نے اپنے حصے کے رائٹس حصص سبسکرائب کرنے یا

اس کا انتظام کرنے کی یقین دہانی کرائی ہے، جبکہ مزید جاری کیے جانے والے باقی حصص کی ** مکمل انڈر رائٹنگ ** کی گئی ہے۔ رائٹس ایشو سے حاصل ہونے والی رقم ورکنگ کیپیٹل کی ضروریات پوری کرنے اور جزوی طور پر ہولڈنگ کمپنی (WAVES) کی جانب سے فراہم کردہ قرض کی واپسی کے لیے استعمال کی جائے گی۔ کمپنی رائٹس لیٹرز کی ٹریڈنگ اور/یا رائٹس حصص کی سبسکرپشن شروع ہونے سے قبل تمام ضروری قانونی وضابطہ جاتی کارروائیاں مکمل کر رہی ہے۔ رائٹس ایشو کے لیے بک کلوزر 27 اگست 2026 سے مقرر کیا گیا تھا، جبکہ سبسکرپشن کی آخری تاریخ 21 ستمبر 2026 مقرر کی گئی ہے۔

انتظامیہ مارکیٹ کے حالات اور صارفین کے رجحانات کا مسلسل جائزہ لے رہی ہے اور مناسب مصنوعات کے امتزاج (Product Mix) کو برقرار رکھنے، آپریشنل استعداد میں بہتری اور کمپنی کی مارکیٹ پوزیشن کو مزید مستحکم کرنے پر توجہ مرکوز کیے ہوئے ہے۔

مضبوط گورننس کے طریقہ کار اور مؤثر اندرونی کنٹرولز کمپنی بھر میں شفافیت، جوابدہی اور ذمہ دارانہ انتظام کو یقینی بنانے میں مسلسل معاون ثابت ہو رہے ہیں۔

بورڈ آف ڈائریکٹرز سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، اسٹیٹ بینک آف پاکستان اور پاکستان اسٹاک ایکسچینج کی انتظامیہ کی جانب سے مسلسل تعاون اور معاونت پر اپنی قدردانی کا اظہار کرتا ہے۔

بورڈ آف ڈائریکٹرز اپنے معزز شیئر ہولڈرز کا بھی تہہ دل سے شکریہ ادا کرتا ہے کہ انہوں نے کمپنی پر اپنے اعتماد اور بھروسے کو برقرار رکھا اور مسلسل تعاون فراہم کیا۔

بحکم بورڈ

چیف ایگزیکٹو ڈائریکٹر

WAVES

نام ہی کافی ہے

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