

Infinite Opportunities Sustainable Tomorrow



CORPORATE BRIEFING SESSION

Friday, October 9, 2026

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THE FOUNDER – LATE MR. GHULAM FARUQUE (CIE, HPK, OBE)



- A visionary and highly respected name in industry circles
- Spearheaded development of Pakistan's industry and laid the foundation of country's industrialization.

HONOURS CONFERRED

- Office of the Order of the British Empire, 1944
- Companion of the Order of the Indian Empire, 1946
- Commander of the Order of Merit, Spain, 1956
- Hilal-e-Pakistan, 1958 (highest-ranking civilian award of Pakistan)
- Honorary Doctorate of Science, West Pakistan University of Engineering and Technology, 1966
- Fellow of the Chartered Institute of Transport, London
- Member of the Association of Iron and Steel Engineers, USA

GROUP STRUCTURE

C O R P O R A T E B R I E F I N G S E S S I O N





Vision

Packaging Your Future

Mission

- ▶ To be the Premier Packaging Company of Pakistan
- ▶ Innovate Relentlessly
- ▶ Pursue Strategic Collaborations
- ▶ Nurture High Performance Teams
- ▶ Support Our Communities
- ▶ Maintain World Class Quality Standards
- ▶ Uphold the Trust of Stakeholders
- ▶ Provide Unrivalled Services to Our Customers
- ▶ Reduce Carbon Footprint

Our Values



Respect
is our way of life



Fairness
is our way of work



Quality
is our legacy



Ownership
is our way to success

Journey at a Glance

1992

Cherat Packaging Limited started production with one Tuber and one Bottomer having installed capacity of 50 million papersacks per annum.

1996

Installed 2nd Bottomer to the production line.

1998

Acquired ISO 9001 QMS Certificate.

2003

Added 2nd Tuber to the production line and thus increasing the total production capacity to 105 million paper bags per annum.

2006

Added 3rd Tuber and Bottomer to production line, making the total effective production capacity to 160 million paper bags per annum.

2009

Added 4th Tuber and Bottomer to production line. With this addition the total installed capacity reached 265 million paper bags per annum.

2012

Installed 1st PP Line having capacity of 65 million PP bags per annum.

2013

Installed 1st convertex of 2nd PP line increasing total capacity to 105 million PP bags per annum.

2014

Installed 2nd convertex of 2nd PP Line and increased the capacity to 145 million PP bags per annum.

2016

Installation of 3rd PP Line having annual capacity of 50 million bags per annum.



2017

Arrival of Universal Papersack line with an annual capacity of 135 million bags. Decision to enter in to the field of Flexible Packaging and signing of contract for acquiring main plant with Windmoller & Holscher.

2018

Installation of Universal Papersack Line – Installation of Roto & Flexo printers and Laminator of the Flexible Packaging Division.

2019

Completion of Flexible Packaging Project enhancing production capacity from 7.2 million Kgs to 12.6 million Kgs.

2021

Established LC for the import of 4th line of PP having production capacity of 65 million bags.

2022

Commissioning of 4th PP Line having a capacity of 65 million bags per annum.

Established LCs for 2nd Rotogravure printer and allied equipment.

2023

Commissioning of 2nd Rotogravure printer having capacity of 3.6 million Kgs per annum.

2024

Commissioning of 2nd Flexographic printer having capacity of 3.6 million Kgs per annum.

Sale of KP lines I, II & V

2025

Commissioning of SOS / Carrier Bag Project having capacity of 250 million units per annum.

Established LC for Barrier Extrusion Line

Sale of KP lines III & IV

2026

Commissioning of Extrusion Line II having capacity of 3.8 million kgs per annum.

Commissioning of 2.7 MW Solar Power Plant

OUR PRODUCT LINES & KEY REVENUE DRIVERS

Bag Manufacturing Division



Polypropylene and SOS / Carrier bags manufacturing



Flexible Packaging Division



Extrusion, Flexo Graphic and Rotogravure printing



MAIN EVENTS FY 2025-26

- Capitalization of Rs. 2.56 billion mainly including Barrier Film Extrusion Line and Solar Project.
- Stock-in-trade and consequently short-term borrowings increased due to higher imported raw material at year end.
- Achieved overall GP margin of 12.45% as compared to 7.85% in corresponding year.
- Gain of Rs. 189 million due to discounting / re-measurement of Sindh Infrastructure Development CESS (SIDC) liability.



STATEMENT OF PROFIT OR LOSS

	2026	2025	Variance	%
	----- Rupees in Million -----			
Revenue	15,093	13,014	2,080	16%
Cost of goods sold	<u>(13,215)</u>	<u>(11,993)</u>	<u>(1,222)</u>	10%
Gross profit	1,879	1,021	858	84%
Distribution, Admin & Other expenses	(676)	(519)	(157)	30%
Other income	<u>269</u>	<u>384</u>	<u>(115)</u>	-30%
Operating profit	1,472	886	586	66%
Finance cost	<u>(384)</u>	<u>(463)</u>	<u>78</u>	-17%
Profit before income tax and levies	1,088	424	664	157%
Taxation (including levies)	<u>(437)</u>	<u>(67)</u>	<u>(370)</u>	548%
Profit after tax	<u>651</u>	<u>356</u>	<u>295</u>	83%

EXPLANATION OF MATERIAL VARIATION – STATEMENT OF PROFIT OR LOSS

Revenue

- FPD and PPD sales increased due to increased quantities and sales prices.

Gross Profit

- Increase in the gross profit is in line with the increase in quantity sold at improved margins.

Finance Cost

- Finance cost declined from Rs. 463 million to Rs. 384 million due to decrease in discount rates from corresponding year.

Taxation

- The variance mainly occurred due to higher profitability this year. Moreover, we recorded tax credit u/s 65B of ITO, 2001 in corresponding year.

Other Income

- Other Income declined due to corresponding year gain of Rs. 221 million from the sale of KP Line III & IV and Rs. 87 million from short-term investments. However, the impact was partially neutralized through recognition of gain due to discounting / re-measurement of SIDC amounting to Rs. 189 million in current year.

STATEMENT OF FINANCIAL POSITION

	JUNE 2026	JUNE 2025	VARIANCE	% CHANGE
ASSETS				
	-----Rupees in million-----			
NON-CURRENT ASSETS				
Property, plant & equipment including intangible assets	8,709	7,228	1,481	20.49%
Long-term investments & deposits	1,861	1,552	309	19.93%
CURRENT ASSETS				
Stock-in-trade	4,573	3,046	1,527	50.13%
Trade debts	2,170	2,371	(201)	-8.48%
Taxation	682	576	106	18.40%
Other current assets	1,187	850	337	39.62%
Total Assets	19,182	15,623	3,559	22.78%
LIABILITY & EQUITY				
Shareholders' reserves	9,783	8,956	827	9.23%
Long-term financing including current maturity and government grant	3,929	2,704	1,225	45.30%
SIDC including current maturity	310	-	310	100.00%
Short-term borrowings	1,746	634	1,112	175.39%
Trade and other payables	2,126	2,306	(180)	-7.81%
Other liabilities	1,288	1,023	265	25.90%
Total Equity and liabilities	19,182	15,623	3,559	22.78%

EXPLANATION OF MATERIAL VARIATION – STATEMENT OF FINANCIAL POSITION

Property Plant & Equipment

- Mainly increased due to capitalization of Barrier Film Extrusion line and 2.7 MW Solar Project.

Long-term investments

- CCCL Share price in June '26: Rs. 345.93 (June '25: Rs. 290.30).

Stock-in-trade

- Stock in trade increased due to increase in raw material prices and arrival of raw materials towards the end of the year end amid supply chain disruptions arising from the US-Iran conflict.

Long-term financing

- Mainly increased due to Rs. 1.3 billion loan obtained for the Barrier Film Extrusion Line Project and Rs. 270 million loan obtained for the 2.7 MW Solar Project.

Running Finance

- Increased due to higher utilization at year end for imported raw materials.

KEY FINANCIAL METRICS

	2026	2025	2024	2023
-----Rupees in Million-----				
Revenue	15,093	13,014	13,820	16,554
Gross Profit	1,879	1,021	1,461	3,277
Profit After Tax	651	356	886	908
Total Assets	19,182	15,623	13,793	16,434
Total Liabilities	9,399	6,667	5,641	9,233
Ratios				
Gross Profit (%)	12.45%	7.85%	10.57%	19.80%
Profit Before Taxation (%)	7.21%	3.26%	7.55%	10.08%
Profit After Taxation (%)	4.31%	2.74%	6.41%	5.49%
Earnings Per Share (Rs.)	13.26	7.26	18.04	18.50
Debt to Equity Ratio	29:71	23:77	25:75	30:70
Interest Cover Ratio (Times)	3.83	1.92	2.25	2.39
Current Ratio (Times)	1.88	1.95	2.68	1.60
Cash Dividend Per Share (%)	40%	30%	45%	30%
Operating Cycle (Days)	111	108	135	162

IFRS 8 – OPERATING SEGMENTS

	Bags Manufacturing Division		Flexible Packaging Division		Unallocated Items		Total	
	2026	2025	2026	2025	2026	2025	2026	2025
-----Rupees in Million-----								
Turnover	5,784	5,667	9,309	7,347	-	-	15,093	13,014
Net profit for the year	586	368	1,036	314	(971)	(326)	651	356
Total Assets	5,058	4,568	11,198	8,732	2,926	2,323	19,182	15,623
Total Liabilities & Equity	(1,004)	(808)	(3,024)	(1,958)	(15,154)	(12,857)	(19,182)	(15,623)
Capital Expenditure	(266)	(663)	(1,591)	(361)	-	-	(1,857)	(1,024)

	2026	2025
-----Rupees in Million-----		
Turover information by geographical area		
Pakistan	15,085	12,926
Congo	-	88
Austria	8	-
	15,093	13,014

Information about major customer: Sales to one (2025: one) customer of the Company from the Bags Manufacturing Division represents approximately Rs. 2,085.77 million (2025: Rs. 1,895.48 million) and sales to one (2025: Nil) customer of the Company from the Flexible Packaging Division represents approximately Rs. 1,682.92 million (2025: Rs. Nil) of the Company's total revenue. These customers represent 10% or more revenue individually in the total revenue of the Company.

BUSINESS RISKS

- Rising cost of imported raw material
- Exchange rate fluctuation
- Availability of imported raw material
- Credit Risk
- Competition Risk
- Government Regulations
- Fire Hazards
- Rise in Energy costs
- Law and order situation
- Cyber Security

FUTURE OUTLOOK

1. Impact of IRAN-USA war and regional situation on raw material supplies
2. Increase in sales of SOS / Carrier bags
3. Utilization of new Barrier Film Extrusion Line
4. Competitive procurement of raw materials.
5. Energy cost reduction initiatives

QUESTIONS RECEIVED IN ADVANCE

No questions were received in advance.

THANK YOU

