

**ANNUAL
REPORT
2025-26**



CONTENTS

01

Company
Information

02

Directors'
Profile

04

Mission, Vision
Statements

05

Chairman's
Review Report

06

Directors'
Report

19

Directors'
Report Urdu

20

Statement of Ethics
and Business
Practices

21

Corporate Social
Responsibility

23

Investment / Funding
and Dividend Policies

25

Statement of
Compliance with
Listed Companies

27

Annual Shari'ah
Advisor's Report

28

Independent
Auditors' Review
Report

29

Auditors' Report
to the Certificate
holders

35

Statement of
Financial Position

36

Statement of
Profit or Loss
and Other
Comprehensive
Income

37

Statement of
Changes in Equity

38

Statement of Cash
Flows

39

Notes to the
Financial Statements

87

Pattern of
Shareholding

89

Key Operating
Financial Data

90

Notice of 20th Annual
Review Meeting

104

Form of Proxy

Company Information

BOARD OF DIRECTORS:	Syed Shahid Ali	Chairman/ Non-Executive Director
	Syed Sheharyar Ali	Chief Executive Officer
	Mr. Imran Azim	Non-Executive Director
	Dr. Salman Faridi	Non-Executive Director
	Mr. Abdul Fasil Hameed	Independent Director
	Dr. Haroon Latif Khan	Independent Director
	Ms. Sidra Fatima Sheikh	Female/Independent Director
	Mr. Ahmad Shahid Hussain	Independent Director
	Ms. Sidra Fatima Sheikh	Chairperson/Member
	Mr. Imran Azim	Member
AUDIT COMMITTEE:	Dr. Salman Faridi	Member
	Mr. Abdul Fasil Hameed	Member
	Mr. Ahmad Shahid Hussain	Member
	Mr. Muhammad Zubair	Modaraba Management Company
CHIEF FINANCIAL OFFICER:	Syed Zeeshan Parvez	Modaraba
COMPANY SECRETARY:	Ms. Zunaira Dar	
EXTERNAL AUDITORS OF MODARABA:	M/s Kreston Hyder bhimji & Co	Chartered Accountants
EXTERNAL AUDITORS OF MODARABA MANAGEMENT COMPANY:	M/s. BDO Ebrahim & Co	Chartered Accountants
LEGAL ADVISORS:	Asad & Asad Attorney at Law	
CORPORATE ADVISORS:	Cornelius, Lane & Mufti	
SHARIAH ADVISOR:	Mufti Muhammad Javed Hassan	
SHARES REGISTRAR:	Corplink (Private) Limited	
	Winges Arcade, 1-K, Commercial Model Town, Lahore	
	Tel: 042-35916714	
	Fax: 042-35839182	
BANKERS:	Meezan Bank Limited	National Bank of Pakistan
	Askari Bank Limited	Habib Bank Limited
	Habib Metropolitan Bank Limited	Allied Bank Limited
	Bank Alfalah Limited	MCB Islamic Bank Limited
	Dubai Islamic Bank Pakistan Limited	Bank Al Habib Limited
	The Bank of Punjab	
REGISTERED OFFICE	72-B, Industrial Area, Kot Lakhpat, Lahore.	
	Tel: 042-35830881, 35156567 & 35122296	
	Fax: 042-35114127 & 35215825	
	E-mail: corporate@treetcorp.com	
	Home Page: www.ftmm.com.pk	
PACKAGING SOLUTIONS SOAP:	Kacha Tiba Rohi Nala, 22-KM Ferozpur Road, Lahore	
	Ghakkar 80 KM, G.T. Road, Ghakkar Mandi, Gujranwala	

Directors' Profile



Syed Shahid Ali

Chairman

Mr. Syed Shahid Ali is a seasoned business leader with wide-ranging management experience. He chairs the Board of First Treet Manufacturing Modaraba, a subsidiary of Treet Corporation Limited, and also serves as Chairman of Treet Corporation Limited, alongside board positions at several other companies, including Packages Limited, IGI Insurance Limited, and Treet Battery Limited.

Over the course of his career, Mr. Ali has provided strong leadership and has been instrumental in the growth and progress of the Treet Group. He remains closely committed to its continued success and guides it with a long-term vision. Beyond business, Mr. Ali takes an active part in social and cultural initiatives and holds senior positions at several hospitals, underscoring his dedication to community service.

Mr. Ali earned a Master's degree in Economics and graduate diplomas in Development Economics from Oxford University, together with a diploma in Management Sciences from the University of Manchester. This strong foundation in economics and management continues to guide his leadership across the Group.



Syed Sheharyar Ali

Chief Executive Officer

Mr. Syed Sheharyar Ali began his professional career with Treet Corporation Limited in 2001, soon after completing his education. Appointed Director at an exceptionally young age, he rose steadily through the organization to his present position as Chief Executive Officer. In this capacity he oversees a diverse group of businesses, including First Treet Manufacturing Modaraba, a subsidiary of Treet Corporation Limited, with interests covering manufacturing, healthcare, information technology, automobiles, sports, and music.

In this role, Mr. Ali works to carry forward the rich legacy of the Treet Group while shaping its path ahead. With a strong drive for innovation and operational improvement, he remains dedicated to preserving the core values on which the Group is built.

Mr. Ali holds a Bachelor of Business Administration degree in Sales and Marketing Operations from Saint Louis University, USA. His forward-looking leadership and sound business judgment have been evident throughout his career with the Group, including his tenure as Executive Director, and he continues to raise the bar in the corporate arena.



Mr. Imran Azim

Non- Executive Director

Mr. Imran Azim is a Non-Executive Director with over four decades of experience across the financial, asset management, and manufacturing sectors. His long association with some of the country's largest and most reputable companies brings valuable depth to the Board of First Treet Manufacturing Modaraba.

In addition to his role at First Treet Manufacturing Modaraba, Mr. Azim serves on the boards of Al Habib Asset Management Limited, and Treet Holdings Limited. His seasoned judgment and extensive experience make him a valued member of the leadership team.



Dr. Salman Faridi

Non-Executive Director

Dr. Salman Faridi is a distinguished Non-Executive Director on the Board. He brings more than two decades of medical experience gained in the UK, the Middle East, and Pakistan, and presently serves as Medical Director of Liaquat National Hospital, one of the largest private healthcare institutions in Pakistan.

A Fellow of the Royal Society of Medicine, Dr. Faridi has held a number of key positions in the healthcare industry, including standing member of the Pakistan Standard and Quality Authority for healthcare issues and member of the corporate syndicate for the MBA in Healthcare Management at the Institute of Business Management, Karachi. A committed advocate of sound healthcare management, he serves on the advisory board for the development of national guidelines on the prophylaxis and management of venous thromboembolism (VTE). He is also a board member of Treet Renacon Pharma Limited.

Dr. Faridi graduated from Dow Medical College and obtained his FRCS from the UK in 1983. His depth of medical experience and qualifications has enabled him to make meaningful contributions to healthcare in Pakistan and beyond.



Dr. Haroon Latif Khan

Independent Director

Dr. Haroon Latif Khan contributes rich experience in healthcare management as an Independent Director on the Board. He has been associated with the Lahore Institute of Fertility & Endocrinology (LIFE) as a Clinical Embryologist since 2006, later becoming the clinic's Lab Director and Chief Executive.

He also serves as a Board Member of the Asia Pacific Initiative on Reproduction (ASPIRE) and as General Secretary of both the IVF Society of Pakistan and the Pakistan Society of Andrology & Sexual Medicine (PSASM).

Dr. Khan holds a Fellowship in Sexual Medicine from Holland and an executive education degree in Management of Health Care Delivery from Harvard Business School, Boston, USA. His breadth of experience makes him a valuable contributor to the organization's growth and success.



Ms. Sidra Fatima Sheikh

Independent Director

Ms. Sidra Fatima Sheikh serves as an Independent Director, bringing valuable legal expertise and professional experience to the Board. A partner at The Sheikh Partnership law firm since 2004, she also serves on the managing committees of Gulab Devi Hospital and Al-Aleem Medical College.

Ms. Sheikh has an impressive record across multiple fields. She completed her legal education with the CPE/PGDL and LPC at BPP Law School, London, reflecting her dedication to the legal profession. She was enrolled as a Solicitor of the Supreme Court of England & Wales in 2001 and, subsequently, as an Advocate of the Supreme Court of Pakistan.

A graduate of The London School of Economics and Political Science, Ms. Sheikh also trained with The Oberman Partnership Solicitors (now Kerman & Co), London.



Mr. Ahmad Shahid Hussain

Independent Director

Mr. Ahmad Shahid Hussain serves as an Independent Director on the Board, bringing strategic insight and broad commercial experience that support the organization's growth and success.

Since March 2011, he has served as Director and Chief Strategy Officer of Service Sales Corporation (Pvt.) Limited (SSC), Lahore. SSC operates a network of 350 shoe outlets under the NDURE and SHOE PLANET brands together with a growing B2B business under the Calza and Liza brands, and runs two large footwear manufacturing plants in Lahore, making it a leading name in Pakistan's footwear sector.

A technology enthusiast, Mr. Hussain holds Bachelor's and Master's degrees in Computer Engineering from Carnegie Mellon University and gained valuable experience during a four-year tenure at Microsoft Corporation's headquarters in Redmond, WA, USA.

At SSC, Mr. Hussain leads the B2B business and its online e-commerce operations. He also serves on the advisory board of the National Incubation Center Lahore at LUMS, reflecting his commitment to promoting innovation and entrepreneurship.



Mr. Abdul Fadil Hameed

Independent Director

Mr. Abdul Fadil Hameed serves as an Independent Director, bringing over 24 years of distinguished experience in corporate and investment banking, with a strong background spanning corporate finance, capital markets, Islamic finance, and business strategy. He spent more than two decades with Standard Chartered Bank, advising sovereigns, government-related entities, large corporates, and family-owned businesses across the Middle East.

During his career, Mr. Hameed has led and advised on landmark debt and financing transactions exceeding US\$125 billion in value across more than 150 deals. His expertise covers mergers and acquisitions, capital structure advisory, project and real estate finance, loan syndications, and debt capital markets, including several first-ever and innovative transactions in the region.

Mr. Hameed currently serves as Senior Vice President and Head of Cross Border Origination, Investment Banking, at Dubai Islamic Bank, and brings deep experience in ESG, sustainable finance, and governance. His strategic insight and regional expertise add significant value to the Board, supporting long-term growth, robust governance, and sound decision-making.

Mission, Vision Statements

MISSION STATEMENT

To deliver high-quality products and services that consistently meet the diversified needs of our customers while creating long-term value for our shareholders enabled by a culture of excellence within the company.

VISION STATEMENT

To be recognized as a market leader by our valued customers due to our innovative and efficient delivery approach while maintaining principles of Islamic Shariah.

PRINCIPLE

We will base our human resources systems on our proven principles reflective of our core values and our commitment to attract, reward, develop and motivate sophisticated people. They will reflect the global scope of our business while demonstrating responsibility and flexibility with respect to cultural diversity, and statutory and regional business realities.

EMPHASIS

Our emphasis on continuous improvement in all aspects of our business will enable us to reward our certificate holders and employees.

SOCIAL RESPONSIBILITY

We will continually strive to be environmentally responsible and support the communities where we operate and the industries in which we participate.

CORPORATE VALUES

- Total Customer Services
- Long-Term Business Focus
- Technology Oriented
- Quality & Reliability
- Staff Development & Teamwork
- Effective Resources & Cost Management
- Corporate Responsibility

Chairman's Review Report

First Treet Manufacturing Modaraba (managed by Treet Holdings Limited)

Dear Certificate Holders,

I am pleased to present the Annual Report of First Treet Manufacturing Modaraba (managed by Treet Holdings Limited) for the financial year ended June 30, 2026, together with the audited financial statements and the auditors' report thereon, and my review of the overall performance of the Board and the effectiveness of its role in achieving the Modaraba's objectives.

The Board of the Modaraba Management Company comprises professionals with expertise in management, strategy, finance, governance and administration. Each director remains fully mindful of his or her fiduciary obligations to the Modaraba and its certificate holders. As Chairman, I ensure open and constructive participation from all directors, particularly valuing the perspective of the independent directors in safeguarding the interests of minority certificate holders, as well as the insights of members with relevant domain expertise.

The Board has established well-defined terms of reference for its committees, with appointments made on the basis of experience and competence. Meetings of the Board and its committees were held regularly during the year, with due consideration given to all matters before decisions were taken.

During the year 2025–2026, a detailed self-assessment of the Board and its committees was undertaken through our internal Board Evaluation Process, designed in line with globally recognised practices. On the basis of this evaluation, I am pleased to report that the Board has performed effectively as a whole, with directors bringing the requisite skills, diligence and independent judgement to its deliberations, and that it has played a constructive role in setting the Modaraba's strategic direction, overseeing management and monitoring progress towards the Modaraba's objectives.

We also maintained close oversight of our financial reporting framework to ensure strict compliance with the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, the rules and regulations made thereunder, the Listed Companies (Code of Corporate Governance) Regulations, 2019 and the principles of Shari'ah, while continuing to align with industry best practices.

On behalf of the Board, I extend my sincere appreciation to the employees and business partners of First Treet Manufacturing Modaraba for their commitment and hard work, and to our certificate holders and customers for their trust and support. With their continued confidence, we look forward to another year of progress.



Mr. Syed Shahid Ali

Chairman

29th September, 2026

Lahore

Directors' Report

The Directors of First Treet Manufacturing Modaraba (the "Modaraba") are pleased to present the Directors' Report together with the audited Financial Statements for the year ended June 30, 2026.

The accounts have been audited by statutory auditors of the Modaraba and are accompanied by their audit report.

COUNTRY'S ECONOMIC OUTLOOK

Pakistan's economy showed cautious stabilization during the year, with real GDP growth recorded at 3.7% for FY 2025/2026, supported by improved agricultural and industrial output. Inflationary pressures resurfaced, with average inflation at 6.2% during Jul–Apr FY 2025/2026, rising to 10.9% in April, driven by regional tensions, global energy market disruptions, and higher oil import costs, putting pressure on external reserves. Despite these headwinds, continued adherence to the IMF-backed reform program and a stable exchange rate have helped preserve overall macroeconomic stability. The Modaraba continues to monitor these regional and global developments closely to safeguard its cost structure and operational efficiency. Overall, the country's economic outlook remains stable.

The Modaraba remains resilient to geopolitical and regional tensions and the impact of inflation in the year. Corrugation business registered double digit growth in revenue and profitability, while Soap business remained under pressure due to extremely competitive environment. Due to factors explained above, the operating profit of the Modaraba is lower versus last year.

FINANCIAL HIGHLIGHTS

The Modaraba is engaged in two business segments: Corrugated Boxes and Soaps. The Modaraba delivered steady growth in FY 2025/2026 despite tough competition in both the soap and corrugation segments. The Modaraba managed to close on a steady net profit for the year. Corrugation segment performed well with 76.1% increase in operating profit, however the decline in operating profit of the Modaraba is due to the soap segment as its operating profit declined by 20.2% over last year mainly due to the higher input cost, low selling of higher end SKUs and inflationary pressure on cost.

(Rupees in millions)			
Descriptions	2025-2026	2024-2025	% Change
Sales (net)	4,163	3,793	9.7%
Gross Profit	391	344	13.7%
Operating Profit	156	159	-2.1%
Net Profit	120	117	2.1%
Earnings/(Loss) per Certificate	0.613	0.135	353.3%

Directors' Report

SEGMENT-WISE ANALYSIS

(Rupees in millions)

Description	Corrugated Packaging		Growth %	Soap		Growth %
	2025-2026	2024-2025		2025-2026	2024 -2025	
Net Sales	3,031	2,737	10.8%	1,132	1,057	7.1%
Gross Profit	139	115	21.7%	251	229	9.6%
Gross Profit %	4.6%	4.2%		22.2%	21.7%	
Operating Profit/(Loss)	53	30	76.1%	103	129	(20.2)%
Operating Profit/(Loss) %	1.7%	1.1%		9.1%	12.2%	

CORRUGATED PACKAGING

Corrugated segment operates in a highly competitive market involving many corrugators in Pakistan. The segment performed well during the year as its operating profit increased by 76.1%. Competition within the industry has intensified further, as other market participants have made significant investments in machinery and undertaken balancing & modernization ("BMR"). The net revenue of the corrugation segment for FY 2025/2026 was Rs. 3,031 million, recording a 10.8% increase over last year. This is due to the development of new customers along with the development of the new SKUs with the existing customers This increased the gross profit by 21.7% over last year recording up to Rs. 139 million. The increase in gross profit is due to the increase in sales volume, cost of material optimization and rationalization of the factory overheads.

Management has implemented targeted, low-cost and high-impact initiatives focused on strengthening product quality, driving operational efficiencies and improving overall business performance. These initiatives, together with a sharper commercial focus, are expected to further strengthen profitability on a standalone basis in the coming year. Key priorities will include protecting and deepening relationships with strategic accounts, onboarding new large customers and enhancing share of wallet from existing customers, particularly as economic activity continues to recover.

SOAPS

The net revenue for FY 2025/2026 is Rs.1,132 million, which has increased by 7.1% as compared to the previous financial year. Soap sales volume and sale value increased over last year. Its operating profit decreased by Rs. 26 million (20.2%) mainly due to the higher input cost, and inflationary pressure on cost. In response, the Management is developing new supply chain routes for key raw materials and expanding go-to-market channels through both modern trade and general trade.

DIVIDEND

The Board of Directors have paid interim cash dividend of Rupees 1.5 per certificate (2025: Nil). The Board of Directors have not recommended any Final Dividend for the year ended June 30, 2026.

MATERIAL CHANGES OR COMMITMENTS

No material changes and commitments affecting the financial position of the Modaraba have occurred between the end of the financial year of the Modaraba to which the balance sheet relates.

Directors' Report

RISK MANAGEMENT

The Modaraba continues to monitor and mitigate risks across strategic, financial, operational and legal domains. Key risks include fluctuating customer demand, foreign exchange volatility and macroeconomic uncertainty. The Modaraba's robust planning and risk governance help minimize adverse impacts.

GOVERNANCE AND COMPLIANCE

The Board remains committed to strong governance practices. Corporate decisions are guided by integrity, transparency, and regulatory compliance. Directors are compliant with the training and experience requirements as stipulated by applicable regulations.

INSIDER TRADING

The Modaraba has a policy on insider trading. Closed periods are announced by the Modaraba prior to the announcement of financial results. Directors and Executives are only allowed to trade in Modaraba certificates outside the closed periods.

RELATED PARTIES TRANSACTIONS

All transactions with related parties have been executed at arm's length and have been disclosed in the financial statements under relevant notes.

WHISTLE BLOWING POLICY

The Modaraba ensures accountability and integrity in conduct by devising a transparent and effective whistleblowing mechanism for alerts against deviations from policies, controls, applicable regulations or violation from the code of ethics. This policy is applicable to all individuals associated with the Modaraba and provisions for disclosures thereunder in confidence, without fear of repercussions.

COMMUNICATION

The Modaraba focuses on the importance of communication with the shareholders. The annual, half yearly and quarterly reports are distributed to them within the time specified in the Companies Act, 2017. The activities of the Modaraba are timely updated on its website at www.treetcorp.com.

DIRECTORS REMUNERATION

In line with the policy approved by its parent company (i.e. Treet Corporation Limited), the Modaraba has formulated a transparent procedure for the remuneration of its directors in accordance with the Companies Act, 2017 and the Listed Companies (Code of Corporate Governance) Regulations, 2019.

Directors' Report

CHAIRMAN'S REVIEW

The Chairman's review, included in this Annual report, deals with the performance of the Modaraba for the year ended June 30, 2026, the performance of the Board and the future outlook. The directors endorse the contents of the review.

CORPORATE BRIEFING SESSION

The Modaraba carried out a corporate briefing session during the period under review on November 20, 2025.

FINANCIAL STATEMENTS

The auditors of the Modaraba, M/s. Kreston Hyder Bhimji & Co., Chartered Accountants, audited the financial statements of the Modaraba and have issued an unqualified report to the members.

COMPOSITION OF THE BOARD

The composition of the Board is in compliance with the requirements of the Listed Companies (Code of Corporate Governance) Regulations, 2019, which are given below:

1. The total number of directors are eight (8) as per the following:

a) Male: Seven (7)

b) Female: One (1)

MEETINGS OF THE BOARD OF DIRECTORS:

During the year, the Board of Directors of the Modaraba has met 6 times and the attendance at each of these meetings is as follows:

Sr. No.	Name	Designation	17 Jul 25	30 Sep 25	28 Oct 25	19 Nov 25	26 Feb 26	29 Apr 26	2025-2026
1	Mr. Syed Shahid Ali	Chairman/Non-Executive Director	A	P	P	A	A	P	3/6
2	Mr. Syed Sheharyar Ali	Executive Director	P	P	P	P	P	P	6/6
3	Mr. Imran Azim	Non-Executive Director	P	P	P	P	P	P	6/6
4	Munir Karim Bana (Outgoing Director)	Non-Executive Director	P	A	-	-	-	-	1/2
5	Abdul Fadil Hameed (Incoming Director)	Independent Director	-	-	P	P	P	P	4/4
6	Salman Faridi	Non-Executive Director	P	P	P	P	P	P	6/6
7	Sidra Fatima Sheikh	Independent Director	P	P	P	P	P	P	6/6
8	Ahmad Shahid Hussain	Independent Director	P	P	P	P	P	P	6/6
9	Haroon Latif Khan	Independent Director	P	A	P	P	P	A	4/6
Attendance in meetings			7/8	6/8	8/8	7/8	7/8	7/8	

Directors' Report

DIRECTORS' TRAINING

Three directors have acquired Director's training whereas four directors have the prescribed qualification and experience required for exemption from training programmes for Directors, under Regulation 19 of the CCG. Mr. Abdul Fadil Hameed was appointed on October 23, 2025 and his mandatory training shall be completed within one year of his appointment. All Directors are fully conversant with their duties and responsibilities as Directors of a listed company.

AUDIT COMMITTEE

During the year, the Audit Committee of the Board have met 4 times and the attendance at each of these meetings is as follows.

Sr. No.	Name	Designation	29 Sep 25	28 Oct 25	26 Feb 26	29 Apr 26	2025-2026
1	Sidra Fatima Sheikh	Chairperson/Member	P	P	P	P	4/4
2	Imran Azim	Member	P	P	P	P	4/4
3	Salman Faridi	Member	P	P	P	P	4/4
4	Ahmad Shahid Hussain	Member	P	P	P	P	4/4
5	Munir Karim Bana (Outgoing Director)	Member	A	-	-	-	0/1
6	Abdul Fadil Hameed (Incoming Director)	Member	-	P	P	P	3/3
Attendance in meetings			4/5	5/5	5/5	5/5	

CODE OF CORPORATE GOVERNANCE

The Directors of the Modaraba are aware of their responsibilities under the Listed Companies (Code of Corporate Governance) Regulations, 2019 and the Rule book of Pakistan Stock Exchange. The Modaraba has taken all necessary steps to ensure good corporate governance and full compliance with the Code and we confirm the following:

- The financial statements, prepared by the management of the Modaraba, present fairly its state of affairs, the result of its operations, cash flows and changes in equity;
- Proper books of account of the Modaraba have been maintained;
- Chief Executive and Chief Financial Officer duly endorsed the financial statements before approval of the Board;
- Appropriate accounting policies have been consistently applied in preparation of financial statements and accounting estimates are based on reasonable and prudent judgment;
- International Financial Reporting Standards, as applicable in Pakistan, have been followed in preparation of financial statements and any departure there from has been adequately disclosed and explained;
- The system of internal control is sound in design and has been effectively implemented and monitored;
- There are no significant doubts about/regarding the Modaraba's ability to continue as a going concern;
- Statement of pattern of shareholding has been included as part of this Annual Report; and
- Statement of certificates held by associated undertakings and related persons has also been disclosed separately.

Directors' Report

Statements regarding the following are annexed or disclosed in the notes to the accounts:

- Pattern of Shareholding
- Trading in certificates of the Modaraba by its Directors, CEO, CFO and Chief Legal Officer & Company Secretary

HEALTH, ENVIRONMENT AND SAFETY:

We are actively managing health and safety risks associated with our manufacturing process and working towards reduction and control of risk of accidents or injuries during work. So far, no serious accident has taken place and no major injury or loss of life. All employees are equipped with safety equipment at plant i.e., uniform, shoes, helmets, ear plugs and gloves, firefighting system has been installed and in house fire fighting and safety trainings are carried out regularly.

Protection of environment is of prime concern; every measure is being taken to preserve nature and to maintain clean environment at workplaces. The Modaraba fully discourages the use of toxic substance and ensures that all the products manufactured are free from hazardous material.

We comply with all applicable laws, regulations and conditions granted in environmental standards. We ensure appropriate training and awareness on environmental systems, procedures and on shared responsibility towards environmental protection among employees, contractors, suppliers and customers. Regularly review environmental performance and set targets to achieve continuous improvement.

The Modaraba has already obtained International Certification ISO-14001 of environment to meet the International Environment Standards and has been certified by the International Agency.

STATEMENT ON EQUAL OPPORTUNITY AND INCLUSIVITY

The Modaraba is committed to being an equal opportunity employer and places strong emphasis on diversity, inclusion, and merit-based practices. Its workforce comprises individuals from diverse regions, genders, religions, and ethnic backgrounds, working collaboratively to achieve organizational objectives. The Modaraba maintains a zero-tolerance policy toward discrimination on any grounds, including race, nationality, ethnicity, religion, political beliefs, age, gender, marital status, or disability. Structured pay scales are in place for both executive and non-executive positions and are approved by management to ensure transparency and consistency. Compensation is determined on the basis of performance, experience, and length of service, with no consideration of gender or other discriminatory factors in remuneration or employment decisions.

RESPONSIBILITY TOWARDS ENVIRONMENT AND SOCIETY

The Modaraba remains dedicated to environmental protection and social well-being. During the year, the Modaraba undertook various initiatives relating to occupational health, safety, and employee development to promote safe and sustainable workplace practices.

Directors' Report

STATEMENT OF COMPLIANCE WITH CODE OF CORPORATE GOVERNANCE

The Statement of Compliance with Listed Companies (Code of Corporate Governance) Regulations, 2019 (CCG) is included in the annual report.

EXTERNAL AUDITORS

M/s. Kreston Hyder Bhimji & Co., Chartered Accountants have completed their annual audit of the Modaraba for the year ended June 30, 2026 and have issued unqualified report.

The current external Auditors retire and being eligible, have offered themselves for re-appointment for the year ending June 30, 2027. The Board of Directors, on the recommendation of Board Audit Committee, have recommended their re-appointment for the year ending June 30, 2027.

SHARI'AH ADVISOR:

Mufti Muhammad Javed Hassan is the Shari'ah advisor to the Modaraba. Annual Shari'ah Advisor's Report is attached with this report.

PATTERN OF CERTIFICATE-HOLDING:

The pattern of certificate-holding of the Modaraba as on June 30, 2026 has been specified in the annual report.

ACKNOWLEDGEMENT:

The Board would like to take this opportunity to express gratitude and thanks to our valuable customers for their patronage and support, the Securities and Exchange Commission of Pakistan, the Pakistan Stock Exchange Limited and Modaraba Association of Pakistan for their continuous support and guidance.

Special thanks to our certificate holders for the trust and confidence reposed in us.

For and on behalf of the Board



Syed Shahid Ali
Chairman



Syed Sheharyar Ali
Chief Executive Officer

Dated: 29th September, 2026
Lahore

ڈائریکٹرز کی رپورٹ

شرعیہ ایڈوائزر

مفتی محمد جاوید حسن مضاربہ کے شرعیہ ایڈوائزر ہیں۔ شرعیہ ایڈوائزر کی سالانہ رپورٹ اس رپورٹ کے ساتھ لف ہے۔

پیٹرن آف سٹوفیلیٹ ہولڈنگ

30 جون 2026ء تک مضاربہ کا پیٹرن آف سٹوفیلیٹ ہولڈنگ سالانہ رپورٹ میں تحریر کیا گیا ہے۔

اظہار تشکر

بورڈ اس موقع پر اپنے معزز کسٹمرز کی غیر متزلزل حمایت، سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، پاکستان اسٹاک ایکسچینج لمیٹڈ اور مضاربہ ایسوسی ایشن آف پاکستان کی مسلسل معاونت اور رہنمائی کے لئے شکریہ ادا کرنا چاہتا ہے۔ ہم پر کئے گئے بھروسہ اور اعتماد کے لئے اپنے سٹوفیلیٹ ہولڈرز کا خصوصی شکریہ۔

منجانب / برائے بورڈ



سید شہریار علی
چیف ایگزیکٹو آفیسر



سید شہریار علی
چیرمین

تاریخ: 29 ستمبر، 2026ء

لاہور

● ڈائریکٹرز، CEO، CFO اور چیف لیگل آفیسر اور کمپنی سیکریٹری کی جانب سے مضاربہ کے سرٹیفکیٹس میں تجارت

صحت، ماحولیات اور حفاظت

ہم اپنے صنعتی عمل سے منسوب صحت اور حفاظت کے خطرات سے مؤثر انداز میں نبرد آزما ہو رہے ہیں اور کام کے دوران حادثات یا چوٹوں کے خطرہ کی کمی اور کنٹرول کی جانب کام کر رہے ہیں۔ تاحال، کوئی سنجیدہ نوعیت کا حادثہ پیش نہ آیا ہے اور نہ ہی کوئی سنجیدہ نوعیت کی چوٹ یا موت کا کوئی کیس ہوا ہے۔ تمام ملازمین پلانٹ میں سیفٹی ایکوپمنٹ بشمول یونیفارم، جوتے، ہیلیمٹس، ایئر پلگز اور دستانوں سے لیس ہیں اور فائر فائٹنگ سسٹم نصب کیا گیا ہے اور فیکٹری کے احاطہ میں فائر فائٹنگ اور سیفٹی ٹریننگ کا باقاعدگی سے انعقاد کیا جاتا ہے۔

ماحولیات تحفظ توجہ کا بنیادی مرکز ہے۔ فطرت کی حفاظت اور کام کی جگہ پر صاف و شفاف ماحول کو برقرار رکھنے کے لئے ہر ممکن اقدامات اٹھائے گئے ہیں۔ مضاربہ زہریلے مواد کے استعمال کی مکمل حوصلہ شکنی کرتا ہے اور یقینی بناتا ہے کہ تمام تیار پروڈکٹس خطرناک مواد سے پاک ہوں۔

ہم ماحولیاتی اصولوں میں تحریر تمام مروجہ قوانین، ضوابط اور شرائط کی پیروی کرتے ہیں۔ ہم ماحولیاتی نظام اور طریقہ کار پر معقول تربیت اور آگاہی کو یقینی بناتے ہیں اور ملازمین، کنٹریکٹرز، سپلائرز اور کسٹمرز میں ماحولیاتی تحفظ کی جانب اپنی مشترکہ ذمہ داری سے بخوبی آگاہ ہیں۔ ہم باقاعدگی سے ماحولیاتی کارکردگی کا جائزہ لیتے ہیں اور متواتر بہتری حاصل کرنے کے لئے اہداف وضع کرتے ہیں۔

مضاربہ نے بین الاقوامی ماحولیاتی اصولوں کو پورا کرنے کے لئے پہلے ہی انٹرنیشنل سرٹیفیکیشن ISO-14001 حاصل کر رکھا ہے جس کی بین الاقوامی ایجنسی نے توثیق کی ہے۔

مساوی مواقع اور شمولیت پر اعلامیہ

مضاربہ مساوی مواقع فراہم کرنے والا آج بننے کے لئے پرعزم ہے اور تنوع، شمولیت اور میرٹ پر مبنی اصولوں پر بھرپور زور دیتا ہے۔ مضاربہ کی ورک فورس متنوع خطوں، جنس، مذاہب اور نسلی پس منظر سے تعلق رکھنے والے افراد پر مشتمل ہے جو ادارہ جاتی مقاصد حاصل کرنے کے لئے مل کر کام کر رہے ہیں۔ مضاربہ نسل، قومیت، نسلی پس منظر، مذہب، سیاسی اعتقادات، عمر، جنس، ازدواجی حیثیت یا معذوری جیسی کسی بھی بنیاد پر سلوک کے لئے صفر برداشت کی پالیسی پر عمل پیرا ہے۔ ایگزیکٹو اور نان ایگزیکٹو عہدوں کے لئے ساختی پے سکیل موجود ہیں جنہیں انتظامیہ منظور کرتی ہے تاکہ شفافیت اور مستقل مزاجی کو یقینی بنایا جاسکے۔ جنس یا دیگر امتیازی عوامل کے قطع نظر کارکردگی، تجربہ اور خدمات کے عرصہ کی بنیاد پر معاوضے اور ملازمت کے فیصلے کئے جاتے ہیں۔

ماحول اور معاشرے کی جانب ذمہ داری

مضاربہ ماحولیاتی تحفظ اور سماجی فلاح و بہبود کے لئے پرعزم ہے۔ رواں برس کے دوران، مضاربہ نے پیشہ ورانہ صحت، حفاظت اور ملازمین کی ترقی سے متعلق متعدد اقدامات کئے ہیں تاکہ کام کی جگہ پر محفوظ اور پائیدار امور کو فروغ دیا جاسکے۔

کوڈ آف کارپوریٹ گورننس کی تعمیل کا اعلامیہ

لسٹڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ضوابط 2019 (CCG) کی تعمیل کا اعلامیہ سالانہ رپورٹ ہذا میں شامل ہے۔

بیرونی آڈیٹرز

میسرز کریسٹن حیدر بھیم جی اینڈ کو چارٹرڈ اکاؤنٹنٹس نے 30 جون 2026ء کو اختتام پذیر سال کے لئے مضاربہ کا سالانہ آڈٹ مکمل کر لیا ہے اور unqualified رپورٹ جاری کی ہے۔

حالیہ بیرونی آڈیٹرز بیٹائز ہو چکے ہیں اور اہلیت کی بنا پر 30 جون 2027ء کو اختتام پذیر سال کے لئے اپنی دوبارہ تقرری کی پیش کش کرتے ہیں۔ بورڈ آف ڈائریکٹرز نے بورڈ آڈٹ کمیٹی کی سفارشات پر 30 جون 2027ء کو اختتام پذیر سال کے لئے ان کی دوبارہ تقرری کی سفارش کی ہے۔

ڈائریکٹرز بحیثیت ڈائریکٹرز لٹڈ کمپنی اپنے فرائض اور ذمہ داریوں سے بخوبی آگاہ ہیں۔

آڈٹ کمیٹی

رواں برس کے دوران بورڈ آڈٹ کمیٹی کے چار (4) اجلاس منعقد ہوئے جن میں حاضری کی تفصیل حسب ذیل ہے:

نمبر	نام	عہدہ	29 ستمبر 2025ء	28 اکتوبر 2025ء	26 فروری 2026ء	29 اپریل 2026ء	2025-2026
1	صدرہ فاطمہ شیخ	چیئر پرسن/رکن	P	P	P	P	4/4
2	عمران عظیم	رکن	P	P	P	P	4/4
3	سلمان فریدی	رکن	P	P	P	P	4/4
4	احمد شاہد حسین	رکن	P	P	P	P	4/4
5	منیر کریم بانا (مستعفی ڈائریکٹر)	رکن	A	-	-	-	0/1
6	عبدالفاضل حمید (نئے ڈائریکٹر)	رکن	-	P	P	P	3/3
	اجلاسوں میں حاضری		4/5	5/5	5/5	5/5	

کوڈ آف کارپوریٹ گورننس

مضاربہ کے ڈائریکٹرز لٹڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ضوابط 2019ء اور پاکستان اسٹاک ایکسچینج کی رول بک کے تحت اپنی ذمہ داریوں سے بخوبی آگاہ ہیں۔

مضاربہ نے بہتر کارپوریٹ گورننس اور ضابطہ کی مکمل کمپلائنس کو یقینی بنانے کے لئے تمام ضروری اقدامات کئے ہیں لہذا ہم مندرجہ ذیل کی توثیق کرتے ہیں:

- مضاربہ کی انتظامیہ کی تیار کردہ مالیاتی اسٹیٹمنٹس مضاربہ کے کاروباری امور، اس کے آپریشنز کے نتائج، کیش فلو اور ایکویٹی میں تبدیلیوں کی بھرپور عکاسی کرتی ہیں۔

- مضاربہ کے کھاتوں کی باقاعدہ کتابیں تیاری گئی ہیں۔

- چیف ایگزیکٹو اور چیف فنانس افسر نے بورڈ کی منظوری سے قبل مالیاتی اسٹیٹمنٹس کو باقاعدہ تسلیم کیا ہے۔

- مالیاتی اسٹیٹمنٹس کی تیاری میں اکاؤنٹنگ پالیسیوں کا بتدریج اطلاق کیا گیا ہے اور اکاؤنٹنگ تخمینہ جات معقول اور مجاز فیصلوں کی بنیاد پر لگائے گئے ہیں۔

- مالیاتی اسٹیٹمنٹس کی تیاری میں پاکستان میں رائج بین الاقوامی مالیاتی رپورٹنگ اصولوں کا اطلاق کیا گیا ہے اور اس میں کسی بھی سقم کو معقول انداز میں پیش اور واضح کیا گیا ہے۔

- داخلی کنٹرول کا ایک مضبوط نظام موجود ہے جس کا موثر انداز میں اطلاق اور نگرانی کی جاتی ہے۔

- مضاربہ کی کاروبار جاری رکھنے کی استعداد میں کوئی نمایاں شک موجود نہ ہے۔

- شیئر ہولڈنگ کے پیٹرن کا اعلامیہ سالانہ رپورٹ ہذا کے حصہ کے طور پر شامل کیا گیا ہے؛ اور

- ایسوسی ایٹڈ انڈر ٹیکنگز اور متعلقہ افراد کے ملکیتی سرٹیفکیٹس کی تفصیلات کو علیحدہ سے تحریر کیا گیا ہے۔

مندرجہ ذیل کی بابت بیانات کھاتوں کے نوٹس میں لف یا تحریر کئے گئے ہیں:

- پیٹرن آف شیئر ہولڈنگ

مالیاتی اسٹیٹمنٹس

مضاربہ کے آڈیٹرز میسرز کریسٹن حیدر بھیم جی اینڈ کو چارٹرڈ اکاؤنٹنٹس نے مضاربہ کی مالیاتی اسٹیٹمنٹس کا آڈٹ کیا ہے اور اراکین کو غیر مصدقہ (unqualified) رپورٹ جاری کی ہے۔

بورڈ کی ترکیب

لسٹ کمپنیز (کوڈ آف کارپوریٹ گورننس) ضوابط 2019ء کے تقاضوں کی پیروی میں بورڈ کی ترکیب حسب ذیل ہے:

1. ڈائریکٹرز کی کل تعداد آٹھ (8) ہے جس کی ترکیب حسب ذیل ہے:

(a) مرد سات (7) (b) خاتون ایک (1)

بورڈ آف ڈائریکٹرز کے اجلاس

رواں برس کے دوران مضاربہ کے بورڈ آف ڈائریکٹرز کے کل چھ (6) اجلاس منعقد ہوئے اور ان اجلاسوں میں حاضری کی تفصیل حسب ذیل ہے:

نمبر	نام	عہدہ	17 جولائی 2025ء	30 ستمبر 2025ء	28 اکتوبر 2025ء	19 نومبر 2025ء	26 فروری 2026ء	29 اپریل 2026ء	-2025 2026
1	سید شاہد علی	چیئر مین/نان ایگزیکٹو ڈائریکٹر	A	P	P	A	A	P	3/6
2	سید شہریار علی	ایگزیکٹو ڈائریکٹر	P	P	P	P	P	P	6/6
3	عمران عظیم	نان ایگزیکٹو ڈائریکٹر	P	P	P	P	P	P	6/6
4	منیر کریم بانا (مستعفی ڈائریکٹر)	نان ایگزیکٹو ڈائریکٹر	P	A	-	-	-	-	1/2
5	عبد الفاضل حمید (نئے ڈائریکٹر)	خود مختار ڈائریکٹر	-	-	P	P	P	P	4/4
6	سلمان فریدی	نان ایگزیکٹو ڈائریکٹر	P	P	P	P	P	P	6/6
7	سدرہ فاطمہ شیخ	خود مختار ڈائریکٹر	P	P	P	P	P	P	6/6
8	احمد شاہد حسین	خود مختار ڈائریکٹر	P	P	P	P	P	P	6/6
9	ہارون لطیف خان	خود مختار ڈائریکٹر	P	A	P	P	P	A	4/6
	اجلاس میں حاضری		7/8	6/8	8/8	7/8	7/8	7/8	

ڈائریکٹرز کی ٹریننگ

تین ڈائریکٹرز نے ڈائریکٹرز ٹریننگ حاصل کی ہے جبکہ چار ڈائریکٹرز CCG کے قاعدہ 19 کے تحت ڈائریکٹرز کے ٹریننگ پروگرام سے استثنیٰ کے لئے درکار قابلیت اور تجربہ رکھتے ہیں۔ جناب عبدالفاضل حمید 23 اکتوبر 2025ء کو تعینات ہوئے اور ان کی تعیناتی سے عرصہ ایک سال کے اندر ان کی لازمی ٹریننگ مکمل ہو جائے گی۔ تمام

ٹھوس تبدیلیاں یا عہد

مضاربہ کے اس مالیاتی سال کے اختتام جس سے بیلنس شیٹ متعلق ہے اور اس رپورٹ کی تاریخ کے درمیان مضاربہ کے مالیاتی حالات پر اثر انداز ہونے والی کوئی ٹھوس تبدیلی یا عہد رونما نہیں ہوئے۔

رسک مینجمنٹ

مضاربہ اسٹریٹجک، مالیاتی، آپریشنل اور لیگل شعبوں میں خطرات کی کڑی نگرانی رکھتا ہے اور ان کا تدارک کرتا ہے۔ بنیادی خطرات میں کسٹمر کی طلب میں اتار چڑھاؤ، فارن ایکسچینج میں عدم استحکام اور کلی اقتصادی غیر یقینی صورتحال شامل ہیں۔ مضاربہ کی مضبوط منصوبہ بندی اور رسک گورننس بدترین اثرات کو کم کرنے میں مددگار ثابت ہوتی ہے۔

گورننس اور کمپلائنس

بورڈ مضبوط گورننس امور کے لئے پرعزم ہے۔ کاروباری فیصلے سالمیت، شفافیت اور ریگولیٹری کمپلائنس کے مطابق کئے جاتے ہیں۔ ڈائریکٹرز مروجہ قواعد و ضوابط کے مطابق ٹریننگ اور درکار تجربہ کے معیار کی مکمل تعمیل کرتے ہیں۔

ان سائیڈر ٹریڈنگ

مضاربہ نے ان سائیڈر ٹریڈنگ پر ایک پالیسی وضع کر رکھی ہے۔ مالیاتی نتائج کے اعلان سے قبل مضاربہ بند دورانیہ کا اعلان کرتی ہے۔ ڈائریکٹرز اور ایگزیکٹوز صرف بند دورانیہ کے علاوہ مضاربہ سرٹیفکیٹس میں تجارت کے مجاز ہیں۔

متعلقہ فریقین سے لین دین

متعلقہ فریقین سے تمام تر ٹرانزیکشنز آرمر لینتھ پر کی جاتی ہیں جنہیں مالیاتی اسٹیٹمنٹس کے متعلقہ نوٹس میں تحریر کیا گیا ہے۔

وہسل بلونگ پالیسی

مضاربہ پالیسیوں، کنٹرولز، مروجہ قوانین سے انحراف یا ضابطہ اخلاق کی خلاف ورزی پر الرٹس کے لئے ایک شفاف اور موثر وہسل بلونگ پالیسی وضع کر کے اپنے ہر عمل میں جواب دہی اور سالمیت کو یقینی بناتا ہے۔ یہ پالیسی مضاربہ سے منسوب تمام افراد پر لاگو ہوتی ہے اور انتقام کے خوف کے بغیر اعتماد سے خلاف ورزی کے اظہار کی اجازت دیتی ہے۔

رابطہ سازی

مضاربہ شیئر ہولڈرز کے ساتھ رابطہ سازی کی اہمیت پر بھرپور توجہ دیتا ہے۔ سالانہ، نصف سالہ اور سہ ماہی رپورٹس کمپنیز ایکٹ 2017ء کے تحت دیئے گئے وقت میں انہیں تقسیم کی جاتی ہیں۔ مضاربہ کی سرگرمیاں اس کی ویب سائٹ www.treetcorp.com پر بروقت شائع کی جاتی ہیں۔

ڈائریکٹرز کا معاوضہ

اپنی مرکزی کمپنی (یعنی ٹریٹ کارپوریشن لمیٹڈ) کے منظور شدہ پالیسی کی روشنی میں مضاربہ نے کمپنیز ایکٹ 2017ء اور لسٹڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ضوابط، 2019ء کے تحت اپنے ڈائریکٹرز کے معاوضہ کے لئے ایک شفاف طریقہ کار وضع کیا ہے۔

چیئر مین کا تجزیہ

اس سالانہ رپورٹ میں شامل چیئر مین کا تجزیہ 30 جون 2026ء کو اختتام پذیر سال کے لئے مضاربہ اور بورڈ کی کارکردگی اور مستقبل کے منظر نامہ کا احاطہ کرتا ہے۔ ڈائریکٹرز نے جائزہ کے مندرجات کی توثیق کی ہے۔

کارپوریٹ بریفنگ سیشن

مضاربہ نے 20 نومبر 2025ء کو زیر جائزہ مدت کے دوران کارپوریٹ بریفنگ سیشن کا انعقاد کیا۔

سیگمنٹ کے لحاظ سے جائزہ

(ملین روپوں میں)

تفصیل	کاروبار کی کمپنی		فی صد نمو	صابن		فی صد نمو
	2025-2024	2026-2025		2025-2024	2026-2025	
خالص سیلز	3,031	2,737	10.8%	1,057	1,132	7.1%
کل منافع	139	115	21.7%	229	251	9.6%
کل منافع (%)	4.6%	4.2%		21.7%	22.1%	
آپریٹنگ نفع / (نقصان)	53	30	76.1%	129	103	-20.2%
آپریٹنگ نفع / (نقصان) (%)	1.7%	1.1%		12.2%	9.1%	

کاروبار کی کمپنی

کاروبار کی کمپنی شعبہ انتہائی مسابقتی منڈی میں آپریٹ کر رہا ہے جس میں پاکستان کے کئی کاروبار شامل ہیں۔ رواں برس کے دوران اس شعبہ نے اچھی کارکردگی دکھائی ہے کیونکہ اس کے آپریٹنگ منافع میں 76.1% اضافہ سامنے آیا ہے۔ اس صنعت میں مقابلہ مزید شدت اختیار کر گیا ہے کیونکہ مارکیٹ کی دیگر کمپنیوں نے مشینری میں خاطر خواہ سرمایہ کاری کی ہے اور بیلننگ اور ماڈرنائزیشن ("BMR") کے عمل سے گزری ہیں۔ مالیاتی سال 2025-2026ء کے لئے کاروبار شعبہ کا خالص ریونیو 3,031 ملین روپے تھا جو گذشتہ برس کے مقابلے میں 10.8% زیادہ ہے۔ یہ اضافہ نئے کسٹمرز کی دلچسپی اور موجودہ کسٹمرز کے ساتھ نئے SKUs کی ڈیولپمنٹ سے منسوب کیا جاتا ہے۔ اس طرح کل منافع گذشتہ برس کی نسبت 21.7% اضافہ کے ساتھ 139 ملین روپے ہو گیا۔ کل منافع میں اضافہ کو سیلز کے حجم میں اضافہ، میٹریل کی قیمت کی اصلاح اور فیکٹری اور وہیڈ کو معقول بنانے سے منسوب کیا جاتا ہے۔

انتظامیہ نے پروڈکٹ کے معیار کو بہتر کرنے کے لئے خصوصی کم لاگت اور زیادہ اثر والے اقدامات کا اطلاق کیا ہے جس سے آپریشنل کارکردگی بڑھے گی اور کاروبار کی مجموعی کارکردگی میں بہتری آئے گی۔ توقع کی جارہی ہے کہ یہ اقدامات بشمول تجارتی لحاظ سے بھرپور توجہ آئندہ برس جداگانہ حیثیت میں منافع کو مزید مستحکم کریں گے۔ خصوصاً معاشی سرگرمی میں تدریج بہتری کے ساتھ اہم ترجیحات میں اسٹریٹجک محاذ پر تعلقات کی حفاظت اور مضبوطی، نئے بڑے کسٹمرز کو مائل کرنا اور موجودہ صارفین سے حاصل ہونے والے کاروبار میں اضافہ کرنا شامل ہوگا۔

صابن

مالیاتی سال 2025-2026ء کے لئے خالص آمدنی 1,132 ملین روپے ہے جو گذشتہ مالیاتی سال کے مقابلے میں 7.1% اضافہ کو ظاہر کرتی ہے۔ صابن کی فروخت کے حجم اور سیلز کی مالیت میں گذشتہ برس کی نسبت اضافہ ہوا ہے۔ بلند پیداواری لاگت، اور لاگت پر مہنگائی کے دباؤ کے باعث اس شعبہ کے آپریٹنگ منافع میں 26 ملین روپے (20.2%) کمی واقع ہوئی ہے۔ اس کے جواب میں، انتظامیہ اہم خام مال کے لئے سپلائی چین کے نئے راستے تیار کر رہی ہے اور ماڈرن اور جنرل ٹریڈ کے ذریعے مارکیٹ میں داخلہ کے ذرائع کو وسیع کر رہی ہے۔

منافع منقسمہ

بورڈ آف ڈائریکٹرز نے 1.5 روپے فی سٹاک نقد منافع منقسمہ ادا کیا ہے (2025ء: صفر)۔ بورڈ آف ڈائریکٹرز نے 30 جون 2026ء کو اختتام پذیر سال کے لئے کسی حتمی منافع منقسمہ کی سفارش نہ کی ہے۔

ڈائریکٹرز کی رپورٹ

فرسٹ ٹریٹ مینوفیکچرنگ مضاربہ ("مضاربہ") کے ڈائریکٹرز 30 جون 2026ء کو اختتام پذیر سال کے لئے پڑتال شدہ مالیاتی اسٹیٹمنٹس کے ہمراہ ڈائریکٹرز کی رپورٹ ازراہ مسرت پیش کرتے ہیں۔

مضاربہ کے قانونی آڈیٹرز نے کھاتوں کی پڑتال کی ہے جو ان کی آڈٹ رپورٹ کے ہمراہ ہیں۔

ملک کا اقتصادی منظر نامہ

پاکستان کی معیشت نے رواں برس کے دوران محتاط انداز میں استحکام کے آثار ظاہر کئے ہیں جب مالیاتی سال 2025-2026 کے لئے حقیقی GDP شرح نمو 3.7% ریکارڈ کی گئی جسے بہتر زریعی و صنعتی پیداوار سے منسوب کیا جاتا ہے۔ افراط زر کا دباؤ دوبارہ سامنے آیا جس کے باعث مالیاتی سال 2025-2026 کے جولائی تا اپریل دورانہ میں مہنگائی کی اوسط شرح 6.2% فی صد رہی جو اپریل میں بڑھ کر 10.9% تک پہنچ گئی۔ اس کی وجوہات میں علاقائی کشیدگی، عالمی توانائی کی مارکیٹ میں تعطل اور تیل کی درآمد پر بلند لاگت تھیں جس کی وجہ سے بیرونی ذخائر پر دباؤ بڑھ گیا۔ ان مشکلات کے باوجود IMF کی معاونت سے جاری اصلاحی پروگرام کی لگا تار پیروی اور مستحکم شرح مبادلہ نے مجموعی اقتصادی استحکام کو برقرار رکھنے میں مدد کی۔ مضاربہ اپنے لاگت کے ڈھانچہ اور آپریشنل کارکردگی کو برقرار رکھنے کے لئے اس علاقائی اور عالمی پیش رفت پر کڑی نظر رکھے ہوئے ہے۔ مجموعی طور پر ملک کا اقتصادی منظر نامہ مستحکم رہا۔

مضاربہ جیو پالیٹیکل اور علاقائی تناؤ اور رواں برس افراط زر کے دباؤ کے باوجود ثابت قدم رہا۔ آمدنی اور منافع میں کاروبار گیشن بزنس نے دو ہندسی نمور جسٹری کی جب کہ صابن کا کاروبار انتہائی مسابقتی ماحول کے باعث دباؤ میں رہا۔ مذکورہ بالا عوامل کے باعث مضاربہ کا آپریٹنگ منافع گذشتہ برس کی نسبت کم رہا۔

مالیاتی خلاصہ

مضاربہ دو کاروباری شعبوں: کاروبار گیشن باکسز اور صابن سے منسلک ہے۔ مضاربہ نے صابن اور کاروبار گیشن سیکمنٹ میں سخت مقابلے کے باوجود مالیاتی سال 2025-2026 میں مستحکم نمو ڈیلیوری کی ہے۔ مضاربہ رواں برس مستحکم خالص منافع دینے کے قابل ہوا۔ کاروبار گیشن شعبہ نے آپریٹنگ منافع میں 76.1% اضافہ کے ساتھ بہت اچھی کارکردگی دکھائی ہے البتہ مضاربہ کے آپریٹنگ منافع میں کمی صابن کے شعبہ کے باعث ہوئی کیونکہ اس کا آپریٹنگ منافع بلند پیداواری لاگت، ہائر اینڈ SKUs کی فروخت میں کمی اور مہنگائی کے باعث لاگت پر دباؤ کی وجہ سے گذشتہ برس کی نسبت 20.2% کم ہو گیا۔

(ملین روپوں میں)

تفصیلات	2026-2025	2025-2024	فی صد تبدیلی
سیلز (خالص)	4,163	3,793	9.7%
کل منافع	391	344	13.7%
آپریٹنگ منافع	156	159	-2.1%
خالص منافع	120	117	2.1%
فی سرٹیکلیٹ آمدنی / (خسارہ)	0.613	0.135	353.3%

Statement of Ethics and Business Practices

Guidelines to Business Conduct

EMPLOYEES

- No one should ask any employee to break the law, or go against Treet Group policies and values.
- We treat all employees equally and fairly.
- We do not tolerate any form of harassment.
- Information and necessary facilities are provided to perform jobs in a safe manner.
- Employees must not use, bring, or transfer illegal drugs or weapons on Treet Group property.
- Employees should report suspicious people and activities.

BUSINESS PARTNERS

- Avoid conflicts of interest and identify situations where they may occur.
- Do not accept or give gifts, favors, or entertainment if it will appear to obligate the person who receives it.
- Use and supply only safe, reliable products and services.
- Respect our competitors and do not use unfair business practices to hurt our competition.
- Do not have formal or informal discussions with our competitors on prices, markets or products, or production or inventory levels.
- Manufacture and produce products according to contract specifications.
- Market our products and services in an honest and fair manner.
- Do not compromise our values to make a profit.

BUSINESS RESOURCES

- Do not use inside information about the Treet Group for personal profit. Do not give such information to others.
- Do not use Treet Group resources for personal gain or any non-business purpose.
- Protect confidential and proprietary information.
- Do not use Treet Group resources to send, receive, access or save electronic information that is sexually explicit, promotes hate, violence, gambling, illegal drugs, or the illegal purchase or use of weapons.
- Do not make false or misleading entries into the companies' books or records (within a Treet Group).

COMMUNITIES

- Follow all laws, regulations and Treet Group policies that apply to your work.
- Do not entice or give money or anything of value to government officials to influence their decisions.
- We measure and assess our performance, and are open and clear in our environmental communications.
- When Treet Group's standards are higher than what is required by local law, we meet the higher standards.

DISCLOSURE ON GENDER PAY GAP

FTMM is committed to maintaining transparency in its employment practices and remuneration policies. The Company follows a structured compensation framework based on objective, non-discriminatory factors such as years of experience, role responsibilities, and individual performance. As a result, FTMM does not recognize the existence of a gender pay gap. This framework ensures equitable pay for all employees in comparable roles, regardless of gender, and underscores FTMM's strong commitment to gender equality. A detailed analysis for the financial year ending June 30, 2026, confirms the absence of any gender-based pay disparities within the organization.

FTMM's remuneration policies are thoughtfully designed to uphold fairness and equity, further strengthening the Company's commitment to exemplary corporate governance and ethical business practices.

Corporate Social Responsibility

TREET GROUP believes that a responsible attitude toward society and the environment can make a business more competitive, more resilient to shocks, and more likely to attract and hold both consumers and the best employees.

TREET GROUP feels that social attitude is a significant part of its risk management and reputation strategy. In a world where brand value and reputation are increasingly seen as a Treet Group's most valuable assets, responsible social attitude can build the loyalty and trust that ensure a bright sustainable future.

Fundamental to success for Treet Group (and to our vision and corporate values) are based on following premises:

CUSTOMERS

Our future existence relies on understanding and satisfying our customers' present and future needs. Our goal is to be recognized by our customers as a high quality, innovative and cost effective supplier, and the most desirable to do business with. We recognize that, as a result, the next person in the process is our customer.

OUR PEOPLE

We value our family of employees as essential to the success of our Treet Group. We aim to develop a long term trusting relationship with each employee, encouraging their contributions and assisting in their personal development and education. In all dealings we will be fair and consistent.

PRODUCTS AND SERVICES

We are recognized at large by our end products and services. We will endeavor to produce technologically advanced products and services that offer superior quality and value. Continued innovation and improvement are critical to our survival and growth.

SUPPLIERS

We view suppliers of goods and services as an extension of our Treet Group, with whom we wish to develop long term trusting relationships. We expect our suppliers to embrace our quality improvement philosophy in their dealing with us.

CERTIFICATE HOLDERS

We aim to be a Group in whom our certificate holders have trust and pride. We will keep our certificate holders properly informed of our Treet Group's performance and prospects. We recognize the need to provide our certificate holders with an excellent return on investment, consistent with long term growth.

PLANNING

All short term decisions will be consistent with long term objectives that balance the needs of our people, customers, suppliers and certificate holders. Each year these objectives will be widely communicated within our Treet Group.

Corporate Social Responsibility

QUALITY IMPROVEMENT

We believe in step by step continual improvement of everything that we are engaged in, including our administration, marketing, sales, design, service, distribution and manufacturing. We will encourage crossfunctional communication and co-operation to aid this.

ENVIRONMENT

Reflecting our commitment to a cleaner world, we aim to develop products and manufacturing processes which are as friendly to the environment as practicable.

SOCIETY

We will conduct our business at all times in a fair, ethical, consistent and professional manner. We accept our responsibilities to be a responsible community neighbour, and will continue to support community affairs.

HEALTH, SAFETY AND ENVIRONMENT POLICY

It is Treet Group policy to;

- Minimize its environmental impact, as much as economically and practically possible
 - Save raw material, water and energy and avoid wastage (and reprocess the waste to the maximum possible extent)
 - Ensure that all its present and future activities are conducted safely without endangering the health of its employees, its customers and the public
 - Develop plans and procedures and provide resources to successfully implement the policy and for dealing effectively with any emergency
 - Provide environmental, health and safety training to all employees and other relevant persons to enable them to carry out their duties safely without causing harm to themselves, others and to the environment
- Ensure that all its activities comply with national environmental, health and safety regulations

DONATIONS , CHARITIES , CONTRIBUTIONS AND OTHER PAYMENTS OF A SIMILAR NATURE ;

Companies within Treet Group are, subject to Board's approval, encouraged to provide support to local communities through donations, charities etc. to fulfill its duty towards social cause. But companies in our Treet Group will not, in any case, contribute any amount;

- (a) to any political party; or
- (b) for any political purpose to any individual or body.

Moreover, companies in **Treet Group** shall not distribute gifts in any form to its members in its meeting.

Investment / Funding and Dividend Policies

INVESTMENT POLICY

The Board of Directors are responsible for seeking/evaluating and recommending either;

- Portfolio Investments (i.e. in Shares/ Securities etc. (Fresh Issues or Market Purchase) or Financial claims); or
- Investment in New Projects (either equity based or loan based); or
- Joint Ventures; or
- Investment in Intangibles (Goodwill/ Trade Marks/ Patents etc.)

Moreover, Executive Committee ensures that Proposed Investments are set out in Treet Group's vision and Strategic domain.

FUNDING POLICY

It is Treet Group's policy not only to utilize funds efficiently but also to seek funds from the cheapest source(s).

Treet Group advertently evaluates, from time to time, different funding options for;

- Working Capital Requirements (including import/export financing)
- Medium Term Rollovers/Capital Requirements
- Long Term Project Based Requirements

These funding options may include;

- Internally Generated Funds*
- Bank Borrowings (Short Term as well as Long Term)
- Trade & Sundry Credits
- Debt Instruments (Commercial Papers/ Bonds/ TFC etc.) issued to Institutions or Public in general
- Subordinate- Debts
- Leasing (Operating as well as Capital)
- Equity Financing etc.

*This includes Intra-Treet Group resource sharing. Corporate strategy (by the parent Company i.e. Treet Corporation Limited) will seek to develop synergies by sharing and coordinating staff and other resources across business units, investing financial resources across business units, and using business units to complement other corporate business activities.

Moreover, the above funding options may augment other ancillary financial products (i.e. derivatives like shares options etc.).

DIVIDEND POLICY

The companies in Treet Group in general meeting may declare dividends; but no dividend shall exceed the amount recommended by the directors; and

Investment / Funding and Dividend Policies

- No dividend shall be declared or paid by a Company for any financial year out of the profits of the Company made from the sale or disposal of any immovable property or assets of a capital nature comprised in the undertaking or any of the undertaking of the Company; and
- No dividend shall be paid by a Company otherwise than out of profits of the Company; and
- The Board may approve and pay to the Members such interim dividends as appears to be justified by the profits of the Company; and
- The Board may, before recommending any dividend, set aside out of the profits of the Company, such sums as they think proper as a reserve(s), which shall, at the discretion of the Board, be applicable for meeting contingencies etc.; and
- Company's dividend decision will be auxiliary to Company's Financing Policy

Dividend Policy for First Treet Manufacturing Modaraba

Not less than 90% of the net income in respect of the Modaraba's business [non-trading] activities, determined after setting aside the mandatory reserves as per Prudential Regulations for Modaraba, is to be distributed at least once in every year to the certificate holders in proportion to the number of certificates held by them. Distribution will be in the form of cash dividend. No dividend shall be paid otherwise than out of the profits of the Modaraba for the year or any other distributed profits.

Statement of Compliance with Listed Companies (Code of Corporate Governance) Regulation, 2019 of First Treet Manufacturing Modaraba managed by Treet Holdings Limited ("the Company").

For the Year Ended June 30, 2026

The Company has complied with the requirements of the Regulations in the following manner:

1. The total number of directors are eight (8) as per the following:
 - a) Male: Seven (7)
 - b) Female: One (1)
2. The composition of the Board of Directors (the Board) is as follows:

Category	Name of Directors
i. Independent Directors	Mr. Ahmad Shahid Hussain
	Dr. Haroon Latif Khan
	Mr. Abdul Fadil Hameed
ii. Non-Executive Directors	Mr. Syed Shahid Ali (Chairman)
	Mr. Imran Azim
	Dr. Salman Faridi
iii. Executive Director	Mr. Syed Sheharyar Ali, Chief Executive officer (CEO)
iv. Female / Independent Director	Ms. Sidra Fatima Sheikh

During the year, Mr. Munir Karim Bana resigned from the Board of Directors of the Modaraba as a Non-Executive Director. The resulting casual vacancy was filled by the appointment of Mr. Abdul Fadil Hameed as an Independent Director on October 23, 2025, in accordance with the applicable provisions of the Companies Act, 2017, Modaraba Regulations and the Listed Companies (Code of Corporate Governance) Regulations, 2019

3. The directors have confirmed that none of them is serving as a director on more than seven listed companies including, this Company;
4. The Company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the Company along with its supporting policies and procedures;
5. The Board has developed a vision / mission statement, overall corporate strategy and significant policies of the Company. The Board has ensured that complete record of particulars of the significant policies along with their date of approval or updating is maintained by the Company;
6. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by the Board / Shareholders as empowered by the relevant provisions of the Act and these Regulations;
7. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose. The Board has complied with the requirements of the Companies Act, 2017 and the Regulations with respect to frequency, recording and circulating minutes of meetings of the Board;
8. The Board have a formal policy and transparent procedures for remuneration of directors in accordance with the Act and the Regulations;
9. Three directors, Mr. Syed Sheharyar Ali, Mr. Ahmad Shahid Hussain and Ms. Sidra Fatima Sheikh, have completed their training program. Mr. Abdul Fadil has joined the Board this year and subsequently we will get his Director Training Program onward. The other directors – Dr. Haroon Latif Khan, Mr. Syed Shahid Ali, Dr. Salman Faridi and Mr. Imran Azim - of the company are exempt from the Directors' Training program requirement due to their extensive experience. One Head of Department and one Executive have completed training during the year.

Statement of Compliance with Listed Companies (Code of Corporate Governance) Regulation, 2019 of First Treet Manufacturing Modaraba managed by Treet Holdings Limited ("the Company"). For the Year Ended June 30, 2026

10. The Board has approved appointment of chief financial officer, company secretary and head of internal audit, including their remuneration and terms and conditions of employment, and complied with the relevant requirements of the Regulations. However no new appointment has been made during the year.
11. Chief financial officer and chief executive officer duly endorsed the financial statements before approval of the Board;
12. The Board has formed committee comprising of members given below:
 - a) **Audit Committee**

Ms. Sidra Fatima Sheikh	(Chairperson)
Mr. Imran Azim	(Member)
Mr. Abdul Fasil Hameed	(Member)
Dr. Salman Faridi	(Member)
Mr. Ahmad Shahid Hussain	(Member)
- HR and Remuneration Committee**

Human Resource committee has not been formed as all the work force is outsourced.
13. The terms of reference of the aforesaid committee have been formed, documented and advised to the committee for compliance;
14. The frequency of meeting of the committee were as per following:
 - a) Audit Committee (4 quarterly).
15. During the financial year, the internal audit function was outsourced to M/s A.F. Ferguson & Co., Chartered Accountants (PwC), who were considered suitably qualified and experienced for the purpose and conversant with the policies and procedures of the Company. The outsourcing arrangement was terminated on June 18, 2026. Accordingly, as at the reporting date, the Company has established an in-house Internal Audit function to carry out the internal audit activities of the Company in accordance with the approved Internal Audit Charter and applicable policies and procedures.
16. The statutory auditors of the Company have confirmed that they have been given a satisfactory rating under the Quality Control Review program of the Institute of Chartered Accountants of Pakistan and registered with Audit Oversight Board of Pakistan, that they and all their partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the Institute of Chartered Accountants of Pakistan and they and the partners of the firm involved in the audit are not a close relative (spouse, parent, dependent and non-dependent children) of the CEO, CFO, head of internal audit, company secretary or director of the Company;
17. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard;
18. We confirm that all requirements of regulations 3, 6, 7, 8, 27, 32, 33 and 36 of the Regulations have been complied with.



Syed Shahid Ali
Chairman

Shari'ah Advisor's Report

First Treet Manufacturing Modaraba (June 30, 2026)

I have conducted the Shari'ah review of First Treet Manufacturing Modaraba managed by Treet Holdings Limited Modaraba Management Company for the financial year ended June 30, 2026 in accordance with the requirements of the Shari'ah Compliance and Shari'ah Audit Mechanism for Modarabas and report the observations stated hereunder, in my opinion:

- i. The Modaraba has introduced a mechanism which has strengthened the Shari'ah compliance, in letter and spirit and the systems, procedures and policies adopted by the Modaraba are in line with the Shari'ah principles.
- ii. The agreement(s) entered by the Modaraba are Shari'ah compliant and the financing agreement(s) have been executed on the formats as approved by the Religious Board of SECP and all the related conditions have been met.
- iii. It was observed that the Modaraba has granted a loan to its associate company, TBL, and has recognized markup income on the same. As the underlying loan transaction and the charging of markup are impermissible from a Shariah perspective, 15% of the markup received from TBL must be mandatorily given to charity. Following the required Shariah purification, the Modaraba's income may be treated as Shariah-compliant, and consequently, the profit accruing to the certificate holders will be permissible.
- iv. To the best of my information and according to the explanations given to me, the business transactions undertaken by the Modaraba and all other matters incidental thereto are in conformity with the Shari'ah requirements as well as the requirements of the Prospectus, Islamic Financial Accounting Standards as applicable in Pakistan and the Shari'ah Compliance and Shari'ah Audit Regulations for Modarabas.

Recommendation:

It is therefore recommended that the Modaraba channel any such financing through Shari'ah-compliant structures such as Modaraba, Ijarah, Musharakah, or Istisna'a, under the guidance of the Shari'ah Advisor. These modes not only provide legitimate avenues for utilizing surplus funds but also ensure greater alignment with the Modaraba's core objective of operating as a Shari'ah-compliant investment institution, while safeguarding the interests of certificate holders.

Conclusion:

While appropriating the matters stated above, it is opined that to the best of my knowledge and according to the explanations given to me, the business transactions undertaken by the Modaraba, and overall business operations during the year are in compliance with the rules & principles of Shari'ah.

May Allah make us successful in this world and hereafter and forgive our mistakes.



Mufti Muhammad Javed
Shari'ah Advisor

Dated: 29th September, 2026

Independent Auditor's Review Report

To the Certificate Holders of First Treet Manufacturing Modaraba
Review Report on the Statement of Compliance contained in Listed Companies (Code of Corporate Governance) Regulations, 2019

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations) prepared by the Board of Directors of Treet Holdings Limited (the "Modaraba Management Company") for the year ended June 30, 2026 in accordance with the requirements of Regulation No. 36 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Modaraba Management Company. Our responsibility is to review whether the Statement of Compliance reflects the status of the Modaraba Management Company's compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Modaraba Management Company's personnel and review of various documents prepared by the Modaraba Management Company to comply with the Regulations.

As a part of our audit of the financial statements, we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Modaraba Management Company's corporate governance procedures and risks.

The Regulations require the Modaraba Management Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Modaraba Company's compliance, in all material respects, with the Regulations as applicable to the Modaraba Management Company for the year ended June 30, 2026.

LAHORE: September 29, 2026
UDIN: CR202610269PgMqChd6N



KRESTON HYDER BHIMJI & CO.
CHARTERED ACCOUNTANTS

Independent Auditors' Report to the Certificate holders of First Treet Manufacturing Modaraba

Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of **First Treet Manufacturing Modaraba ("the Modaraba")**, which comprises statement of financial position as at June 30, 2026, the statement of profit or loss and other comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended and notes to the financial statements, including material accounting policy information and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows together with the notes forming part thereof conform with the accounting and reporting Standards as applicable in Pakistan, and, give the information required by the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 (XXXI of 1980), in the manner so required and respectively give a true and fair view of the state of the modaraba's affairs as at June 30, 2026 and of the total comprehensive income, the changes in equity and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Modaraba and Treet Holdings Limited (the Modaraba Management Company) in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Independent Auditors' Report to the Certificate holders of First Treet Manufacturing Modaraba

Report on the Audit of the Financial Statements

Following are the key audit matters:

Sr.No	Key audit matter	How the matter was addressed in our audit
1	Revenue recognition Refer notes 4.20 and 19 to the financial statements. Net revenue from sale of the Modaraba's products for the year ended 30 June 2026 amounted to Rs. 4,163 million which has increased by approximately 9% as compared to last year. The Modaraba recognizes revenue at a point in time when control of the goods is transferred to the customer, generally on delivery of goods. Revenue constitutes a significant balance in the financial statements and is a key performance measure of the Modaraba. There is an inherent risk of material misstatement, particularly of overstatement, due to the possibility of revenue being recognized before control of goods has been transferred to customers. Considering revenue recognition, a significant risk area, we have identified this as a key audit matter.	Our audit procedures in this area amongst others, included the following: ▪ Evaluated the appropriateness of the Modaraba's revenue recognition accounting policy. ▪ Obtained understanding of design and evaluate implementation of controls designed to check that revenue is recognized in the appropriate accounting period and based on transfer of control of goods to the customer. ▪ Performed testing of sales transactions on a sample basis to check that the related revenues are recorded appropriately at the correct quantity and price when control of goods has been transferred to the customer. ▪ Performed sales cut-off procedures by agreeing sample of transactions occurred on and around the year to the evidence of deliveries to check that sales are recorded in the correct accounting period. ▪ Considered the adequacy of the disclosures in respect of revenue in accordance with the applicable financial reporting standards.

Independent Auditors' Report to the Certificate holders of First Treet Manufacturing Modaraba

Report on the Audit of the Financial Statements

2	Contingencies As disclosed in Note 18 to the annexed financial statements, the Modaraba has contingent liabilities in respect of various matters, which are pending adjudication before respective authorities and courts of law. Management has engaged independent lawyers and legal advisors on these matters. Accounting for and disclosures of contingencies is complex and a matter of significance in our audit because judgments and estimates may be required against such contingencies in accordance with applicable financial reporting standards, in relation to the interpretation of laws, statutory rules and regulations, and the probability of outcome and financial impacts, if any, on the Modaraba for disclosure and recognition and measurement of any provisions. Due to the significance of the amounts involved, uncertainties regarding the outcome of certain matters, and the utilization of substantial management judgments and estimates to assess the same, including the associated financial impacts, we have identified these as a key audit matter. For further information on contingencies, refer to notes 4.14 and 18.	Our audit procedures among others included obtaining an understanding of the process and controls on this areas relevant to our audit. Further, we have: ▪ Obtained the letter received from the authorities and reviewed to understand the basis of claims and details of the pending matters. The same was discussed with the management of the Modaraba Management Company. ▪ Reviewed the correspondence of the Modaraba with the relevant authorities, tax and legal advisors, including judgments or orders passed by the competent authorities, to track the progress of the claim up to date the auditor's report is issued. ▪ Obtained and reviewed confirmations from the Modaraba's external tax and legal advisors for their views on the probable outcome of the open tax assessments and other contingencies. ▪ Discussed with in house legal department personnel of the Modaraba, remit and scope of the legislation and to assess reasonableness of management's conclusions on such pending matters. ▪ Reviewed and evaluated the adequacy of disclosures made in respect of such contingencies in notes to the financial statements, to conclude as to whether the disclosure is sufficient for compliance with IAS-37 "Provisions, Contingent Liabilities and Contingent Assets".
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Information Other than the Financial Statements and Auditor's Report Thereon

Management of the Modaraba Management Company is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Independent Auditors' Report to the Certificate holders of First Treet Manufacturing Modaraba

Report on the Audit of the Financial Statements

Responsibilities of Management and the Board of Directors of the Modaraba Management Company for the Financial Statements

Management of the Modaraba Management Company is responsible for the preparation and fair presentation of the financial statements in accordance with accounting and reporting standards as applicable in Pakistan, the requirements of the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 (XXXI of 1980) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management of the Modaraba Management Company is responsible for assessing the Modaraba's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Modaraba or to cease operations, or has no realistic alternative but to do so. The Board of directors of the Modaraba Management Company is responsible for overseeing the modaraba's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Modaraba's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management of the Modaraba Management Company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Modaraba's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Modaraba to cease to continue as a going concern.

Independent Auditors' Report to the Certificate holders of First Treet Manufacturing Modaraba

Report on the Audit of the Financial Statements

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors of the Modaraba Management Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the board of directors of the Modaraba Management Company with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the board of directors of the Modaraba Management Company, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements:

Based on our audit, we further report that in our opinion:

- proper books of account have been kept by the Modaraba as required by the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 (XXXI of 1980);
- the statement of financial position, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows (together with the notes thereon have been drawn up in conformity with the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 (XXXI of 1980) and are in agreement with the books of account and returns;
- business conducted, investments made, expenditure incurred and guarantees extended during the year by the Modaraba were in accordance with the object, terms and conditions of the Modaraba; and
- zakat deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980) was deducted by the Modaraba and deposited in the Central Zakat Fund established under section 7 of that Ordinance.

Other Matter

The financial statements for the year ended June 30, 2025 were audited by the predecessor auditor namely; Rahman Sarfaraz Rahim Iqbal Rafiq, Chartered Accountants, who expressed unmodified opinion on those financial statements on September 30, 2025.

The engagement partner on the audit resulting in this independent auditor's report is Muhammad Usman Shah, FCA.



KRESTON HYDER BHIMJI & CO.
CHARTERED ACCOUNTANTS

LAHORE: September 29, 2026
UDIN: AR202610269rRy46oWDu

Financial Statements

For the year ended June 30, 2026

STATEMENT OF FINANCIAL POSITION

As at 30 June 2026

	Note	2026 (Rupees in thousand)	2025
Non-current assets			
Property, plant and equipment	5	367,964	260,370
Long term deposits	6	9,654	9,654
Deferred taxation	16	-	10,789
		377,618	280,813
Current assets			
Stores and spares	7	87,152	85,038
Stock in trade	8	552,436	366,098
Trade debts	9	716,253	802,379
Advances, deposits, prepayments and other receivables	10	374,731	677,358
Tax refunds due from Government	11	1,001,182	1,012,735
Cash and bank balances	12	211,706	469,382
		2,943,460	3,412,990
TOTAL ASSETS		3,321,078	3,693,803
Equity and liabilities			
Certificate capital and reserves:			
Certificate capital	13	1,956,000	1,956,000
Deposits for purchase of certificates	14	1	1
Capital reserves			
Statutory reserve	15	612,697	588,712
Revenue reserve			
Accumulated profit		248,421	445,882
		2,817,119	2,990,595
Non-current liabilities			
Deferred taxation	16	3,423	-
Current liabilities			
Retention money payable		13,097	12,990
Trade and other payables	17	433,324	638,691
Provision for taxation		54,115	51,527
		500,536	703,208
Contingencies and commitments	18	-	-
TOTAL EQUITY AND LIABILITIES		3,321,078	3,693,803

The annexed notes 1 to 37 form an integral part of these financial statements.

LAHORE
September 29, 2026


Syed Shehryar Ali
 Chief Executive Officer


Syed Zeeshan Pervez
 Group Chief Financial Officer


Syed Shahid Ali
 Director


Sidra Fatima Sheikh
 Director

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 30 June 2026

	Note	2026 (Rupees in thousand)	2025
Revenue - net	19	4,162,796	3,793,472
Cost of sales	20	(3,771,926)	(3,449,552)
Gross profit		390,870	343,920
Operating expenses			
Administration and general expenses	21	(83,555)	(53,922)
Selling and distribution expenses	22	(151,368)	(130,776)
		(234,923)	(184,698)
Operating profit		155,947	159,222
Other expenses	23	(14,958)	(51,896)
Finance cost	24	(6,014)	(5,743)
Other income	25	45,855	84,119
Profit before levies and income tax		180,830	185,702
Levies	26	(52,368)	(47,670)
Profit before income tax		128,462	138,032
Income tax	27	(8,538)	(20,569)
Profit for the year after taxation		119,924	117,463
OTHER COMPREHENSIVE INCOME - NET OF INCOME TAX:			
Items that may be reclassified subsequently to the statement of profit or loss		-	-
Items that will not be reclassified subsequently to the statement of profit or loss		-	-
Other comprehensive income for the year		-	-
Total comprehensive income for the year		119,924	117,463
Profit per modaraba certificate - basic and diluted (Rupees)	28	0.613	0.135

The annexed notes 1 to 37 form an integral part of these financial statements.

LAHORE
September 29, 2026


Syed Shehryar Ali
Chief Executive Officer


Syed Zeeshan Pervez
Group Chief Financial Officer


Syed Shahid Ali
Director


Sidra Fatima Sheikh
Director

STATEMENT OF CHANGES IN EQUITY

For the year ended 30 June 2026

	Certificate capital	Deposit for purchase of Certificates	Capital Reserves		Revenue Reserve	Total
			Statutory reserve	Demerger reserve	Accumulated profit/ (loss)	
	(Rs in 000's)					
Balance as at June 30, 2024	8,835,903	1	565,219	(6,879,903)	351,912	2,873,132
Total comprehensive income for the year:						
Profit after taxation	-	-	-	-	117,463	117,463
Other comprehensive income	-	-	-	-	-	-
	-	-	-	-	117,463	117,463
Transactions with the entity's owners						
Transfer of 20% profit for the year to statutory reserve	-	-	23,493	-	(23,493)	-
Reduction of certificate capital as per demerger scheme	(6,879,903)	-	-	6,879,903	-	-
Balance as at June 30, 2025	1,956,000	1	588,712	-	445,882	2,990,595
Total comprehensive income for the year:						
Profit after taxation	-	-	-	-	119,924	119,924
Other comprehensive income	-	-	-	-	-	-
	-	-	-	-	119,924	119,924
Transactions with the entity's owners						
Transfer of 20% profit for the year to statutory reserve	-	-	23,985	-	(23,985)	-
Interim profit distribution @ Rs. 1.5 per certificate paid to certificate holders	-	-	-	-	(293,400)	(293,400)
Balance as at June 30, 2026	1,956,000	1	612,697	-	248,421	2,817,119

The annexed notes 1 to 37 form an integral part of these financial statements.

LAHORE
September 29, 2026


Syed Shehryar Ali
Chief Executive Officer


Syed Zeeshan Pervez
Group Chief Financial Officer


Syed Shahid Ali
Director


Sidra Fatima Sheikh
Director

STATEMENT OF CASH FLOWS

For the year ended 30 June 2026

	Note	2026 (Rupees in thousand)	2025
Cash flows from operating activities			
Profit before levies and income tax		180,830	185,702
Adjustments for non-cash and other items:			
Depreciation on operating fixed assets	5.1.3	37,929	29,009
Loss on disposal of operating fixed assets	5.1	-	203
Write down of stock in trade to net realizable value	8.1	1,983	-
Profit on bank deposits	25	(10,716)	(4,447)
Finance cost - bank charges	24	3,233	5,743
Impairment allowance for expected credit loss (ECL)	9.3	14,251	50,884
Provision for slow moving/ obsolete stores	7.1	707	579
Exchange loss	23	-	204
		47,387	82,175
Operating cash flows before working capital changes		228,217	267,877
Changes in working capital			
(Increase)/ decrease in current assets:			
Stores and spares		(2,821)	(3,798)
Stock in trade		(188,321)	21,317
Trade debts		71,875	45,488
Advances, deposits, prepayments and other receivables		302,627	(178,783)
Tax refunds due from Government - Sales tax		(40,939)	73,518
		142,421	(42,258)
Increase/ (decrease) in current liabilities:			
Retention money payable		107	1,048
Trade and other payables		(198,533)	148,163
Cash generated from operations		172,212	374,830
Levies and income tax refunded / (paid)		8,386	(101,632)
Finance cost - bank charges paid		(3,233)	(5,743)
Net cash generated from operating activities		177,365	267,455
Cash flows from investing activities			
Capital work in progress incurred	5.2	(145,523)	(17,262)
Profit received on bank deposits		10,716	4,447
Net cash used in investing activities		(134,807)	(12,815)
Cash flow from financing activities			
Profit distributed to certificate holders		(293,400)	-
Net cash used in financing activities		(293,400)	-
Net (decrease) / increase in cash and cash equivalents		(250,842)	254,640
Cash and cash equivalents at beginning of the year		450,476	195,836
Cash and cash equivalents at end of the year		199,634	450,476
The detail of cash and cash equivalents is as follows:			
Cash and bank balances	12	211,706	469,382
Temporary bank overdraft - unsecured	17.4	(12,072)	(18,906)
Cash and cash equivalents at the end of the year		199,634	450,476

The annexed notes 1 to 37 form an integral part of these financial statements.

LAHORE
September 29, 2026


Syed Shehryar Ali
Chief Executive Officer


Syed Zeeshan Pervez
Group Chief Financial Officer


Syed Shahid Ali
Director


Sidra Fatima Sheikh
Director

Notes to the Financial Statements

For the year ended 30 June 2026

1 LEGAL STATUS AND NATURE OF BUSINESS

First Treet Manufacturing Modaraba (the Modaraba) is a multipurpose, perpetual and multi dimensional Modaraba formed on 27 July 2005 under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and rules framed thereunder and is managed by Treet Holdings Limited (a wholly owned subsidiary of Treet Corporation Limited, the parent Company of the Modaraba), incorporated in Pakistan under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) and registered with the Registrar of Modaraba Companies. The Modaraba is listed on Pakistan Stock Exchange Limited. As previously reported, the modaraba was demerged and transferred its battery segment undertaking and business to Messrs. Treet Battery Limited under a duly executed scheme approved by relevant authorities and sanctioned by the Honourable Lahore High Court, Lahore. At present, the modaraba is primarily engaged in the business of manufacturing and sale of corrugated boxes and soaps. The name of the holding company of the modaraba is Messrs. Treet Corporation Limited (TCL) that holds 97.11% of the certificates in the modaraba.

GEOGRAPHICAL LOCATION

72 - B, Kot Lakhpat, Industrial Area, Lahore

22 KM, Ferozpur Road, Kacha Tiba, Rohi Nala Rd, Tibba, Lahore

Registered Office and Head Office

Corrugation factory

During the year, the Board of Directors of the Modaraba management company in their meeting held on February 26, 2026 has approved a duly executed scheme of arrangement in terms of section 279 to 283, 285 and 505(1) (c) of the Companies Act, 2017 entered into between the modaraba and its associated company namely; Messrs. Treet Packaging Limited, a newly formed company, for the transfer of its entire assets and liabilities as appearing in its latest available unaudited financial statements duly reviewed by its statutory auditors for the period ended December 31, 2025, and all the existing undertaking of the corrugation and soap segments of the modaraba to the said associated company in a 1:1 share swap ratio, representing 195,599,994 ordinary shares to be issued to the existing certificate holders of the modaraba for every modaraba certificate held by them, subject to approval by the respective members of both the entities in their upcoming EOGM for onward filing of scheme with the Honorable Lahore High Court, Lahore for sanctioning of the same. The effective date of the scheme is December 31, 2025. Upon effectuation of scheme, the company will be listed on the Pakistan Stock Exchange as a public listed company where its shares shall be traded in the same manner as the certificates of the modaraba.

After the sanctioned order of the Honorable Lahore High Court, Lahore, all the assets and liabilities of the modaraba will be taken over by the Company as per the scheme in the swap ratio as approved by the respective members of both the entities as at the sanctioned date and all related necessary legal formalities will be executed in this regard. After the effectuation of scheme, the modaraba shall stand dissolved without winding up, all its modaraba certificates will be cancelled and its listing status will be transferred to the Company.

Until the terminal date, the scheme of arrangement for the transferring of all the net assets and undertaking of the modaraba with and into the above named associated company is in process and will be executed in a due course of time subject to regulatory approvals and after fulfilling the necessary legal formalities in this regard.

2 BASIS OF PREPARATION

2.1 Statement of compliance

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

Notes to the Financial Statements

For the year ended 30 June 2026

- International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFASs) issued by the institute of Chartered Accountants of Pakistan;
- Provisions of and directives issued under Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 and directives issued by Securities and Exchange Commission of Pakistan (SECP)

In case requirements of IFRS and IFASs differ, the provisions of and directives issued under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and Modaraba Companies and Modaraba Rules, 1981 and directives issued by SECP shall prevail.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention except for the followings:

- property, plant and equipment which is valued at carrying amounts in accordance with IAS 16;
- certain inventories at lower of cost and net realizable value.
- trade receivables which are carried at value determined after the provision of impairment under expected credit loss approach;
- certain financial instruments at amortized cost.
- deferred tax asset computed as per the requirements of IAS-12, "Income Taxes"

These financial statements have been prepared on accrual basis of accounting, except for the statement of cash flows which is on cash basis.

2.3 Functional currency

These financial statements have been presented in Pak Rupees, which is also the Modaraba's functional currency. Figures have been rounded off to the nearest Rupee in thousands. The corresponding figures are regrouped/ rearranged for the purpose of comparison. Appropriate disclosure is given in relevant note in case of material rearrangement.

2.4 Significant accounting estimates, judgements and assumptions

The preparation of financial statements in conformity with the approved accounting standards requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which estimates are revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The areas where assumptions and estimates are significant to the Modaraba's financial statements or where judgment was exercised in application of accounting policies are as follows:

Notes to the Financial Statements

For the year ended 30 June 2026

2.4.1 Useful lives and residual values of property, plant and equipment

The Modaraba reviews the useful life and residual value of property, plant and equipment on regular basis to determine that expectations are not significantly changed from the previous estimates. Further, where applicable, an estimate of the recoverable amount of assets is made for possible impairment on an annual basis. In making these estimates, the Modaraba uses the technical resources available with it. Any change in the estimates in the future might affect the carrying amount of respective item of property, plant and equipment, with corresponding effects on the depreciation/ amortization charge and impairment, if any.

2.4.2 Recoverable amount of non-financial assets and impairment

The management of the Modaraba reviews carrying amounts of its non-financial assets and cash generating units for possible impairment and makes formal estimates of recoverable amount if there is any such indication.

2.4.3 Stock in trade and stores and spare parts

The Modaraba reviews the net realizable value of items of stores, spare parts and loose tools and stock in trade to assess any possible impairment on annual basis. Net realizable value is estimated with reference to the estimated selling price in the ordinary course of business less the estimated cost necessary to make the sale. Any change in the estimates in the future might affect the carrying amount of respective item of store, spare parts and loose tools and stock in trade, with corresponding effects on the provision for impairment, if any.

2.4.4 Allowance for expected credit loss (ECL)

The allowance for ECL assessment requires a degree of estimation and judgement. It is based on the lifetime ECL, grouped based on days overdue, and makes assumptions to allocate an overall ECL rate for each group. These assumptions include recent sales experience, historical collection rates and forward looking information for macro economic factors i.e. interest rates, inflation rates, unemployment rates, GDP rates etc.

2.4.5 Contingencies

The Modaraba has disclosed significant contingent liabilities for the pending litigations and claims against it based on its judgment and the advice of the legal advisors for the estimated financial outcome. The actual outcome of these litigations and claims can have an effect on the carrying amounts of the liabilities recognized at the statement of financial position date. However, based on the best judgment of the Modaraba and its legal advisors, the likely outcome of these litigations and claims is remote and there is no need to recognize any liability at the statement of financial position date.

2.4.6 Provision for income tax

The Modaraba takes into account the current income tax law and decisions taken by appellate authorities while estimating its tax liabilities. Instances where the Modaraba's views differ from the views taken by the income tax department at the assessment stage and where the Modaraba considers that its views on items of material nature is in accordance with law, the amounts are shown as contingent liabilities.

Notes to the Financial Statements

For the year ended 30 June 2026

3 INITIAL APPLICATION OF A STANDARD, AMENDMENT OR AN INTERPRETATION TO AN EXISTING STANDARD AND FORTHCOMING REQUIREMENTS

a) Standards and interpretations that became effective but are not relevant to the Modaraba:

The following amendments to the approved accounting and reporting standards became effective for annual reporting periods beginning on or after July 01, 2025 and have been adopted by the Modaraba, where applicable:

IAS 21 – “The Effects of Changes in Foreign Exchange Rates” – Lack of Exchangeability (Amendments)

The adoption of the above amendment did not have any material impact on the Modaraba’s financial position, financial performance, cash flows or disclosures.

b) Forthcoming requirements not effective in current year and not considered relevant:

The following standards and amendments have been issued by the International Accounting Standards Board (IASB) but are not yet effective for the Modaraba’s annual reporting period ended June 30, 2026 and have not been early adopted by the Modaraba. The Modaraba is currently assessing the impact of these standards and amendments and does not expect their initial application to have a material effect on the financial statements.

	Effective date
Amendments to IFRS 9 and IFRS 7 – “Classification and Measurement of Financial Instruments”	January 01, 2026
Contracts Referencing Nature-dependent Electricity (Amendments to IFRS 9 and IFRS 7)	January 01, 2026
Annual Improvements to IFRS Accounting Standards – Volume 11 (amendments to IFRS 1, IFRS 7, IFRS 9, IFRS 10 and IAS 7)	January 01, 2026
Annual Improvements to IFRS 7, IFRS 9, IFRS 10 (Consolidated Financial Statements), and	January 01, 2026
IAS 7 (Statement of Cash Flows)	January 01, 2026

In addition to the above, the IASB has issued the following standards and interpretations which, as of June 30, 2026, have not been notified by the Securities and Exchange Commission of Pakistan (SECP) for local adoption. The Modaraba will evaluate the impact of these pronouncements once they are notified for application in Pakistan.

- IFRS 1 – First Time Adoption of International Financial Reporting Standards
- IFRIC 12 – Service Concession Arrangement
- IFRS 18 – Presentation and Disclosure in Financial Statements
- IFRS 19 – Subsidiaries without Public Accountability: Disclosures

4 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies set out below have been applied consistently to all periods presented in these financial statements, unless stated otherwise.

Notes to the Financial Statements

For the year ended 30 June 2026

4.1 Taxation

Income tax expense comprises current and deferred tax. Income tax expense is recognised in the statement of profit or loss, except to the extent that it relates to items recognised directly in equity or in other comprehensive income, in which case it is recognised in equity or in other comprehensive income respectively. In making the estimates for income taxes currently payable by the Modaraba, the management considers the current income tax law and the decisions of appellate authorities on certain issues in the past.

4.1.1 Current tax

The charge for current taxation is based on the taxable income for the year, determined in accordance with the prevailing law for taxation on income, using prevailing tax rates after taking into account tax credits and rebates available, if any. Current tax assets and tax liabilities are offset where the Modaraba has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

4.1.2 Deferred tax

Deferred tax is provided using liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amounts of assets and liabilities, using the current rates of taxation. Deferred tax liabilities are recognised for all taxable temporary differences and deferred tax assets are only recognised to the extent that it is probable that future taxable profits will be available against which the assets can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised. Deferred tax is charged to income except in case of items credited or charged to equity in which case it is included in the equity.

4.1.3 Levies

Taxes levied on gross turnover, assets or other prescribed bases under the applicable tax laws are recognized in profit or loss as levies.

Minimum tax paid under section 113 of the Income Tax Ordinance, 2001, to the extent that it is available for adjustment against future income tax liabilities and recovery is probable, is recognized as a deferred tax asset. The unutilized balance is written off to profit or loss when it is no longer probable that the related tax benefit will be realized or upon expiry of the prescribed adjustment period.

4.2 Property, plant and equipment

Operating fixed assets

Operating fixed assets are stated at cost less accumulated depreciation and impairment loss, if any. Cost in relation to property, plant and equipment comprises purchase price and other directly attributable costs necessary to bring the asset to the location and condition intended for use. The cost of self-constructed assets includes the cost of materials, direct labour and any other costs directly attributable to bringing the assets to a working condition for their intended use.

Notes to the Financial Statements

For the year ended 30 June 2026

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Modaraba and cost of the item can be measured reliably. All other repairs and maintenance costs are charged to the statement of profit and loss as and when incurred.

Depreciation is provided on straight line method at rates specified in note 5.1 to the financial statements so as to write off the cost of operating fixed assets over their estimated useful life. Depreciation on additions to operating fixed assets is charged from the day on which an asset is available for use till the day the asset is retired from active use or the asset is disposed off.

Normal repairs and maintenance are charged to the statement of profit or loss as and when incurred. Major renewals and improvements are capitalized.

Residual value and the useful life of assets are reviewed at each financial year end, and adjusted if expectations differ significantly from previous estimates and impact on depreciation is significant.

Residual values are determined by the management as the amount it expects it would receive currently for an item of operating fixed assets if it was already of the age and in the condition expected at the end of its useful life based on the prevailing market prices of similar assets already at the end of their useful lives.

Useful lives are determined by the management based on the expected usage of assets, physical wear and tear, technical and commercial obsolescence, legal and similar limits on the use of the assets and other similar factors.

Gain and loss on disposal of an item of operating fixed assets is determined by comparing the proceeds from disposal with the carrying amount of operating fixed assets, and is recognized as income or expense in the statement of profit and loss.

Capital work in progress

Capital work-in-progress represents expenditure on property, plant and equipment in the course of construction and installation. Transfers are made to relevant category of operating fixed assets as and when assets are available for use. Capital work-in-progress is stated at cost, less any identified impairment loss.

Impairment tests for property, plant and equipment are performed annually or whenever there is an indication of impairment.

4.3 ROU asset

The Modaraba recognizes a ROU asset and a lease liability at the lease commencement date. The ROU asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The ROU asset is subsequently depreciated using the straight line method from the commencement date to the earlier of the end of the useful life of the ROU asset or the end of the lease term. The estimated useful lives of ROU assets are determined on the same basis as those of property, plant and equipment. In addition, the ROU asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

Notes to the Financial Statements

For the year ended 30 June 2026

4.4 Stores and spares

These are valued at the lower of cost and net realizable value. The cost of inventory is based on moving average cost. Items in transit are stated at cost plus directly attributable expenses incidental thereto accumulated up to the date of the statement of financial position. The Modaraba reviews the carrying amount of stores and spares on a regular basis and provision is made for obsolescence if there is any change in usage pattern and physical form of related stores, spares and loose tools.

Net realizable value specifies the estimated selling price in the ordinary course of business less the estimated cost of completion and cost necessarily to be incurred to make the sale.

4.5 Stock in trade

Stock of raw materials and packing materials are valued at lower of moving average cost and net realizable value except for stock in transit which is valued at invoice price and related expenses. Cost in relation to work in process and finished goods includes prime cost and appropriate proportion of production overheads. Net realizable value signifies the estimated selling price in the ordinary course of business less estimated cost of completion and the cost necessary to be incurred to make the sales.

4.6 Trade and other receivables

Trade and other receivables represent the modaraba's right and are initially recognized at an amount of consideration that is unconditional unless they contain significant financing component in which case they are recognized at fair value. The modaraba holds the trade debts with the objective of collecting the contractual cash flows and therefore measures the trade debts subsequently at amortized cost using the effective interest rate method. Deduction, if any, is made for doubtful receivables based on expected credit losses model. Bad debts are written off when identified. Provision for loss allowance on doubtful debts is charged to statement of profit or loss.

Trade and other receivables are written off (i.e. derecognized) when there is no reasonable expectation of recovery. Failure to make payments within 365 days from the invoice date and failure to engage with the modaraba on alternative payment arrangement amongst others is considered as indicators of no reasonable expectation of recovery. The modaraba has applied the simplified approach to measure expected credit losses, which uses a lifetime expected loss allowance. To measure the expected credit losses, trade receivables have been grouped based on days overdue.

Impairment of trade and other receivables

The modaraba makes use of a simplified approach in accounting for trade and other receivables as well as contract assets and records the loss allowance as lifetime expected credit losses. These are the expected shortfalls in contractual cash flows, considering the potential for default at any point during the life of the financial instrument. In calculating, the modaraba uses its historical experience, external indicators and forward-looking information to calculate the expected credit losses using a provision matrix. The modaraba assess impairment of trade receivables on a collective basis as they possess shared credit risk characteristics and have been grouped based on the days past due.

The expected loss rates are based on the payment profile for sales over the last month at each reporting date as well as the corresponding historical credit losses during that period. The historical rates are adjusted to reflect current and forwarding looking macroeconomic factors affecting the customer's ability to settle the amount outstanding.

Notes to the Financial Statements

For the year ended 30 June 2026

4.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less. Short term finance facilities availed by the Modaraba (if any), which are payable on demand and form an integral part of the Modaraba's cash management are included as part of cash and cash equivalents for the purpose of the statement of cash flows.

4.8 Equity, reserves and profit distribution

Certificate capital represents the face value of certificates that have been issued. Any transaction costs associated with the issuing of certificates are deducted from share certificate capital, net of any related income tax benefits, if any.

Retained earnings/ accumulated loss include all current and prior period retained profits/ losses.

Profit distribution to the certificate holders is recognized in the period in which it is approved.

4.9 Statutory reserves

Statutory reserves represents the profit after tax that have been transferred from retained earnings to the statutory reserves. The Modaraba has created this reserve fund to which following shall be credited:

- a) An amount not less than 20% and not more than 50% of its after-tax profits till such time this reserve fund equals the amount of the paid-up certificate capital; and
- b) thereafter a sum not less than 5% of its after tax profits.

4.10 Borrowings and borrowing costs

Borrowings are accounted for in accordance with IFRS 9, "Financial Instruments" and IAS 23, "Borrowing Costs". Borrowings are initially recognized at fair value, net of directly attributable transaction costs, and are subsequently measured at amortized cost using the effective interest method. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognized in profit or loss over the term of the borrowings.

Transaction costs directly attributable to obtaining borrowing facilities are included in the initial measurement of the related borrowings to the extent that it is probable that the facilities will be utilized. Otherwise, such costs are recognized over the period of the related facility.

Interest-free or below-market rate borrowings are initially recognized at fair value, determined by discounting future contractual cash flows using a market rate of interest for a similar instrument. The difference between the proceeds received and the initial fair value is recognized in accordance with the nature of the transaction. Subsequently, such borrowings are measured at amortized cost using the effective interest method.

Borrowings are derecognised when the obligation specified in the contract is discharged, cancelled or expires. Any resulting gain or loss is recognized in profit or loss.

Borrowings are classified as current liabilities unless the modaraba has an unconditional right at the reporting date to defer settlement for at least twelve months after the reporting period.

Notes to the Financial Statements

For the year ended 30 June 2026

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost of that asset in accordance with IAS 23, "Borrowing Costs". Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization. All other borrowing costs are recognized in profit or loss as incurred.

4.11 Lease liability

The lease liability is initially measured at present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Modaraba's incremental borrowing rate.

Lease payments included in the measurement of the lease liability comprise of the following:

- fixed payments, including in substance fixed payments;
- variable lease payments that depend on an index, or a rate, initially measured using the index or rate as at commencement date;
- amount expected to be payable under a residual guarantee; and
- the exercise under purchase option that the Modaraba is reasonably certain to exercise, lease payments in an optional renewal period if the Modaraba is reasonably certain to exercise an extension option, and penalties for early termination of lease unless the Modaraba is reasonably certain not to terminate early.

The lease liability is measured at amortized cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change Modaraba's estimate of the amount expected to be payable under a residual value guarantee, or if the Modaraba changes its assessment of whether it will exercise a purchase or termination option. When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the ROU asset, or is recorded in the statement of profit and loss if the carrying amount of the ROU asset has been reduced to zero.

Payments associated with short term leases and all leases of low value assets are recognized on a straight line basis as an expense in the statement of profit and loss. Short term leases are leases with a lease term of 12 months or less without a purchase option.

4.12 Trade and other payables

Accounts payable are classified as current liabilities if payment is due within one year or less (or in the normal operating cycle of business, if longer), if not, they are classified as non-current liabilities.

Liabilities for trade and other amounts payable are carried at cost which is the fair value of the consideration to be paid in future for goods and services received whether or not billed to the Modaraba.

4.13 Provisions

Provisions are recognized when the Modaraba has a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate of the amount can be made. However, provisions are reviewed at each reporting period to reflect the best current estimate. If it is no longer probable that an outflow of economic resources embodying economic benefits will be required to settle the obligation, the provisions are reversed.

4.14 Contingencies

These are not accounted for in the financial statements unless these are actual liabilities and are only disclosed when:

Notes to the Financial Statements

For the year ended 30 June 2026

- a) there is a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Modaraba; or
- b) there is present obligation that arises from past events but it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or the amount of the obligation cannot be measured with sufficient reliability.

The assessment of contingencies inherently involves the exercise of significant judgment as the outcome of the future events cannot be predicted with certainty. The Modaraba, based on the availability of the latest information, estimates the value of contingent assets and liabilities which may differ on the occurrence/ non-occurrence of the uncertain future events.

4.15 Financial instruments

Recognition and measurement

Financial assets and liabilities are recognized, when the Modaraba becomes a party to the contractual provisions of the instrument and derecognized when the Modaraba loses control of the contractual rights to receive cash flows from the assets that comprise the financial asset or the rights have been transferred and the Modaraba has transferred substantially all the risks and rewards of ownership or the enterprise loses control of the contractual rights that comprise financial assets or a portion of financial assets. In case of financial liabilities when the obligation specified in the contract is discharged, cancelled or expired.

Financial assets are trade and other receivables, advances adjustable in cash and cash & bank balances. The Modaraba derecognizes a financial asset or a portion of financial asset when, and only when, the right to receive the cash flows from the assets have been expired or have been transferred; and the Modaraba has transferred substantially all the risks and rewards of ownership or the enterprise loses control of the contractual rights that comprise the financial assets or a portion of financial assets.

The Modaraba has classified its financial assets based on the requirements as set out in IFRS-9 'Financial Instruments'. IFRS 9 sets out the requirements for recognizing and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items and contains three principal classifications categories of financial assets: measured at amortized cost, fair value through other comprehensive income and fair value through profit and loss. The classification of financial assets are generally based on the business model in which the financial asset is managed and its contractual cash flow characteristics.

4.15.1 Financial assets

(a) Financial Asset at Amortized Cost

A financial asset shall be measured at amortized cost if both of the following conditions are met:

- i) The financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and;
- ii) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on principal amount outstanding.

(b) Financial asset at fair value through other comprehensive income

A financial asset shall be measured at fair value through other comprehensive income if both of the following conditions are met:

Notes to the Financial Statements

For the year ended 30 June 2026

- i) The financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and;
- ii) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on principal amount outstanding.

(c) Financial asset at fair value through profit and loss

A financial asset shall be measured at fair value through profit or loss unless it is measured at amortized cost or at fair value through other comprehensive income.

Recognition and measurement

Financial assets at initial recognition are measured at its fair value of the consideration given. Subsequent to initial recognition, financial assets shall be classified at amortized cost using effective interest method, fair value through other comprehensive income with changes in fair value recognized in other comprehensive income and fair value through profit or loss with changes in fair value recognized in the statement of profit or loss.

The Modaraba follows trade date accounting for purchase and sale of investments.

4.15.2 Financial liabilities

Financial liabilities are recognized according to the substance of the contractual arrangements entered into. At the time of initial recognition, all financial liabilities shall be measured at fair value plus or minus transaction cost that are directly attributable to the issue of a financial liability. Financial liabilities shall subsequently be measured at amortized cost. Significant financial liabilities are due to related party, trade and other payables.

Any gain or loss on subsequent remeasurement to fair value of financial assets and financial liabilities is taken to the statement of profit or loss in the year in which it arises.

Offsetting of financial assets and financial liabilities

A financial asset and liability is offset against each other and the net amount is reported in the statement of financial position if the Modaraba has legally enforceable right to set off the recognized amount and intends either to settle on net basis or realize the asset and settle the liability simultaneously.

4.15.3 Derecognition

Financial assets

The Modaraba derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Modaraba neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

The Modaraba might enter into transactions whereby it transfers assets recognized in its statement of financial position, but retains either all or substantially all of the risks and rewards of the transferred assets. In these cases, the transferred assets are not derecognized.

Notes to the Financial Statements

For the year ended 30 June 2026

Financial liabilities

The Modaraba derecognizes a financial liability when its contractual obligations are discharged or cancelled, or expire. The Modaraba also derecognizes a financial liability when its terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognized at fair value. On derecognition of a financial liability, the difference between the carrying amount extinguished and the consideration paid (including any non-cash assets transferred or liabilities assumed) is recognized in the statement of profit or loss.

4.15.4 Impairment

Financial assets

A financial asset is impaired if the credit risk on that financial asset has increased significantly since the initial recognition. Impairment allowance for ECL on a financial asset is recognized to account for impairment.

If a financial asset has low credit risk at the date of initial application of IFRS 9, then the Modaraba has assumed that the credit risk on the asset had not increased significantly since its initial recognition.

The Modaraba recognizes lifetime ECL when there has been a significant increase in credit risk since initial recognition. However, if the credit risk on the financial instrument has not increased significantly since initial recognition, the Modaraba measures the loss allowance for that financial instrument at an amount equal to 12 month ECL. Lifetime ECL represents the expected credit losses that will result from all possible default events over the expected life of a financial instrument. In contrast, 12 month ECL represents the portion of lifetime ECL that is expected to result from default events on a financial instrument that are possible within 12 months after the reporting date.

Non-financial assets

The Modaraba assesses at each statement of financial position date, whether there is any indication that assets may be impaired. If such an indication exists, the carrying amount of such assets is reviewed to assess whether they are recorded in excess of their recoverable amount. Where carrying values exceed their respective recoverable amounts, assets are written down to their recoverable amount and resulting impairment loss is recognized in the statement of profit and loss. The recoverable amount is higher of an asset's fair value less costs to sell and value in use.

Where an impairment loss is recognized, the depreciation charge is adjusted in the future periods to allocate the asset's revised carrying amount over its estimated useful life. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised recoverable amount but limited to the extent of carrying amount of the asset had there been no impairment loss. A reversal of the impairment loss is recognized in the statement of profit and loss.

4.16 Employees retirement benefits - related party

Defined contribution scheme

A recognized contributory provident fund scheme namely "Treet Corporation Limited - Group Employees Provident Fund" is in operation covering all permanent employees employed by the Treet group in its all companies. Equal contributions are made monthly both by the Treet group and employees in accordance with the rules of this scheme at 10% of the basic pay.

Notes to the Financial Statements

For the year ended 30 June 2026

Another recognized contributory fund scheme is "Treet Corporation Limited - Group Employees Service Fund" which covers all permanent management employees employed by the Treet group in its all companies. In accordance with the rules of this scheme, equal monthly contributions are made both by the Treet group and employees at 10% of the basic pay from the date the employee gets permanent status. Additional contributions may be made by the Modaraba for those employees who have at the most 15 years of service remaining before reaching retirement age, however, employee can start their additional contribution above the threshold limit of 10% of basic pay at any time.

A recognized contributory fund scheme namely "Treet Corporation Limited - Group Employees Benevolent Fund" in operation for the benefit of employees if the employee opts for this scheme. The contributions to the fund are made @ 10% of employees' basic salary on monthly basis by both employee and the Treet group. Periodic bonuses by the Modaraba to all the employees in any year, not exceeding one month's basic salary of an employee, is credited to his personal account in the Fund at the sole discretion of the Modaraba. The BOD of the Modaraba Management Company had freezed this fund w.e.f. February 04, 2020 and no contribution is being credited to the fund since that date.

An unrecognized contributory fund scheme namely, "Treet Corporation Limited - Group Employees Housing Fund Scheme" is in operation covering permanent management employees of the Treet group with minimum five years of service with the Modaraba. Equal contributions are made monthly both by the Treet group and its employees in accordance with the rules of this scheme at 20% of the basic pay. The BOD of the Modaraba Management Company had freezed this fund w.e.f. February 04, 2020 and no contribution is being credited to the fund since that date.

Defined benefit scheme

An approved funded gratuity scheme and a funded superannuation schemes are in operation for all employees with qualifying service periods of six months and ten years respectively. These are operated through "Treet Corporation Limited - Group Employees Gratuity Fund" and "Treet Corporation Limited - Group Employees Superannuation Fund" respectively. The Modaraba's obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefits that employees have earned in current and prior periods, discounted using an applicable discount rate to determine the present value of the defined benefit obligation which is restricted to the employees employed by the modaraba. The calculation of defined benefit obligation is performed annually by a qualified actuary using the projected unit credit method for all the group employees which is then pro rated to determine the defined benefit obligation of the employees employed by the modaraba. The amount of expense as applicable to modaraba is charged to the respective cost centres by recognising the corresponding liability towards the Treet Corporation Limited which is solely responsible for all the actuarial risks and other obligations in respect of the defined benefit plans.

4.17 Related party transactions

Transactions with related parties are based on the transfer pricing policy that all transactions between the Modaraba and the related parties are at arm's length prices determined as per the prescribed methods under the Companies Act, 2017, except in circumstances where it is in the interest of the Modaraba to do so, duly approved by the Board of the Modaraba (the Board). Parties are said to be related if they are able to influence the operating and financial decisions of the Modaraba.

4.18 Foreign currency translation

Foreign currency transactions are translated into Pak Rupees which is the Modaraba's functional and presentation currency using the exchange rates approximating those prevailing at the date of the transaction. All monetary assets and liabilities in foreign currencies are translated into Pak Rupees using the exchange rate at the statement of financial position date.

Notes to the Financial Statements

For the year ended 30 June 2026

Exchange gains and losses resulting from the settlement of such transactions and from the translations at the year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the statement of profit and loss. All non-monetary assets and liabilities are translated in Pak Rupees using the exchange rates prevailing on the date of transaction or at the date when the fair value was determined.

4.19 Operating segments

Segment reporting is based on the operating (business) segments of the modaraba. An operating segment is a component of the modaraba that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to the transactions with any of the modaraba's other components. Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The Chief Executive Officer has been identified as the chief operating decision-maker that made strategic decisions and who is also responsible for allocating resources to the operating segments, assessing their performance and whose results are regularly reviewed by it based on the discrete financial information of each segment.

Segment results that are reported to the Chief Executive Officer include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Those income, expenses, assets, liabilities and other balances which cannot be allocated to a particular segment on a reasonable basis are reported as unallocated.

Transactions among the business segments are recorded at arm's length prices using admissible valuation methods. Inter segment sales and purchases are eliminated from the total, if any.

The modaraba has following reportable segments on the basis of product characteristics and the criteria defined by the IFRS 8, "Operating Segments".

Corrugation segment - Manufacturing and sale of corrugated boxes

Soap Segment - Toll manufacturing and sale of soaps

4.20 Revenue recognition

Revenue arises mainly from the sale of corrugated boxes and soaps, and is measured according to IFRS-15 (Revenue from Contracts with Customers) at the fair value of the consideration received or receivable as defined in sales contract, including variable consideration; sales tax and other duties collected on behalf of third parties are not taken into account. However, variable consideration is only included if it is highly probable that a significant reversal of revenue will not occur once the uncertainty related to the variable consideration is resolved.

Revenue is recognized when control of a promised goods passes to a customer at a specific point in time. The customer obtains control of the goods when the goods are delivered to customers and in very few cases when goods are handed over to the customers i.e. ex-factory, in case of local sales. Further in case of export sale, control is transferred when goods are loaded on vessels.

Contract liabilities, which is the Modaraba's obligation to transfer goods to a customer for which the entity has already received consideration, relate mainly to advance payments from customers. A trade receivable is recognized when the products are delivered to a customer as this is the point in time that the consideration becomes unconditional because only a passage of time is required before the payment is due.

Income from the following sources is recognized as under:

- i) Return on bank deposits is accounted for on a time proportion basis using the effective rate of return/ profit.
- ii) Other revenues are recorded on accrual basis.

Notes to the Financial Statements

For the year ended 30 June 2026

4.21 Earning per modaraba certificate (EPC)

Basic EPC is calculated by dividing the profit or loss attributable to ordinary certificate holders of the Modaraba by the weighted average number of modaraba certificates outstanding during the year.

Diluted EPC is calculated by adjusting basic EPC by the weighted average number of modaraba certificates that would be issued on conversion of all dilutive potential modaraba certificates into ordinary certificates and post tax effect of changes in the statement of profit and loss attributable to certificates of the modaraba that would result from conversion of all dilutive potential modaraba certificates into ordinary certificates.

5 PROPERTY, PLANT AND EQUIPMENT

	Note	2026 (Rupees in thousand)	2025
Operating fixed assets - tangible	5.1	337,575	226,870
Capital work in progress (CWIP)	5.2	30,389	33,500
		367,964	260,370

Notes to the Financial Statements

For the year ended 30 June 2026

5.1 Operating fixed assets - tangible

DESCRIPTION	2026						Rate %			
	COST		DEPRECIATION							
	As on July 01, 2025	TRANSFERS FROM CWIP (Note - 5.3)	DELETIONS	As on June 30, 2026	As on July 01, 2025	Adjustment		For the year	As on June 30, 2026	book value as on June 30, 2026
	----- (Rupees in thousand) -----									
Freehold land	25,285	-	-	25,285	-	-	-	-	25,285	-
Building on freehold land	224,864	1,943	-	226,807	113,935	-	11,254	125,189	101,618	5
Leasehold improvements	4,791	-	-	4,791	4,791	-	4,791	4,791	-	10
Plant and machinery	330,299	120,158	-	450,457	282,530	-	12,860	295,390	155,067	10
Furniture, fittings and equipments	10,255	1,006	-	11,261	6,542	-	659	7,201	4,060	10
Computer equipments	5,213	4,429	-	9,642	3,727	-	1,136	4,863	4,779	25
Vehicles	54,095	21,098	-	75,193	16,407	-	12,020	28,427	46,766	20
	654,802	148,634	-	803,436	427,932	-	37,929	465,861	337,575	

5.1 Operating fixed assets - tangible

DESCRIPTION	2025						Rate %		
	COST		DEPRECIATION						
	As on July 01, 2024	TRANSFERS FROM CWIP (Note - 5.3)	DELETIONS	As on June 30, 2025	As on July 01, 2024	For the year Adjustment		As on June 30, 2025	book value as on June 30, 2025
	----- (Rupees in thousand) -----								
Owned									
Freehold land	25285	-	-	25285	-	-	-	25285	
Building on freehold land	217395	7469	-	224864	103062	10873	113935	110929	
Leasehold improvements	4791	-	-	4791	4791	-	4791	-	
Plant and machinery	303616	26683	-	330299	275206	-	282530	47769	
Furniture, fittings and equipments	9811	444	-	10255	5776	-	766	3713	
Computer equipments	4429	784	-	5213	3179	-	3727	1486	
Vehicles	45803	8729	(437)	54095	7143	(234)	16407	37688	
	611130	44109	(437)	654802	399157	(234)	29009	226870	

5.1.1 The carrying amount of the assets other than freehold land and building as at June 30, 2026 includes fully depreciated assets having cost of Rs. 266.534 million (2025: Rs. 240.174 million) but are still in use of the Modaraba.

5.1.2 Freehold land measuring 2.43 acres having value of Rs. 25.285 million is situated at Rohi Nullah Kaacha Road, Mouza Kaacha, Tehsil Cantt, District Lahore.

Notes to the Financial Statements

For the year ended 30 June 2026

	Note	2026 (Rupees in thousand)	2025
5.1.3			
The depreciation charge for the year has been allocated as under:			
Cost of sales			
-Corrugated boxes	20	33,550	25,358
- Soap	20	676	404
		34,226	25,762
Administrative and general expenses	21	2,836	2,019
Selling and distribution expenses	22	867	1,228
		37,929	29,009

5.2 Capital work in progress

The movement under this head of account is as follows:

Description	Balance as at July 01, 2025	Additions	Transferred to operating fixed assets (Note 5.1)	Balance as at June 30, 2026
-------------	--------------------------------	-----------	---	--------------------------------

------(Rupees in thousand)-----

Civil work	-	6,223	(1,943)	4,280
Plant and machinery	33,500	112,767	(120,158)	26,109
Vehicles	-	21,098	(21,098)	-
Furniture, fittings and equipments	-	1,006	(1,006)	-
Computer, equipments	-	4,429	(4,429)	-
Total - 2026	33,500	145,523	(148,634)	30,389

Description	Balance as at July 01, 2024	Additions	Transferred to operating fixed assets (Note 5.1)	Balance as at June 30, 2025
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------(Rupees in thousand)-----

Civil work	7,469	-	(7,469)	-
Plant and machinery	52,434	7,749	(26,683)	33,500
Vehicles	-	8,729	(8,729)	-
Furniture, fittings and equipments	444	-	(444)	-
Computer, equipments	-	784	(784)	-
Total - 2025	60,347	17,262	(44,109)	33,500

Notes to the Financial Statements

For the year ended 30 June 2026

	Note	2026 (Rupees in thousand)	2025
6 LONG TERM DEPOSITS			
Against:			
- Rented premises		646	646
- Utility deposits		8,096	8,096
- Deposit - PSO		872	872
- Others		40	40
		9,654	9,654
7 STORES AND SPARES			
Stores			
Corrugation boxes		85,987	82,369
Spares			
Corrugation boxes		9,074	9,871
		95,061	92,240
Less: Provision for slow moving/obsolete stores	7.1	(7,909)	(7,202)
		87,152	85,038
7.1 The movement in this head of account is as follows:			
Balance as at July 01,		7,202	6,623
Charged during the year	23	707	579
Balance as at June 30,		7,909	7,202
8 STOCK IN TRADE			
Raw material			
- Corrugation boxes		249,532	136,617
- Soap		99,282	30,181
		348,814	166,798
Packing material			
- Corrugation boxes		29	447
- Soap		6,829	14,787
		6,858	15,234
Store in-transit		9,738	-
Work in process			
- Corrugation boxes		4,447	6,645
Finished goods			
- Corrugation boxes		42,668	25,700
- Soap	8.1	139,911	151,721
		182,579	177,421
		552,436	366,098

8.1 The stock in trade of soap has been written down to net realizable value by Rs. 1.983 million (2025: Nil) which is duly recognized in cost of goods sold in accordance with the requirements of IAS - 2 'Inventories'.

Notes to the Financial Statements

For the year ended 30 June 2026

	Note	2026 (Rupees in thousand)	2025
9 TRADE DEBTS			
Trade debts - unsecured and considered good	9.1 & 9.2	716,253	802,379
Trade debts - unsecured and considered doubtful		75,648	61,397
Less: Impairment allowance for expected credit loss	9.3	(75,648)	(61,397)
		-	-
		716,253	802,379
9.1	These represent the receivable against local sales of corrugation boxes and soap to various corporate parties during the year. These receivables are past due but not impaired and there was no case of default on part of any party. These are non-interest bearing due from parties and are generally on credit of 30 to 60 days. The ageing analysis of trade debts as at the reporting date and information about the Company's exposure to credit risks for trade debts is given in Note 30(a) of these financial statements. These have been mostly recovered after the reporting date.		
9.2	This includes balances receivable from the following related parties:		
	Treet Renacon Pharma Limited (formerly Renacon Pharma Limited)	22,590	7,774
	Treet Corporation Limited	43,063	-
		65,653	7,774
9.2.1	The maximum aggregate balance due from the above named related parties at the end of any month during the year was as follows:		
	Treet Renacon Pharma Limited (formerly Renacon Pharma Limited)	23,138	7,774
	Treet Corporation Limited	43,063	-
		66,201	7,774
9.2.2	The ageing analysis of unimpaired and past due balances receivable from the above named related parties is as follows:		
	Past due but not impaired	18,322	-
	Past due 1 - 90 days	39,028	7,774
	Past due 90 - 180 days	8,303	-
		65,653	7,774
9.3	The reconciliation in this head of account is as follows:		
	Balance as at July 01,	61,397	10,513
	Recognized during the year	14,251	50,884
	Balance as at June 30,	75,648	61,397

Notes to the Financial Statements

For the year ended 30 June 2026

	Note	2026 (Rupees in thousand)	2025
10 ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES			
Advances to/against:			
Related parties (unsecured):			
Treet Corporation Limited - holding company		-	239,677
Treet Battery Limited - associated company		254,537	316,644
Treet Packaging Limited - associated undertaking		42	-
Treet Renacon Pharma Limited - associated undertaking		888	-
	10.1	255,467	556,321
Suppliers - unsecured and considered good - local		106,707	110,939
Letters of credit		58	-
		362,232	667,260
Trade deposits- unsecured and considered good:		7,361	7,451
Prepayments			
Insurance		2,264	1,266
Other receivables			
Balance with statutory authorities	10.2	2,642	200
Others		232	1,181
		2,874	1,381
		374,731	677,358

10.1 These represent advances given to the above named related parties to meet their working capital requirements. These are unsecured and carry markup at the weighted average cost of capital of the Modaraba.

10.1.1 The maximum aggregate balance due from the above named related parties at the end of any month during the year was as follows:

Treet Corporation Limited - holding company	433,392	307,878
Treet Battery Limited - associated company	373,295	316,644
Treet Packaging Limited - associated undertaking	42	-
Treet Renacon Pharma Limited - associated undertaking	5,797	-
	812,526	624,522

10.1.2 The ageing analysis of balances due from the related parties at the reporting date is as follows:

Not past due	65,478	76,239
Past due 1 - 90 days	103,935	234,774
Past due 90 - 180 days	54,789	73,492
Past due 180 days	31,265	171,816
	255,467	556,321

10.2 This represents amounts given to Collector of Customs which will be adjusted against the letters of credit. This is unsecured, interest free and adjusted subsequent to the reporting date.

Notes to the Financial Statements

For the year ended 30 June 2026

	Note	2026 (Rupees in thousand)	2025
11 TAX REFUNDS DUE FROM GOVERNMENT			
Sales tax adjustable		593,720	552,781
Income tax refundable		407,462	459,954
		1,001,182	1,012,735
12 CASH AND BANK BALANCES			
Cash in hand		1,620	834
Cash at banks in:			
Current accounts		157,603	451,995
Saving accounts	12.1	52,483	16,553
		210,086	468,548
		211,706	469,382

12.1 These bank accounts carry profit rates ranging from 5.20% to 10.7% (2025: 4% - 17.52%) per annum.

13 CERTIFICATE CAPITAL

	2026 (Number of Certificates)	2025		2026 (Rupees in thousand)	2025
13.1 Authorized certificate capital					
	900,000,000	900,000,000	Modaraba Certificates of Rs. 10 each	9,000,000	9,000,000
13.2 Issued, subscribed and paid-up certificate capital					
	195,599,994	195,599,994	Modaraba certificates of Rs. 10 each fully paid in cash	1,956,000	1,956,000

13.3 As at June 30, 2026, Treet Corporation Limited, the holding company holds 97.11% (2025: 97.11%) of the entire certificate capital comprising 189,937,516 (2025: 189,937,516) modaraba certificates of Rs. 10 each of the Modaraba. In addition, 2.22% (2025: 2.22%) of the certificate capital comprising 4,336,754 (2025: 4,336,754) modaraba certificates of Rs. 10 each are held by the Modaraba Management Company namely; Treet Holdings Limited.

Notes to the Financial Statements

For the year ended 30 June 2026

	Note	2026 (Number of certificates)	2025
13.4 Movement in Issued, subscribed and paid-up certificate capital			
Balance as at July 01,	13.4.1	195,599,994	883,590,287
Reduction in certificate capital against demerger reserve		-	(687,990,293)
Balance as at June 30,		195,599,994	195,599,994

13.4.1 During the year ended June 30, 2023, 883.277 million shares of Treet Battery Limited (TBL) having face value of Rs. 8,832.773 million were issued to the certificate holders of the Modaraba and consequently certificate capital of the Modaraba, attributable to TBL was reduced by 687.990 million modaraba certificates having face value of Rs. 6,879.903 million and remaining 195.287 million shares having face value of Rs. 1,952.870 million were issued against share premium of Rs. 1,952.870 million of the Modaraba. In accordance with the provisions of the Scheme and after obtaining necessary approval of the Hon'ble High Court, the demerger reserve was adjusted against the certificates capital of the Modaraba.

14 DEPOSIT FOR PURCHASE OF CERTIFICATES	14.1	1	1
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14.1 After obtaining necessary regulatory approvals, 1,835,903 certificates were issued on August 16, 2021 to the holding company of the modaraba from the deposit for purchase of certificates.

15 STATUTORY RESERVE		612,697	588,712
During the year, Rs. 23.985 million (2025: Rs. 23.493) have been transferred to the statutory reserve (20% of the profit for the year).			

16 DEFERRED TAXATION

Deferred tax liability / (asset)	16.1	3,423	(10,789)
16.1 Taxable temporary differences:			
Accelerated tax depreciation		40,484	32,381
Deductible temporary differences:			
Provision for slow moving/obsolete stores		(2,373)	(2,089)
Provision for write down of inventory to net realizable value		(595)	-
Provision for impairment under expected credit loss		(22,694)	(17,805)
Unused tax depreciation loss		(11,399)	(23,276)
Deferred tax liability / (asset) as at June 30, recognized in the statement of financial position	16.1.1	3,423	(10,789)

Notes to the Financial Statements

For the year ended 30 June 2026

	Note	2026 (Rupees in thousand)	2025
16.1.1 Item wise reconciliation in this head of account is as follows:			
Balance as at July 01,		(10,789)	(19,556)
Recognized in the statement of profit or loss:			
Accelerated tax depreciation		8,103	31,500
Provision for slow moving / obsolete stores		(284)	(168)
Provision for write down of inventory to net realizable value		(595)	-
Provision for doubtful debts		(4,889)	(14,756)
Unused tax depreciation loss		11,877	(7,809)
	27	14,212	8,767
Balance as at June 30,		3,423	(10,789)

16.1.2 The applicable corporate income tax rate is 29% (2025: 29%). In addition, a super tax at the rate of 1% was applicable up to June 30, 2026, resulting in an effective tax rate of 30% for the measurement of deferred tax. Consequently, the effective tax rate expected to apply on the reversal of temporary differences has been considered at the rate of 30%. In accordance with IAS 12, "Income Taxes", deferred tax assets and liabilities have been remeasured using the enacted tax rate expected to apply when the related temporary differences reverse.

16.1.3 Deferred tax assets in respect of unused taxable business losses amounting to Rs. 78.291 million (2025: Rs. 350.282 million) has not been recognized during the year as the timing and availability of future taxable profits is not assured with any degree of certainty against which taxable losses will be reversed in the foreseeable future.

	Note	2026 (Rupees in thousand)	2025
17 TRADE AND OTHER PAYABLES			
Trade Creditors for goods and services		281,995	473,983
Accrued liabilities		22,751	31,543
Withholding sales tax payable		1,632	3,188
Contract liabilities	17.1	37,192	38,893
Income tax deducted at source payable		7,905	8,019
Unclaimed dividend		34	34
Payable to charity	17.2	15,295	15,295
Modaraba management fee payable	21	9,518	9,774
Due to related parties	17.3	44,930	30,839
Temporary book overdraft - unsecured	17.4	12,072	18,906
Other payables		-	8,217
		433,324	638,691

17.1 These represent advances received from customers against the onward sale of goods by the Modaraba.

Notes to the Financial Statements

For the year ended 30 June 2026

- 17.2** This represents amount payable to charitable organisations registered under Pakistan Law as charitable organisation under Rule V of Shariah Compliance and Shahriah Audit Mechanism (SCSAM) for Modaraba as per Circular # 8 of 2012 on SCSAM for Modaraba. However, the modaraba is not deriving any profit / return from conventional banks both in the current and comparative period and accordingly no further provision under the aforementioned circular is applicable for both the years presented.
- 17.3** This represents the advance obtained by the modaraba from the following related parties to meet its working capital requirements. It is unsecured, carries markup at the weighted average cost of capital of the lending company and is payable on demand. The party wise detail of balance payable is as follows:

		2026 (Rupees in thousand)	2025
Name of the related party	Relationship with the company		
Treet Holdings Limited	Modaraba management company	28,779	30,839
Treet Corporation Limited	Holding company	16,151	-
		44,930	30,839

- 17.4** This represents cheques issued to various parties during the year that remained unrepresented at the year end, and have been cleared subsequent to the reporting date.

18 CONTINGENCIES AND COMMITMENTS

18.1 Contingencies

- 18.1.1** For the tax period July 2017 to June 2018 a sale tax demand of Rs. 14,753,014 along with penalty of Rs. 855,726 (aggregating to Rs. 15,608,740) was created by Deputy Commissioner Inland Revenue, Unit-08, Audit-01, LTO, Lahore after conducting audit u/s 25 of the Sales Tax Act, 1990 mainly on the issue of inadmissible claim of input tax amounting to Rs. 13,574,483, thereby contradicting with the provisions of section 73 of the Sales Tax Act, 1990. Against this order the Modaraba filed appeal before the CIR (Appeals), Zone-1, Lahore on 26-05-2022 and the appeal was heard on 01-08-2022 and CIR Appeals had remanded the case back for re-adjudication. Against this order, the department filed a second appeal before the ATIR on 29-12-2022 which is pending adjudication at the terminal date. The Modaraba and its tax advisor are of the opinion that the outcome in the instant appeal will be decided in their favor.
- 18.1.2** For the Tax Years 2011 and 2012, the Deputy Commissioner Inland Revenue (DCIR) raised tax demands of Rs. 1.136 million and Rs. 23.894 million respectively through its assessment orders under section 161/205/132 of the Income Tax Ordinance, 2001, on the alleged default that the tax at source was not properly deducted by the Modaraba under different accounting heads. Against these orders, the Modaraba filed appeal before the Commissioner Inland Revenue (Appeals - I) on 23-07-2025 which is pending adjudication at the terminal date. Based on the opinion of the Modaraba's tax advisor, the management expects a favourable outcome and accordingly no provision has been made in these financial statements.
- 18.1.3** For the Tax Years 2022 and 2023, the Deputy Commissioner Inland Revenue (DCIR Refund), R-Range - I, Unit - I, LTO, Lahore, passed orders under section 170 (4) of the Income Tax Ordinance, 2001, on 22-05-2025 wherein income tax refundable amounting to Rs. 6.870 million and Rs. 90.914 million respectively has been rejected. Against these orders, the Modaraba filed appeals before the Commissioner Inland Revenue (Appeals - I) and Appellate Tribunal Inland Revenue on 19-06-2025 and 20-06-2025 respectively which are pending adjudication at the terminal date. The Modaraba and its tax advisor are of the firm belief that the outcome in the instant appeals will be decided in favor of the Moadaraba as the learned DCIR did not properly examine the documents and records that were submitted during the hearing.

Notes to the Financial Statements

For the year ended 30 June 2026

		2026 (Rupees in thousand)	2025
18.2 Commitments			
18.2.1	The company has no capital commitments at the reporting date other than letters of credit for raw material.		
	Outstanding letters of credit for raw material	25,724	61,577

		Corrugated Boxes		Soaps		Total		
		2026	2025	2026	2025	2026	2025	
Note		----- (Rupees in thousand) -----						
19	Revenue - net							
	External customers - Local	19.1	3,186,241	2,901,998	1,384,358	1,300,620	4,570,599	4,202,618
	Related parties:							
	Treet Corporation Limited - holding company		109,578	95,079	-	-	109,578	95,079
	Treet Renacon Pharma Limited - associated company		32,832	46,733	-	-	32,832	46,733
			3,328,651	3,043,810	1,384,358	1,300,620	4,713,009	4,344,430
	Inter segment sales		20,070	17,592	-	-	20,070	17,592
	Sale of scrap (waste paper)		249,301	185,699	-	-	249,301	185,699
			3,598,022	3,247,101	1,384,358	1,300,620	4,982,380	4,547,721
	Less:							
	Sales tax on corrugated boxes and soaps		(507,693)	(464,446)	(252,068)	(243,806)	(759,761)	(708,252)
	Sales tax on waste paper		(38,004)	(28,327)	-	-	(38,004)	(28,327)
	Further sales tax		(440)	-	-	-	(440)	-
	Trade discount		(862)	(78)	(447)	-	(1,309)	(78)
			(546,999)	(492,851)	(252,515)	(243,806)	(799,514)	(736,657)
	Elimination of Inter segment sales	1	(20,070)	(17,592)	-	-	(20,070)	(17,592)
			3,030,953	2,736,658	1,131,843	1,056,814	4,162,796	3,793,472

- 19.1 Contract liabilities as at the beginning of the year, amounting to Rs. 37.188 million (2025: Rs. 51.264 million) have been adjusted and recognized during the year as revenue from contracts with customers against dispatch of goods to them.

Notes to the Financial Statements

For the year ended 30 June 2026

Note	Corrugated Boxes		Soaps		Total	
	2026	2025	2026	2025	2026	2025
----- (Rupees in thousand) -----						
20 COST OF SALES						
Opening stock- raw and packing material	137,064	194,255	44,968	85,018	182,032	279,273
Add: Purchases						
Inter-segment	-	17,592	20,070	-	20,070	17,592
Others	2,348,443	1,940,586	861,173	799,459	3,209,616	2,740,045
	2,348,443	1,958,178	881,243	799,459	3,229,686	2,757,637
Less: Closing stock	8 (249,561)	(137,064)	(106,111)	(44,968)	(355,672)	(182,032)
Elimination of Inter segment purchases	-	(17,592)	(20,070)	-	(20,070)	(17,592)
Raw and packing material consumed	2,235,946	1,997,777	800,030	839,509	3,035,976	2,837,286
Stores and spares consumed	92,997	63,480	-	-	92,997	63,480
Outsourcing of manpower	20.1 225,008	230,481	3,697	3,539	228,705	234,020
Fuel and power	131,540	136,052	580	-	132,120	136,052
Freight and forwarding	111,228	108,447	29,174	23,194	140,402	131,641
Depreciation on operating fixed assets	5.1.3 33,550	25,358	676	404	34,226	25,762
Repair and maintenance	30,091	25,717	80	223	30,171	25,940
Traveling and conveyance	7,348	5,431	318	-	7,666	5,431
Legal and professional charges	3,294	15	225	-	3,519	15
Printing and stationery	4,398	3,160	53	89	4,451	3,249
Insurance	5,502	2,792	372	372	5,874	3,164
Rent, rates and taxes	1,160	846	357	14	1,517	860
Loading and unloading expenses	23,108	12,454	-	-	23,108	12,454
Toll manufacturing expenses	-	-	31,276	41,340	31,276	41,340
Other manufacturing expenses	1,117	3,177	1,761	1,605	2,878	4,782
	2,906,287	2,615,187	868,599	910,289	3,774,886	3,525,476
Work in process						
Add: Opening stock	6,645	11,702	-	-	6,645	11,702
Less: Closing stock	8 (4,447)	(6,645)	-	-	(4,447)	(6,645)
Cost of goods manufactured	2,908,485	2,620,244	868,599	910,289	3,777,084	3,530,533
Finished goods						
Add: Opening stock	25,700	27,568	151,721	68,872	177,421	96,440
Less: Closing stock	8 (42,668)	(25,700)	(139,911)	(151,721)	(182,579)	(177,421)
	2,891,517	2,622,112	880,409	827,440	3,771,926	3,449,552

20.1 Outsourcing of manpower includes Rs. 4.747 million (2025: Rs. 8.560 million) in respect of contribution to "Treet Corporation Limited - Group Employees Gratuity Fund", Rs. 3.975 million (2025: Rs. 3.662 million) in respect of contribution to "Treet Corporation Limited - Group Employees Provident Fund", Rs. 2.289 million (2025: Rs. 1.988 million) in respect of contribution to "Treet Corporation Limited - Group Employees Service Fund" and Rs. 4.322 million (2025: Rs. 3.782 million) in respect of contribution to "Treet Corporation Limited - Group Employees Superannuation Fund".

Notes to the Financial Statements

For the year ended 30 June 2026

	Note	2026 (Rupees in thousand)	2025
21 Administration and general expenses			
Outsourcing of manpower	21.1	38,928	19,713
Auditors' remuneration	21.2	1,688	1,688
Legal and professional charges		14,176	14,345
Fee and subscription		2,079	6
Printing and stationery		2,244	1,068
Travelling and conveyance		2,281	1,116
Insurance		1,011	710
Entertainment		3,019	1,256
Repair and maintenance		1,385	503
Postage and telephone		946	912
Depreciation on operating fixed assets	5.1.3	2,836	2,019
Modaraba management fee	21.3	9,518	9,774
Others		3,444	812
		83,555	53,922

21.1 Outsourcing of manpower includes Rs. 0.716 million (2025: Rs. 1.182 million) in respect of contribution to "Treet Corporation Limited - Group Employees Gratuity Fund", Rs. 0.619 million (2025: Rs. 0.467 million) in respect of contribution to "Treet Corporation Limited - Group Employees Provident Fund", Rs. 0.382 million (2025: Rs. 0.197 million) in respect of contribution to "Treet Corporation Limited - Group Employees Service Fund" and Rs. 0.652 million (2025: Rs. 0.531 million) in respect of contribution to "Treet Corporation Limited - Group Employees Superannuation Fund".

	2026 (Rupees in thousand)	2025
21.2 Auditors' remuneration		
Kreston Hyder Bhimji & Co.		
Audit fee	1,109	-
Half year review	416	-
Other services	163	-
Rehman, Sarfraz, Rahim, Iqbal, Rafiq & Co.		
Audit fee	-	1,109
Half year review	-	416
Other services	-	163
	1,688	1,688

21.3 This represents the management fee charged by the modaraba management company namely; Messrs. Treet Holdings Limited at the rate of 5% of profit before tax of modaraba for the year in accordance with the Modaraba (Floatation and Control) Ordinance, 1980.

Notes to the Financial Statements

For the year ended 30 June 2026

	Note	2026 (Rupees in thousand)	2025
22 SELLING AND DISTRIBUTION EXPENSES			
Outsourcing of manpower	22.1	87,651	71,219
Repair and maintenance		898	581
Advertisement		44,416	43,157
Commission on sale		1,646	161
Insurance		2,220	4,098
Legal and professional charges		-	1,305
Travelling and conveyance		13,049	8,198
Postage and telephone		591	531
Depreciation on operating fixed assets	5.1.3	867	1,228
Others		30	298
		151,368	130,776
22.1 Outsourcing of manpower includes Rs. 1.272 million (2025: Rs. 1.907 million) in respect of contribution to "Treet Corporation Limited - Group Employees Gratuity Fund", Rs. 1.070 million (2025: Rs. 0.990 million) in respect of contribution to "Treet Corporation Limited - Group Employees Provident Fund", Rs. 1.070 million (2025: Rs. 0.969 million) in respect of contribution to "Treet Corporation Limited - Group Employees Service Fund" and Rs. 1.158 million (2025: Rs. 0.702 million) in respect of contribution to "Treet Corporation Limited - Group Employees Superannuation Fund".			
23 OTHER EXPENSES			
Impairment allowance for expected credit loss	9.3	14,251	50,884
Provision for slow moving / obsolete stores	7.1	707	579
Exchange loss		-	204
Loss on disposal of operating fixed assets		-	203
Others		-	26
		14,958	51,896
24 Finance Cost			
Bank charges		3,233	648
Markup expense on advances from related parties			
Treet Renacon Pharma Limited- associated company		-	2,689
Treet Holdings Limited - Modaraba Management Company		2,781	2,406
		2,781	5,095
		6,014	5,743

Notes to the Financial Statements

For the year ended 30 June 2026

	Note	2026 (Rupees in thousand)	2025
25 Other Income			
<u>Income from financial assets</u>			
Profit on bank deposits		10,716	4,447
Profit earned on advance to related parties:			
Treet Battery Limited - associated company		19,353	35,126
Treet Renacon Pharma Limited - associated company		162	-
Treet Packaging Limited - associated company		4	-
Treet Corporation Limited - holding company		3,386	41,059
		22,905	76,185
<u>Income from non financial assets</u>			
Sale of scrap		5,256	2,508
Rental income	25.1	6,978	979
		12,234	3,487
		45,855	84,119

25.1 This represents the rental income earned by the modaraba from the following related parties on arm's length basis on account of provision of storage facility to them in its factory premises:

	Note	2026 (Rupees in thousand)	2025
Name of the related party	Basis of Relationship		
Treet Corporation Limited	Holding company	2,028	(3,971)
Treet Battery Limited	Associated company	4,950	4,950
		6,978	979

26 LEVIES	26.1	52,368	47,670
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26.1 This represents minimum taxes paid under section 113 of the Income Tax Ordinance, 2001, representing levy in terms of requirements of IFRIC 21/ IAS 37.

27 INCOME TAX			
Current year - super tax		1,747	3,857
Prior year		(7,421)	7,945
Deferred	16.1.1	14,212	8,767
		8,538	20,569

28 PROFIT PER MODARABA CERTIFICATE - BASIC AND DILUTED			
Profit for the year after taxation	Rupees in thousand	119,924	117,463
Weighted average number of modaraba certificates	Number in thousand	195,600	868,511
Profit per modaraba certificate (basic)	(Rupees)	0.613	0.135

Notes to the Financial Statements

For the year ended 30 June 2026

There is no dilutive effect on the basic profit per modaraba certificate as the Modaraba has no potentially issuable certificates or such commitments at the reporting date. The computation of basic profit per modaraba certificate has been adjusted for the reduction in certificate capital during the year pursuant to the Scheme of Arrangement approved for the demerger of the Battery Business and Undertaking.

Notes to the Financial Statements

For the year ended 30 June 2026

29 Operating segment results

During the year, the Modaraba was engaged into two main business segments, these are as follows:

- (i) Manufacture and sale of corrugated boxes
- (ii) Manufacture and sale of soaps

	Note	Corrugated boxes		Soaps		Total	
		2026	2025	2026	2025	2026	2025
		----- Rupees in thousands -----					
Revenue	19						
- Inter-segment		20,070	17,592	-	-	20,070	17,592
- Others		3,577,952	3,229,509	1,384,358	1,300,620	4,962,310	4,530,129
		3,598,022	3,247,101	1,384,358	1,300,620	4,982,380	4,547,721
Less:							
- Inter-segment sales		(20,070)	(17,592)	-	-	(20,070)	(17,592)
- Sales tax on corrugated boxes and soaps		(507,693)	(464,446)	(252,068)	(243,806)	(759,761)	(708,252)
- Sales tax on waste paper		(38,004)	(28,327)	-	-	(38,004)	(28,327)
- Further sales tax		(440)	-	-	-	(440)	-
- Trade discount		(862)	(78)	(447)	-	(1,309)	(78)
		(567,069)	(510,443)	(252,515)	(243,806)	(819,584)	(754,249)
Net revenue		3,030,953	2,736,658	1,131,843	1,056,814	4,162,796	3,793,472
Cost of sales excluding inter-segment purchases	20	(2,891,517)	(2,622,112)	(880,409)	(827,440)	(3,771,926)	(3,449,552)
Gross profit		139,436	114,546	251,434	229,374	390,870	343,920
Operating expenses							
Administration and general expenses	21	(43,446)	(38,717)	(40,109)	(15,205)	(83,555)	(53,922)
Selling and Distribution expenses	22	(43,090)	(45,785)	(108,278)	(84,991)	(151,368)	(130,776)
		(86,536)	(84,502)	(148,387)	(100,196)	(234,923)	(184,698)
Segment results - Operating profit		52,900	30,044	103,047	129,178	155,947	159,222
Other expenses	23						
Finance cost	24					(14,958)	(51,896)
Other income	25					(6,014)	(5,743)
						45,855	84,119
Profit before levies and income tax						180,830	185,702
Levies	26					(52,368)	(47,670)
Profit before income tax						128,462	138,032
Income tax	27					(8,538)	(20,569)
Profit after taxation						119,924	117,463

29.1 Transactions among the business segments are recorded at market value.

29.2 Inter segment sales and purchases have been eliminated from total figures

Notes to the Financial Statements

For the year ended 30 June 2026

	Corrugated boxes		Soaps		Unallocated		Total
	2026	2025	2026	2025	2026	2025	
	----- Rupees in thousands -----						-----
29.3 Segment assets	1,508,747	1,546,704	331,421	654,193	1,480,910	1,492,906	3,693,803
29.4 Segment liabilities	170,022	333,369	162,262	179,506	168,252	190,333	703,208
29.5 Depreciation on property, plant and equipment	37,253	28,605	676	404	-	-	29,009

Notes to the Financial Statements

For the year ended 30 June 2026

30 FINANCIAL INSTRUMENTS

The Modaraba has exposure to the following risks from its use of financial instruments:

- Credit risk
- Liquidity risk
- Market risk

The BOD of the Modaraba Management Company has overall responsibility for the establishment and oversight of Modaraba's risk management framework. The BOD is also responsible for developing and monitoring the Modaraba's risk management policies. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Modaraba's activities.

This note presents information about the Modaraba's exposure to each of the above risks, the Modaraba's objectives, policies and processes for measuring and managing risk, and the Modaraba's management of capital.

All derivative activities for risk management purposes are carried out by specialist teams that have the appropriate skills, experience and supervision. The Modaraba does not engage in the trading of financial assets for speculative purposes nor does it write options.

The Modaraba's risk management policies are established to identify and analyze the risks faced by the Modaraba, to set appropriate risk limits and controls, to monitor risks and adherence to limits and focuses on actively securing its short to medium term cash flows by minimizing the exposure to financial markets. The Modaraba through its training and management standards and procedures aims to maintain a disciplined and constructive control environment in which employees understand their roles and responsibilities.

The audit committee of the Modaraba Management Company oversees how management monitors compliance with the Modaraba's risk management policies and procedures and reviews the adequacy of the risk management framework in relation to the risks faced by the Modaraba. The audit committee is assisted in its oversight role by internal audit. Internal audit undertakes both regular and adhoc reviews of risk management controls and procedures, the results of which are reported to the audit committee.

The Management shall conduct financial risk assessments regularly so as to identify exposures, set priorities and quantify how the same, affect the business objectives, such as, profitability and shareholder value. These assessments shall cover all the aspects of corporate structure starting at the apex levels of management and working through all the functional levels. Head of internal audit shall report to the Audit Committee of the Board on a regular basis, his assessment of the exposures of the entities to various risks, and checks and controls established by the management.

The overall financial risk management programme and specific internal control procedures focus on the mitigation of risks identified above due to business inherent limitations, volatile financial markets and changing circumstances of the economic situation locally and internationally that effect the business directly or indirectly.

Notes to the Financial Statements

For the year ended 30 June 2026

a) Credit risk

Credit risk is the risk of financial loss to the Modaraba if a customer or a counterparty to a financial instrument fails to meet its contractual obligations. To manage credit risk the Modaraba maintains procedures covering the application for credit approvals, granting and renewal of counterparty limits and monitoring of exposures against these limits. As part of these processes the financial viability of all counterparties is regularly monitored and assessed. The credit risk arises principally from the Modaraba's receivables from customers, refundable deposits and advances, other receivables and bank balances. Out of the total financial assets of Rs. 1,225.840 million (2025: Rs. 1,847.834 million) financial assets which are subject to credit risk amounted to Rs. 1,224.220 million (2025: Rs. 1,847 million).

The Modaraba has a policy of cash sales or for very limited credit period in case of corrugation segment. Therefore, the Modaraba's exposure to credit risk is minimum. Timely realization of sale proceeds under the credit period are critical for cash flow management, reduced level of borrowing, efficient utilization of funds and, meeting financial obligations on a timely basis. Wherever the entity allows credit to its customer, the credit period will be determined on the basis of customer credit history, sales volume, customer financial standing, sponsors profile. All resources should be realized within the stipulated credit period. In case of any delays or default, it must be reported through aging report, and the concerned entity head shall be responsible for the realization of funds.

The carrying amount of financial assets represents the maximum credit exposure before any credit enhancements. The maximum exposure to credit risk at the reporting date is:

	NOTE	2026 (Rupees in thousand)	2025
FINANCIAL ASSETS			
Long term deposits	6	9,654	9,654
Trade debts	9	716,253	802,379
Advances, deposits and other receivables	10	265,702	566,419
Bank balances	12	210,086	468,548
		1,201,695	1,847,000

Credit quality of financial assets is assessed by reference to external credit ratings, where available, or to historical information about counterparty default rates. Banks and financial institutions have external credit ratings determined by various credit rating agencies. Credit quality of customers and other receivables are assessed by reference to historical default rates and present ageing.

Customers are counterparties to local trade debts against sale of corrugated boxes and soaps. New customer is analyzed individually for creditworthiness before the Modaraba's standard payment and delivery terms and conditions are offered. Sales limits are established for each customer based on internal rating criteria and reviewed regularly. Any sales exceeding these limits require special approval. Outstanding customer receivables are regularly monitored. The analysis of ages of trade debts of the Modaraba as at the reporting date was as follows:

Notes to the Financial Statements

For the year ended 30 June 2026

	2026 (Rupees in thousand)	2025
Gross amount due		
Not past due		
0 to 30 days	448,791	-
Past due		
Past due 31 to 60 days	128,101	291,014
Past due 61 to 90 days	72,759	344,186
Past due 91 to 180 days	102,820	55,441
Past due 181 to 365 days	39,430	73,323
More than one year	-	38,415
	791,901	802,379

Management believes that the unimpaired amounts that are past due more than 30 days are still collectable in full based on historical payment behavior and extensive analysis of customer credit risk. Credit risk in case of customers is largely mitigated by the fact that majority of the sales of the Modaraba are on cash basis or on credit to corporate parties with reasonable financial standing and limited credit period. The Modaraba has also established dealerships and retail networks with strong relationship with customers. The Modaraba does not expect non performance by its customers. Hence, the credit risk in case of customers is minimal.

The external credit ratings determined by various external credit rating agencies are as follows:

Banks	Rating		Rating Agency	2026	2025
	Short term	Long term		(Rupees in thousand)	
MCB Bank Limited	A-1+	AAA	PACRA	-	70,751
United Bank Limited	A-1+	AAA	VIS	1,743	1,743
National Bank of Pakistan	A-1+	AAA	PACRA-VIS	12,292	55,599
Habib Bank Limited	A-1+	AAA	VIS	93,012	264,390
Bank Alfalah Limited	A-1+	AAA	PACRA	2,363	2,363
Dubai Islamic Bank Limited	A-1+	AA	VIS	10,615	7,930
Askari Bank Limited	A-1+	AA+	PACRA	14	14
Meezan Bank Limited	A-1+	AAA	VIS	41,868	8,624
Bank Al Habib Limited	A-1+	AAA	PACRA	3,192	3,192
Allied Bank Limited	A-1+	AAA	PACRA	27,402	53,764
Habib Metropolitan Bank Limited	A-1+	AA+	PACRA	5,978	178
MCB Islamic Bank Limited	A-1	A+	PACRA	11,607	-
				210,086	468,548

Exposure to credit risk

The credit risk on liquid funds is limited because the counter parties are banks with reasonably high credit ratings. Due to the Modaraba's long standing business relationships with these counterparties and after giving due consideration to their strong financial standing, management does not expect non-performance by these counter parties on their obligations to the Modaraba. Accordingly, the credit risk is minimal.

Notes to the Financial Statements

For the year ended 30 June 2026

Any new relationship with a bank/ financial institution will be entered into with the prior approval of the BOD. Such relationships include, but are not limited to, obtaining any banking facilities and entering into any modes of financing through banks or financial institutions. The Modaraba's Chief Financial Officer (CFO) where applicable, will approve quotes for each piece of new business on a stand alone basis from all the banks/ financial institutions on the Modaraba's panel so as to ensure the competitiveness of business being carried out with the selected bank(s)/ financial institution(s).

Corporate information and relationship with banks.

The Modaraba has relationship with both islamic and conventional banks. Profits earned through conventional banks are recognized as liability to approved charitable organizations according to Shariah Rules.

30.1 Liquidity risk

Liquidity risk is the risk that the Modaraba will not be able to meet its financial obligations as they fall due. The Modaraba's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions. For this purpose, the Modaraba has effective cash management and planning policy to ensure availability of funds and to take appropriate measures for new requirements. Management closely monitors the Modaraba's liquidity and cash flow position. This includes maintenance of statement of financial position liquidity ratios, debts and creditors concentration both in terms of the overall funding mix and avoidance of undue reliance on large individual customers.

The BOD has built an appropriate liquidity risk management framework for the management of the Modaraba's short, medium and long-term funding and liquidity management requirements. The Modaraba manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows and matching the maturity profiles of financial assets and liabilities.

The table below summarizes the maturity profiles of the Modaraba's financial liabilities as on June 30, 2026 based on contractual undiscounted payments date and present market interest rates:

	2026				
	Carrying Amount	Contractual cash flows	6 Months or less	6-12 Months	More than 1 year
	(Rupees in thousand)				
Retention money payable	13,097	13,097	-	13,097	-
Trade and other payables	386,595	386,595	386,595	-	-
Total	399,692	399,692	386,595	13,097	-

	2025				
	Carrying Amount	Contractual cash flows	6 Months or less	6 -12 Months	More than 1 year
	(Rupees in thousand)				
Retention money payable	12,990	12,990	-	12,990	-
Trade and other payables	588,591	588,591	588,591	-	-
Total	601,581	601,581	588,591	12,990	-

Notes to the Financial Statements

For the year ended 30 June 2026

30.2 Market risk

Market risk is the risk that changes in market prices will affect the Modaraba's income or the value of its holdings of financial instruments. The objective of the Modaraba's market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return on risk. There are three types of market risk, which are as follows:

30.2.1 Currency risk

Currency risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of the change in foreign exchange risk. The Modaraba is exposed to currency risk to the extent that there is a mismatch between the currencies in which receivables and purchases are denominated and the respective functional currency of the Modaraba i.e. Pakistan Rupee. The Modaraba is exposed to currency risk on import of raw materials and stores and spares mainly denominated in US dollars. Receivables and payables exposed to foreign currency are not covered through any forward foreign exchange contracts or through hedging. The Modaraba is not exposed to any foreign currency risk at the reporting date as it has no outstanding receivables / payables denominated in foreign currency.

30.2.2 Profit rate risk

Profit rate risk is the risk that the fair values or future cash flows of a financial instrument will fluctuate because of changes in profit rates. The Modaraba's exposure to the profit rates risk arises from the borrowings it has obtained from various banks/ financial institutions at variable rates and any contractual obligation that carries any penal or markup clauses on delayed payments. The profit rate risk is mitigated through managing borrowing at optimal levels that are essential to run the business. Short term borrowings shall be done to match the timing differences between fund receipt and disbursements. Any penal clauses or markup on delayed payments shall be negotiated with the vendor at the time of placement of orders. CFO of the Modaraba shall be responsible to ensure that profit rates from banks/ financial institutions is market based that commensurate with the financial standing of the Modaraba. CFO shall also ensure that all contracts/ purchase orders are well negotiated to reduce the exposure. Sensitivity to profit rates risk arises from mismatch of financial assets and financial liabilities that mature or reprice in a given period. The Modaraba manages these mismatches through risk management strategies where significant changes in gap position can be adjusted. The short term borrowings and cash at bank kept in saving accounts by the Modaraba has variable rate pricing that is mostly dependent on Karachi Inter Bank Offer Rate ("KIBOR") as indicated in respective notes.

The Modaraba's profit bearing financial instruments as at the reporting date are as follows:

	Note	2026 (Rupees in thousand)	2025
Variable pricing rate financial assets			
Advance to related parties	10	255,467	556,321
Bank balances in saving accounts	12	52,483	16,553
		307,950	572,874
Variable pricing rate financial liabilities			
Payable to related parties	17	44,930	30,839

The effective profit rates for profit bearing financial instruments are mentioned in the relevant notes to these financial statements.

Notes to the Financial Statements

For the year ended 30 June 2026

Cash flow sensitivity analysis for variable rate instruments

Sensitivity analysis for variable rate financial assets

If profit rates at the year end date, fluctuates by 1% higher / lower with all other variables held constant, profit after taxation would have been increased / (decreased) by Rs. 3.080 million (2025: Rs. 5.729 million). This analysis is prepared without taking in account taxation effect and applying +/-1% discount factor on outstanding balance of variable interest rate financial assets reported in these financial statements.

Cash flows sensitivity analysis for variable rate financial liabilities

If interest rates at the year end date, fluctuates by 1% higher / lower with all other variables held constant, profit for the year would have been (decreased) / increased by Rs. 0.459 million (2025: Rs. 0.308 million). This analysis is prepared without taking in account taxation effect and applying +/-1% discount factor on the outstanding balance of variable interest rate financial liabilities reported in these financial statements.

30.2.3 Other price risk

Other price risk is the risk that the fair values or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments trading in market.

Exposure to price risk

The Modaraba is not exposed to any price risk as there are no financial instruments at the reporting date that are sensitive to price fluctuations.

	Note	2026 (Rupees in thousand)	2025
30.3 Financial instruments by categories			
<u>At amortized cost</u>			
Financial assets			
Long term deposits	6	9,654	9,654
Trade debts	9	716,253	802,379
Advances, deposits and other receivables	10	265,702	566,419
Cash and bank balances	12	211,706	469,382
		1,203,315	1,847,834
Financial liabilities			
Retention money payable		13,097	12,990
Trade and other payables	17	386,595	588,591
		399,692	601,581

Notes to the Financial Statements

For the year ended 30 June 2026

30.3.1 Reconciliation to the line items presented in the statement of financial position

The reconciliation to the line items presented in the statement of financial position is as follows:

	2026		Assets as per statement of financial position
	Financial assets	Non-financial assets	
	-----Rupees-----		
Assets			
Long term deposits	9,654	-	9,654
Trade debts	716,253	-	716,253
Advances, deposits, prepayments and other receivables	265,702	109,029	374,731
Cash and bank balances	211,706	-	211,706
	1,203,315	109,029	1,312,344

	2026		Liabilities as per statement of financial position
	Financial liabilities	Non-financial liabilities	
	-----Rupees-----		
Liabilities			
Retention money payable	13,097	-	13,097
Trade and other payables	386,595	46,729	433,324
	399,692	46,729	446,421

	2025		Assets as per statement of financial position
	Financial assets	Non-financial assets	
	-----Rupees-----		
Assets			
Long term deposits	9,654	-	9,654
Trade debts	802,379	-	802,379
Advances, deposits, prepayments and other receivables	566,419	110,939	677,358
Cash and bank balances	469,382	-	469,382
	1,847,834	110,939	1,958,773

	2025		Liabilities as per statement of financial position
	Financial liabilities	Non-financial liabilities	
	-----Rupees-----		
Liabilities			
Retention money payable	12,990	-	12,990
Trade and other payables	578,817	59,874	638,691
	591,807	59,874	651,681

Notes to the Financial Statements

For the year ended 30 June 2026

30.4 Operational risk

Operational risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the Modaraba's processes, personnel, technology and infrastructure, and from external factors other than credit, market and liquidity risks such as those arising from legal and regulatory requirements and generally accepted standards of corporate behavior. Operational risks arise from all of the Modaraba's operations.

The Modaraba's objective is to manage operational risk so as to balance the avoidance of financial losses and damage to the Modaraba's reputation with overall cost effectiveness and to avoid control procedures that restrict initiative and creativity.

The primary responsibility for the development and implementation of controls to address operational risk is assigned to senior management within the Modaraba. This responsibility is supported by the development of overall modaraba standards for the management of operational risk in the following areas:

- requirements for appropriate segregation of duties, including the independent authorization of transactions;
- requirements for the reconciliation and monitoring of transactions;
- compliance with regulatory and other legal requirements;
- documentation of controls and procedures;
- requirements for the periodic assessment of operational risks faced, and the adequacy of controls and procedures to address the risks identified;
- requirements for the reporting of operational losses and proposed remedial action;
- development of contingency plans ;
- training and professional development;
- ethical and business standards; and
- risk mitigation, including insurance where this is effective.

30.5 Investment risk

All capital nature investments and disposals shall only be approved by the BOD and shareholders of the Treet group.

The Chief Executive Officer (CEO) and Chief Financial Officer (CFO) shall formulate the proposal for any new investment, clearly indicating future benefits associated with the investment in term of returns, using capital expenditure techniques - discounted cash flows (DCF), Discounted Dividend Model (DDM) and/ or Capital Asset Pricing Model (CAPM). The investment proposal should also indicate the source of funding and its terms and conditions.

Investments of the surplus funds will be made after the approval from Group CFO in banks/ financial institutions and Asset Management Companies (AMC). Investment decisions will be made based on the highest rate of return offered by any bank or AMC. It would normally be the highest bidder, but can be any other bank/ financial institution as deemed fit by the CFO with the concurrence of the CEO/ ED.

The Modaraba's funds will not be invested in speculative business, i.e. investment will be only in banks/ financial institutions and AMC where a guaranteed fixed return is identified.

Notes to the Financial Statements

For the year ended 30 June 2026

30.6 Regulatory risk

The Modaraba is exposed to regulatory risk when it raises capital through the capital market, issuance of Sukuk, and right shares, private and equity placement, etc. The Modaraba shall seek prior approval from the BOD and/ or shareholders of its Modaraba Management Company as per the requirement and seek all relevant regulatory authorities approvals, in respect of any proposed financing. All borrowing arrangements entered into by the Modaraba shall be compliant with the relevant regulatory requirements.

30.7 Fair value measurement of financial instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Underlying the definition of fair value is the presumption that the Modaraba is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires the Modaraba to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

- Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2 - Inputs other than quoted prices included within level 1 that are observable for the asset either directly (that is, derived from prices)
- Level 3 - Inputs for the asset or liability that are not based on observable market data (that is, unadjusted) inputs

Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred. However, no transfers between levels of fair value during the year have occurred.

The carrying value of all financial assets and liabilities reflected in the financial statements approximate their fair values. As all the financial assets and financial liabilities are carried at cost, therefore, no fair value hierarchy levels have been disclosed in these financial statements being not applicable in the instant case.

30.8 Capital management

The Board's policy is to maintain an efficient capital base so as to maintain investor, creditor and market confidence and to sustain the future development of its business. The Board monitors the return on capital employed, which the Modaraba defines as operating income divided by total capital employed.

The Modaraba's objectives when managing capital are to safeguard the entity's ability to continue as a going concern, so that it can continue to provide returns for certificate holders and benefits for other stakeholders, and to provide an adequate return to certificate holders.

The Modaraba manages the capital structure in the context of economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Modaraba may, for example, adjust the amount of dividends paid to the modaraba certificate holders, issue new modaraba certificates, or sell assets to reduce debt.

Notes to the Financial Statements

For the year ended 30 June 2026

	2026 (Rupees in thousand)	2025
The gearing ratios as at June 30, 2026 are as follows:		
Total debt	-	-
Total equity	2,817,119	2,990,595
Gearing ratio	N/A	N/A

Neither there were any changes in the Modaraba's approach to capital management during the year nor the Modaraba is subject to externally imposed capital requirements, except those which may relate to compliance of debt covenants including maintenance of adequate current and liquidity ratios.

31 RELATED PARTY TRANSACTIONS

31.1 Related party relationships

Name of the party	Relationship	Basis of relationship
Treet Corporation Limited	Holding company	97.11% shareholding and common directorship
Treet Holdings Limited	Modaraba Management company	2.22% shareholding and common directorship
Treet Battery Limited	Associated company	Common directorships
Treet Renacon Pharma Limited	Associated company	Common directorships
Treet Packaging Limited	Associated company	Common directorships
Treet HR Management (Private) Limited	Associated company	Common directorships
Treet Power Limited	Associated company	Common directorships
Global Assets (Private) Limited	Associated company	Common directorships
IGI Holdings Limited	Associated company	Common directorships
IGI Finex Securities Limited	Associated company	Common directorships
Gulab Devi Chest Hospital	Associated company	Common directorships
Gulab Devi Educational Foundation	Associated company	Common directorships
Loads Limited	Associated company	Common directorships
Packages Limited	Associated company	Common directorships
Tri-Pack Films Limited	Associated company	Common directorships
Multiple Autoparts Industries (Private) Limited	Associated company	Common directorships
Specialized Autoparts Industries (Private) Limited	Associated company	Common directorships
Specialized Motorcycles (Private) Limited	Associated company	Common directorships
Hi-Tech Alloy Wheels Limited	Associated company	Common directorships
CAZ Real Estate Limited	Associated company	Common directorships
Liaquat National Hospital	Associated company	Common directorships
Al Aleem Medical College	Associated company	Common directorships
RoboArt (Private) Limited	Associated company	Common directorships
Cutting Edge (Private) Limited	Associated company	Common directorships
Frag Games (Private) Limited	Associated company	Common directorships
Yugo (Private) Limited	Associated company	Common directorships
CAZ Holdings (Private) Limited	Associated company	Common directorships

Notes to the Financial Statements

For the year ended 30 June 2026

Name of the party	Relationship	Basis of relationship
Auto Technical Services (Private) Limited	Associated company	Common directorships
Get Gaari Technologies (Private) Limited	Associated company	Common directorships
The Activewear Company (Private) Limited	Associated company	Common directorships
Power Foods	Associated company	Partnership
Treet Trading LLC	Associated company	Common directorships
Resilient Next Generation Foundation	Associated company	Common directorships
All Pakistan Music Conference Foundation	Associated company	Common directorships
Emerald Labs IT Solutions (Private) Limited	Associated company	Common directorships
Al Habib Asset Management Limited	Associated company	Common directorships
Asghari Begum (Private) Limited	Associated company	Common directorships
Lahore Institute of Fertility and Endocrinology-Life (Private) Limited	Associated company	Common directorships
RLK Associates (Private) Limited	Associated company	Common directorships
Service Sales Corporation (Private) Limited	Associated company	Common directorships
Liaqat National Medical University	Associated company	Common directorships
DOW University of Health & Medical Sciences	Associated company	Common directorships
Pakistan Standards and Quality Control Authority	Associated company	Common directorships
Dubai Islamic Bank (UAE)	Associated company	Common directorships

Notes to the Financial Statements

For the year ended 30 June 2026

31.2 Amounts due from/ to related parties are disclosed in respective notes to these financial statements. Other significant transactions with related parties are as follows:

Name of the party	Basis of relationship	Nature of transactions	2026 (Rupees in thousand)	2025
<u>Holding company</u>				
Treet Corporation Limited	Shareholding and common directorship	Sale of corrugated boxes	109,578	95,079
		Net Rental income / (expense) charged to / by the parent company	2,028	(3,971)
		Finance income charged by the company	3,386	41,059
		Expenses borne by the parent company - net	31,513	152,924
		Funds received from the parent company - net of payments	174,345	149,885
		Dividend paid	284,906	-
<u>Modaraba Management Company</u>				
Treet Holdings Limited	Shareholding and common directorship	Finance cost charged by the Modaraba Management Company	2,781	2,406
		Funds paid to the Modaraba Management Company	4,841	-
		Funds received from Modaraba Management Company	-	14,157
		Management fee charged by Modaraba Management Company	9,518	9,774
		Dividend paid	6,505	-
<u>Associated Undertakings</u>				
Treet Battery Limited		Rental charged to the associated company	4,950	4,950
		Funds paid to associated company - net	67,186	680
		Profit earned by the Modaraba	19,353	35,126
		Expenses borne by the associated company - net	153,596	26,135
Treet Renacon Pharma Limited	Common directorship	Expenses borne by the company	726	36,270
		Markup income / (expense) charged to / (by) the associated company	162	(2,689)
		Sale of corrugated boxes	32,832	46,733
Treet Packaging Limited		Expenses borne by the modaraba	38	-
		Markup charged to the associated company	4	-
Treet HR Management (Private) Limited	Common control	Services received	3,714	4,308
<u>Chief Executive Officer</u> Syed Sheharvar Ali		Dividend paid	7	-

Notes to the Financial Statements

For the year ended 30 June 2026

Name of the party	Basis of relationship	Nature of transactions	2026 (Rupees in thousand)	2025
Post employment benefit plans - Contribution towards				
Treet Corporation Limited - Group Employees Gratuity Fund			6,735	11,649
Treet Corporation Limited - Group Employees Provident Fund			5,256	4,660
Treet Corporation Limited - Group Employees Service Fund			3,741	3,154
Treet Corporation Limited - Group Employees Superannuation Fund			6,132	5,015

31.2.1 All the transactions with the related parties are executed in the normal course of business on the basis of mutually agreed terms and conditions.

31.2.2 All the administrative and financial management functions of the modaraba are being supervised by the management company of the modaraba which is controlled by holding company namely; Treet Corporation Limited. In addition to this, the holding company also provides free use of its owned office premises for the corporate / head office functions of the modaraba as well as deployment of its key management personel for the smooth and efficient oversight of the group companies.

31.2.3 All the executives, officers and other employees of the Modaraba have been outsourced from its related party namely Treet HR Management (Private) Limited.

31.2.4 One of the directors is working as CEO of the Modaraba Management Company. No remuneration has been paid to CEO or any director of the Modaraba. No fees for attending the meeting has been paid to directors during the year (2025: Rs. Nil).

31.2.5 Remuneration of Executives

The aggregated amounts charged in these financial statements for the remuneration, including all benefits, to the executives of the Modaraba were as follows:

	2026 (Rupees in thousand)	2025
Managerial remuneration	22,688	21,375
Bonus	1,290	-
Medical allowance	2,269	2,138
House rent allowance	10,210	9,619
Utilities allowance	2,269	2,138
Other perquisites	18,015	14,568
Employees' funds		
Provident fund	2,269	1,735
Service fund	2,269	1,735
	4,538	3,470
	61,279	53,308
Number of executives	10	9

31.2.6 In addition to the above, maintained vehicles are provided to the executives of the Modaraba for official purposes only by the parent company of the Modaraba as per the employment rules and policies.

Notes to the Financial Statements

For the year ended 30 June 2026

		Annual rated capacity	
UOM		2026	2025
32	Plant capacity and production		
	Corrugated boxes	30,000	30,000
	Soaps	N/A	N/A
		Annual production	
		2026	2025
	Corrugated boxes	19,905	17,716
	Soaps	1,876	2,124

The reason for shortfall in actual production when compared with installed capacity is primarily on account of demand and supply in the market conditions and the product mix.

32.1 Soap actual capacity is not disclosed as the production has been shifted to toll manufacturing with effect from July 01, 2021.

33 Entity-wide information and disclosure

These financial statements have been prepared on the basis of two reportable segments namely; corrugation boxes and soap.

33.1 Information about products

Sale of corrugation boxes and soaps represents 72.81% (2025: 77.67%) and 27.19% (2025: 22.33%) respectively of the total revenue of the Modaraba.

33.2 Information about geographical areas

100% (2025: 100%) of the sales of Modaraba relate to customers in Pakistan.

All non-current assets of the Modaraba as at June 30, 2026 and 2025 are also located in Pakistan.

33.3 Information about customers

Segment customers - Corrugation boxes segment

In case of sale of corrugation, there are two (2025: two) parties to whom net sales amounting to Rs. 1,105.175 million (2025: Rs. 1,073.433 million) were made during the year which constitute 36.46% (2025: 39.22%) of the total sales of corrugation segment.

Segment customers - Soap segment

In case of sale of soap, there are three (2025: one) parties to whom net sales amounting to Rs. 352.363 million (2025: Rs. 109.642 million) were made during the year which constitute 31.13% (2025: 10.37%) of the total sales of soap segment.

Notes to the Financial Statements

For the year ended 30 June 2026

34 Number of Employees

	2026	2025
	Number	
Total number of employees at the year end	155	166
Average number of employees during the year	158	167

All the executives, officers and other employees of the Modaraba have been arranged through outsourcing from its related party namely "Treet HR Management (Private) Limited". The Modaraba has been making payments / contributions of its outsourced employees on account of retirement benefits, which have been maintained by the holding company "Treet Corporation Limited". Accordingly, the related disclosures regarding employees benefits and all necessary obligations of the employer in respect of provident fund as contained in section 218 of the Companies Act, 2017 being the sole responsibility of the holding company have accordingly been disclosed and recognized in its financial statements.

	2026 (Rupees in thousand)	2025
35 SHARIAH COMPLIANCE DISCLOSURE		
Disclosures Required in relations to the Statement of Financial Position		
Asset Side:-		
i. Shariah-compliant bank balances;	94,684	16,554
Disclosures Required in relation to the Statement of Comprehensive Income:-		
ii. Revenue earned from a Shariah-compliant business segment;	4,162,796	3,793,472
iii. Income earned from a Shariah-compliant other source;	12,234	3,487
iv. Profit earned from Shariah-compliant bank balances;	10,716	4,447
v. Source and detailed breakup of other income, including breakup of other or miscellaneous portions of other income into Shariah-compliant and non-compliant income;		
Sharia-compliant income		
Profit on bank deposits and bank balances	10,716	4,447
Sale of scrap	5,256	2,508
Rental income	6,978	979
Profit earned on advance to related parties:	22,905	76,185

Notes to the Financial Statements

For the year ended 30 June 2026

vi. Relationship with Shariah-compliant financial institutions, including banks, takaful operators and their windows, etc.

Dubai Islamic Bank Limited	Bank account
Meezan Bank Limited	Bank account
MCB Islamic Bank Limited	Bank account
Allied Bank Limited (Islamic window)	Bank account
Bank Al-Habib Limited (Islamic branch)	Bank account
IGI General Insurance Limited	Takaful
Adamjee Insurance Company Limited	Takaful
Habib Insurance Company Limited	Takaful

36 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were approved and authorized for issue on September 29, 2026 by the Board of Directors of Treet Holdings Limited, the Modaraba Management Company.

37 GENERAL

- 37.1** Figures of the corresponding period have been rearranged and regrouped where considered necessary to facilitate comparison and better understanding.
- 37.2** The modaraba is not recognising the provision for Workers' Profit Participation Fund (WPPF) and Workers' Welfare Fund (WWF) on the pretext that the modaraba does not employ any permanent employee as all the employees have been outsourced from its associated company namely; Treet HR Management (Private) Limited, which specialises in the hiring / appointment of all the workers and provides recruitment services to the modaraba. Since the said associated company appoints all the workers which are outsourced to the modaraba, therefore statutory obligations in respect of WPPF and WWF are being recognised by the said associated company in its financial statements.

LAHORE
September 29, 2026



Syed Shehryar Ali
Chief Executive Officer



Syed Zeeshan Pervez
Group Chief Financial Officer



Syed Shahid Ali
Director



Sidra Fatima Sheikh
Director

PATTERN OF SHAREHOLDING THE COMPANIES ACT, 2017 (Section 227(2)(f))

1.1 Name of Company First Treet Manufacturing Modaraba

2.1 Pattern of holding of the shares held by the shareholders as at 30-06-2026

2.2 NO. OF SHAREHOLDERS	SHAREHOLDINGS		TOTAL SHARES HELD
	From	To	
185	1	100	3,944
132	101	500	31,459
46	501	1,000	38,274
87	1,001	5,000	218,871
15	5,001	10,000	112,580
9	10,001	15,000	121,278
5	15,001	20,000	89,620
6	20,001	25,000	142,119
2	25,001	30,000	54,190
1	45,001	50,000	50,000
2	50,001	55,000	102,298
1	55,001	60,000	57,500
1	90,001	95,000	94,591
1	165,001	170,000	166,691
1	205,001	210,000	209,000
1	4,335,001	4,340,000	4,336,754
1	189,770,001	189,775,000	189,770,825
496			195,599,994

2.3 Categories of Shareholders	Shares Held	Percentage
2.3.1 Directors, Chief Executive Officer, and their spouse andminor children	4,748	0.0024%
2.3.2 Associated Companies, undertakings and related parties. (Parent Company)	194,274,270	99.3222%
2.3.3 NIT and ICP	0	0.0000%
2.3.4 Banks Development, Financial Institutions, Non Banking Financial Institutions	0	0.0000%
2.3.5 Insurance Companies	0	0.0000%
2.3.6 Modarabas and Mutual Funds	0	0.0000%
2.3.7 Shareholders holding 10% or more	189,937,516	97.1051%
2.3.8 General Public		
a. Local	1,250,976	0.6396%
b. Foreign	0	0.0000%
2.3.9 Others (to be specified)		
1- Joint Stock Companies	70,000	0.0358%

Categories of Shareholding required under Code of Corporate Governance (CCG)

As on June 30, 2026

Sr. No.	Name	No. of Shares Held	Percentage
Associated Companies, Undertakings and Related Parties (Name Wise Detail):			
1.	TREET CORPORATION LIMITED (CDC)	189,937,516	97.1051
2.	TREET HOLDINGS LIMITED (CDC)	4,336,754	2.2172
Mutual Funds (Name Wise Detail)			
Directors and their Spouse and Minor Children (Name Wise Detail):			
1.	SYED SHERYAR ALI (CDC)	4,747	0.0024
2.	MR. HAROON LATIF KHAN (CDC)	1	0.0000
Executives:		-	-
Public Sector Companies & Corporations:		-	-
Banks, Development Finance Institutions, Non Banking Finance Companies, Insurance Companies, Takaful, Modarabas and Pension Funds:		-	-
Shareholders holding five percent or more voting interest in the listed company (Name Wise Detail)			

Sr. No.	Name	Holding	Percentage
All trades in the shares of the listed company, carried out by its Directors, Executives and their spouses and minor children shall also be disclosed:			
1.	Treet Corporation Limited (CDC)	189,937,516	97.1051
Sr. No.	Name	SALE	PURCHASE
All trades in the shares of the listed company, carried out by its Directors, Executives and their			
1.	MR. HAROON LATIF KHAN (CDC)	-	1

Key Operating and Financial Results

Rs. in Millions	2026	2025	2024	2023	2022
Sales	4,163	3,793	4,148	3,911	7,678
Gross Profit	391	344	375	303	285
Profit before Taxation	181	186	283	202	-519
Profit after Taxation	120	117	271	165	-542
Certificateholders Equity	2,817	2,991	2,873	2,602	4,372
Fixed Assets - Net	368	260	272	234	8,394
Total Assets	3,321	3,694	3,409	3,246	11,579
Total Liabilities	504	703	535	645	7,207
Current Assets	2,943	3,413	3,107	2,991	3,126
Current Liabilities	501	703	535	624	6,874
Dividend Declared	1.5/certificate	-	-	-	-
Certificates Outstanding	196	196	884	884	700

Important Ratios	2026	2025	2024	2023	2022
Profitability					
Gross Profit / Loss	9.39%	9.07%	9.03%	7.75%	3.71%
Profit / Loss before Tax	4.34%	4.90%	6.83%	5.15%	-6.76%
Profit / Loss after Tax	2.88%	3.10%	6.54%	4.22%	-7.06%
Return to Equity					
Return on Equity before Tax	6.42%	6.21%	9.87%	7.75%	-11.87%
Return on Equity after Tax	4.26%	3.93%	9.45%	6.35%	-12.39%
Earning / (Loss) per Certificate	0.61	0.14	0.31	0.19	-0.77
Liquidity/ Leverage					
Current Ratio	5.88	4.85	5.80	4.79	0.45
Break-up Value per Certificate	14.40	15.29	3.25	2.94	6.25
Total Liabilities to Equity	0.18	0.24	0.19	0.25	1.65

% Change	2026	2025	2024	2023	2022
Sales	9.74%	-8.55%	6.06%	-49.06%	25.98%
Gross Profit / Loss	13.65%	-8.22%	23.59%	6.50%	415.85%
Profit / Loss before Taxation	-2.62%	-34.49%	40.64%	138.85%	3.16%
Profit / Loss after Taxation	2.10%	-56.73%	-64.34%	-130.49%	-12.26%
Certificateholder's Equity + Revaluation Surplus	-5.80%	4.09%	10.43%	-40.49%	-11.03%
Fixed Assets - Net	41.32%	-4.39%	16.56%	-97.22%	-2.40%
Total Assets	-10.09%	8.37%	5.00%	-71.96%	-3.51%
Total Liabilities	-28.33%	31.32%	-16.94%	-91.06%	1.71%
Current Assets	-13.76%	9.85%	3.88%	-4.33%	-5.03%
Current Liabilities	-28.82%	31.32%	-14.23%	-90.92%	3.22%
Dividend.					
Certificates Outstanding	0.00%	-77.86%	0.00%	26.23%	257.87%

Notice of 20th Annual Review Meeting

Notice is hereby given that 20th Annual Review Meeting of Certificate Holders of First Treet Manufacturing Modaraba ("FTMM") will be held on October 27, 2026 at 11:00 A.M. at 72-B, Quaid-e-Azam Industrial Estate Kot Lakhpat, Lahore to transact the following business: -

ORDINARY BUSINESS:

1. To confirm the Minutes of last Annual Review Meeting held on October 27, 2025.
2. To receive, consider and adopt the Annual Audited Financial Statements of FTMM for the Year Ended June 30, 2026, together with the Directors' and Auditors' Reports thereon.
3. To appoint External Auditors of the FTMM for the financial year ending on June 30, 2027 and to fix their remuneration. The Board of Directors have recommended the re-appointment of M/s Kreston Hyder Bhimji & Co, Chartered Accountant, who have offered themselves for re-appointment.

SPECIAL BUSINESS:

4. To ratify and approve arm's length transactions carried out with associated companies/ undertakings in the normal course of business in accordance with Section 208 of the Companies Act, 2017, by passing the following special resolution with or without modifications:

RESOLVED THAT, the related party transactions carried out in the normal course of business with associated companies/undertakings as disclosed in respective notes to the Audited Financial Statements for the financial year ended June 30, 2026 be and are hereby ratified, approved and confirmed;

FURTHER RESOLVED THAT, the Chief Executive Officer of FTMM be and is hereby authorized to approve all related party transactions carried out in the normal course of business with associated companies/ undertakings during the year ended June 30, 2026, and in this regard, the Chief Executive Officer be and is hereby also authorized to take any and all necessary actions and sign/execute any and all documents/ indentures as may be required on behalf of FTMM.

5. **To authorize the Board of Directors of FTMM to approve transactions with related parties for the financial year ending June 30, 2027 by passing the following special resolution with or without modifications:**

RESOLVED THAT, the Board of FTMM be and is hereby authorized to approve the transactions to be conducted with related parties on case-to-case basis for the financial year ending June 30, 2027.

FURTHER RESOLVED THAT, these transactions as approved by the Board shall be deemed to have been approved by the shareholders and shall be placed before the shareholders in the next Annual Review Meeting for their formal ratification/ approval.

6. **RESOLVED THAT** the Chief Executive Officer, Chairman of the Board of Directors and the Chief Legal Officer and Company Secretary of the FTMM be and are hereby singly authorized to take all necessary steps for the purpose of implementing, executing and giving effect to the aforementioned Resolutions passed by the shareholders at this Annual Review Meeting, including but not limited to the signing and filing of all documents including agreements, forms, returns, and applications with the Securities and Exchange Commission of Pakistan, the Pakistan Stock Exchange, the Central Depository Company of Pakistan

Notice of 20th Annual Review Meeting

Limited, banks, financial institutions, and any other regulatory, governmental authorities or bodies, whether in Pakistan or abroad, and to sign, execute and submit proxy forms and other related documents on behalf of the FTMM for the purpose of attending and voting at general meetings of any company or entity in which the FTMM is entitled to attend or vote, and to do all such acts, deeds and things as may be necessary, incidental or expedient for the purpose of giving effect to the said resolutions.

7. To consider any other business with the permission of the Chair.

By order of the Board



(Zunaira Dar)

Company Secretary

LAHORE:

October 06, 2026

Notes:

1. Closure of Share Transfer Books

The Certificate Transfer Books will remain closed from October 21, 2026 to October 27, 2026 (both days inclusive) for the purpose of determination of names of the certificate holders for attendance of Annual Review Meeting ("ARM"). The Certificate Holders whose names appear on the Register of Certificate Holders of FTMM as on October 20, 2026 will be eligible to attend the ARM. Transfers received in order at the office of the Modaraba's share registrar M/s Corplink (Private) Limited, Wings Arcade, 1-K, Commercial Model Town, Lahore at the close of business on October 20, 2026 will be treated in time for attending the ARM.

2. Appointment of Proxies

All members entitled to attend and vote at this Meeting may appoint another person as his/her proxy to attend and vote for him / her. Proxies in order to be effective must be received at the Registered Office of FTMM not less than 48 hours before the time of holding the ARM. CDC Accounts Holders will further have to follow the guidelines as laid down in Circular 1 dated January 26, 2000 issued by the Securities & Exchange Commission of Pakistan. Proxy form is available at FTMM website i.e.: <https://treetcorp.com/notices-and-announcements/>

Requirements for Appointing Proxies

- a. In case of individuals, the account holder or sub-account holder and/or the person whose securities are in group account and their registration details are uploaded as per the CDC Regulations, shall submit the proxy form as per the above requirement.
- b. The proxy form shall be witnessed by two persons whose names, addresses and CNIC numbers shall be mentioned on the form.

Notice of 20th Annual Review Meeting

- c. Attested copies of the CNIC or passport of the beneficial owners and the proxy shall be furnished with the proxy form.
- d. The proxy shall produce his/her original CNIC or original passport at the time of ARM.
- e. In case of corporate entities, board of directors' resolution/power of attorney with specimen signature of the nominee shall be submitted (unless provided earlier) along with the proxy form to FTMM.
- f. The Form of Proxy is enclosed herewith.

3. For attending the ARM

- a. In case of individuals, the account holder or sub-account holder and/or the person whose securities are in group account and their registration detail is uploaded as per the Regulations, shall authenticate their identity by showing his/her original Computerized National Identity Card ("CNIC") or original passport at the time of attending the ARM.
- b. In case of corporate entity, Board of Director' resolution/power of attorney with specimen signature of the nominee shall be produced (unless provided earlier) at the time of the ARM.

4. Participation via Video Link

In the light of relevant guidelines issued by the Securities and Exchange Commission of Pakistan (SECP) from time to time, including vide letter No. SMD/SE/2/(20)/2021/117 dated December 15, 2021, members are encouraged to participate in the ARM through electronic facility organized by FTMM.

In order to attend the Meeting through electronic means the members are hereby requested to get themselves registered by sending their particulars at the designated email address corporate@treetcorp.com giving particulars as per below table not later than 48 hours before the commencement of the meeting, by providing the following details:

Name of certificate holder / proxy holder	CNIC No. / NTN No.	Folio No. / CDC Account No.	*Mobile No.	*Email address

*Certificate holders are requested to provide their active mobile numbers and email address to ensure timely communication.

The login facility will be opened thirty minutes before the meeting time to enable the participants to join the meeting after identification process. Registered members / proxies will be able to login and participate in the Meeting proceedings through their devices after completing all the formalities required for the identification and verification of the certificate holders.

Notice of 20th Annual Review Meeting

5. Updation of Shareholder Addresses/Other Particulars:

Members holding certificates in physical form are requested to promptly notify Shares Registrar of FTMM of any change in their addresses. Shareholders maintaining their shares in electronic form should have their address updated with their participant or CDC Investor Accounts Service. Further, to comply with requirements of section 119 of the Companies Act, 2017, all CDC and non-CDC shareholders are requested to have their email address and cell phone numbers incorporated / updated in their physical folio or CDC account.

6. E-Voting & Postal Ballot

The members are hereby notified that pursuant to Companies (Postal Ballot) Regulations, 2018 amended through Notification vide SRO 2192(1)/2022 date December 05, 2022 issued by the SECP. The SECP has directed all listed companies to provide the right to vote through electronic voting facility and voting by post to the members on all businesses classified as special business. Accordingly, members of the Company will be allowed to exercise their right to vote through e-voting facility or voting by post in its forthcoming Annual Review Meeting to be held on October 27, 2026 at 11:00 A.M. in accordance with the conditions mentioned in the aforesaid regulations. The Company shall provide its members with the following options for voting:

i. E-voting Procedure

- a. Details of the e-voting facility will be shared through an e-mail with those members of FTMM who have their valid CNIC numbers, cell numbers, and e-mail addresses available in the register of members of FTMM within due course.
- b. The web address, login details, will be communicated to members via email.
- c. Identity of the members intending to cast vote through e-Voting shall be authenticated through electronic signature or authentication for login.
- d. E-Voting lines will start from October 23, 2026, 09:00 a.m. and shall close on October 26, 2026 at 5:00 p.m. Members can cast their votes any time in this period. Once the vote is cast by a member, he / she shall not be allowed to change it subsequently.

ii. Postal Ballot

For Voting through Postal Ballot Members may exercise their right to vote as per provisions of the Companies (Postal Ballot) Regulations, 2018. Further details in this regard will be communicated to the certificate holders within legal time frame as stipulated under these said Regulations, if required.

The members shall ensure that duly filled and signed ballot paper along with copy of Computerized National Identity Card (CNIC) should reach the Chairman of the meeting through post on FTMM's Registered Office at 72-B, Quaid-e-Azam Industrial Estate, Lahore, or email at corporate@treetcorp.com one working day before the Annual Review Meeting i.e. on October 26, 2026, during working hours. The signature on the ballot paper shall match with the signature on CNIC. Ballot paper for voting through post is attached herewith.

Notice of 20th Annual Review Meeting

7. Updation of Email/Cell Numbers/IBAN:

To comply with requirement of Section 119 of the Companies Act, 2017 and Regulation 19 of the Companies (General Provision and Forms) Regulations, 2018, all CDC and physical shareholders are requested to provide their email address, cell phone number and IBAN incorporated/updated in their physical folio or CDC account.

8. Consent for Video Link Facility

In terms of SECP's Circular No. 10 of 2014 dated May 21, 2014 read with the provisions contained under section 134(1)(b) of the Act, if the Company receives request / demand from members holding in aggregate 10% or more shareholding residing at a geographical location, to participate in the meeting through video conference at least 10 days prior to the date of ARM, FTMM will arrange video conference facility in that city, subject to availability of such facility in that city. Members are requested to timely notify any change in their addresses.

In this regard, please fill the following form and submit to FTMM at its registered address 10 days before date of ARM. After receiving the request / demand of members having 10% or more shareholding in aggregate, FTMM will intimate members regarding venue of video conference facility at least five (5) days before the date of ARM along with complete information necessary to enable them to access such facility.

REQUEST FOR VIDEO CONFERENCE FACILITY

I / We / Messrs. _____ of _____ being Member(s) of First Treet Manufacturing Modaraba, holder of _____ ordinary certificate(s) as per Folio #_____ and / or CDC Participant ID & Sub- Account No. _____, hereby, opt for video conference facility at _____.



9. Access to Financial Statements:

In accordance with Section 223(6) of the Companies Act, 2017 read with SECP's S.R.O.389(1)/2023 dated March 21, 2023 FTMM's Annual Audited Financial Statements for the year ended June 30, 2026, along with the Director's and Auditor's Reports, are available on FTMM website at the following link:

10. Conversion of Physical Shares into CDC Account

The Securities and Exchange Commission of Pakistan has issued a letter No. CSD/ED/Misc./2016-639-640 dated March 26, 2021 addressed to all listed companies drawing attention towards the provision of Section 72 of the Companies Act, 2017 (Act) which requires all companies to replace shares issued by them in physical form with shares to be issued in the Book-Entry-form within a period not exceeding four years from the date of the promulgation of the Act, in 2017.

Notice of 20th Annual Review Meeting

In order to ensure full compliance with the provisions of the aforesaid Section 72 and to benefit from the facility of holding shares in the Book-Entry-Form, the certificate holders who still hold shares in physical form are requested to convert their shares in the Book-Entry -Form.

11. Prohibition on grant of gifts to Certificate Holders

The Securities and Exchange Commission of Pakistan (the "SECP"), through its Circular 2 of 2018, dated February 9, 2018, has strictly prohibited companies from providing gifts or incentives, in lieu of gifts (tokens/coupons/ lunches/takeaway packages) in any form or manner, to certificate holders at or in connection with general meetings. Under Section 185 of the Act, any violation of this directive is considered an offense, and companies failing to comply may face penalties.

12. Unclaimed Dividend

As per the provision of section 244 of the Act, any shares issued, or dividend declared by FTMM which have remained unclaimed / unpaid for a period of three years from the date on which it was due and payable are required to be deposited with SECP for the credit of Federal Government after issuance of notices to the certificate holders to file their claim. The details of the shares issued, and dividend declared by FTMM which have remained due for more than three years were sent to certificate holders. Certificate holders are requested to ensure that their claims for unclaimed dividend and shares are lodged promptly. In case, no claim is lodged with FTMM in the given time, FTMM shall, after giving notice in the newspaper, proceed to deposit the unclaimed / unpaid amount and shares with the Federal Government pursuant to the provision of Section 244(2) of the Act.

The Form of Proxy and Ballot paper are being sent to the members along with notice and also placed on FTMM website i.e., <https://treetcorp.com/notices-and-announcements/>

STATEMENTS OF MATERIAL FACTS UNDER MODARABA REGULATIONS, 2021, READ WITH SECTION 134(3) OF THE COMPANIES ACT, 2017 RELATING TO THE SPECIAL BUSINESS TO BE TRANSACTED AT THE ANNUAL REVIEW MEETING.

This statement sets out material facts pertaining to the "Special Business" to be transacted at the Annual Review meeting ("**ARM**") of certificate holders of First Treet Manufacturing Modaraba ("**FTMM**") to be held on October 27, 2026 at 11:00 A.M. at, 72-B, Quaid-e-Azam Industrial Estate Kot Lakhpat, Lahore. The approval of the certificate holders of FTMM, shall be sought for:

Agenda Item No. 4 – To ratify and approve arm's length transactions carried out with associated companies/ undertakings in the normal course of business in accordance with Section 208 of the Companies Act, 2017:

FTMM carried out transactions with its related parties during the Financial Year ended on June 30, 2026, on an arm's length basis as per the approved policy in the normal course of business. All transactions entered into with related parties have to be duly recommended by the Audit Committee and approved by the Board of Directors on a quarterly basis pursuant to Regulation 15 of the Listed Companies (Code of Corporate Governance) Regulations, 2019.

Notice of 20th Annual Review Meeting

A few of FTMM Directors were interested in certain transactions with related parties due to their common directorship in associated/subsidiary companies. During the previous Annual Review Meeting of the FTMM, shareholders had authorized the Board of Directors to approve the transactions with related parties from time-to-time on case-to-case basis for the Financial Year ended on June 30, 2026, and such transactions shall be placed before the shareholders in the upcoming Annual Review Meeting for their formal approval/ratifications.

In view of the above, transactions conducted with related parties as shown in the notes to FTMM Financial Statements for the Financial Year ended June 30, 2026, are being placed before the shareholders for their consideration and approval/ratification.

Agenda Item No. 5 – To authorize the Board of Directors of FTMM to approve transactions with related parties for the financial year ending June 30, 2027:

FTMM shall be conducting transactions with its related parties during the Financial Year ending on June 30, 2027, on an arm's length basis as per the approved policy in the normal course of business. A few of FTMM Directors may be interested in these transactions due to their common directorship in the associated/subsidiary companies. To promote transparent business practices, transactions entered into by FTMM with its related parties from time-to-time on case-to-case basis during the Financial Year ending on June 30, 2027, as authorized by the Board of Directors shall be deemed to be approved by the shareholders of FTMM and these transactions shall be placed before the shareholders in the next Annual Review Meeting of FTMM for their formal ratification/approval.

سالانہ جائزہ اجلاس میں زیر بحث لائے جانے والے خصوصی امور کی بابت مضاربہ ضوابط 2021ء اور کمپنیز ایکٹ 2017ء کے سیکشن (3) 134 کے تحت مادی حقائق کا اعلامیہ

اس بیان کو فرسٹ ٹریٹ مینوفیکچرنگ مضاربہ (‘‘FTMM‘‘) کے سٹوکیٹ ہولڈرز کے نوٹس برائے سالانہ جائزہ اجلاس کے لازمی حصہ کے طور پر منسلک کیا گیا ہے جو مورخہ 27 اکتوبر 2026ء کو دن 11:00 بجے 72-بی، قائد اعظم انڈسٹریل اسٹیٹ، کوٹ لکھپت، لاہور میں منعقد ہوگا۔ یہ اعلامیہ اس اجلاس میں زیر بحث لائے جانے والے خصوصی امور کی بابت مادی حقائق بیان کرتا ہے۔

ایجنڈا آئٹم نمبر 4 کمپنیز ایکٹ 2017ء کے سیکشن 208 کی پیروی میں عمومی کاروباری امور کے دوران ایسوسی ایٹڈ کمپنیوں/انڈر ٹیکنگ کے ساتھ کی جانے والی آرمز لینتھ ٹرانزیکشنز کی توثیق اور منظور کرنا:

FTMM نے 30 جون 2026ء کو اختتام پذیر مالیاتی سال کے دوران متعلقہ فریقین کے ساتھ آرمز لینتھ کی بنیاد پر عمومی کاروباری امور کے دوران منظور شدہ پالیسی کے مطابق متعلقہ فریقین کے ساتھ لین دین کیا۔ متعلقہ فریقین کے ساتھ کی جانے والی ٹرانزیکشنز آڈٹ کمیٹی کی سفارشات پر ہونی چاہئیں جسے لسٹڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ضوابط 2019ء کے قاعدہ 15 کی پیروی میں بورڈ آف ڈائریکٹرز منظور کرتے ہیں۔

ایسوسی ایٹڈ/ذیلی کمپنیوں میں شریک ڈائریکٹر شپ کے باعث FTMM کے کچھ ڈائریکٹرز متعلقہ فریقین کے ساتھ چند ٹرانزیکشنز میں شامل تھے FTMM کے گذشتہ سالانہ جائزہ اجلاس کے دوران سٹوکیٹ ہولڈرز نے 30 جون 2026ء کو اختتام پذیر مالیاتی سال کے لئے معاملہ کی نوعیت کے اعتبار سے وقتاً فوقتاً متعلقہ فریقین کے ساتھ لین دین کی اجازت دی اور رسمی منظوری/تصحیح کے لئے ان ٹرانزیکشنز کو اگلے سالانہ جائزہ اجلاس میں سٹوکیٹ ہولڈرز کے سامنے رکھا جائے گا۔

مذکورہ بالا کی روشنی میں، 30 جون 2026ء کو اختتام پذیر مالیاتی سال کے لئے FTMM کی مالیاتی اسٹیٹمنٹس کے نوٹس میں تحریر متعلقہ فریقین سے کی جانے والی ٹرانزیکشنز کو غور اور منظوری/تصحیح کے لئے سٹوکیٹ ہولڈرز کے سامنے رکھا جائے گا۔

ایجنڈا آئٹم نمبر 5: 30 جون 2027ء کو اختتام پذیر مالیاتی سال کے لئے متعلقہ فریقین کے ساتھ کی جانے والی ٹرانزیکشنز کی توثیق اور منظوری کے لئے FTMM کے بورڈ آف ڈائریکٹرز کو مجاز ٹھہرانا۔

عمومی کاروباری امور کے دوران FTMM، 30 جون 2027ء کو اختتام پذیر مالیاتی سال کے دوران اپنے متعلقہ فریقین کے ساتھ آرمز لینتھ کی بنیاد پر ٹرانزیکشنز کرے گا۔ ایسوسی ایٹڈ/ذیلی کمپنیوں میں مشترکہ ڈائریکٹر شپ ہونے کے باعث FTMM کے چند ڈائریکٹرز کچھ ٹرانزیکشنز میں دلچسپی رکھ سکتے ہیں۔ شفاف کاروباری امور کو فروغ دینے کے لئے 30 جون 2027ء کو اختتام پذیر مالیاتی سال کے دوران معاملہ کی نوعیت کے اعتبار سے وقتاً فوقتاً متعلقہ فریقین کے ساتھ لین دین کو، بورڈ کی منظوری سے FTMM کے سٹوکیٹ ہولڈرز کی منظوری شمار ہوگا اور ان ٹرانزیکشنز کو غور اور منظوری/تصحیح کے لئے FTMM کے اگلے سالانہ جائزہ اجلاس میں سٹوکیٹ ہولڈرز کے سامنے رکھا جائے گا۔

نوٹس برائے بیسواں سالانہ جائزہ اجلاس

10. فزیکل سرٹیفکیٹس کی CDC اکاؤنٹ میں تبدیلی
سیکریٹری اینڈ ایکسچینج کمیشن آف پاکستان نے تمام لسٹڈ کمپنیوں کو کمپنیز ایکٹ 2017ء کے سیکشن 72 کی جانب توجہ دلانے کے لئے ایک خط نمبر CSD/ED/Misc./2016-639-640 مورخہ 26 مارچ 2021ء جاری کیا ہے جس کے مطابق تمام کمپنیوں کو فزیکل فارم میں اپنے جاری کردہ ٹھٹھکیٹ قانون کے 2017ء میں تاریخ اطلاق سے عرصہ چار سال کے اندر بک انٹری فارم میں تبدیل کرنا ہوں گے۔
مذکورہ بالا سیکشن 72 کی مکمل تعمیل کو یقینی بنانے اور بک انٹری فارم میں حصص رکھنے کی سہولت سے فائدہ اٹھانے کے لئے شیئر ہولڈرز سے التماس ہے کہ وہ فزیکل فارم میں اپنے سرٹیفکیٹس کو بک انٹری فارم میں تبدیل کرائیں۔

11. شیئر ہولڈرز کو تحائف دینے پر پابندی
سیکریٹری اینڈ ایکسچینج کمیشن آف پاکستان ("SECP") نے بذریعہ سرکلر 2/2018 مورخہ 9 فروری 2018ء کے ذریعے اجلاس کے موقع پر شیئر ہولڈرز کو کسی بھی انداز میں تحائف یا مراعات (ٹوکن/کوپن/ضیافتیں/ٹیک اوے پیکیج) دینے سے کمپنیوں پر سخت پابندی عائد کی ہے۔ کمپنیز ایکٹ کے سیکشن 185 کے تحت ان ہدایات کی خلاف ورزی کو ایک جرم سمجھا جائے گا اور تعمیل میں ناکامی کی صورت میں کمپنیوں کو جرمانہ ہو سکتا ہے۔
12. لادعویٰ منافع منقسمہ

ایکٹ کے سیکشن 244 کے قواعد کے تحت FTMM کے جاری کردہ سرٹیفکیٹس یا اعلان کردہ منافع منقسمہ، جو مقررہ اور واجب الادا تاریخ سے عرصہ تین برس کے دورانیہ میں لادعویٰ/غیر ادا شدہ رہیں انہیں ٹھٹھکیٹ ہولڈرز کو دعویٰ دائر کرنے کا نوٹس جاری کرنے کے بعد وفاقی حکومت کو کریڈٹ کرنے کے لئے SECP میں جمع کرنا لازمی ہے۔ مضاربہ کے جاری کردہ سرٹیفکیٹس یا اعلان کردہ منافع منقسمہ جو عرصہ تین برس سے زائد عرصہ تک واجب الادا رہے ان کی تفصیل ٹھٹھکیٹ ہولڈرز کو بھیجی گئی۔ ٹھٹھکیٹ ہولڈرز سے التماس ہے کہ وہ یقینی بنائیں کہ لادعویٰ منافع منقسمہ اور حصص کے لئے اپنے کلیم فوری جمع کرائیں۔ اگر مقررہ وقت میں مضاربہ کو کوئی کلیم جمع نہ کرایا گیا تو مضاربہ اخبار میں نوٹس شائع کر کے لادعویٰ/غیر ادا شدہ رقم اور سرٹیفکیٹس ایکٹ کے سیکشن (2) 244 کی پیروی میں وفاقی حکومت کو جمع کرنے کی کارروائی کرے گی۔

پراکسی فارم اور بیلٹ پیپر نوٹس ہذا کے ساتھ اراکین کو بھیجا جا رہا ہے جسے کمپنی کی ویب سائٹ <https://treetcorp.com/notices-and-announcements//> پر بھی شائع کر دیا ہے۔

نوٹس برائے بیسواں سالانہ جائزہ اجلاس

7. ای میل، موبائل نمبر، IBAN کی تجدید
کمپنیز ایکٹ 2017ء کے سیکشن 119 اوپنیز (جنرل پروویژن اینڈ فارمز) ضوابط 2018ء کے قاعدہ 19 کے تقاضوں کی تعمیل میں تمام CDC اور فزیکل سرٹیفکیٹ ہولڈرز سے التماس ہے کہ وہ اپنے ای میل ایڈریس، موبائل فون نمبر اور IBAN کا اندراج/تجدید اپنے فزیکل فوئیو یا CDC اکاؤنٹ میں کرائیں۔

8. وڈیولنک سہولت کا اقرار نامہ
SECP کے سرکر نمبر 10 بابت 2014ء مورخہ 21 مئی 2014ء اوپنیز ایکٹ کے سیکشن (b)(1) 134 میں موجود قواعد کی روشنی میں اگر کمپنی 10% یا زائد شیعیت ہولڈنگ رکھنے اور جغرافیائی مقام پر مقیم اراکین سے ARM کے انعقاد سے کم از کم 10 یوم قبل وڈیولنکس کے ذریعے اجلاس میں شرکت کی درخواست کریں تو FTMM مذکورہ شہر میں وڈیولنکس کی سہولت کا انتظام کرے گی جو اس شہر میں ایسی سہولت کی دستیابی سے مشروط ہوگی۔ اراکین سے التماس ہے کہ وہ اپنے پتہ میں تبدیلی کی بابت بروقت اطلاع دیں۔
اس بابت براہ کرم مندرجہ ذیل فارم پر کر کے ARM کے انعقاد سے 10 یوم قبل کمپنی کے رجسٹرڈ پتہ پر جمع کرائیں۔ 10% یا زائد مجموعی شیعیت ہولڈنگ رکھنے والے اراکین کی درخواست/مطالبہ موصول ہونے پر مضاربہ ARM کی تاریخ سے پانچ (05) یوم قبل وڈیولنکس سہولت کے مرکز اور اس سہولت تک رسائی کے لئے تمام تر ضروری معلومات سے متعلق اراکین کو اطلاع کرے گا۔

وڈیولنکس سہولت کے لئے درخواست
میں/ہم سکنہ بحیثیت رکن فرسٹ ٹریٹ مینوفیکچرنگ مضاربہ، رجسٹرڈ فوئیو
نمبر اور/یا CDC شراکت آئی ڈی/ذیلی اکاؤنٹ نمبر کے تحت عمومی سرٹیفکیٹس کا
مالک ہونے پر یہاں باضابطہ طور پر میں وڈیولنکس سہولت کا انتخاب کرتا ہوں/کرتے ہیں۔

9. مالیاتی اسٹیٹمنٹس تک رسائی
کمپنیز ایکٹ 2017ء کے سیکشن (6) 223 بمعہ SECP کے SRO 389(I)/2023 مورخہ 21 مارچ 2023 کی پیروی میں 30 جون 2026ء کو اختتام پذیر سال کے لئے FTMM کی سالانہ پڑتال شدہ مالیاتی اسٹیٹمنٹس بمعہ ڈائریکٹرز اور آڈیٹرز کی رپورٹ کمپنی کی ویب سائٹ پر دستیاب ہیں۔

اس کے برعکس سرٹیفکیٹ ہولڈرز مندرجہ ذیل QR کوڈ سکین کر کے مالیاتی اسٹیٹمنٹس تک رسائی حاصل کر سکتے ہیں:



نوٹس برائے بیسواں سالانہ جائزہ اجلاس

6.

ای ووٹنگ اور پوسٹل بیلٹ

اراکین کو یہاں اطلاع دی جاتی ہے کہ کمپنیز (پوسٹل بیلٹ) ضوابط، 2018ء ترمیمی بذریعہ SRO 2192(1)/2022 مورخہ 05 دسمبر 2022ء جاری کردہ SECP کی پیروی میں SECP نے خصوصی امور پر بذریعہ الیکٹرونک ووٹنگ سہولت اور ووٹنگ بذریعہ ڈاک کا حق دینے کے لئے تمام لسٹڈ کمپنیوں کو ہدایت کی ہے۔ اسی طرح سے کمپنی اراکین کو اجازت ہوگی کہ وہ مذکورہ بالا ضوابط میں درج شرائط کے مطابق 27 اکتوبر، 2026ء بوقت 11:00 بجے دن منعقد ہونے والے آئندہ سالانہ جائزہ اجلاس میں اپنا حق رائے دہی ای ووٹنگ سہولت یا بذریعہ ڈاک استعمال کر سکیں۔ کمپنی اپنے اراکین کو ووٹنگ کے لئے مندرجہ ذیل آپشنز فراہم کرے گی۔

i. ای ووٹنگ کا طریقہ کار

- ای ووٹنگ سہولت کی تفصیلات FTMM کے صرف ان اراکین کے ساتھ شیئر کی جائیں گی جن کے کارآمد شناختی کارڈ نمبر، موبائل نمبر اور ای میل ایڈریس مقررہ وقت میں FTMM اراکین کے رجسٹر میں دستیاب ہوں گے۔
- ویب ایڈریس، لاگ ان تفصیلات سے اراکین کو بذریعہ ای میل آگاہ کیا جائے گا۔
- بذریعہ ای ووٹنگ ووٹ کاسٹ کرنے کے خواہشمند اراکین کی شناخت الیکٹرونک دستخط یا لاگ ان توثیق کے ذریعے کی جائے گی۔
- ای ووٹنگ لائنز 23 اکتوبر 2026ء کو صبح 09:00 بجے کھل جائیں گی اور 26 اکتوبر 2026ء کو شام 05:00 بجے بند ہو جائیں گی۔ اراکین اس دورانیہ میں اپنے ووٹ کاسٹ کر سکتے ہیں۔ جب ایک رکن ووٹ کاسٹ کر لیتا ہے تو اسے بعد میں اپنی رائے تبدیل کرنے کی اجازت نہ ہوگی۔

ii. پوسٹل بیلٹ

بذریعہ پوسٹل بیلٹ ووٹنگ کے لئے اراکین کمپنیز (پوسٹل بیلٹ) ضوابط، 2018ء کے قواعد کے تحت ووٹ کاسٹ کرنے کا اختیار استعمال کر سکتے ہیں۔ اس بابت مزید تفصیلات سے متعلق ٹھیکیت ہولڈرز کو مذکورہ ضوابط میں درج قانونی وقت میں آگاہ کیا جائے گا۔ (اگر ضروری ہو)۔

اراکین یقینی بنائیں گے کہ باقاعدہ پُر اور دستخط شدہ بیلٹ پیپر بمعہ شناختی کارڈ کی نقل اجلاس کے چیئرمین کو بذریعہ ڈاک FTMM کے رجسٹرڈ پتہ B-72، قائد اعظم انڈسٹریل اسٹیٹ، کوٹ لکھپت، لاہور یا corporate@treetcorp.com پر بذریعہ ای میل سالانہ جائزہ اجلاس عام کی شیڈولڈ تاریخ سے ایک دن قبل یعنی 26 اکتوبر 2026ء کو کام کے اوقات کار میں پہنچ جانے چاہئیں۔ بیلٹ پیپر کے دستخط شناختی کارڈ پر موجود دستخط کے عین مطابق ہونے چاہئیں۔ ووٹنگ کے لئے بیلٹ پیپر لف ہذا ہے۔

نوٹس برائے بیسواں سالانہ جائزہ اجلاس

e. کاروباری ادارہ کی صورت میں بورڈ آف ڈائریکٹرز کی قرارداد/مختار نامہ بمعہ نامزد فرد کے نمونہ کے دستخط پر کسی فارم کے ہمراہ FTMM کو جمع کرایا جائے (اگر پہلے جمع نہ کرایا گیا ہے)

3. ARM میں شرکت کے لئے

(a) فرد واحد کی صورت میں، اکاؤنٹ ہولڈرز یا ذیلی اکاؤنٹ ہولڈرز اور/یا ایسے افراد جن کی سکیورٹیز CDC ذیلی اکاؤنٹ یا انویسٹر اکاؤنٹ میں موجود ہوں کو ARM میں شرکت کے وقت اپنا اصلی شناختی کارڈ ("CNIC") یا اصلی پاسپورٹ پیش کر کے اپنی شناخت ثابت کرنا ہوگی۔

(b) کاروباری ادارے کی صورت میں بورڈ آف ڈائریکٹرز کی قرارداد/مختار نامہ بمعہ نامزد فرد کے نمونہ کے دستخط ARM کے موقع پر پیش کرنا ہوگا (اگر پہلے فراہم نہ کیا گیا ہو)۔

4. شرکت بذریعہ وڈیولنک

سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) کی وقتاً فوقتاً جاری کردہ متعلقہ ہدایات بشمول خط نمبر SMD/SE/2/(20)/2021/117 مؤرخہ 15 دسمبر 2021ء کی روشنی میں FTMM کے زیر انتظام برقی سہولت کے ذریعہ ARM میں شرکت کے لئے اراکین کی حوصلہ افزائی کی جاتی ہے۔

بذریعہ برقی وسائل اجلاس میں شرکت کرنے کے لئے اراکین سے التماس ہے کہ وہ مندرجہ ذیل جدول کے مطابق اجلاس کے انعقاد سے کم از کم 48 گھنٹے قبل مقررہ ای میل ایڈریس corporate@treetcorp.com پر اپنی تفصیلات ارسال کریں۔

نام شمولیت ہولڈر/پراکسی ہولڈر	شناختی کارڈ/NTN نمبر	فولیو/CDC اکاؤنٹ نمبر	موبائل نمبر*	ای میل ایڈریس*

* بروقت رابطہ کے لئے شمولیت ہولڈرز سے التماس ہے کہ وہ اپنے فعال موبائل نمبر اور ای میل ایڈریس فراہم کریں۔ شناختی عمل سے گزرنے کے بعد شرکاء کو اجلاس میں شرکت کے قابل بنانے کے لئے اجلاس کے انعقاد سے تیس منٹ قبل لاگ ان کی سہولت کھول دی جائے گی۔ رجسٹرڈ اراکین/پراکسیز شیئرز ہولڈرز کی شناخت اور تصدیق کے لئے درکار تمام تقاضے پورے کرنے کے بعد اپنے آلات کے ذریعے اجلاس کی کارروائی میں شرکت کر سکیں گے۔

5. شمولیت ہولڈر کے پتوں/دیگر تفصیلات کی تجدید

فریکل فارم میں حصص رکھنے والے اراکین سے التماس ہے کہ وہ اپنے رجسٹرڈ پتوں میں تبدیلی کی صورت میں فی الفور FTMM کے شیئر رجسٹرار کو آگاہ کریں۔ برقی صورت میں حصص رکھنے والے شیئر ہولڈرز کو اپنے شریک یا CDC انویسٹر اکاؤنٹ سروس میں اپنے پتے کی تجدید کرانا ہوگی۔ مزید برآں کمپنیز ایکٹ 2017ء کے سیکشن 119 کے تقاضوں کی تعمیل میں تمام CDC اور نان CDC شمولیت ہولڈرز سے التماس ہے کہ وہ اپنے فریکل فولیو یا CDC اکاؤنٹ میں اپنا ای میل ایڈریس اور موبائل نمبر درج/اپ ڈیٹ کرائیں۔

نوٹس برائے بیسواں سالانہ جائزہ اجلاس

تمام امور اور کام بروئے کار لانا اور کسی بھی کمپنی یا ادارے جس میں FTMM شرکت اور ووٹ کرنے کا اہل ہے کے عمومی اجلاسوں میں شرکت اور ووٹنگ کے لئے پراکسی فارم اور دیگر دستاویزات پر دستخط کرنا، تیار کرنا اور انہیں جمع کرنا اور ایسے تمام امور اور کام بروئے کار لانا جو مذکورہ قراردادوں کو موثر کرنے کی غرض سے ضروری اور لازمی ہیں۔

7. چیئرمین کی اجازت سے دیگر امور کو زیر بحث لانا۔

بحکم بورڈ
مقرر
(زیر ہڈار)
کمپنی سیکریٹری

لاہور: 06 اکتوبر 2026ء

مندرجات:

1. ٹیٹھلیٹ ٹرانسفر Books کی بندش

مضاربہ کی ٹیٹھلیٹ ٹرانسفر Books سالانہ جائزہ اجلاس ("ARM") میں شرکت کے لئے ٹیٹھلیٹ ہولڈرز کے ناموں کا تعین کرنے کی غرض سے مورخہ 21 اکتوبر 2026ء تا 27 اکتوبر 2026ء (بشمول دونوں ایام) بند رہیں گی۔ ٹیٹھلیٹ ہولڈرز جن کے نام FTMM ٹیٹھلیٹ ہولڈرز کے رجسٹر میں 20 اکتوبر 2026ء تک موجود ہوں گے وہی ARM میں شرکت کی اہلیت رکھیں گے۔ 20 اکتوبر 2026ء کو کاروبار بند ہونے تک مضاربہ کے شیئر رجسٹر اریمرسز کارپ لنک (پرائیویٹ) لمیٹڈ کے دفتر واقع ونگز آرکیڈ، K-1 کمرشل ماڈل ٹاؤن لاہور کو باقاعدہ موصول ٹرانسفرز کو بروقت وصولی شمار کیا جائے گا۔

2. پراکسی کی تقرری

اس اجلاس میں شرکت اور ووٹ کرنے کے اہل تمام اراکین کسی دوسرے شخص کو اپنے لئے شرکت اور ووٹ کرنے کی خاطر اپنا پراکسی مقرر کر سکتے ہیں۔ موثر کرنے کی غرض سے پراکسی ARM کے انعقاد سے کم از کم اڑتالیس (48) گھنٹے قبل FTMM کے رجسٹرڈ آفس میں موصول ہو جانی چاہئیں۔ CDC اکاؤنٹس ہولڈرز کو سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے جاری کردہ سرکلر 1 مورخہ 26 جنوری 2000ء میں درج ہدایات پر بھی عمل کرنا ہوگا۔ پراکسی فارم FTMM کی ویب

سائٹ <https://treetcorp.com/notices-and-announcements> پر بھی دستیاب ہے۔

پراکسی کی تقرری کے تقاضے

- فرد واحد کی صورت میں، اکاؤنٹ ہولڈرز اور/یا ذیلی اکاؤنٹ ہولڈرز جن کی سکیورٹیز گروپ اکاؤنٹ میں موجود ہوں اور ان کی تفصیلات CDC ضوابط کے تحت شائع کی گئی ہوں، کو مذکورہ بالا تقاضے کے مطابق پراکسی فارم جمع کرنا ہوگا۔
- پراکسی فارم کی گواہی دو افراد دیں گے جن کے نام، پتے اور شناختی کارڈ نمبر پراکسی فارم پر درج ہوں گے۔
- مستفید ہونے والے مالک اور پراکسی ہولڈر کے شناختی کارڈ یا پاسپورٹ کی مصدقہ نقول پراکسی فارم کے ساتھ لف کی جائے گی۔
- اجلاس کے موقع پر پراکسی اپنا اصلی شناختی کارڈ یا پاسپورٹ پیش کرے گا/گی۔

نوٹس برائے بیسواں سالانہ جائزہ اجلاس

بذریعہ نوٹس ہذا مطلع کیا جاتا ہے کہ فرسٹ ٹریڈ مینوفیکچرنگ مضاربہ ("FTMM") کے سرٹیفکیٹ ہولڈرز کا 20 سالانہ جائزہ اجلاس مورخہ 27 اکتوبر، 2026ء کو دن 11:00 بجے 72-بی، قائد اعظم انڈسٹریل اسٹیٹ، کوٹ لکھپت، لاہور میں مندرجہ ذیل امور پر بحث کے لئے منعقد ہوگا:

عمومی امور:

1. 27 اکتوبر 2025ء کو منعقد ہونے والے گذشتہ سالانہ جائزہ اجلاس کی کارروائی کی توثیق کرنا۔
 2. 30 جون 2026ء کو اختتام پذیر سال کے لئے FTMM کی سالانہ پڑتال شدہ مالیاتی اسٹیٹمنٹس بمعہ ڈائریکٹرز اور آڈیٹرز کی رپورٹ کو وصول کرنا، زیر غور لانا اور اپنانا۔
 3. 30 جون 2027ء کو اختتام پذیر مالیاتی سال کے لئے FTMM کے بیرونی آڈیٹرز کی تقرری کرنا اور ان کا معاوضہ طے کرنا۔ بورڈ آف ڈائریکٹرز نے میسرز کریسٹن حیدر بھیم جی اینڈ کو، چارٹرڈ اکاؤنٹنٹس کی دوبارہ تقرری کی سفارش کی ہے جنہوں نے اپنی دوبارہ تقرری کی پیشکش کی ہے۔
- خصوصی امور:

4. کمپنیز ایکٹ 2017ء کے سیکشن 208 کے تحت مندرجہ ذیل خصوصی قرار داد کو بمعہ/علاوہ ترمیم/ترمیم، اضافہ اور/یا حذف منظور کر کے عمومی کاروباری امور کے دوران ایسوسی ایٹڈ کمپنیوں/انڈر ٹیکنگز کے ساتھ کی جانے والی آرمر لینتھ ٹرانزیکشنز کو زیر غور لانا اور مناسب سمجھنے پر منظور کرنا:

”قرار پایا کہ 30 جون 2026ء کو اختتام پذیر مالیاتی سال کے لئے پڑتال شدہ مالیاتی اسٹیٹمنٹس کے متعلقہ نوٹس میں تحریر اور عمومی کاروباری امور کے دوران ایسوسی ایٹڈ کمپنیوں/انڈر ٹیکنگز جیسے متعلقہ فریقین کے ساتھ کی جانے والی ٹرانزیکشنز کو یہاں باضابطہ طور پر درست اور منظور کیا جاتا ہے اور ان کی توثیق کی جاتی ہے۔

مزید قرار پایا کہ FTMM کے چیف ایگزیکٹو آفیسر کو 30 جون 2026ء کو اختتام پذیر سال کے دوران عمومی کاروباری امور میں ایسوسی ایٹڈ کمپنیوں/انڈر ٹیکنگز جیسے متعلقہ فریقین کے ساتھ کی جانے والی تمام تر ٹرانزیکشنز کو منظور کرنے کا مجاز ٹھہرایا جاتا ہے۔ چیف ایگزیکٹو آفیسر کو تمام تر ضروری امور بروئے کار لانے اور FTMM کی جانب سے تمام تر دستاویزات/معاهدے طے/تحریر کرنے کا مجاز ٹھہرایا جاتا ہے۔

5. خصوصی قرار داد کو بمعہ/علاوہ ترمیم/ترمیم، اضافہ اور/یا حذف منظور کر کے 30 جون 2027ء کو اختتام پذیر مالیاتی سال کے لئے متعلقہ فریقین کے ساتھ کی جانے والی ٹرانزیکشنز کی منظوری کے لئے FTMM کے بورڈ آف ڈائریکٹرز کو مجاز ٹھہرانا:

قرار پایا کہ FTMM کے بورڈ کو یہاں 30 جون 2027ء کو اختتام پذیر مالیاتی سال کے لئے معاملہ کی نوعیت کے اعتبار سے متعلقہ فریقین کے ساتھ کی جانے والی ٹرانزیکشنز کو منظور کرنے کا مجاز ٹھہرایا جاتا ہے۔

مزید قرار پایا کہ، بورڈ کی منظور کردہ ان ٹرانزیکشنز کو سرٹیفکیٹ ہولڈرز کی منظوری شمار کیا جائے گا اور رسمی تصحیح/منظوری کے لئے اگلے سالانہ جائزہ اجلاس میں سرٹیفکیٹ ہولڈرز کو پیش کیا جائے گا۔

6. قرار پایا کہ FTMM کے چیف ایگزیکٹو آفیسر بورڈ آف ڈائریکٹرز کے چیئرمین، چیف لیگل آفیسر اور کمپنی سیکریٹری کو اس سالانہ جائزہ اجلاس میں سرٹیفکیٹ ہولڈرز کی جانب انفرادی طور پر سے مذکورہ بالا عمومی اور خصوصی قراردادوں کے اطلاق اور موثر کرنے کا مجاز ٹھہرایا جاتا ہے جس میں مندرجہ ذیل شامل ہیں لیکن یہ فہرست محدود نہیں، سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، پاکستان اسٹاک ایکسچینج، سنٹرل ڈیپازٹری کمپنی آف پاکستان لمیٹڈ، بینکوں، مالیاتی اداروں اور دیگر ریگولیٹری، سرکاری محکموں اور اداروں، پاکستانی یا غیر ملکی، کے ساتھ معاهدے طے/تحریر کرنا، فارمز، ریٹرنز اور درخواستیں جمع کرنا اور

Form of Proxy

I/We, _____ of _____ being a member of First Treet Manufacturing Modaraba ("FTMM"),
holder of _____ Ordinary Certificate as per Register Folio No. _____.

[illegible]

Hereby Appoint Mr. /Mrs. /Miss _____ of _____ person or failing him / her
Miss / Mrs / Mr. _____ of _____ another person on my / our proxy to
attend and vote for me / us and my / our behalf at Annual Review Meeting of FTMM to be held on October 27,
2026 at 11:00 A.M. at 72-B, Quaid-e-Azam Industrial Estate Kot Lakhpat, Lahore, and at every adjournment
thereof, if any

Please affix Rupees

Fifty Revenue Stamp

(Signature should agree with specimen
Signature registered with FTMM)

Signed this _____ day of _____, 2026

Signature of Certificate holder _____

Signature of Proxy _____

[illegible]

1. This proxy form, duly completed and signed, must be received at the Registered Office of FTMM, not less than 48 hours before the time of holding the meeting.
2. If a member appoints more than one proxy and more than one instruments of proxy are deposited by a member with FTMM, all such instruments of proxy shall be rendered invalid.
3. For CDC Account Holders / Corporate Entities In addition to the above the following requirements have to be met
 - i. Attested copies of CNIC or the passport of the beneficial owners and the proxy shall be provided with the proxy forms.
 - ii. The proxy shall produce his original CNIC or original passport at the time of the meeting.
 - iii. In case of a corporate entity, the Board of Directors resolution/power of attorney with specimen signature shall be submitted (unless it has been provided earlier) along with proxy form to FTMM.

نہ کرایا گیا ہے)



First Treet Manufacturing Modaraba

72B, Peco Road, Kot Lakhpat Industrial Area, Lahore, 54770, Pakistan

+92-42-1111-Treet (87338)

www.ftmm.com.pk

corporate@treetcorp.com

[in](#) [@](#) [f](#) [@treetcorp](#)