



Ismail Industries
Limited

STRENGTH IN EVERY LINK



QUARTERLY REPORT SEPTEMBER 30, 2026

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COMPANY PROFILE

Board of Directors

Mr. Muhammad M. Ismail	Chairman
Mr. Munsarim Saifullah	Chief Executive Officer
Mr. Ahmed Muhammad	Executive Director
Mr. Hamid Maqsood Ismail	Non-Executive Director
Mr. Maqsood Ismail	Non-Executive Director
Mr. Muhammad Zain	Independent Director
Ms. Tasneem Yusuf	Independent Director

Audit Committee Members

Ms. Tasneem Yusuf	Chairperson
Mr. Muhammad M. Ismail	Member
Mr. Maqsood Ismail	Member

Registered Office

17, Bangalore Town,
Main Shahrah-e-Faisal, Karachi

Factories

Unit-1: C-230, Hub H.I.T.E.,
Balochistan. Pakistan

Unit -2: B-140, Hub H.I.T.E.,
Balochistan. Pakistan

Unit-3: G-1, Hub H.I.T.E.,
Balochistan. Pakistan

Unit-4: G-22, Hub H.I.T.E.,
Balochistan. Pakistan

Unit-5: 38-C, Sundar Industrial Estate
Raiwind Road, Lahore, Pakistan

Unit-6: D-91, D-92 & D-94 North Western Zone,
Port Qasim, Karachi, Sindh, Pakistan

Unit-7: E164-168, North Western Zone,
Port Qasim, Karachi, Sindh, Pakistan

Unit-8: E154-157, North Western Zone,
Port Qasim, Karachi, Sindh, Pakistan

Unit-9: G-1, Hub H.I.T.E.,
Balochistan. Pakistan

Unit-10: E164-168, North Western Zone,
Port Qasim Karachi. Karachi, Sindh, Pakistan

Human Resource & Remuneration Committee

Mr. Muhammad Zain	Chairman
Mr. Maqsood Ismail	Member
Mr. Hamid Maqsood Ismail	Member

Company Secretary

Mr. Abdul Basit

Chief Financial Officer

Mr. Ahmed Raza Parekh

Auditor

Grant Thornton Anjum Rahman
Chartered Accountants

Legal Advisor

Mohsin Tayebaly & Co.

Share Registrar

THK Associates (Pvt.) Limited

Bankers / Institutions

Meezan Bank Limited
Habib Bank Limited
Askari Bank Limited
National Bank of Pakistan
MCB Bank Limited
Allied Bank Limited
Bank Alfalah Limited
JS Bank Limited
United Bank Limited
Faysal Bank Limited
Bank AL Habib Limited
Bank of Punjab

DIRECTOR'S REVIEW REPORT

The Board of Directors is pleased to present, for the consideration of shareholders, the performance review of the Company together with the standalone and consolidated unaudited condensed interim financial statements for the three months period ended September 30, 2026, prepared in accordance with the requirements of the Companies Act, 2017 and the Listed Companies (Code of Corporate Governance) Regulations, 2019.

ECONOMIC & BUSINESS REVIEW

Pakistan's economy maintained relative macroeconomic stability during the first quarter of FY 2026–27, with prospects of a gradual recovery amid persistent external-sector pressures, inflationary risks and evolving global economic conditions. The current account recorded a deficit of US\$874 million during the quarter, primarily reflecting a 14.6% increase in imports. Average inflation stood at 10.2%, driven in part by higher international oil prices and their pass-through to domestic fuel and energy costs, with consequential effects on transportation, production and distribution expenses.

The FMCG sector remained exposed to constrained consumer purchasing power, changing consumption patterns and taxation measures, including the expansion of the Third Schedule under the Federal Budget 2026–27, which may affect pricing, compliance and working capital requirements for specified products. Meanwhile, the plastics and packaging sector continued to face volatility in international polymer prices, energy costs, exchange rates and freight charges, although tariff rationalization for eligible industrial inputs and growing investment in recycled PET capacity present potential opportunities.

FINANCIAL PERFORMANCE REVIEW

The Company delivered gross sales of PKR 34.6 billion, reflecting a growth of 19.16% over the corresponding period last year, primarily driven by consistent demand across core categories, strengthened distribution networks, and sustained focus on product availability

Description	September 2026	September 2025
	PKR in Million	
Sales – gross	34,564	29,006
Sales – net	29,757	25,128
Gross profit	5,824	4,718
Operating profit	1,943	2,112
Profit after tax	741	1,065
EPS	11.17	16.05

Profitability remained under pressure due to elevated input and energy costs, compounded by an approximately 57% increase in selling and distribution expenses, reflecting the cumulative impact of fuel and freight cost and a more demanding operating environment. In response, management continues to prioritize margin protection through tighter cost discipline, operational efficiencies, product mix optimization and the introduction of premium-category products to enhance value realization. Marketing and trade initiatives remain integral to sustaining brand equity, strengthening market penetration and supporting demand across core categories. Going forward, the focus will remain on improving cost absorption, enhancing distribution effectiveness and aligning commercial investments with

profitable growth, while balancing market share objectives with sustainable margins.

The Company's strategic priorities remain centered on strengthening domestic market leadership, pursuing selective and margin-accretive export opportunities, optimizing resource allocation, improving operational and energy efficiency, and maintaining disciplined working capital management. Through these priorities, management aims to enhance business resilience, improve profitability and create sustainable long-term value for stakeholders.

FUTURE PROSPECT

Pakistan's economic outlook for FY 2026–27 remains cautiously positive, although the pace of recovery will depend on effective fiscal implementation, inflationary trends, external-sector stability and prevailing global economic conditions. While the Federal Budget 2026–27 targets real GDP growth of 4.0%, the International Monetary Fund's October 2026 World Economic Outlook projects growth of 3.5% for the fiscal year, reflecting a measured outlook for economic expansion. These conditions underscore the importance of prudent financial management, cost discipline and operational resilience across the Company's businesses.

The Company continues to strengthen its strategic foundation through diversification, vertical integration and digital transformation, reinforcing its resilience and supporting sustainable long-term growth. While gradual improvements in macroeconomic conditions and greater stability in key input prices could provide a more supportive operating environment, uncertainties surrounding inflation, monetary policy and energy costs remain. Management will continue to prioritise operational efficiency, cost optimisation and prudent capital allocation to navigate evolving market conditions and capitalise on emerging growth opportunities.

ACKNOWLEDGEMENT

The Board of Directors expresses its appreciation to all stakeholders, including employees, suppliers, distributors, lenders, and partners, for their continued support and trust.

The Board also places on record its deep appreciation for the dedication, commitment, and hard work of all employees, along with the steadfast commitment and leadership demonstrated by the management team.

On behalf of the Board of Directors.



Munsarim Saifullah
Chief Executive Officer
Karachi: October 29, 2026



Maqsood Ismail
Director

توازن برقرار رکھا جائے گا۔

کمپنی کی حکمت عملی کی اہم تر توجہات میں معاشی معیاری میں اپنی قائمہ اندیشیت کو مزید مستحکم کرنا، برآمدات کے ایسے منتخب مواقع سے فائدہ اٹھانا جو منافع کے مارجن میں اضافے کا باعث بنیں، وسائل کی تقسیم کو بہتر بنانا، عملیاتی اور توانائی کی کارکردگی میں بہتری لانا اور گریس سرانے کا نظم و ضبط کے ساتھ برقرار رکھنا شامل ہیں۔ ان تر توجہات کے ذریعے انتظامیہ کا مقصد کاروباری استحکام کو مضبوط بنانا، منافع میں بہتری لانا اور تمام متعلقہ فریقین کے لیے طویل مدت میں پائیدار قدر پیدا کرنا ہے۔

مستحکم بنی بنی

مالی سال 2026-27 کے لیے پاکستان کے معاشی مستقبل کے امکان سے متین طور پر پیش ہیں۔ تاہم معاشی بحالی کی رفتار کا انحصار مالیاتی اقدامات پر مؤثر عمل درآمد، بینکاری کے رجحانات، بیرونی شعبے کے استحکام اور عالمی معاشی حالات پر ہوگا۔ اگرچہ وفاقی بجٹ 2026-27 میں حقیقی مجموعی قومی پیداوار میں 4 فیصد اضافے کا ہدف مقرر کیا گیا ہے، تاہم بین الاقوامی مالیاتی فنڈ کی اکتوبر 2026 کی عالمی معاشی صورتحال سے متعلق رپورٹ میں مالی سال کے دوران شرح نمو 3.5 فیصد رہنے کی پیش گوئی کی گئی ہے، جو معاشی توسیع کے حوالے سے متین طور پر نظر کی عکاسی کرتی ہے۔ یہ حالات کمپنی کے تمام کاروباری شعبوں میں متین مالیاتی انتظام،

اخراجات پر کنٹرول اور عملیاتی استحکام کی اہمیت کو اجاگر کرتے ہیں۔ کمپنی اپنے کاروبار میں تنوع، مجموعی انضمام اور تکنیکل تبدیلی کے ذریعے اپنی حکمت عملی کی بنیادوں کو مسلسل مضبوط بنا رہی ہے، جس سے کاروباری استحکام کو تقویت ملتی ہے اور طویل مدتی پائیدار ترقی کو فروغ حاصل ہوتا ہے۔ اگرچہ معاشی حالات میں بتدریج بہتری اور اہم خام مال کی قیمتوں میں زیادہ استحکام سے کاروباری ماحول میں بہتری آنے کے امکان تر ہیں، تاہم بینکاری، مالیاتی پالیسی اور توانائی کے اخراجات سے متعلق غیر یقینی صورتحال پر متور موجود ہے۔ انتظامیہ بدلے ہوئے معیاری کے حالات سے مؤثر طور پر نمٹنے اور ترقی کے نئے مواقع سے فائدہ اٹھانے کے لیے عملیاتی کارکردگی میں بہتری، اخراجات کو بہتر بنانے اور سرمائے کی حفاظت، تقسیم کو ترجیح دیتی رہے گی۔

اعمالیہ فکری

بورڈ آف ڈائریکٹران تمام متعلقہ فریقین، بشمول ملازمین، سپلائرز، تقسیم کاروں، قرض دہندگان اور کاروباری شرکاء اور ان کا مسلسل تعاون اور اعتماد برقرار رکھنے پر توجہ دے رہے ہیں۔

بورڈ تمام ملازمین کی لگن، وابستگی اور محنت کو بھی قدر کی نگاہ سے دیکھتا ہے، نیز انتظامیہ جم کے فیئر معیاری عزائم اور قائمہ اندیشیت کو رد اور کھاتا ہے۔

بورڈ آف ڈائریکٹران کی جانب سے۔

محمود اسامیل
ڈائریکٹر

محمود سیف اللہ
چیف ایگزیکٹو آفیسر

کراچی: 29 اکتوبر 2026

ڈائریکٹران کی جائزہ رپورٹ

بورڈ آف ڈائریکٹران کو پیش کرے ہوئے خوشی ہو رہی ہے کہ حصہ دارینگان کے مفروضے کے لیے کمپنی کی کارکردگی کا جائزہ، 30 ستمبر 2026 کو ختم ہونے والی تین ماہی مدت کے لیے کمپنی کے انفرادی اور مجموعی غیر ذمہ شدہ مختصر مدتی مالیاتی گوشارے پیش کر رہے ہیں، انجینئرنگ، ایکٹ، 2017 اور سیٹلائٹ (کارپوریت گورننس کے ضابطہ) ریلیٹیشنز، 2019 کے قانون کے مطابق تیار کیے گئے ہیں۔

معاشی کاروباری جائزہ

مالی سال 2026-27 کی پہلی سہ ماہی کے دوران پاکستان کی معیشت میں مجموعی طور پر معاشی استحکام برقرار رہا تاہم بیرونی شعبے پر مسلسل دباؤ، بینکاری کے خدشات اور عالمی معاشی حالات میں تبدیلیوں کے باوجود بتدریج بحالی کے امکان تر موجود ہے۔ اس سہ ماہی کے دوران جاری کھاتے میں 874 ملین امریکی ڈالر کا خسارہ ریکارڈ کیا گیا جس کی بنیادی وجہ درآمدات 14.6 فیصد اضافہ تھا۔ اوسط معیاری کی شرح 10.2 فیصد رہی، جس میں بین الاقوامی معیاری میں تیل کی قیمتوں میں اضافے اور اس کے نتیجے میں معاشی پیدائش اور توانائی کے اخراجات میں اضافے نے اہم کردار ادا کیا۔ اس کے نتیجے میں نقل و حمل، پیداوار اور تقسیم کے اخراجات بھی متاثر ہوئے۔

ایف ایم بی سی کے شیکو صارفین کی محدود تر خرید حکمت کے بدلے ہوئے رجحانات اور ٹیکس سے متعلق اقدامات کے باعث مسلسل دباؤ کا سامنا رہا۔ اقدامات میں وفاقی بجٹ 2026-27 کے تحت ترقیاتی اخراجات میں توسیع بھی شامل ہے، جس سے مخصوص مصنوعات کی قیمتوں کے قانونی نقصان کی بحالی اور گریس سرانے کی ضرورت بھی متاثر ہو سکتی ہیں۔ دوسری جانب، پلاسٹک اور ٹیکسٹائل کے شیکو بین الاقوامی پالیمر کی قیمتوں، توانائی کے اخراجات، شرح مبادلہ اور مال برداری کے کرایوں میں ان چڑھاؤ کا سامنا رہا۔ تاہم، ماحول صحتی خام مال کے لیے محصولات کے ذریعے ماحول کے نقصان لانے کے اقدامات اور سائیکل شدہ PET کی پیداوار کی صلاحیت میں دستیابی ہوئی سرمایہ کاری مستقبل میں ممکنہ مواقع فراہم کر سکتی ہے۔

مالیاتی کارکردگی کا جائزہ

کمپنی نے مجموعی فروخت کی مدت میں 34.6 ارب روپے حاصل کیے، جو گزشتہ سال کی اسی مدت کے مقابلے میں 19.16 فیصد اضافہ ظاہر کی ہے۔ یہ اضافہ بنیادی طور پر اہم مصنوعات کے کمزروں میں مسلسل طلب، تقسیم کے نئے دیکھ کو کمزیرہ مستحکم بنانے اور مصنوعات کی دستیابی کو کمپنی بنانے پر مسلسل توجہ کے باعث ممکن ہوا۔

Description	September 2026	September 2025
PKR in Million		
Sales – gross	34,564	29,006
Sales – net	29,757	25,128
Gross profit	5,824	4,718
Operating profit	1,943	2,112
Profit after tax	741	1,065
EPS	11.17	16.05

یہ دستیابی خام مال اور توانائی کے اخراجات کے باعث منافع پر دباؤ برقرار رہا، جبکہ فروخت اور تقسیم کے اخراجات میں تقریباً 57 فیصد اضافے نے اس دباؤ کو کمزیرہ بن دیا۔ یہ اضافہ پائیدار درآمد اور مال برداری کے اخراجات کے مجموعی اثرات اور کاروباری مال میں بڑھتے ہوئے چیلنجوں کی عکاسی کرتے ہیں۔ اس صورتحال کے پیش نظر، انتظامیہ اخراجات پر سخت کنٹرول، عملیاتی کارکردگی میں بہتری، مصنوعات کے امتزاج کو بہتر بنانے اور زیادہ قدر کے حصول کے لیے پر یکجہ مصنوعات متعارف کرانے کے ذریعے منافع کے مارجن کو محفوظ رکھنے کو ترجیح دے رہی ہے۔ مالیاتی تھک اور تجارتی اقدامات برائے اس کا برقرار رکھنے معیاری میں سرمائی بڑھانے اور اہم مصنوعات کے کمزروں میں طلب کو مہار دینے کے لیے بدستور اقدام ہیں۔ مستقبل میں توجہ لاگت کو بہتر طور پر چنید کر کے تقسیم کے نظام کی مؤثریت بڑھانے اور تجارتی سرمایہ کاری کو منافع بخش ترقی سے ہم آہنگ کرنے پر مرکوز ہے، جبکہ معیاری میں حصص بڑھانے کے اہداف اور پائیدار منافع کے مارجن کے درمیان

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

**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2026**

		(Un-audited) September 30, 2026	(Audited) June 30, 2026
	Note	-----Rupees-----	
ASSETS			
Non-current assets			
Property, plant and equipment	8	32,469,233,061	32,101,831,114
Long term investments		15,619,501,328	14,403,148,251
Long term deposits		32,414,519	32,116,134
Total non-current assets		48,121,148,908	46,537,095,499
Current assets			
Stores and spares		1,075,245,793	1,019,288,442
Stock-in-trade	9	16,985,992,496	17,648,942,747
Trade debts		17,016,247,605	13,159,386,723
Loans and advances		4,419,467,751	4,297,097,851
Loans to subsidiaries		9,887,000,000	9,762,000,000
Short-term deposits and prepayments		35,309,767	28,918,311
Short term investments		2,935,883,973	3,091,080,620
Other receivables		7,520,991,125	7,636,257,784
Taxation and levies - net		1,949,407,110	1,892,579,052
Cash and bank balances		421,239,074	1,141,914,384
Total current assets		62,246,784,694	59,677,465,914
Total assets		110,367,933,602	106,214,561,413
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized share capital			
250,000,000 (June 2026: 250,000,000) ordinary shares of Rs. 10 each		2,500,000,000	2,500,000,000
Issued, subscribed and paid-up share capital		663,569,400	663,569,400
Reserves		32,470,326,682	32,061,312,741
Total shareholders' equity		33,133,896,082	32,724,882,141
Non-current liabilities			
Long term finances - secured	10	19,506,398,329	20,640,163,676
Deferred liabilities		3,789,485,750	3,748,294,071
Total non-current liabilities		23,295,884,079	24,388,457,747
Current liabilities			
Trade and other payables		15,150,685,075	14,389,976,672
Accrued mark-up		569,585,174	730,960,816
Short term finance - secured	11	20,528,584,386	15,541,636,215
Islamic redeemable sukuk		8,000,000,000	8,000,000,000
Current maturity of long term finances - secured	10	8,309,418,565	8,607,506,242
Unpaid dividend		331,784,700	-
Unclaimed dividend		6,310,574	6,310,574
Advances from customers - unsecured		1,041,784,967	1,824,831,006
Total current liabilities		53,938,153,441	49,101,221,525
Total liabilities		77,234,037,520	73,489,679,272
Total equity and liabilities		110,367,933,602	106,214,561,413
Contingencies and commitments			
	12		

The annexed selected notes from 1 to 18 form an integral part of these unconsolidated condensed interim financial statements.



Munsarim Saifullah
Chief Executive Officer



Maqsood Ismail Ahmed
Director



Ahmed Raza Parekh
Chief Financial Officer

**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026**

	Note	Three-months Period Ended	
		September 30, 2026	September 30, 2025
		-----Rupees-----	
Sales - gross	14.1	34,563,833,292	29,005,775,583
Sales return and discounts		(1,031,044,214)	(982,166,005)
Export Rebate		49,598,365	13,472,652
		(981,445,849)	(968,693,353)
		33,582,387,443	28,037,082,230
Sales tax		(3,825,104,210)	(2,909,414,713)
Sales - net		29,757,283,233	25,127,667,517
Cost of sales	14.1	(23,933,534,660)	(20,409,492,941)
Gross profit		5,823,748,573	4,718,174,576
Selling and distribution expenses	14.1	(3,326,202,968)	(2,120,561,996)
Administrative expenses	14.1	(554,411,690)	(485,497,616)
Operating profit		1,943,133,915	2,112,114,964
Other operating expenses		(135,863,468)	(157,703,578)
		1,807,270,447	1,954,411,386
Other income		296,328,518	433,933,370
		2,103,598,965	2,388,344,756
Finance cost		(1,143,398,358)	(1,152,327,698)
		960,200,607	1,236,017,058
Share of profit from associated company-net		224,391,435	392,600,676
Profit before levies and taxation		1,184,592,042	1,628,617,734
Levies		(359,456,341)	(297,718,937)
Taxation		(83,859,711)	(265,611,559)
Profit after levies and taxation		741,275,990	1,065,287,238
Other Comprehensive Income			
Item that will not be reclassified to statement of profit or loss in subsequent			
Share of other comprehensive loss from associate - net of tax		(477,349)	-
Unrealized gain on remeasurement of investment classified as fair value through OCI -net of tax		-	817,400
Other comprehensive (loss)/ income for the period - net of tax		(477,349)	817,400
Total comprehensive income for the period		740,798,641	1,066,104,638
Earnings per share - basic & diluted		11.17	16.05

The annexed selected notes from 1 to 18 form an integral part of these unconsolidated condensed interim financial statements.


Munsarim Saifullah
Chief Executive Officer


Maqsood Ismail Ahmed
Director


Ahmed Raza Parekh
Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

Issued, subscribed and paid-up share capital	Capital reserve		Total Reserves				Total shareholders' equity
	Share premium	Amalgamation reserves	Re measurement of investment in associated company	Revenue reserve	Unappropriated profit	Total reserves	
				Re measurement of investments at fair value through OCI			
663,569,400	1,472,531,500	916,862,067	(47,062,121)	(33,529,700)	26,451,949,706	28,760,151,852	29,423,720,852
-	-	-	-	-	1,065,287,238	1,065,287,238	1,065,287,238
-	-	-	-	817,400	-	817,400	817,400
-	-	-	-	817,400	1,065,287,238	1,066,104,638	1,066,104,638
-	-	-	-	-	(331,784,700)	(331,784,700)	(331,784,700)
663,569,400	1,472,531,500	916,862,067	(47,062,121)	(32,712,300)	27,194,832,244	29,494,471,591	30,138,040,790
663,569,400	1,472,531,500	916,862,067	(381,161,177)	(6,581,450)	30,059,661,801	32,061,312,741	32,724,882,141
-	-	-	(477,349)	-	741,275,990	741,275,990	741,275,990
-	-	-	(477,349)	-	(477,349)	(477,349)	(477,349)
-	-	-	(477,349)	-	740,798,641	740,798,641	740,798,641
-	-	-	-	-	(331,784,700)	(331,784,700)	(331,784,700)
663,569,400	1,472,531,500	916,862,067	(381,638,526)	(6,581,450)	30,469,153,091	32,470,156,682	33,133,896,032

Balance as at July 01, 2025

Total comprehensive income/(loss) for the period

Profit for the three months period ended September 30, 2025

Unrealized gain on remeasurement of investment classified as fair value through OCI - net of tax

Total comprehensive income/(loss) for the period

Transaction with owners, recognized directly in equity

Final cash dividend for the year ended June 30, 2025 @ Rs.5 per share

Balance as at September 30, 2025

Balance as at July 01, 2026

Total comprehensive income/(loss) for the period

Profit for the three months period ended September 30, 2026

Share of other comprehensive loss from associate - net of tax

Total comprehensive income/(loss) for the period

Transaction with owners, recognized directly in equity

Final cash dividend for the year ended June 30, 2026 @ Rs.5 per share

Balance as at September 30, 2026

The annexed selected notes from 1 to 18 form an integral part of these unconsolidated condensed interim financial statements.


Munzarim Saifullah
Chief Executive Officer


Maqsood Ismail Ahmed
Director


Ahmed Raza Parekh
Chief Financial Officer

**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026**

		September 30, 2026	September 30, 2025
	Note	-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net cash generated operations after working capital changes	13	(467,825,849)	5,238,713,046
Gratuity paid		(71,716,551)	(30,266,872)
Income tax and levies paid - net		(494,656,702)	(179,296,833)
Long-term deposits - net		(298,385)	(398,334)
Net cash (used in)/generated operating activities		(1,034,497,487)	5,028,751,007
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure (including CWIP)		(1,173,881,215)	(549,376,680)
Long term investment made - net		(992,523,229)	-
Payments for short-term investment		203,943,529	(3,130,523,173)
Receipt from associate against dividend		-	424,279,454
Proceeds from disposal of property, plant and equipment		25,961,945	30,293,119
Net cash used in investing activities		(1,936,498,970)	(3,225,327,280)
CASH FLOWS FROM FINANCING ACTIVITIES			
(Payments)/Receipts from long term finances - net		(1,431,853,024)	19,593,846
Receipts/(Payments) from short term finances - net		980,492,400	(369,500,422)
Interest / mark-up paid		(1,304,774,000)	(1,325,809,891)
Net cash used in from financing activities		(1,756,134,624)	(1,675,716,467)
Net (decrease) / increase in cash and cash equivalents		(4,727,131,081)	127,707,260
Cash and cash equivalents at the beginning of the period		(4,098,221,831)	(2,817,157,867)
Cash and cash equivalents at the end of the period		(8,825,352,912)	(2,689,450,607)
Cash and bank balances		421,239,074	1,262,317,105
Running finances under mark-up arrangements		(9,246,591,986)	(3,951,767,712)
		(8,825,352,912)	(2,689,450,607)

The annexed selected notes from 1 to 18 form an integral part of these unconsolidated condensed interim financial statements.



Munsarim Saifullah
Chief Executive Officer



Maqsood Ismail Ahmed
Director



Ahmed Raza Parekh
Chief Financial Officer

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

1 LEGAL STATUS AND OPERATIONS

Ismail Industries Limited (the Company) was incorporated in Karachi, Pakistan as a private limited company on June 21, 1988. On November 01, 1989 the Company was converted into a public limited company. The registered office / head office of the Company is situated at 17 - Bangalore Town, Shahrah-e-Faisal, Karachi, Pakistan. The shares of the Company are quoted on Pakistan Stock Exchange Limited. Principal activities of the Company are manufacturing and trading of sugar confectionery items, biscuits, nutritional products, flour, cast polypropylene (CPP) and biaxially-oriented polyethylene terephthalate (BOPET) film under the brands of 'CandyLand', 'Bisconni', 'Snackcity', 'Ismail Nutrition', 'Ghiza', 'Super Cereal' and 'Astro Films' respectively.

2 SIGNIFICANT EVENTS AND TRANSACTIONS

During the three-months period, no significant event occurred.

3 STATEMENT OF COMPLIANCE

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

- International Accounting Standards (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

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

4 BASIS OF PREPARATION

These unconsolidated condensed interim financial statements of the Company does not include all of the information and disclosure required in the unconsolidated annual audited financial statements and should be read in conjunction with the unconsolidated annual audited financial statements of the Company as at and for the year ended June 30, 2026. However, selected explanatory notes are included to explain the events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last annual financial statements.

The figures in these unconsolidated condensed interim financial statements for the three months period ended September 30, 2026 and September 30, 2025 are neither audited nor reviewed.

5 SIGNIFICANT ACCOUNTING INFORMATION AND POLICIES

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

6 USE OF JUDGEMENTS AND ESTIMATES AND FINANCIAL RISK MANAGEMENT

The estimates/judgements and associated assumptions used in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of the unconsolidated financial statements of the Company for the year ended June 30, 2026.

The Company's financial risk management objectives and policies are consistent with those disclosed in the Company's unconsolidated annual audited financial statements for the year ended June 30, 2026.

7 FUNCTIONAL AND PRESENTATION CURRENCY

These unconsolidated condensed interim financial statements are presented in Pakistani Rupees which is also Company's functional and presentation currency.

		(Un-audited) September 30, 2026	(Audited) June 30, 2026
		-----Rupees-----	
8	PROPERTY, PLANT AND EQUIPMENT		
	Operating fixed assets	31,299,118,742	31,404,489,094
	Capital work in progress - at cost	1,170,114,319	697,342,020
		<u>32,469,233,061</u>	<u>32,101,831,114</u>

8.1 Detail of additions in and disposals of operating fixed assets during the three-months period are as follows:

(Un-audited)			
Additions / Transfer		Disposals	
-----At cost-----		-----At net book value-----	
September 30, 2026	September 30, 2025	September 30, 2026	September 30, 2025
-----Rupees-----			
Owned assets			
Building on leasehold land	19,384,728	97,148,476	-
Plant and machinery	602,783,688	665,091,872	-
Furniture and fittings	-	9,897,090	-
Equipment	27,075,386	77,167,549	-
Computers	791,702	3,426,200	3,771,932
Vehicles	51,073,412	223,043,601	19,663,909
	<u>701,108,916</u>	<u>1,075,774,788</u>	<u>23,435,841</u>
			<u>24,465,814</u>

8.2 Detail of additions in and transfers from capital work in progress during the three-months period are as follows:

	(Un-audited)			
	Additions		Transfers	
	-----At cost-----			
	September 30, 2026	September 30, 2025	September 30, 2026	September 30, 2025
	----- Rupees -----			
Civil works	71,216,789	51,872,929	19,384,728	97,148,476
Plant and machinery	1,042,933,946	230,100,907	602,783,688	665,091,872
Equipments and fittings	7,865,366	40,933,042	27,075,386	87,064,639
	1,122,016,101	322,906,878	649,243,802	849,304,987

	(Un-audited) September 30, 2026	(Audited) June 30, 2026
	-----Rupees-----	
9	STOCK-IN-TRADE	
Raw material	9,648,508,639	7,739,498,240
Packing material	2,705,710,774	2,574,433,054
Work-in-process	573,281,881	670,315,907
Finished goods	4,058,491,202	6,664,695,546
	<u>16,985,992,496</u>	<u>17,648,942,747</u>

10 LONG TERM FINANCES - Secured

	(Un-audited)			(Audited)		
	September 30, 2026			June 30, 2026		
	-----Rupees-----					
	Conventional	Islamic	Total	Conventional	Islamic	Total
At beginning of the period / year	11,027,853,511	18,219,816,407	29,247,669,918	15,215,550,263	15,762,894,649	30,978,444,912
Obtained during the period / year	238,268,035	538,959,037	777,227,072	158,236,684	4,378,030,753	4,536,267,437
Repaid during the period / year	(1,104,674,662)	(1,104,405,434)	(2,209,080,096)	(4,345,933,436)	(1,921,108,995)	(6,267,042,431)
	10,161,446,884	17,654,370,010	27,815,816,894	11,027,853,511	18,219,816,407	29,247,669,918
Less: Current maturity	(3,553,248,290)	(4,756,170,275)	(8,309,418,565)	(3,899,401,228)	(4,708,105,014)	(8,607,506,242)
	6,608,198,594	12,898,199,735	19,506,398,329	7,128,452,283	13,511,711,393	20,640,163,676

10.1 These represent financings for property, plant and equipment. The above mentioned facilities are secured by way of creation of equitable mortgage and pari-passu/ranking charge over present and future fixed assets of the Company and personal guarantees of directors.

10.2 The Company's total limit for long term loan amounting to Rs. 50,698.50 million (June 2026: Rs. 50,448.50 million).

11 SHORT TERM FINANCES - Secured

	(Un-audited) September 30, 2026	(Audited) June 30, 2026
	Rupees-----	
Term finances - conventional	5,280,492,400	2,900,000,000
Term finances - islamic	300,000,000	300,000,000
Export refinances	5,701,500,000	7,101,500,000
Running finance utilized under mark-up arrangements	9,246,591,986	5,240,136,215
	20,528,584,386	15,541,636,215

12 CONTINGENCIES AND COMMITMENTS

12.1 Contingencies

There are no material changes in the status of contingencies as reported in note no. 28 to the unconsolidated financial statements of the Company for the year ended June 30, 2026.

12.2 Commitments

Note

	(Un-audited) September 30, 2026	(Audited) June 30, 2026
	Rupees-----	
12.2.1 Outstanding letters of guarantee	5,007,209,686	5,147,162,700
12.2.2 Cross Corporate guarantees issued by the Company on behalf of Subsidiaries	27,884,418,000	27,238,229,644
12.2.3 Outstanding letter of credit for:		
- capital expenditure	3,074,113,368	2,206,871,920
- raw material	2,617,692,831	4,488,761,382

		(Un-audited) September 30, 2026	(Un-audited) September 30, 2025
13 CASH GENERATED FROM OPERATIONS AFTER WORKING CAPITAL CHANGES			
	Note	-----Rupees-----	
Profit before levies and taxation		1,184,592,042	1,628,617,734
Adjustments for non-cash and other items:			
Depreciation and amortization		783,043,424	793,568,998
Gain on disposal of property, plant and equipment - net		(2,526,104)	(5,827,305)
Provision for staff gratuity scheme - unfunded		81,878,217	43,042,804
Share of profit from associated company-net		(224,391,435)	(392,600,676)
Provision for slow moving stock - raw and packing material		41,317,172	-
Finance cost		1,143,398,358	1,152,327,698
Unrealized gain on short term investments		(48,746,882)	(96,623,703)
Net increase in working capital	13.1	(3,426,390,641)	2,116,207,496
Net cash generated operations after working capital changes		(467,825,849)	5,238,713,046
13.1 Working capital changes			
Decrease / (Increase) in current assets			
Stores and spares		(55,957,351)	(53,556,483)
Stock-in-trade		621,633,079	(75,210,971)
Trade debts		(3,831,846,674)	(926,320,739)
Loans and advances		(122,369,900)	1,687,950,397
Loans to Subsidiaries		(125,000,000)	(270,000,000)
Trade deposits and short term prepayments		(6,391,456)	(1,849,325)
Other receivables		115,266,659	234,866,671
		(3,404,665,643)	595,879,550
Increase in current liabilities			
Trade and other payables		761,321,041	883,694,117
Advances from customers		(783,046,039)	636,633,829
		(21,724,998)	1,520,327,946
Net increase in working capital		(3,426,390,641)	2,116,207,496

SEGMENT INFORMATION

A segment is a distinguishable component of the Company that is engaged in business activities from which the Company earn revenues and incur expenses and its results are regularly reviewed by the management to make decision about resources to be allocated to the segment and assess its performance. Further, discrete financial information is available for each segment.

Based on internal management reporting structure and products produced and sold, the Company is organized into the following two operating segments:

- Food processing
- Plastic film

Segment revenues, results, costs, assets and liabilities for the period are as follows:

	Three-months Period Ended					
	Food Processing			Plastic Film		
	September 30, 2026	September 30, 2025	September 30, 2026	September 30, 2025	September 30, 2026	September 30, 2025
	Rupees					
Sales						
Local	22,510,077,985	21,456,357,505	4,967,188,524	4,163,931,158	27,477,266,509	25,620,288,663
Export	5,918,705,190	2,856,510,491	1,167,861,593	528,976,429	7,086,566,783	3,385,486,020
Export rebates	47,662,584	13,472,652	1,935,781	-	49,598,365	13,472,652
	28,476,445,759	24,326,340,648	6,136,985,898	4,692,907,587	34,613,431,657	29,019,248,235
Less:						
Sales return and discounts	(1,013,845,772)	(972,521,223)	(17,198,442)	(9,644,782)	(1,031,044,214)	(982,166,005)
Sales tax	(3,067,758,506)	(2,271,732,256)	(757,345,704)	(637,682,457)	(3,825,041,713)	(2,909,414,713)
	(4,081,604,278)	(3,244,253,479)	(774,544,146)	(647,327,239)	(4,856,148,424)	(3,891,580,718)
Net sales	24,394,841,481	21,082,087,169	5,362,441,752	4,045,580,348	29,757,283,233	25,127,667,517
Cost of sales	(19,104,161,434)	(16,814,088,798)	(4,829,373,226)	(3,595,404,143)	(23,933,534,660)	(20,409,492,941)
Selling and distribution expenses	(3,018,062,298)	(1,933,455,605)	(308,140,670)	(187,106,391)	(3,326,202,968)	(2,120,561,296)
Administrative expenses	(491,242,743)	(418,765,585)	(63,168,947)	(66,732,031)	(554,411,690)	(485,497,616)
	(22,613,466,475)	(19,166,309,988)	(5,200,682,843)	(3,849,242,565)	(27,814,149,318)	(23,015,552,553)
Segment result	1,781,375,006	1,915,777,181	161,758,909	196,337,783	1,943,133,915	2,112,114,964
Unallocated income and expenses						
Other operating income					296,328,518	433,933,370
Finance cost					(1,152,327,698)	(1,152,327,698)
Other operating expenses					(135,863,468)	(157,703,578)
Share of profit from associated company-net					224,391,435	392,600,676
Profit before levies and taxation					1,184,592,042	1,628,617,734
Levies and taxation					(443,316,052)	(563,330,496)
Profit after levies and taxation					741,275,990	1,065,287,238
	(Un-audited)			(Audited)		
	Food Segment			Plastic Segment		
	September 30, 2026	June 30, 2026	September 30, 2026	September 30, 2026	June 30, 2026	September 30, 2026
	Rupees					
Segment assets	61,405,837,741	60,624,458,565	17,431,470,513	15,219,572,759	78,837,308,254	75,844,031,324
Unallocated assets	-	-	-	-	31,590,625,348	30,370,530,089
	61,405,837,741	60,624,458,565	17,431,470,513	15,219,572,759	110,367,933,602	106,214,561,413
Segment liabilities	16,241,608,178	16,479,747,210	2,045,343,505	1,622,441,217	18,286,951,683	18,102,188,427
Unallocated liabilities	-	-	-	-	58,947,085,837	55,387,490,845
	16,241,608,178	16,479,747,210	2,045,343,505	1,622,441,217	77,234,037,520	73,489,679,272

The Company's export sales have been primarily made to countries in Asia, Africa, Europe, North America and Australia.

World food program is the major customers of the Company which constituted 10 percent or more of the Company's revenue.

		(Un-audited) September 30, 2026	(Audited) June 30, 2026
14.8 Reconciliation of reportable segment Assets and liabilities	Note	-----Rupees-----	
Assets			
Total assets for reportable segments	14.2	78,837,308,254	75,844,031,324
Administrative capital assets		3,088,240,047	3,114,301,218
Long term investment		15,619,501,328	14,403,148,251
Loans to subsidiaries and associate - unsecured		9,887,000,000	9,762,000,000
Short term investments		2,935,883,973	3,091,080,620
Total assets		110,367,933,602	106,214,561,413
Liabilities			
Total liabilities for reportable segments	14.4	18,286,951,683	18,102,188,427
Deferred tax liabilities		2,602,684,557	2,598,184,712
Long term finances - secured		27,815,816,894	29,247,669,918
Short term finances - secured		20,528,584,386	15,541,636,215
Islamic redeemable sukuk		8,000,000,000	8,000,000,000
Total liabilities		77,234,037,520	73,489,679,272

15 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Detail of transactions and balances with related parties during the period, other than those which have been specifically disclosed elsewhere in the unconsolidated condensed interim financial statements are as follows:

	(Un-audited) September 30, 2026	September 30, 2025
	-----Rupees-----	
Transactions		
Hudson Pharma (Private) Limited		
<i>Subsidiary Company</i>		
- Purchase of raw material	(155,291,422)	(247,457,210)
- Payment against purchases	87,146,422	-
Ismail Resin (Private) Limited		
<i>Subsidiary Company</i>		
- Purchase of raw material	(462,560,000)	(1,074,272,000)
- Payment against purchases	-	325,680,000
Innovita Labs (Private) Limited		
(Associated Company - Common Directorship)		
- Service availed	(5,096,253)	-
- Payments for services	7,171,249	-
- Receipt against advance	(30,000,000)	-
VMI Trading Inc.		
(Associated Company - Common Directorship)		
- Collections received against sales	270,022,789	-
Plastiflex Films (Private) Limited		
<i>Common Directorship</i>		
- Purchase of raw & packing materials	(5,951,430)	(9,024,260)
- Metallization of raw material	-	3,862,335
- Recovery against Sales	-	(1,171,024)
- Payment against purchases	5,935,575	1,042,215
Others		
Remuneration to directors and other key management personnel:		
Chief Executive Officer	6,133,033	6,133,033
Directors	4,875,000	4,875,000
Executives	451,298,594	340,808,699
	462,306,627	351,816,732

	(Un-audited) September 30, 2026	(Audited) June 30, 2026
Balances	-----Rupees-----	
Hudson Pharma (Private) Limited		
- Payable to subsidiary against purchase	(68,145,000)	-
Ismail Resin (Private) Limited		
- Payable to subsidiary against purchase	(462,560,000)	-
Innovita Labs (Private) Limited		
- Advance against services to associate	3,846,960	31,771,964
Plastiflex Films (Private) Limited		
- Payable to associate	(6,057,153)	(6,041,298)

16 FAIR VALUE MEASUREMENT

These unconsolidated condensed interim financial statements do not include all financial risk management information and disclosures which are required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2026. There have been no changes in any risk management policies since the year end. The carrying value of all financial and non-financial assets and liabilities measured at other than amortized cost in these condensed interim financial statements approximate at their fair values.

17 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the unconsolidated financial statements for the year ended June 30, 2026.

18 DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on October 29, 2026 by the Board of Directors of the Company.


Munsarim Saifullah
Chief Executive Officer


Maqsood Ismail Ahmed
Director


Ahmed Raza Parekh
Chief Financial Officer

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

**CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2026**

		(Un-audited) September 30, 2026	(Audited) June 30, 2026
	Note	-----Rupees-----	
ASSETS			
Non-current assets			
Property, plant and equipment	8	54,938,775,310	53,359,535,427
Right-of-use assets	8	1,170,314,655	1,182,804,351
Goodwill		12,173,553	12,173,553
Long term investments		5,135,501,277	4,911,671,429
Long term deposits		36,774,201	37,675,816
Total non-current assets		61,293,538,996	59,503,860,576
Current assets			
Stores and spares		1,453,828,973	1,282,613,793
Stock-in-trade	9	24,215,295,643	26,481,242,036
Trade debts		22,011,048,853	16,642,367,684
Loans and advances		4,711,531,941	4,485,599,598
Short-term deposits and prepayments		71,881,090	74,856,565
Short term investments		3,594,366,719	3,709,072,141
Other receivables		9,210,690,440	9,822,641,684
Taxation and levies - net		3,995,946,892	3,807,004,424
Cash and bank balances		709,189,973	1,877,855,163
Total current assets		69,973,780,524	68,183,253,088
Total assets		131,267,319,520	127,687,113,664
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorized share capital			
250,000,000 (June 2026: 250,000,000) ordinary shares of Rs. 10 each		2,500,000,000	2,500,000,000
Issued, subscribed and paid-up share capital		663,569,400	663,569,400
Reserves		28,298,807,815	27,999,145,290
Non-controlling interest		716,837,505	743,793,721
Total shareholders' equity		29,679,214,720	29,406,508,411
Non-current liabilities			
Long term finances - secured	10	28,688,597,823	30,091,358,411
Lease liabilities		1,232,899,987	1,221,803,175
Deferred liabilities		3,927,889,215	3,877,842,355
Total non-current liabilities		33,849,387,025	35,191,003,941
Current liabilities			
Trade and other payables		21,476,226,863	21,420,904,685
Accrued mark-up		830,427,955	928,204,510
Short term finance - secured	11	25,451,997,148	20,208,618,354
Islamic redeemable sukuk		8,000,000,000	8,000,000,000
Loan from associate		70,000,000	-
Current maturity of long term finances - secured	10	9,868,408,127	10,149,807,929
Current maturity of lease liabilities		84,386,422	84,596,817
Unpaid dividend		331,784,700	-
Unclaimed dividend		6,310,574	6,310,574
Advances from customers - unsecured		1,619,175,986	2,291,158,443
Total current liabilities		67,738,717,775	63,089,601,312
Total liabilities		101,588,104,800	98,280,605,253
Total equity and liabilities		131,267,319,520	127,687,113,664
Contingencies and commitments			
	12		

The annexed selected notes from 1 to 18 form an integral part of these consolidated condensed interim financial statements.


Munsarim Saifullah
Chief Executive Officer


Maqsood Ismail Ahmed
Director


Ahmed Raza Parekh
Chief Financial Officer

**CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026**

		Three-months Period Ended	
	Note	September 30, 2026	September 30, 2025
		-----Rupees-----	
Sales - gross	14.1	42,881,500,115	35,349,072,764
Sales return and discounts		(1,123,215,830)	(1,022,065,156)
Export Rebate		49,598,365	13,472,652
		(1,073,617,465)	(1,008,592,504)
		41,807,882,650	34,340,480,260
Sales tax		(5,116,197,738)	(3,986,219,862)
Sales - net		36,691,684,912	30,354,260,398
Cost of sales	14.1	(30,035,488,297)	(25,093,298,572)
Gross profit		6,656,196,615	5,260,961,826
Selling and distribution expenses	14.1	(3,554,914,897)	(2,353,087,531)
Administrative expenses	14.1	(642,838,802)	(564,478,883)
Operating profit		2,458,442,916	2,343,395,412
Other operating expenses		(140,738,845)	(158,292,578)
		2,317,704,071	2,185,102,834
Other income		337,368,296	447,045,560
		2,655,072,367	2,632,148,394
Finance cost		(1,720,725,130)	(1,643,715,896)
		934,347,237	988,432,498
Share of profit from associated company-net		224,391,435	392,600,676
Profit before levies and taxation		1,158,738,672	1,381,033,174
Levies		(454,679,676)	(379,255,624)
Taxation		(83,859,711)	(265,611,559)
Profit after levies and taxation		620,199,285	736,165,991
Profit for the period attributable to:			
Shareholders of the Holding Company		647,155,501	818,828,202
Non-controlling interest		(26,956,216)	(82,662,211)
		620,199,285	736,165,991
Other Comprehensive Income			
Item that will not be reclassified to statement of profit or loss in subsequent period			
Share of other comprehensive loss from associate - net of tax		(477,349)	-
Exchange difference on translation of foreign operations		(15,230,927)	-
Unrealized gain on remeasurement of investment classified as fair value through OCI -net of tax		-	817,400
Other comprehensive (loss) / income for the period - net of tax		(15,708,276)	817,400
Total comprehensive income for the period		604,491,009	736,983,391
Total Comprehensive income for the period attributable to:			
Shareholders of the Holding Company		631,447,225	819,645,602
Non-controlling interest		(26,956,216)	(82,662,211)
		604,491,009	736,983,391
Earnings per share - basic & diluted	15	9.75	12.34

The annexed selected notes from 1 to 18 form an integral part of these consolidated condensed interim financial statements.


Munsarim Saifullah
Chief Executive Officer


Maqsood Ismail Ahmed
Director


Ahmed Raza Parekh
Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

Issued, subscribed and paid-up and treasury share capital	Capital reserve		Total Reserves				Unappropriated profit	Total reserves	Non-controlling Interest	Total shareholders' equity
	Share premium	Amalgamation reserves	Re-measurement of investment in associated company	Foreign Currency Translation Reserve	Revenue reserve	Reserve of investments at fair value through OCI				
663,569,400	1,472,531,500	916,862,067	(7,062,121)	43,970,663	(3,323,700)	-	22,468,686,344	24,821,458,913	700,200,615	26,185,228,728
-	-	-	-	(38,742,597)	-	-	818,828,202	780,085,605	(82,662,211)	697,423,394
-	-	-	-	(38,742,597)	817,460	817,460	-	817,460	-	817,460
-	-	-	-	(38,742,597)	817,460	-	818,828,202	780,050,605	(82,662,211)	698,388,394
-	-	-	-	-	-	-	(331,784,700)	(331,784,700)	-	(331,784,700)
663,569,400	1,472,531,500	916,862,067	(47,062,121)	5,228,066	(3,321,230)	-	22,555,730,066	25,707,577,218	617,538,404	26,531,685,022
663,569,400	1,472,531,500	916,862,067	(381,661,177)	(24,209,807)	(6,581,450)	1,620,031	26,020,084,126	27,999,145,290	743,793,721	29,466,508,411
-	-	-	(477,349)	(13,230,927)	-	-	647,155,501	647,155,501	(26,956,210)	620,199,291
-	-	-	(477,349)	(13,230,927)	-	-	(15,230,927)	(15,230,927)	-	(15,230,927)
-	-	-	(477,349)	(13,230,927)	-	-	647,155,501	631,447,223	(26,956,210)	604,491,013
-	-	-	-	-	-	-	(331,784,700)	(331,784,700)	-	(331,784,700)
663,569,400	1,472,531,500	916,862,067	(381,638,526)	(33,440,734)	(6,581,450)	1,620,031	26,335,454,927	28,298,807,813	716,837,506	29,679,214,720

Balance as at July 01, 2025

Total comprehensive income/(loss) for the period

Profit for the three months period ended September 30, 2025

Unrealized gain on re-measurement of investment classified as fair value through OCI

Total comprehensive income/(loss) for the period

Transaction with owners, recognized directly in equity

Final cash dividend for the year ended June 30, 2025 @ Rs.10 per share

Balance as at September 30, 2025

Balance as at July 01, 2026

Total comprehensive income/(loss) for the period

Profit for the three months period ended September 30, 2026

Share of the subsidiaries loss from the joint venture

Effects of exchange rate changes on value of foreign operations

Total comprehensive income/(loss) for the period

Transaction with owners, recognized directly in equity

Final cash dividend for the year ended June 30, 2026 @ Rs.5 per share

Balance as at September 30, 2026

The annexed selected notes from 1 to 18 form an integral part of these consolidated condensed interim financial statements.


Munsarim Saifullah
Chief Executive Officer


Maqsood Ismail Ahmed
Director


Ahmed Raza Parekh
Chief Financial Officer

**CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026**

	Note	September 30, 2026	September 30, 2025
		-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net cash generated operations after working capital changes	13	178,386,290	5,734,465,507
Gratuity paid		(76,629,725)	(32,049,971)
Income tax and levies paid - net		(721,994,446)	(333,486,253)
Long-term deposits - net		901,615	(398,334)
Net cash (used in) / generated from operating activities		(619,336,266)	5,368,530,949
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure (including CWIP)		(2,565,295,234)	(1,684,676,466)
Short-term investment - net		183,527,656	(3,235,760,737)
Receipt from associate against dividend		-	424,279,454
Proceeds from disposal of property, plant and equipment		26,066,444	33,843,118
Net cash used in investing activities		(2,355,701,134)	(4,462,314,631)
CASH FLOWS FROM FINANCING ACTIVITIES			
(Payments) / Receipts from long term finances - net		(1,684,160,390)	1,983,432,959
Receipts from lease liabilities - net		10,886,417	13,695,728
Loan obtained from associate		70,000,000	-
Receipts/(Payments) from short term finances - net		1,080,492,400	(369,500,422)
Interest / mark-up paid		(1,818,501,685)	(1,889,265,386)
Net cash used in from financing activities		(2,341,283,258)	(261,637,121)
Net (decrease) / increase in cash and cash equivalents		(5,316,320,657)	644,579,197
Cash and cash equivalents at the beginning of the period		(4,029,263,191)	(2,642,887,287)
Effects of exchange rate changes on cash and cash equivalents		(15,230,927)	(9,208,060)
Cash and cash equivalents at the end of the period		(9,360,814,775)	(2,007,516,150)
Cash and bank balances		709,189,973	1,982,401,355
Running finances under mark-up arrangements		(10,070,004,748)	(3,989,917,505)
		(9,360,814,775)	(2,007,516,150)

The annexed selected notes from 1 to 18 form an integral part of these consolidated condensed interim financial statements.


Munsarim Saifullah
Chief Executive Officer


Maqsood Ismail Ahmed
Director


Ahmed Raza Parekh
Chief Financial Officer

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

1 LEGAL STATUS AND OPERATIONS

The Group consist of:

Holding Company: Ismail Industries Limited

Subsidiary Companies: Hudson Pharma (Private) Limited, Ismail Resin (Private) Limited and Bisconni Middle East Manufacturing LLC.

a) Ismail Industries Limited

Ismail Industries Limited (the Company) was incorporated in Karachi, Pakistan as a private limited company on June 21, 1988. On November 01, 1989 the Company was converted into a public limited company. The registered office / head office of the Company is situated at 17 - Bangalore Town, Shahrah-e-Faisal, Karachi, Pakistan. The shares of the Company are quoted on Pakistan Stock Exchange Limited. Principal activities of the Company are manufacturing and trading of sugar confectionery items, biscuits, nutritional products, flour, cast polypropylene (CPP) and biaxially-oriented polyethylene terephthalate (BOPET) film under the brands of 'CandyLand', 'Bisconni', 'Snackcity', 'Ismail Nutrition', 'Ghiza', 'Super Cereal' and 'Astro Films' respectively.

b) Hudson Pharma (Private) Limited

Hudson Pharma (Private) Limited (HPPL) was incorporated in Pakistan as a private limited company on May 5, 2010. The registered office of the HPPL is located at 17, Bangalore Town, Main Shahrah-e-Faisal, Karachi. Principal activities of HPPL are manufacturing, processing, compounding, formulating, importing, exporting, packaging, marketing, wholesale and retail trading and selling of all kinds of pharmaceutical, animal health, allied consumer products, drugs, medicines and derma products.

c) Ismail Resin (Private) Limited

Ismail Resin (Private) Limited (IRPL) was incorporated in Karachi, Pakistan on January 13, 2021. The registered office of IRPL is situated at 17 - Bangalore Town, Shahrah-e-Faisal, Karachi, Pakistan. Principal activities of IRPL are manufacturing and selling of Polyester Resin.

d) Bisconni Middle East Manufacturing LLC

Bisconni Middle East Manufacturing – L.L.C – S.P.C (The Subsidiary Company) was formed and registered with the Department of Economic Development as a Sole Proprietorship Limited Liability Company on 6 November 2024 in the Emirate of Abu Dhabi, U.A.E. under Industrial License Number : IN-2007110. The registered office address is 85B, KHIA8-82A, KIZAD A (Non-Free Zone), Al Taweeleh, Abu Dhabi, U.A.E. The Licensed activity of the Subsidiary Company is manufacturing of chocolate and chocolate confectionery, sugar confectionery and dry bakery product.

2 SIGNIFICANT EVENTS AND TRANSACTIONS

During the three-months period, no significant event occurred.

3 STATEMENT OF COMPLIANCE

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

- International Accounting Standards (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

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

4 BASIS OF CONSOLIDATION

These consolidated financial statements include the financial statements of the Holding Company and its Subsidiary Companies.

A company is a subsidiary, if the Holding Company directly or indirectly controls, beneficially owns or holds more than fifty percent of its voting securities or otherwise has power to elect and appoint more than fifty percent of its directors. The Holding company can govern the financial & operating policies of subsidiary.

Subsidiary Company is consolidated from the date on which the Group obtains control, and continue to be consolidated until the date when such control ceases.

The financial statements of the subsidiary company are prepared for the same reporting period as the Holding Company, using consistent accounting policies.

All intra-group balances, transactions and unrealised gains and losses resulting from intra-group transactions and dividends are eliminated in full.

Where the ownership of a subsidiary is less than hundred percent and therefore, a non controlling interest (NCI) exists, the NCI is allocated its share of the total comprehensive income for the year, even if that results in a deficit balance.

The assets, liabilities, income and expenses of Subsidiary Company are consolidated on a line by line basis and carrying value of

investments held by the Holding Company is eliminated against the Subsidiary Company's shareholders' equity in these consolidated financial statements.

The figures in these consolidated condensed interim financial statements for the three months period ended September 30, 2026 and September 30, 2025 are neither audited nor reviewed.

5 SIGNIFICANT ACCOUNTING INFORMATION AND POLICIES

The accounting policies and methods of computation adopted for the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of the consolidated financial statements of the Group for the year ended June 30, 2026.

6 USE OF JUDGEMENTS AND ESTIMATES AND FINANCIAL RISK MANAGEMENT

The estimates/judgements and associated assumptions used in the preparation of these consolidated condensed interim financial statements are consistent with those applied in the preparation of the consolidated financial statements of the Group for the year ended June 30, 2026.

The Group's financial risk management objectives and policies are consistent with those disclosed in the Group's consolidated annual audited financial statements for the year ended June 30, 2026.

7 FUNCTIONAL AND PRESENTATION CURRENCY

These consolidated condensed interim financial statements are presented in Pakistani Rupees which is also Group's functional and presentation currency.

		(Un-audited) September 30, 2026	(Audited) June 30, 2026
		-----Rupees-----	
8 PROPERTY, PLANT AND EQUIPMENT	Note		
Operating fixed assets	8.1	43,637,977,700	43,796,773,001
Capital work in progress - at cost	8.2	11,300,797,610	9,562,762,426
		54,938,775,310	53,359,535,427
Right-of-use assets		1,170,314,655	1,182,804,351

8.1 Detail of addition to and disposal/transfer from Operating assets during the three months period are as follows:

		(Un-audited)	
		Additions / Transfer	Disposals
		-----At cost-----	-----At net book value-----
		September 30, 2026	September 30, 2025
		September 30, 2026	September 30, 2025
		-----Rupees-----	
Owned assets			
Building on leasehold land	19,384,728	261,448,560	-
Plant and machinery	713,916,226	720,875,333	-
Furniture and fittings	3,287,634	10,666,490	-
Equipment	35,839,815	83,289,772	-
Computers	1,623,676	5,877,645	3,771,932
Vehicles	64,184,412	230,316,506	20,018,048
	838,236,491	1,312,474,306	23,789,980
			27,135,703

8.2 Detail of additions in and transfers from capital work in progress during the three-months period are as follows:

		(Un-audited)	
		Additions	Transfers
		-----At cost-----	-----At net book value-----
		September 30, 2026	September 30, 2025
		September 30, 2026	September 30, 2025
		-----Rupees-----	
Civil works	1,293,600,784	268,654,807	19,384,728
Plant and machinery	1,192,620,934	1,027,827,934	713,916,226
Equipments and fittings	24,241,870	145,107,950	39,127,449
	2,510,463,588	1,441,590,691	772,428,403
			1,069,388,532

9 STOCK-IN-TRADE

Raw material
Packing material
Work-in-process
Finished goods

(Un-audited) September 30, 2026	(Audited) June 30, 2026
-----Rupees-----	
14,530,413,061	13,807,029,756
2,852,421,452	2,724,682,216
782,895,695	930,040,844
6,049,565,435	9,019,489,220
24,215,295,643	26,481,242,036

10 LONG TERM FINANCES - Secured

	(Un-audited)			(Audited)		
	September 30, 2026			June 30, 2026		
	-----Rupees-----					
	Conventional	Islamic	Total	Conventional	Islamic	Total
At beginning of the period / year	18,961,349,764	21,279,816,576	40,241,166,340	20,793,289,887	16,752,894,649	37,546,184,536
Obtained during the period / year	317,176,507	538,959,037	856,135,544	3,283,856,844	6,478,030,753	9,761,887,597
Repaid during the period / year	(1,328,390,500)	(1,211,905,434)	(2,540,295,934)	(5,115,796,967)	(1,951,108,826)	(7,066,905,793)
	17,950,135,771	20,606,870,179	38,557,005,950	18,961,349,764	21,279,816,576	40,241,166,340
Less: Current maturity	(4,482,237,848)	(5,386,170,279)	(9,868,408,127)	(4,811,702,911)	(5,338,105,018)	(10,149,807,929)
	13,467,897,923	15,220,699,900	28,688,597,823	14,149,646,853	15,941,711,558	30,091,358,411

10.1 These represent financings for property, plant and equipment. The above mentioned facilities are secured by way of creation of equitable mortgage and pari-passu/ranking charge over present and future fixed assets of the Group and personal guarantees of directors.

10.2 The Group's total limit for long term loan amounting to Rs. 63,619 million (June 2026: Rs. 63,369 million).

11 SHORT TERM FINANCES - Secured

Term finances - conventional
Term finances - islamic
Export refinances
Finance against discounting of export bills / receivables
Running finance utilized under mark-up arrangements

(Un-audited) September 30, 2026	(Audited) June 30, 2026
-----Rupees-----	
6,880,492,400	4,400,000,000
2,300,000,000	2,300,000,000
6,201,500,000	7,601,500,000
-	-
10,070,004,748	5,907,118,354
25,451,997,148	20,208,618,354

12 CONTINGENCIES AND COMMITMENTS

12.1 Contingencies

There are no material changes in the status of contingencies as reported in note no. 28 to the consolidated financial statements of the Group for the year ended June 30, 2026.

12.2 Commitments

Note

12.2.1 Outstanding letters of guarantee

(Un-audited) September 30, 2026	(Audited) June 30, 2026
-----Rupees-----	
6,186,181,492	6,326,134,506
6,186,181,492	

12.2.2 Outstanding letter of credit for:

- capital expenditure
- raw material

3,074,113,368	2,426,719,879
6,988,656,026	8,941,170,048

**13 CASH GENERATED FROM OPERATIONS
AFTER WORKING CAPITAL CHANGES**

	(Un-audited) September 30, 2026	(Un-audited) September 30, 2025
Note	-----Rupees-----	
Profit before levies and taxation	1,158,738,672	1,381,033,174
Adjustments for non-cash and other items:		
Depreciation - Operating assets	973,241,808	1,004,292,355
Depreciation - Right of use assets	1,513,254	-
Gain on disposal of property, plant and equipment - net	(2,276,464)	(6,707,415)
Provision for staff gratuity scheme - unfunded	95,646,572	54,052,061
Share of profit from associated company-net	(224,391,435)	(392,600,676)
Provision for slow moving stock - raw and packing material	41,317,172	-
Finance cost	1,720,725,130	1,643,715,896
Unrealized gain on short term investments	(68,822,234)	(140,776,014)
Net (decrease) / increase in working capital	(3,517,306,185)	2,191,456,126
	178,386,290	5,734,465,507
13.1 Working capital changes		
Decrease / (Increase) in current assets		
Stores and spares	(171,215,180)	(55,809,709)
Stock-in-trade	2,224,629,221	(2,208,845,230)
Trade debts	(5,343,666,961)	(1,674,508,132)
Loans and advances	(225,932,343)	1,568,337,854
Loans to Associate	-	130,000,000
Trade deposits and short term prepayments	2,975,475	(8,846,737)
Other receivables	611,951,244	345,200,530
	(2,901,258,544)	(1,904,471,424)
Increase in current liabilities		
Trade and other payables	55,934,816	3,080,952,385
Advances from customers	(671,982,457)	1,014,975,165
	(616,047,641)	4,095,927,550
Net (decrease) / increase in working capital	(3,517,306,185)	2,191,456,126

13.1

		(Un-audited) September 30, 2026	(Audited) June 30, 2026
		-----Rupees-----	
14.8 Reconciliation of reportable segment	Note		
Assets and liabilities			
Assets			
Total assets for reportable segments	14.2	119,979,175,021	116,265,446,904
Administrative capital assets		2,546,102,950	2,788,749,637
Good will		12,173,553	12,173,553
Long term investment		5,135,501,277	4,911,671,429
Loans to subsidiaries and associate - unsecured		-	-
Short term investments		3,594,366,719	3,709,072,141
Total assets		131,267,319,520	127,687,113,664
Liabilities			
Total liabilities for reportable segments	14.4	25,659,130,736	25,926,235,855
Deferred tax liabilities		2,602,684,557	2,598,184,712
Long term finances - secured		38,557,005,950	40,241,166,340
Lease liabilities		1,317,286,409	1,306,399,992
Short term finances - secured		25,451,997,148	20,208,618,354
Islamic redeemable sukuk		8,000,000,000	8,000,000,000
Total liabilities		101,588,104,800	98,280,605,253

15 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Detail of transactions and balances with related parties during the period, other than those which have been specifically disclosed elsewhere in the consolidated condensed interim financial statements are as follows:

		(Un-audited) September 30, 2026	September 30, 2025
		-----Rupees-----	
Transactions			
Plastiflex Films (Private) Limited			
<i>(Associated Company - Common Directorship)</i>			
- Purchase of raw & packing materials		(5,951,430)	(9,024,260)
- Metallization service		-	3,862,335
- Recovery against sales		-	(1,171,024)
- Payment against purchases		5,935,575	1,042,215
Innovita Nutrition (Private) Limited			
<i>(Associated Company - Common Directorship)</i>			
- Purchase of finished goods		(7,636,622)	-
Innovita Labs (Private) Limited			
<i>(Associated Company - Common Directorship)</i>			
- Service availed		(11,200,412)	-
- Payments for services		7,311,165	-
- Receipt against advance		(30,000,000)	-
VMI Trading Inc.			
<i>(Associated Company - Common Directorship)</i>			
- Collections received against sales		270,022,789	-
Others			
Remuneration to directors and other key management personnel:			
Chief Executive Officer		13,708,033	6,133,033
Directors		8,787,500	8,787,500
Executives	15.1	512,995,130	402,696,773
		535,490,663	425,192,306

15.1 Executives as mentioned above include Chief Executive Officers of subsidiaries

	(Un-audited) September 30, 2026	(Audited) June 30, 2026
Balances		
Plastiflex Films (Private) Limited		
- Payable to associate	(6,057,153)	(6,041,298)
Innovita Labs (Private) Limited		
- (Payable) / advance to associate	(2,117,283)	31,771,964
Innovita Nutrition (Private) Limited		
- Payable to associate	(7,636,622)	-

16 FAIR VALUE MEASUREMENT

These unconsolidated condensed interim financial statements do not include all financial risk management information and disclosures which are required in the annual financial statements and should be read in conjunction with the Group's annual financial statements for the year ended June 30, 2026. There have been no changes in any risk management policies since the year end. The carrying value of all financial and non-financial assets and liabilities measured at other than amortized cost in these condensed interim financial statements approximate at their fair values.

17 FINANCIAL RISK MANAGEMENT

The Group's financial risk management objectives and policies are consistent with those disclosed in the unconsolidated financial statements for the year ended June 30, 2026.

18 DATE OF AUTHORIZATION FOR ISSUE

These consolidated condensed interim financial statements were authorized for issue on October 29, 2026 by the Board of Directors of the Group.



Munsarim Saifullah
Chief Executive Officer



Maqsood Ismail Ahmed
Director



Ahmed Raza Parekh
Chief Financial Officer



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