

ARPAK INTERNATIONAL INVESTMENTS LIMITED

COMPANY INFORMATION

Board of Directors

Ms. Zarmin Sarfaraz	Chairperson
Mr. Abbas Sarfaraz Khan	Chief Executive
Ms. Najda Sarfaraz	Director
Mr. Iskander M. Khan	Director
Mr. Baber Ali Khan	Director
Mr. Sher Ali Jaffar Khan	Independent Director
Mr. Asim Khan Effendi	Independent Director

Company Secretary

Mr. Mujahid Bashir

Chief Financial Officer

Mr. Rizwan Ullah Khan

Auditors

M/s. ShineWing Hameed Chaudhri & Co.
Chartered Accountants

Legal Advisor

Mr. Zahoor Alam
Advocate

Shares Registrar

M/s. Hameed Majeed Associates (Pvt.) Limited
H.M. House, 7-Bank Square, Lahore.
Phone No.: 042-37235081
Fax No.: 042-37235083

Bankers

MCB Bank Limited
Bank Al-Habib Limited

ARPAK INTERNATIONAL INVESTMENTS LIMITED

CONDENSED INTERIM
FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD
ENDED ON SEPTEMBER 30, 2026

آرپاک انٹرنیشنل انوسٹمنٹس لمیٹڈ

ڈائریکٹر کی جائزہ رپورٹ

آرپاک انٹرنیشنل انوسٹمنٹس لمیٹڈ کے بورڈ آف ڈائریکٹر کو یہ اعزاز حاصل ہے کہ وہ 30 ستمبر 2026 کو ختم ہونے والی تین ماہ کی مدت کے لیے کمپنی کی آپریشنل اور مالی کارکردگی کا جائزہ پیش کر رہا ہے۔

مالی کارکردگی / آپریشنز
کمپنی نے 0.700 ملین روپے کا آپریٹنگ نقصان رپورٹ کیا، جبکہ گزشتہ سال میں 1.091 ملین روپے۔ تاہم، ایک معذوری کی فراہمی 186.860 ملین روپے اور متعلقہ کمپنیوں کے 1.942 ملین روپے کے نقصان کے نتیجے میں ٹکس سے پہلے 189.502 ملین روپے کا نقصان ہوا، جو پچھلے سال 87.486 ملین روپے کے مقابلے میں تھا۔

سرمایہ کاری / مستقبل کا نظریہ
بورڈ کمپنی کی آمدنی کے ذرائع کو متنوع بنانے، کرپے کی آمدنی بڑھانے اور دانشمندانہ سرمایہ کاری کے فیصلوں کو یقینی بنانے کے لیے مناسب کاروباری مواقع تلاش کر رہا ہے۔ ان اقدامات جابجا او کی آمدنی کو بڑھانے اور آپریٹنگ و انتظامی اخراجات کو کنٹرول کرنے پر بھی توجہ دے رہی ہے۔ یہ اقدامات، سرمایہ کاری کے پورٹ فولیو کے باقاعدہ جائزے کے ساتھ، کمپنی کی مالی پوزیشن کو مضبوط بنانے اور پائیدار ترقی کی حمایت کرنے کے لیے ہیں۔

اہم خطرات اور غیر یقینی صورتحال

- ایسوسی ایٹڈ کمپنیوں کی کارکردگی کمپنی کے منافع پر اثر انداز ہوتی رہتی ہے۔
- سرمایہ کاری کی کارکردگی میں اتار چڑھاؤ اور موجودہ معاشی غیر یقینی صورتحال مستقبل کے مالی نتائج کو متاثر کر سکتی ہے۔

اکاؤنٹنگ پالیسیز

سہ ماہی کے لیے مختصر عبوری مالی معلومات کی تیار میں جو اکاؤنٹنگ پالیسیاں اپنائی جاتی ہیں، وہی ہیں جو کمپنی کے پچھلے سالانہ مالیاتی بیانات کی تیاری میں لاگو ہوتی ہیں۔

ٹھکرے

ڈائریکٹر کمپنی کے ملازمین کی محنت اور لگن کی قدر کرتے ہیں۔

(اسکندر محمد خان)
ڈائریکٹر
(عباس سرفراز خان)
چیف ایگزیکٹو آفیسر

اسلام آباد
28 اکتوبر، 2026

ARPAK INTERNATIONAL INVESTMENTS LIMITED

DIRECTOR'S REVIEW REPORT

The Board of Directors of Arpak International Investments Limited is pleased to present the review on the operational and financial performance of the Company for the three-months period ended September 30, 2026.

FINANCIAL PERFORMANCE/OPERATIONS

The Company reported an operating loss of Rs. 0.700 million, compared to Rs. 1.091 million in the previous year. However, an impairment provision of Rs. 186.860 million and a share of loss from associated companies of Rs. 1.942 million resulted in a pre-tax loss of Rs. 189.502 million, compared to Rs. 87.486 million in the previous year.

INVESTMENTS/FUTURE OUTLOOK

The Board is exploring suitable business opportunities to diversify the Company's income streams, enhance rental income, and ensure prudent investment decisions. Management is also focusing on improving property returns and controlling operating and administrative expenses. These initiatives, along with regular review of the investment portfolio, aim to strengthen the Company's financial position and support sustainable growth.

PRINCIPAL RISKS AND UNCERTAINTIES

- The performance of associated undertakings continues to influence the Company's profitability.
- Fluctuations in investment performance and prevailing economic uncertainties may affect future financial results.

ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the condensed interim financial information for the quarter are the same as applied in the preparation of the preceding annual financial statements of the Company.

ACKNOWLEDGEMENT

The Directors appreciate the hard work and dedication displayed by the employees of the Company.

(Abbas Sarfaraz Khan)
Chief Executive Officer
(Iskander M. Khan)
Director

Islamabad
October 28, 2026

ARPAK INTERNATIONAL INVESTMENTS LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (Un-audited)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

	September 30, 2026	September 30, 2025
	-----Rupees-----	
Income	2,894,937	2,801,086
Operating and General Expenses	(3,594,931)	(3,891,711)
Operating Loss	(699,994)	(1,090,625)
Bank Charges	(34)	(2,700)
	(700,028)	(1,093,325)
Share of loss from Associated Companies-net of taxation	(1,941,608)	(26,866,134)
Reversal/(provision made) for impairment in investment in an Associated Company	(186,860,377)	(59,527,023)
Loss before taxation and final tax levies	(189,502,013)	(87,486,482)
Final tax levies	-	-
Loss before taxation	(189,502,013)	(87,486,482)
Taxation	(503,297)	(449,405)
Loss after taxation	(190,005,310)	(87,935,887)
Loss per share	(47.50)	(21.98)

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


Chief Executive


Director


Chief Financial Officer

ARPAK INTERNATIONAL INVESTMENTS LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2026

	Note	Un-audited September 30, 2026	Audited June 30, 2026
		Rupees	
Equity and Liabilities			
Share Capital and Reserves		50,000,000	50,000,000
Authorised capital		40,000,000	40,000,000
5,000,000 ordinary shares of Rs.10 each		12,840,781	12,840,781
Issued, subscribed and paid-up capital		(379,778,083)	(189,772,773)
4,000,000 ordinary shares of Rs.10 each issued for cash			
Reserves			
Accumulated loss		613,024,964	586,480,211
Share of surplus on revaluation of property, plant and equipment of Associated Companies		286,087,662	449,548,219
		338,769	344,977
Deferred taxation			
Current Liabilities		2,596,928	4,732,969
Accruals and other payables		1,034,846	1,034,847
Unclaimed dividend		-	13,423
Provision for tax levies		2,311,371	1,801,865
Taxation		5,943,145	7,583,104
	4	292,369,576	457,476,300
Contingencies and Commitments			
Assets			
Non-current Assets		1,110,984	1,184,653
Property, plant and equipment		8,385,164	8,426,604
Investment property		257,106,656	419,362,656
Long term investments	5	18,750,000	21,875,000
Loan to an Associated Company	6	285,352,804	450,848,913
Current Assets			
Current portion of loan to an Associated Company		-	-
Short term investment	7	589,106	573,688
Advance to employees - considered good		139,750	139,750
Prepayments		387,618	387,618
Accrued Mark-up		1,396,635	713,266
Prepaid tax levies		-	13,423
Advance income tax and tax deducted at source		4,070,458	4,070,457
Bank balances		433,205	1,116,803
		7,016,772	6,627,387
		292,369,576	457,476,300

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


Chief Executive


Director


Chief Financial Officer

ARPAK INTERNATIONAL INVESTMENTS LIMITED
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

	Reserves			Share of surplus on revaluation of property, plant and equipment of an Associated Company	Total
	Share capital	Capital Reserves	General Reserves	Unrealised gain on long term investments	
Balance as at July 01, 2025	40,000,000	7,440,781	5,400,000	-	54,840,781
Total Comprehensive Income for the quarter ended September 30, 2025	-	-	-	(87,935,887)	(87,935,887)
Effects of items directly credited in equity by Associated Companies	-	-	-	110,329,157	110,329,157
Share of surplus on revaluation of property, plant and equipment realised during the year by an Associated Company on account of incremental depreciation and upon sale of revalued assets - (net of deferred taxation)	-	-	-	(22,263,763)	(22,263,763)
Balance as at September 30, 2025	40,000,000	7,440,781	5,400,000	(87,935,887)	64,904,894
Balance as at July 01, 2026	40,000,000	7,440,781	5,400,000	-	54,840,781
Total Comprehensive Income for the quarter ended September 30, 2026	-	-	-	(190,005,310)	(190,005,310)
Effects of items directly credited in equity by Associated Companies	-	-	-	88,248,935	88,248,935
Share of surplus on revaluation of property, plant and equipment realised during the year by an Associated Company on account of incremental depreciation and upon sale of revalued assets - (net of deferred taxation)	-	-	-	(88,248,935)	(88,248,935)
Balance as at September 30, 2026	40,000,000	7,440,781	5,400,000	(87,935,887)	64,904,894

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


Chief Executive


Director


Chief Financial Officer

ARPAK INTERNATIONAL INVESTMENTS LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-audited)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

	September 30, 2026	September 30, 2025
	Rupees	Rupees
Loss after taxation	(190,005,310)	(87,935,887)
Other Comprehensive Income		
Items that may be reclassified subsequently to profit and loss:		
Share of surplus arisen on revaluation of property, plant and equipment carried out by Associated Companies	(61,704,182)	-
Share of other comprehensive profit from Associated Company - net	(61,704,182)	-
Total Comprehensive Income for the period	(251,709,492)	(87,935,887)

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


Chief Executive


Director


Chief Financial Officer

ARPAK INTERNATIONAL INVESTMENTS LIMITED
SELECTED NOTES TO AND FORMING PART OF THE
CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

1. CORPORATE INFORMATION

Arpak International Investments Limited (the Company) was incorporated in Pakistan on 26 July, 1977 as a Public Company and its shares are quoted on Lahore and Karachi Stock Exchanges. The registered office of the Company is situated at 20-A, Markaz F-7, Islamabad. It is principally engaged in investment business of various forms.

2. BASIS OF PREPARATION

2.1. Statement of compliance

2.1.1 These condensed interim financial statements for the first quarter ended September 30, 2026 have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- i) International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act); and
 - ii) Provisions of and directives issued under the Companies Act, 2017.
- Where the provisions of and directives issued under the Companies Act, 2017 differ from the IFRSs, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.1.2 These condensed interim financial statements do not include all the information and disclosures as required in an annual audited financial statements, and these should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2026. These condensed interim financial statements are being submitted to the shareholders as required by the section 237 of the Companies Act, 2017.

2.2. New standards, amendments to approved accounting standards and interpretations that are effective during the period

The new standards, amendments to approved accounting standards and interpretations that are mandatory for the accounting periods beginning on July 1, 2026 are considered not to be relevant or to have any significant effect on the Company's interim financial reporting and are, therefore, not detailed in these condensed interim financial statements.

2.3. ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of audited annual financial statements of the Company for the year ended June 30, 2026.

3. ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of this condensed interim financial information in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

ARPAK INTERNATIONAL INVESTMENTS LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-audited)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

	September 30, 2026	September 30, 2025	Rupees	Rupees
CASH FLOW FROM OPERATING ACTIVITIES				
Loss for the quarter - before taxation and share of profit/ (loss) of Associated Companies			(700,028)	(1,093,325)
<i>Adjustments for non-cash charges and other items:</i>				
Depreciation on property, plant and equipment			73,669	3,375
Depreciation on investment property			41,440	43,621
Mark-up on loan to an Associated Company			(683,369)	(791,223)
Dividend Income				
Fair value (gain)/loss on measurement of investments			(15,418)	(13,363)
Gain on redemption of short term investments - net			-	-
Effect on cash flow due to working capital changes				
(Increase) / decrease in current assets			-	(3)
Investments - net			-	-
Advance to employees			(387,618)	(604,451)
Prepayments				
Increase / (decrease) in current liabilities			(2,137,274)	(294,575)
Accruals and other payables			(2,524,892)	(899,029)
Cash used in operating activities			(3,808,598)	(2,749,944)
Income tax paid			-	-
Net cash used in operating activities			(3,808,598)	(2,749,944)
CASH FLOW FROM INVESTING ACTIVITIES				
Mark-up received on loan to an Associated Company			3,125,000	3,000,000
Dividend received			-	-
Net cash generated from investing activities			3,125,000	3,000,000
Net increase / (decrease) in cash and cash equivalents			(683,598)	250,056
Cash and cash equivalents - at beginning of the period			1,116,803	1,466,650
Cash and cash equivalents - at end of the period			433,205	1,716,706

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


Chief Executive


Director


Chief Financial Officer

6. LOAN TO AN ASSOCIATED COMPANY

All the term and conditions of the loan are same as disclosed in audited annual financial statements of the Company for the year ended June 30, 2026.

7. SHORT TERM INVESTMENTS - at fair value through profit or loss

This represents investment in 5672.80 (June 30, 2026: 5672.80) units of Al-Habib Money Market Fund.

8. REMUNERATION OF DIRECTORS AND EXECUTIVES

8.1 The Company has not paid any remuneration or meeting fee to any of its directors during the current and preceding financial years.

8.2 Salaries and benefits paid to key management personnel:

	Un-audited Three months ended September 30,	2025
	----- Rupees -----	
Managerial remuneration	1,377,876	1,377,876
Medical and utility allowances	65,776	37,718
Expenses reimbursed	959,488	835,515
	<u>2,403,140</u>	<u>2,251,109</u>
No. of person	1	1

9 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of the Associated Companies, directors and key management personnel. The Company in the normal course of business carries out transactions with various related parties. Detail of related parties (with whom the Company has transacted) along with relationship and transactions with a related parties, other than those which have been disclosed elsewhere in these financial statements, are as follows:

The Company has carried out following transactions with Chashma Sugar Mills Ltd. an Associated Company due to common directorship.

	Un-audited Three months ended September 30,	2025
	----- Rupees -----	
Mark-up charged on loan to an Associated Company	683,369	791,223
Mark-up received from Associated Company	-	<u>3,000,000</u>

There were no transactions with key management personnel other than under the terms of employment and remuneration of key management personnel is disclosed in note 8.

10. FINANCIAL RISK MANAGEMENT

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk.

There has been no change in the Company's sensitivity to these risks since June 30, 2026. There have been no change in risk management objectives and policies of the Company during the period.

This condensed interim financial information does not include all financial risk management information and disclosures as are required in the audited annual financial statements and should be read in conjunction with the Company's audited annual financial statement as at June 30, 2026.

11. FAIR VALUE OF FINANCIAL INSTRUMENTS

The carrying amounts of all financial assets and liabilities reflected in the financial statements approximate their fair values.

Given below is the analysis of financial instruments, carried at fair value, by valuation method. The different levels have been defined as follows:

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

4. CONTINGENCIES AND COMMITMENTS

4.1

The Company has filed a civil suit before the Senior Civil Judge, Swat. The Company has prayed for deceleration, perpetual and mandatory injunction in case titled "Arpak International Investments Limited Vs Liaqat Ali Khan and 15 Others" in Old No. Khata 1250/1430, Khastra No. 1892 to 1898 in Moza Mingora, Tehsil Babuzai, District Swat of land measuring 53 Kanals and 04 Marlas in which the Company has challenged Registry No 76, Book No 01, Page No.03 dated October 01, 1997 and Mutation No.1117 dated November 17, 1997 through which the land was illegally sold to the defendants. The suit is pending adjudication before the Court for ex-parte evidence. Next date of hearing is fixed on October 20, 2026.

4.2

No commitments were outstanding as at June 30, 2026 and 2025.

5. LONG TERM INVESTMENTS

Associated Companies:

Quoted:

The Premier Sugar Mills and Distillery Company Ltd. (PSM)

	Un-audited Period ended September 30, 2026	Audited Year ended June 30, 2026
	Rupees	Rupees
Carrying Value- under equity method	496,669,129.00	472,065,984
Less: Impairment loss	(354,345,129.00)	(167,485,984)
	<u>142,324,000</u>	<u>304,580,000</u>

5.1.
5.1.1.

Premier Board Mills Ltd. (PBML)- unquoted

5.2.

Premier Grain Ethanol Ltd. (PGEL)- Un-quoted

5.3.

5.1. Investment in PSM represents 400,000 fully paid ordinary shares of Rs.10 each representing 10.67% (June 30, 2026: 10.67%) of PSM's issued, subscribed and paid-up capital as at September 30, 2018. PSM was incorporated on July 24, 1944 as a public limited company and its shares are quoted on Pakistan Stock Exchange. The principal activity of PSM is manufacturing and sale of white sugar and spirit. PSM is an associate of the Company due to common directorship.

5.1.1 The Company has recognised impairment on its investment in PSM based on the market value of PSM's shares as at reporting date. Market Value of the PSM's shares as at September 30, 2026 was Rs. 351.88 (June 30, 2026: Rs. 761.45) per share.

5.2. Investment in PBML represents 600,000 fully paid ordinary shares of Rs.10 each representing 10.63% (June 30, 2026: 10.63%) of PBML's issued, subscribed and paid-up capital as at June 30, 2018. PBML was incorporated on May 12, 1960 as a public company and it is evaluating certain proposals for setting-up some industrial unit. PBML is an associate of the Company due to common directorship.

5.2.1

Carrying values of investments in PBML as at September 30, 2026 have not been accounted for using the equity method as required by IAS 28 (Investments in Associates) due to nonavailability of financial statements for the quarter ended September 30, 2026.

5.3. The Company's Board of Directors had previously approved an investment of Rs. 50 million in PGEL, against which Rs. 32 million had been paid. During the preceding financial years, PGEL issued 3,200,000 fully paid ordinary shares of Rs. 10 each against the advance received from the Company. As the project was export-oriented, its implementation was delayed due to socio-economic changes in the USA and Europe. Following a further reassessment of the business environment, including global trade uncertainties, regulatory concerns, domestic economic volatility, and fluctuations in corn prices, the Boards of Directors of both companies decided not to proceed with the remaining investment commitment of Rs. 18 million. Accordingly, the remaining shares of Rs. 18 million were cancelled by PGEL in accordance with the Companies Act, 2017.

5.3.1 Carrying values of investments in PGEL as at September 30, 2026 have not been accounted for using the equity method as required by IAS 28 (Investments in Associates) due to nonavailability of financial statements for the quarter ended September 30, 2026.

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

Level:3 Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).
The Company's investment in Mutual Fund has been measured at fair value using period-end Net Assets Value as computed by the respective Assets Management Company. Fair value of these investments falls within level 2 of fair value hierarchy as mentioned above.

12. CORRESPONDING FIGURES

In order to comply with the requirements of IAS 34 'Interim Financial Reporting', the condensed interim balance sheet has been compared with the balances of annual audited financial statements of the preceding financial year, whereas, the condensed interim profit and loss account, condensed interim cash flow statement and condensed interim statement of changes in equity have been compared with the balances of comparable period of the immediately preceding financial year.

13. GENERAL

This condensed interim financial information was approved by the Board of Directors and authorised for issue on October 28, 2026.



Chief Executive



Director



Chief Financial Officer