

**AMRELI STEELS LIMITED**

**REPORT FOR THE HALF  
YEAR AND QUARTER ENDED**

31 DECEMBER 2025



**AMRELI  
STEELS**

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# COMPANY INFORMATION

## BOARD OF DIRECTORS

Mr. Abbas Akberali	Chairman, Non-Executive Director
Mr. Shayan Akberali	Chief Executive Officer
Syed Asghar Jamil Rizvi	Independent Director
Mr. Sohail Feroz Shamsi	Independent Director
Mr. Zoeb Salemwala	Non-Executive Director
Mr. Hadi Abbas Akberali	Executive Director
Ms. Mariam Akberali	Non-Executive Director

## AUDIT COMMITTEE

Syed Asghar Jamil Rizvi	Chairman
Mr. Sohail Feroz Shamsi	Member
Mr. Zoeb Salemwala	Member

## HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Sohail Feroz Shamsi	Chairman
Syed Asghar Jamil Rizvi	Member
Mr. Shayan Akberali	Member

## CHIEF OPERATING OFFICER (STRATEGY)

Mr. Hadi Abbas Akberali

## CHIEF OPERATING OFFICER (OPERATIONS)

Mr. Fazal Ahmed

## CHIEF FINANCIAL OFFICER

Mr. Taha Umer

## COMPANY SECRETARY

Mr. Adnan Abdul Ghaffar

## EXTERNAL AUDITORS

BDO Ebrahim & Co. Chartered Accountants  
Lakson Square Building No. 1,  
Sarwar Shaheed Road, Karachi, Pakistan.

## SHARE REGISTRAR

THK Associates (Pvt) Limited  
Plot No. 32-C, Jami Commercial Street - 2, D.H.A.,  
Phase -VII, Karachi-75500.  
UAN: (021) 111-000-322  
Email: [sfc@thk.com.pk](mailto:sfc@thk.com.pk)

## CORPORATE ADVISOR

Moore Shekha Mufti  
C-253, P.E.C.H.S, Block-6,  
Off Shahrah-e-Faisal, Karachi, Pakistan  
Tel: 021-34374811-5

## LEGAL ADVISOR

Lex Firma  
Advocates, Barristors & Legal Consultants  
418, Continental Trade Centre, Clifton, Karachi.

## BANKERS

Al Baraka Bank Pakistan Limited	MCB Bank Limited
Allied Bank Limited	MCB Islamic Bank Limited
Askari Bank Limited	Meezan Bank Limited
Bank Al Habib Limited	National Bank Limited
Bank of Khyber	Samba Bank Limited
Bank Alfalah Limited	Silk Bank Limited
Bank Islami Pakistan Limited	Soneri Bank Limited
Dubai Islamic Bank Pakistan Limited	Standard Chartered Bank (Pakistan) Limited
Faysal Bank Limited	Bank Makramah Limited (Formerly Summit Bank Limited)
Habib Bank Limited	The Bank of Punjab
Habib Metropolitan Bank Limited	United Bank Limited
JS Bank Limited	Sindh Bank Limited

## REGISTERED OFFICE

A-18, S.I.T.E, Karachi, Pakistan  
UAN: (+92-21) 111-AMRELI (267354)  
Fax: 92-21-32587240, 38798328  
Email: investor-relations@amrelisteels.com

## SHERSHAH ROLLING MILL (SRM)

D-89, Shershah Road, Karachi, Pakistan

## STEEL MELT SHOP (SMS) AND DHABEJI ROLLING MILL (DRM)

Industrial Land, Deh Gharo, Tapo Gharo,  
Taluka Mirpur Sakro  
(Distt: Thatta), Sindh, Pakistan

## SYMBOL AT PAKISTAN STOCK EXCHANGE LIMITED

ASTL

## WEBSITE INFORMATION

[www.amrelisteels.com](http://www.amrelisteels.com)

## **DIRECTORS' REVIEW REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2025**

The Board of Directors presents the Directors' Report for the half year ended 31 December 2025. This report provides an overview of the Company's performance and the key factors influencing its results during the period, with particular reference to conditions affecting the steel industry.

During the half year under review, Pakistan's macroeconomic environment remained challenging but showed selective improvements compared to earlier in the year. Monetary policy eased materially, with cumulative reductions in the policy rate supporting broader liquidity conditions, while inflation exhibited signs of moderation. Nevertheless, borrowing costs, elevated energy cost, tariffs, and constrained private investment continued to weigh on domestic industrial demand.

Recent official data indicates that Pakistan's Large-Scale Manufacturing (LSM) sector expanded by 4.82% during the first half under review compared to the corresponding period last year, driven primarily by strong performances in sectors such as automobiles, petroleum, garments, and cement. However, output in the iron and steel products segment remained weak, reflecting subdued construction activity and a muted recovery in core steel demand. This mixed industrial performance underscores a modest, broad-based recovery in manufacturing, alongside persistent headwinds that continue to affect heavy industries, including steel.

The domestic steel industry continues to face structural challenges, including fragmented regulatory oversight, inconsistent policy implementation, and market distortions arising from undocumented trade. The absence of a cohesive national steel framework has limited the sector's competitiveness and suppressed optimal capacity utilization. Persistent energy tariff disparities, especially affecting Karachi-based producers, further impacted cost structures and pricing competitiveness. Data released by the Pakistan Bureau of Statistics also reflects continued contraction in the iron and steel segment during the period. Notwithstanding these constraints, higher scrap imports during late 2025 indicate selective recovery in construction and infrastructure-linked demand, suggesting that underlying consumption fundamentals remain present, albeit uneven.

During the period under review, the Company executed the Master Restructuring Agreement (MRA) with its banking syndicate as part of its financial stabilization plan. The restructuring resulted in the regularization of banking facilities and improved liquidity, ensuring continuity of operations, including the opening of Letters of Credit for essential raw material imports. The MRA provides financial relief through the conversion of short-term borrowings into long-term facilities, extension of existing maturities, agreed deferral of interest, and reinstatement of working capital lines to support capacity utilization. In accordance with the restructuring terms, the Company and its sponsors injected liquidity amounting to Rs. 4 billion in compliance with the liquidity commitment clause of the MRA. This comprised Rs. 1 billion through an equity injection and the balance through proceeds from the sale of certain non-core assets. The proceeds have been deployed in line with the restructuring plan to strengthen working capital and support operational stability. The details may also be referred to Note 1.2 to the condensed interim financial statements for the period under review.

For the half year ended 31 December 2025, net sales declined to Rs. 7,150 million, down 18.8% compared to Rs. 8,800 million in the same period last year, reflecting softer market demand and competitive pricing pressures. Due to strategic pricing downside adjustment, margin compressed, and the Company reported a gross loss of Rs. 290 million (1H-Dec 2024: gross profit of Rs. 245 million), driven largely by reduced rebar prices. However, this price rationalization is expected to generate greater benefits for the Company in coming months due to planned increased in volumes amid successful execution of restructuring.

Operating loss stood at Rs. 474 million (1H-Dec 2024: Rs. 351 million). Nevertheless, control over administrative and distribution expenses helped contain cost pressures and limit the overall impact, demonstrating management's continued focus on cost optimization despite operating leverage constraints. Finance costs declined significantly by 17% to Rs. 1,869 million (1H-Dec 2024: Rs. 2,240 million), supported by monetary easing and benefits arising from the restructuring initiatives, which contributed meaningfully to strengthening the Company's financial position. Notably, the Company achieved a turnaround at the pre-tax level. This improvement was largely driven by the successful restructuring of its loan facilities, resulting in the recognition of a one-time accounting gain from the modification of the original loan terms. As a result, the Company reported a profit after taxation of Rs. 1,174 million compared to a loss after taxation of Rs. 1,873 million in the same period last year.

A comparison of the key financial indicators of the Company for the half year ended 31 December 2025, with the corresponding period last year is presented below:

	<b>Half Year Ended 31 December 2025 (Rs. in million)</b>	Half Year Ended 31 December 2024 (Rs. in million)
<b>Net Sales</b>	<b>7,150</b>	8,800
<b>Gross (Loss)/ Profit</b>	<b>(289)</b>	245
<b>Operating Loss</b>	<b>(474)</b>	(351)
<b>Finance Costs</b>	<b>(1,869)</b>	(2,240)
<b>Profit / (Loss) Before Taxation and Levies</b>	<b>728</b>	(2,592)
<b>Profit / (Loss) After Taxation</b>	<b>1,174</b>	(1,873)
<b>Earning / (Loss) per Share-Basic &amp; Diluted (Rs.)</b>	<b>3.78</b>	(6.31)

#### Future Outlook:

The Board anticipates that the external environment will remain challenging in the short term. The recovery in construction and infrastructure demand is expected to be gradual, while input cost pressures, particularly elevated energy tariffs, continue to pose significant constraints. Nevertheless, the moderation in interest rates, selective industrial growth, and operational improvements following the financial restructuring provide a relatively more supportive backdrop compared to the prior year.

Geopolitical developments in the Middle East, particularly rising tensions involving Iran, present an external risk to energy-importing economies such as Pakistan. Any escalation leading to a disruption in global oil supply could result in higher fuel prices, renewed inflationary pressures, exchange rate volatility, and stress on foreign exchange reserves. Such developments may necessitate tighter monetary conditions and would directly affect financing costs and industrial input prices, including those relevant to the steel sector.

In addition, recently released official data from the Planning Commission of Pakistan indicates continued pressure on household incomes and consumption levels. Real incomes and consumption remain below their prior peak levels, poverty indicators have risen, and income inequality has widened compared to earlier years. These trends reflect constrained purchasing power and uneven growth, which may limit near-term momentum in private construction and allied sectors.

Against this backdrop, the Company remains focused on operational discipline, cost optimization, and prudent liquidity management. The financial restructuring undertaken during the period, coupled with an improved current ratio and committed sponsor support, has strengthened the Company's capital structure and enhanced its resilience to external volatility. Following the successful implementation of the MRA, including the deferment of principal and interest repayments, restoration of working capital facilities, and liquidity support from the Company and its sponsors, the management is confident that the Company is well placed to improve capacity utilization and progressively strengthen its financial performance and position in the ensuing year.

While macroeconomic and geopolitical risks may continue to affect sector performance, the Board believes the Company is better positioned to navigate the current economic cycle and to participate meaningfully in a recovery as broader economic stability and demand conditions improve. Although a full turnaround will take time, a more visible recovery trajectory is expected beyond FY26, subject to improvement in macroeconomic fundamentals and normalization of sector dynamics.

The Board remains steadfast in its commitment to the highest standards of corporate governance, transparency, and ethical business conduct. It also extends its sincere appreciation to shareholders, lenders, customers, and suppliers for their continued trust and support, particularly in light of the recently executed restructuring arrangement with the Company's banking syndicate, which will help strengthen the Company's financial position and support operational resilience and sustainable growth.

**For & on behalf of the Board of Directors**



**Shayan Akberali**  
Chief Executive Officer

27 February 2026  
Karachi



**Zoeb Saleemwala**  
Director

# INDEPENDENT AUDITORS REVIEW REPORT TO THE MEMBERS OF AMRELI STEELS LIMITED

## Report on review of the Condensed Interim Financial Statements

### Introduction

We have reviewed the accompanying condensed interim statement of financial position of AMRELI STEELS LIMITED ("the Company") as at December 31, 2025 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows and notes to the condensed interim financial statements for the half year ended December 31, 2025 (here-in-after referred as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial statements. Our responsibility is to express a conclusion on these interim financial statements based on our review.

### Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Statements Performed by the Independent Auditor of the Entity." A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements is not prepared, in all material respects, in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Emphasis of matter

We draw attention to note 1.2 in the condensed interim financial statements, which describes current operational and financial status of the Company and details of the Master Restructuring Agreement entered into during the period. Our conclusion is not modified in respect of this matter.

### Other Matters

Pursuant to the requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the Company. Accordingly, the figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the quarter ended December 31, 2025 have not been reviewed by us.

The engagement partner on the review resulting in this independent auditor's review report is Zulfikar Ali Causer.

KARACHI

DATED: FEBRUARY 27, 2026

UDIN: RR202510067XV7pdJkyE



CHARTERED ACCOUNTANTS  
Engagement Partner: Zulfikar Ali Causer

# CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

## AS AT DECEMBER 31, 2025

		December 31, 2025 (Un-audited)	June 30, 2025 (Audited)
	Note	----- (Rupees in '000) -----	
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	4	25,830,187	27,253,432
Right of use asset		89,245	102,539
Intangible assets		885	1,363
Long-term loans and deposits		138,601	141,839
		<u>26,058,918</u>	<u>27,499,173</u>
<b>CURRENT ASSETS</b>			
Stores and spares		1,950,534	1,995,376
Stock-in-trade	5	3,059,987	4,011,727
Trade debts	6	1,774,218	1,564,494
Loans and advances		39,725	37,513
Trade deposits and short-term prepayments	7	386,400	17,426
Short term investment		43,600	14,389
Other receivables		520,745	648,340
Taxation – net		2,867,596	2,898,164
Cash and bank balances	8	5,421,605	3,905,295
		<u>16,064,410</u>	<u>15,092,724</u>
Non current assets held for sale	9	1,151,345	765,011
		<u>43,274,673</u>	<u>43,356,908</u>
<b>TOTAL ASSETS</b>			
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized capital			
500,000,000 ordinary shares of Rs.10 each		<u>5,000,000</u>	<u>5,000,000</u>
Issued, subscribed and paid-up capital		3,370,114	2,970,114
Capital reserves:			
Share Premium		3,388,742	2,788,742
Surplus on revaluation of property, plant and equipment		8,712,232	8,912,968
Revenue reserve - accumulated losses		<u>(2,847,321)</u>	<u>(4,222,256)</u>
		12,623,767	10,449,568
<b>NON-CURRENT LIABILITIES</b>			
Long term financing	10	12,951,018	-
Loan from a related party	11	124,922	124,922
Deferred taxation	12	2,857,133	3,393,751
Deferred liability - defined benefit obligation		318,965	327,311
Lease liabilities		85,052	88,217
Deferred markup		<u>2,359,395</u>	<u>-</u>
		18,696,485	3,934,201
<b>CURRENT LIABILITIES</b>			
Trade and other payables		1,219,851	1,578,000
Contract liabilities		455,020	335,726
Interest / markup accrued		318,500	4,648,357
Short-term borrowings	13	7,696,104	17,793,259
Sponsor's loan	14	1,310,000	-
Current portion of long-term financing	10	317,377	3,975,727
Current portion of long-term provision		282,238	282,238
Current portion of lease liabilities		30,755	18,249
Current portion of government grant		319,333	336,328
Unclaimed dividend		5,243	5,255
		<u>11,954,421</u>	<u>28,973,139</u>
		<u>43,274,673</u>	<u>43,356,908</u>
<b>TOTAL EQUITY AND LIABILITIES</b>			
<b>CONTINGENCIES AND COMMITMENTS</b>			
	15		

The annexed notes from 1 to 25 form an integral part of these condensed interim financial statements.



**Chief Executive Officer**



**Chief Financial Officer**



**Director**

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS  
FOR THE SIX MONTHS AND THREE MONTH PERIOD ENDED  
DECEMBER 31, 2025 (UN-AUDITED)**

	Six months period ended		Three months period ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
<b>Note</b>	----- (Rupees in '000) -----			
Sales	7,150,449	8,800,824	4,357,839	4,573,119
Cost of sales	<u>(7,440,432)</u>	<u>(8,555,000)</u>	<u>(4,666,470)</u>	<u>(4,556,074)</u>
Gross (loss) / profit	(289,983)	245,824	(308,631)	17,045
Distribution costs	(284,219)	(311,359)	(180,789)	(150,907)
Administrative expenses	(423,269)	(384,884)	(248,922)	(193,953)
(Provision) / reversal of expected credit loss	(17,682)	57,526	(17,404)	50,570
Other expenses	(106,927)	(31,717)	(79,373)	(13,307)
Other income	<u>647,892</u>	<u>73,583</u>	<u>577,425</u>	<u>48,193</u>
Operating profit /(loss)	(474,188)	(351,027)	(257,694)	(242,359)
Finance costs	16 <u>(1,869,986)</u>	<u>(2,240,637)</u>	<u>(997,032)</u>	<u>(1,027,534)</u>
	<u>(2,344,174)</u>	<u>(2,591,664)</u>	<u>(1,254,726)</u>	<u>(1,269,893)</u>
Gain on restructuring of loans	10 <u>3,072,647</u>	<u>-</u>	<u>3,072,647</u>	<u>-</u>
Profit / (loss) before levy and taxation	728,473	(2,591,664)	1,817,921	(1,269,893)
Levy	<u>(90,893)</u>	<u>(109,320)</u>	<u>(56,307)</u>	<u>(53,822)</u>
Profit / (loss) before taxation	637,580	(2,700,984)	1,761,614	(1,323,715)
Taxation	17 <u>536,619</u>	<u>827,923</u>	<u>202,943</u>	<u>442,365</u>
Profit / (loss) for the period	<u>1,174,199</u>	<u>(1,873,061)</u>	<u>1,964,557</u>	<u>(881,350)</u>
	----- (Rupees) -----			
Profit / (loss) per share – basic and diluted	<u>3.78</u>	<u>(6.31)</u>	<u>6.61</u>	<u>(2.97)</u>

The annexed notes from 1 to 25 form an integral part of these condensed interim financial statements.

  
\_\_\_\_\_  
**Chief Executive Officer**

  
\_\_\_\_\_  
**Chief Financial Officer**

  
\_\_\_\_\_  
**Director**

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME  
FOR THE SIX MONTHS AND THREE MONTH PERIOD ENDED  
DECEMBER 31, 2025 (UN-AUDITED)**

	Six months period ended		Three months period ended	
	December 31, 2025	December 31, 2024 (Restated)	December 31, 2025	December 31, 2024 (Restated)
	----- (Rupees in '000) -----			
Profit / (loss) for the period	1,174,199	(1,873,061)	1,964,557	(881,350)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income / (loss) for the period	<u>1,174,199</u>	<u>(1,873,061)</u>	<u>1,964,557</u>	<u>(881,350)</u>

The annexed notes from 1 to 25 form an integral part of these condensed interim financial statements.

  
\_\_\_\_\_  
**Chief Executive Officer**

  
\_\_\_\_\_  
**Chief Financial Officer**

  
\_\_\_\_\_  
**Director**

# CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS AND THREE MONTH PERIOD ENDED DECEMBER 31, 2025 (UN-AUDITED)

	Share Capital	Capital reserve		Revenue reserve	Total
	Issued, subscribed and paid-up capital	Share premium	Surplus on revaluation of property, plant and equipment	Accumulated (loss)	
----- (Rupees in '000) -----					
Balance as at July 01, 2024 (Audited)	2,970,114	2,788,742	9,218,163	(751,018)	14,226,001
Total comprehensive loss for the period					
Loss for the period	-	-	-	(1,873,061)	(1,873,061)
Other comprehensive income for the period	-	-	-	(1,873,061)	(1,873,061)
Transferred to accumulated loss in respect of: - incremental depreciation during the period – net of tax	-	-	(121,113)	121,113	-
Balance as at December 31, 2024 (Un-audited)	<u>2,970,114</u>	<u>2,788,742</u>	<u>9,097,050</u>	<u>(2,502,966)</u>	<u>12,352,940</u>
Balance as at July 01, 2025 (Audited)	2,970,114	2,788,742	8,912,968	(4,222,256)	10,449,568
Total comprehensive loss for the period					
Profit for the period	-	-	-	1,174,199	1,174,199
Other comprehensive income for the period	-	-	-	-	-
	-	-	-	1,174,199	1,174,199
Transaction with owner					
Share capital (note 2)	400,000	-	-	-	400,000
Share premium (note 2)	-	600,000	-	-	600,000
	400,000	600,000	-	-	1,000,000
Transferred to accumulated loss in respect of: - incremental depreciation during the period – net of tax - Realization on disposal	-	-	(120,090) (80,647)	120,090 80,647	- -
Balance as at December 31, 2025 (Un-audited)	<u>3,370,114</u>	<u>3,388,742</u>	<u>8,712,232</u>	<u>(2,847,321)</u>	<u>12,623,767</u>

The annexed notes from 1 to 25 form an integral part of these condensed interim financial statements.



**Chief Executive Officer**



**Chief Financial Officer**



**Director**

**CONDENSED INTERIM STATEMENT OF CASH FLOWS  
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2025  
(UN-AUDITED)**

		December 31, 2025	December 31, 2024
	Note	----- (Rupees in '000) -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit / (loss) before taxation		637,580	(2,700,984)
Adjustments for:			
Depreciation on:			
- Operating fixed assets	4.1	612,970	679,393
- Right-of-use assets		13,294	19,269
Amortization on intangible assets		478	1,116
Amortization on government grant		(16,995)	(15,838)
Increase in long term provision		-	49
Provision/(reversal) of expected credit loss	6.1	17,682	(57,526)
Provision for gratuity		34,646	65,694
Loss/(gain) on disposal of operating fixed assets		8,731	(7,873)
Gain on disposal of held for sale		(5,108)	-
Gain on restructuring of loans		(3,072,647)	-
Finance costs		1,869,986	2,240,637
Net cashflows from operating activity before working capital changes		(536,963)	2,924,921
<b>Decrease/ (increase) in current assets:</b>			
Stores and spares		44,842	288,849
Stock-in-trade		951,740	2,581,427
Trade debts		(227,405)	657,559
Loans and advances		(2,212)	30,313
Trade deposits and short-term prepayments		(368,974)	(379,520)
Other receivables		130,094	110,698
<b>Decrease/ (increase) in current liabilities:</b>			
Trade and other payables		(135,278)	(976,204)
Contract liabilities		119,294	(109,530)
Cash generated from operations		612,718	2,427,529
Income taxes paid		(192,303)	(224,991)
Gratuity paid		(42,992)	(181,807)
Finance costs paid		(1,400,223)	(677,431)
Long-term deposits – net		3,238	(24,978)
Net cash (used in) / inflows from operating activities		(1,019,562)	1,318,322
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Fixed capital expenditure		(20,622)	(29,705)
Assets held for sale		425,777	-
Short term investments		(29,211)	-
Proceeds from disposal of operating fixed assets		12,662	11,038
Net cash generated from / (used in) investing activities		388,606	(18,667)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Dividends paid		(12)	(19)
Short-term borrowings – net		521,956	842,552
Long-term financing – net		-	51,319
Loan from directors		1,310,000	-
Issuance of shares		1,000,000	-
Lease rentals paid		-	(10,407)
Net cash generated from financing activities		2,831,944	883,445
Net increase in cash and cash equivalents		2,200,989	2,183,100
Cash and cash equivalents at beginning of the period		1,226,139	(3,052,525)
Cash and cash equivalents at end of the period	18	3,427,128	(869,425)

The annexed notes from 1 to 25 form an integral part of these condensed interim financial statements.



**Chief Executive Officer**



**Chief Financial Officer**



**Director**

# NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS AND THREE MONTH PERIOD ENDED DECEMBER 31, 2025 (UN-AUDITED)

## 1 THE COMPANY AND ITS OPERATIONS

- 1.1 Amreli Steels Limited (the Company) was incorporated in 1984 as a private limited Company and converted into a public unquoted Company in 2009 under the repealed Companies Ordinance, 1984 (the Ordinance now Companies Act, 2017 ). The Company enlisted on Pakistan Stock Exchange (PSX) in 2015. The Company is engaged in manufacture and sale of steel bars and billets. The geographical location and addresses of the Company's business units / immovable assets are as under:

<b>Business Unit</b>	<b>Address</b>
Registered office and warehouse	- Plot No. A-18, S.I.T.E Karachi (Land measuring area 2.490 Acres)
Production plant and warehouse	- Industrial Land, Deh Gharo, Tapo Gharo, Taluka Mirpur Sakro, District Thatta, Sindh (Land measuring area 109.5 Acres ) Plot No. D-89 Shershah Karachi (Land measuring area 2.220 Acres)
Warehouse	- Noor Road Badami Bagh Lahore (Land measuring 0.79 Acres)
Office Premises	- 10th floor, West Wing, Sky Tower, Clifton, Karachi - F-11, KDA Scheme 1, Karsaz, Karachi

- 1.2 In the prior years, the Company faced various challenges included, but were not limited to, a tight monetary policy, constrained fiscal space, high inflation, exorbitant energy costs, mounting external and domestic debt burdens, and stringent conditions associated with International Monetary Fund (IMF) support. These factors placed considerable pressure on the construction sector, leading to reduced demand and capacity utilization. The Company has shutdown its plant located at Shershah and due to unfavourable financial position of the Company. The gap between current assets and current liabilities has widened considerably, primarily due to liquidity, operational capital expenditures, and the repayment of liabilities. The Company breached the covenant of all long term finance due to adverse liquidity position which resulted in reclassification of long term loans and related deferred grant from "non-current liabilities" to "current liabilities" under the requirements of IAS 1- Presentation of financial statements. As at June 30, 2025, the current liabilities of the Company exceeded its current assets by Rs. 13,880.415 million.

However, management has devised strategies to navigate these challenges, including debt restructuring and reducing operational costs, and sales of under-utilized assets including warehouses and buildings. During the period ended December 31, 2025, the Company successfully executed a Master Restructuring Agreement (MRA) with its lender, and all Conditions Precedent (CPs) stipulated under the MRA were duly fulfilled on December 29, 2025. The significant terms and condition of the MRA are disclosed in the note 10 to these condensed interim financial statements. The MRA represents a significant milestone for the Company, as it provides essential financial relief through the conversion of short-term borrowings into long-term facilities (Refer note 10 & 13), extension of existing long-term loans, deferment of interest for an agreed period, and revival of remaining working capital lines to support optimal capacity utilization.

In addition, during the period the Sponsor's has injected fresh equity of Rs. 1,000 million at a price of Rs. 25 per share comprising of a face value of Rs. 10 each and a premium of Rs. 15 per share and granted short term loan amounting to Rs. 1,310 million (refer note 14) to improve the liquidity of the Company. The Company has marked surplus assets amounting to Rs. 809.504 million for sale which are classified as held for sale (Refer note 9). The management expects the Company's future outlook is positive, citing the GDP growth forecast, a decrease in inflation, decline in interest rates, which will further boost the construction industry. The Company's current ratio as of December 31, 2025 has improved to 1.34, reflecting enhanced liquidity and reinforcing the financial stability required for operational recovery. Management is confident that, following the successful implementation of the MRA, deferment in repayment of principal and interest repayments, availability of working capital facilities, and the liquidity support provided by the Company and sponsors, the Company will be well positioned to maximize capacity utilization, leading to an overall improvement in its financial performance and financial position. Accordingly, the management expects positive results in near future. The Company expects to be able to meet all obligations as they fall due. In view of the above, the management believes that no material uncertainty exists for the Company to continue as a going concern due to the arrangements and steps taken by the management for availability of sufficient cash flows as and when required and needed during next financial year and, accordingly, these financial statements have been prepared on going concern basis.

## **2 BASIS OF PREPARATION**

### **2.1 Statement of Compliance**

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

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

These condensed interim financial statements are unaudited and are being submitted to the shareholders as required under section 237 of the Act. These condensed interim financial statements do not include all the information and disclosures required in the annual audited financial statements, and should be read in conjunction with the annual audited financial statements of the Company for the year ended June 30, 2025.

The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the three months period ended December 31, 2025 and December 31, 2024 and notes forming part thereof have not been reviewed by the statutory auditors of the Company, as they have reviewed the cumulative figures for the six months period ended December 31, 2025 and December 31, 2024.

However selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company's financial position and performance since the last audited annual financial statements.

## **2.2 Functional and presentation currency**

These condensed interim financial statements are presented in Pakistan rupee ('Rupees' or 'Rs.') which is the functional and presentation currency of the Company.

## **2.3 MATERIAL ACCOUNTING POLICY INFORMATION**

The material accounting policies applied in the preparation of these condensed interim financial statements are consistent with those followed in the preparation of the Company's annual audited financial statements as at and for the year ended June 30, 2025.

## **2.4 APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS TO PUBLISHED ACCOUNTING AND REPORTING STANDARDS AS APPLICABLE IN PAKISTAN**

### **2.4.1 Standards, amendments and interpretations to approved accounting standards that are effective during the period ended December 31, 2025.**

There are certain amendments to the published accounting and reporting standards that are mandatory for the Company's annual accounting period beginning on July 01, 2025. However, these do not have any material impact on the Company's financial information and, therefore, have not been detailed in this condensed interim financial informations.

### **2.4.2 Standards, interpretations and amendments to published accounting and reporting standards that are not yet effective.**

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the Company's annual accounting periods beginning on or after January 1, 2026, but are considered not to be relevant or to have any significant effect on the Company's operations and are, therefore, not detailed in these condensed interim financial statements.

- The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and
- Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers with effective date of January 1, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.

## **3 ACCOUNTING ESTIMATES ASSUMPTION AND JUDGEMENTS**

In the preparation of the condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities and incomes and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to estimates are recognised prospectively. In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the annual financial statements as at and for the year ended June 30, 2025.

		December 31, 2025 (Un-audited)	June 30, 2025 (Audited)
	Note	----- (Rupees in '000) -----	
<b>4</b>	<b>PROPERTY, PLANT AND EQUIPMENT</b>		
	Operating fixed assets	4.1	24,140,552
	Capital work-in-progress	4.2	1,689,635
		<u>25,830,187</u>	<u>27,253,432</u>

#### 4.1 Operating fixed assets

	Balance at beginning of the period / year		25,544,016	28,196,929
	Additions during the period / year	4.1.2	1,250	30,442
	Disposals during the period / year	4.1.2	(21,393)	(924,166)
	Assets held for sale	9	(809,504)	(274,843)
	Transfer from capital work-in-progress	4.2	39,152	132,107
	Impairment			(286,085)
	Depreciation charged during the period / year		(612,970)	(1,330,368)
	Balance at end of the period / year	4.1.1	<u>24,140,552</u>	<u>25,544,016</u>

4.1.1 This includes plant and machinery having book value of Rs. 1,321.617 million located at Shershah factory, Karachi. The factory was temporary shutdown due to financial constraints, market and operational challenges and was notified to Pakistan Stock Exchange on September 23, 2024.

4.1.2 Details of additions and disposal for the six months period ended are as follows:

	Additions		Deletions (NBV)	
	December 31, 2025	June 30, 2025	December 31, 2025	June 30, 2025
	Un-Audited	Audited	Un-Audited	Audited
Buildings	-	-	-	839,813
Plant and machinery	-	12,915	19,611	33,685
Furniture and fixtures	-	940	-	33,584
Office equipments	290	2,614	11	15,792
Vehicles	-	13,131	1,742	1,011
Computers	960	842	30	281
	<u>1,250</u>	<u>30,442</u>	<u>21,393</u>	<u>924,166</u>

#### 4.2 Capital work-in-progress

	Opening balance	Additions	Transfers to operating fixed assets	Closing balance
	----- (Un-audited) -----			
	----- (Rupees in '000) -----			
Leasehold land	120,000	-	-	120,000
Civil works	252,135	120	-	252,255
Plant and machinery	1,337,281	19,252	(39,152)	1,317,380
	<u>1,709,416</u>	<u>19,372</u>	<u>(39,152)</u>	<u>1,689,635</u>

		<b>December 31, 2025 (Un-audited)</b>	<b>June 30, 2025 (Audited)</b>
	<b>Note</b>	<b>----- (Rupees in '000) -----</b>	
<b>5 STOCK-IN-TRADE</b>			
<b>Raw materials - scrap</b>			
- In hand		1,202,323	1,821,956
- In transit		<u>136,402</u>	<u>578,285</u>
		1,338,725	2,400,241
Work-in-process		250,384	263,334
<b>Finished goods</b>			
- Manufactured	5.1	<u>1,470,877</u>	<u>1,348,152</u>
		<u><u>3,059,987</u></u>	<u><u>4,011,727</u></u>

5.1 These includes inventories having cost amounting Rs. 1,482.694 million, which have been written down to their net realizable value amounting to 1,470.877 million. Accordingly, provision for net realizable value amounting Rs. 11.817 million has been recorded in these condensed interim financial statements.

		<b>December 31, 2025 (Un-audited)</b>	<b>June 30, 2025 (Audited)</b>
	<b>Note</b>	<b>----- (Rupees in '000) -----</b>	
<b>6 TRADE DEBTS</b>			
Unsecured			
Considered good		1,774,218	1,564,495
Considered doubtful		<u>603,869</u>	<u>586,188</u>
		2,378,087	2,150,682
Less: Allowance for expected credit loss	6.1	<u>(603,869)</u>	<u>(586,188)</u>
Trade debts - net		<u><u>1,774,218</u></u>	<u><u>1,564,495</u></u>

6.1 The movement in expected credit loss during the period / year is as follows:

Balance at beginning of the period / year	586,188	672,921
Charge / (reversal) during the period / year	<u>17,682</u>	<u>(86,733)</u>
Balance at end of the period / year	<u><u>603,869</u></u>	<u><u>586,188</u></u>

## 7 TRADE DEPOSITS AND SHORT-TERM PREPAYMENTS

7.1 This includes margin held with the bank against letter of credit amounting Rs. 343.211 million (June 30, 2025: Nil).

## 8 CASH AND BANK BALANCES

Cash-In-hand		29,546	39,599
Bank balances			
-Current accounts		<u>4,445,770</u>	<u>72,254</u>
-Saving accounts	8.1	<u>946,288</u>	<u>3,793,441</u>
		5,392,058	3,865,695
		<u><u>5,421,605</u></u>	<u><u>3,905,295</u></u>

8.1 These carry markup at rates ranging from 9.25% to 19% (2025: 6.75% to 18%) per annum.

	<b>December 31, 2025</b>	<b>June 30, 2025</b>
	<b>(Un-audited)</b>	<b>(Audited)</b>
<b>Note</b>	<b>----- (Rupees in '000) -----</b>	

## 9 NON CURRENT ASSETS HELD FOR SALE

Karachi:

- Plots	67,000	67,000
- Warehouse	809,504	-

Lahore - warehouse

274,841

274,841

Islamabad - warehouse

-

423,170

9.1 1,151,345 765,011

9.1 In order to meet the working capital requirements and to settle the liabilities, the Company has decided to sell its Karachi and Lahore plots and warehouse which comprise of leasehold land, building, machinery, furniture and office equipments installed therein. The Company has classified these assets, in accordance with the requirements of IFRS-5 " Non-current assets held for sale and discontinued operations" in June 30, 2025.

As per valuation carried out by M/S KG Traders, the market value of the Karachi plots and Lahore and Karachi warehouse was Rs. 67 million, Rs. 278.773 million and Rs. 874.093 million, respectively. Furthermore, the Company has sold the Islamabad warehouse during the period.

	<b>December 31, 2025</b>	<b>June 30, 2025</b>
	<b>(Un-audited)</b>	<b>(Audited)</b>
<b>Note</b>	<b>----- (Rupees in '000) -----</b>	

## 10 LONG TERM FINANCING

### Secured

Conventional:

Restructured Loan		
Term Finance Facility	2,157,511	-
Term out Loan		
Running finance	356,223	-
Finance against trust receipts	5,978,184	-
	<u>6,334,407</u>	<u>-</u>
	8,491,918	-

Other Loan

Term Finance Facility	-	2,412,984
Temporary Economic Refinance Facility (TERF)	62,727	67,832
	<u>62,727</u>	<u>2,480,816</u>
	8,554,645	2,480,816

Islamic:

Restructured Loan		
Diminishing Musharaka	300,456	-
Term out Loan		
Running finance	218,639	-
Murabaha	327,928	-
Istisna	2,820,473	-
	<u>3,367,040</u>	<u>-</u>
	3,667,496	-

	<b>December 31, 2025 (Un-audited)</b>	<b>June 30, 2025 (Audited)</b>
	----- (Rupees in '000) -----	
Other Loan		
Diminishing Musharaka	-	335,465
Islamic Temporary Economic Refinance Facility (ITERF)	753,623	828,558
SBP Financing for Renewable Energy	292,631	330,888
	<u>1,046,254</u>	<u>1,494,911</u>
	<u>4,713,750</u>	<u>1,494,911</u>
	13,268,395	3,975,727
Current portion shown under current liabilities		
Islamic	(34,529)	(1,494,911)
Conventional	(282,848)	(2,480,816)
	<u>(317,377)</u>	<u>(3,975,727)</u>
	<u>12,951,018</u>	-

10.1 During the period, the Company entered into a Master Restructuring Agreement (MRA) with its Financiers to modify the terms of certain existing financing arrangements. Under the revised terms, repayment of outstanding principal and related markup was deferred and the repayments are rescheduled. The salient features of MRA are as follows:

- Total principal amount of Rs 10,176.684 million is termed out from short term to long term from various conventional and Islamic financial institutions effective from July 01, 2024 at markup charged at 6 months KIBOR.
- A three year grace period from July 01, 2024 to June 30, 2027 has been granted for repayment of principal and markup, which shall remain deferred during the period, however, markup shall continue to accrue throughout the grace period (i.e. markup deferment period). Upon expiry of the grace period, the outstanding principal shall be repaid over the subsequent seven years in a step-up manner while the accrued markup during the deferment period will also be repaid in subsequent seven years in a step-up manner but inclusive of two years grace period post cessation of deferment period. These facilities are secured against various Pari Passu and ranking changes over land, building and plant and machinery at 25% margin.
- Non-converted short term debt amounting to Rs. 6,891 million has been restructured from various conventional and Islamic financial institutions. Under the revised terms, the principal shall be continued to be repaid on a timely basis, whereas the markup has been granted a three year grace period from July 01, 2024 to June 30, 2027 (i.e. markup deferment period). Markup shall be charged at 3 months KIBOR and shall continue to accrue during the deferment period. Upon expiry of the deferment period, the outstanding accrued markup shall be repaid over the subsequent seven years inclusive of two years grace period post cessation of deferment period in a step-up manner.

These facilities are secured against Joint Pari Passu charge over current assets of the company at 25% Margin.

Un-utilized sanctioned limit of Rs. 5,119 million from various conventional and Islamic financial institutions will remain current which means that principal and markup will be served at due dates. However, markup is to be charged at 3 months KIBOR.

These facilities are secured against Joint Pari Passu charge over current assets of the company at 25% Margin.

- Existing long term loans amounting to Rs. 2,539.009 million has been restructured from various conventional and Islamic financial institutions. Under the revised terms, a two years grace period from July 01, 2024 to June 30, 2026 has been granted for repayment of principal with repayment in subsequent four years in equal installments. While, the mark-up on these loans shall be charged at 6 months KIBOR and continue to accrue during the period from July 01, 2024 to June 30, 2027 (i.e. markup deferment period). Upon expiry of the deferment period, the outstanding accrued markup shall be repaid over the subsequent seven years inclusive of two years grace period post cessation of deferment period in a step-up manner.
- Temporary Economic Refinance Facility & Islamic Temporary Economic Refinance Facility loans are remain at exciting terms and condition in respect of markup/profit payments and principal repayments etc..

As the modification was considered substantial, the existing liabilities were extinguished and new liabilities were recognized by discounting the revised cashflows using the new effective interest rate. The detail of the original carrying amount and the restructured value of the loan along with respective gain on restructuring are as follows:

Nature of Balance	Carrying amount	Restructured Value	Gain on restructuring
	----- (Rupees in '000) -----		
Long term	2,539,009	2,404,266	134,743
Term out loan	10,170,684	9,663,664	507,020
Accrued	5,059,416	2,628,532	2,430,884
	<u>17,769,109</u>	<u>14,696,462</u>	<u>3,072,647</u>

The difference between the carrying amount of the liability and the present value of the modified cash flows was recognised as a gain amounting to Rs 3,072.647 million in the statement of profit or loss.

## 11 LOAN FROM A RELATED PARTY

- 11.1 This represents loan obtained from a related party at a rate of 3 month KIBOR, not repayable until January 1, 2028. The loan was obtained to meet the financial needs of the Company.

	December 31, 2025 (Un-audited) ----- (Rupees in '000) -----	June 30, 2025 (Audited)
<b>12 DEFERRED TAXATION</b>		
<b>Deductible temporary differences arising in respect of:</b>		
Unused tax credits and losses	(3,461,624)	(3,047,938)
Deferred liability- Gratuity	(124,396)	(127,651)
Trade debts	(235,509)	(228,613)
GIDC provisions	(110,073)	(110,073)
Lease liabilities	(45,165)	(41,514)
	<u>(3,976,767)</u>	<u>(3,555,789)</u>
<b>Taxable temporary differences arising in respect of:</b>		
Accelerated tax depreciation / amortization	3,025,271	3,057,159
Surplus on revaluation of property, plant and equipment	3,773,823	3,852,391
Right of use assets	34,805	39,990
	<u>6,833,900</u>	<u>6,949,540</u>
	<u>2,857,133</u>	<u>3,393,751</u>
<b>13 SHORT-TERM BORROWINGS</b>		
<b>Secured</b>		
Conventional mode:		
Cash finance	769,265	770,155
Running finance	1,994,477	9,208,247
Finance against trust receipts	2,938,549	2,279,704
	<u>5,702,291</u>	<u>12,258,106</u>
Islamic mode:		
Running finance	-	399,452
Murabaha	-	343,918
Istisna	1,993,813	4,791,783
	<u>1,993,813</u>	<u>5,535,153</u>
13.1	<u>7,696,104</u>	<u>17,793,259</u>

13.1 During the year loan from various financiers has been restructured the detail of which is disclosed in note 10 to these condensed interim financial statements.

#### 14 SPONSOR'S TEMPORARY LOAN

14.1 The loan was obtained from a sponsor to meet the shortfall in liquidity to meet the requirement of the MRA for the purpose of restructuring the facilities (refer note 10). The loan is interest free and is repayable on demand.

## 15 CONTINGENCIES AND COMMITMENTS

### 15.1 Contingencies

There were no material changes in the status of contingencies as reported in the annual audited financial statements as at and for the year ended June 30, 2025.

December 31, 2025 (Un-audited) ----- (Rupees in '000) -----	June 30, 2025 (Audited)
--	-------------------------------

### 15.2 Commitments

15.2.1 Outstanding letters of credit	<u>1,357,436</u>	<u>157,140</u>
15.2.2 Outstanding letters of guarantee	<u>484,856</u>	<u>484,856</u>

## 16 FINANCE COSTS

Includes mark up on long term financing and short-term borrowings amounting to Rs. 1,376.113 million and Rs. 471.161 million (December 31, 2024: Rs. 367.512 million and Rs. 1,838.174 million) respectively.

## 17 TAXATION

	Six months period ended		Three month period ended	
	December 31, 2025 ----- (Un-audited) -----	December 31, 2024	December 31, 2025 ----- (Un-audited) -----	December 31, 2024
	----- (Rupees in '000) -----			
Current	-	-	-	-
Deferred	536,619	827,923	202,943	442,365
	<u>536,619</u>	<u>827,923</u>	<u>202,943</u>	<u>442,365</u>

December 31, 2025 (Un-audited) ----- (Rupees in '000) -----	December 31, 2024 (Un-audited)
--	--------------------------------------

## 18 CASH AND CASH EQUIVALENTS

Cash and bank balances	5,421,605	1,879,981
Running finance facilities	(1,994,477)	(2,749,406)
	<u>3,427,128</u>	<u>(869,425)</u>

## 19 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Company's financial risk management objective and policies are consistent with that disclosed in the annual audited financial statements for the year ended June 30, 2025.

## 20 DISCLOSURE REQUIREMENT FOR COMPANIES NOT ENGAGED IN SHARIAH NON-PERMISSIBLE BUSINESS ACTIVITIES

<b>Statement of Financial Position - Liability Side</b>	<b>December 31, 2025 (Un-audited)</b>	<b>June 30, 2025 (Audited)</b>
	----- (Rupees in '000) -----	
Islamic long-term borrowing	3,667,496	1,494,911
Islamic Short-term borrowing	1,993,813	5,535,153
Accrued Interest on Conventional financing	723,146	3,161,985
Accrued Profit on Islamic financing	1,954,749	1,486,372
<b>Statement of Financial Position - Assets Side</b>		
Shariah compliant bank deposit/Investment	14,289	14,289
Shariah compliant bank balances	119,556	1,756
<b>Shariah complaint income</b>		
Revenue earned business	7,150,449	8,800,824
Profit earned from banks deposit, balances and TDR	834	704
Gain on disposal of property, plant & equipment	-	7,873
Scrap sales	1,141	5,010
<b>Non-Shariah complaint income</b>		
Profit earned from Conventional banks deposits	142,817	60,362

### **Relationship with Shariah-complaint financial institutions**

#### **Takaful Operator**

The Company has Takaful relationship with Salaam Takaful Limited

#### **Islamic Banks**

The Company has facilities with Islamic Bank for short-term Rs. 7,700 million.

## 21 FAIR VALUE OF MEASUREMENT

The carrying values of all financial assets and liabilities reflected in the condensed interim financial statements approximate their fair values. Fair value is the amount for which asset could be exchanged or liability settled between knowledgeable, willing parties in an arm length transaction.

## 22 TRANSACTION WITH RELATED PARTIES

Related parties of the Company comprise of associated companies, directors, shareholders, key management personnel and retirement benefit fund. Details of transactions with related parties during the period, other than those disclosed elsewhere in these condensed interim financial statements are as follows:

Name of related party	Nature of transactions	Relationship with the company	Six months period ended		Three months period ended	
			----- (Un-audited) -----			
			December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
Employees	Remuneration and other benefits	Key management personnel	169,498	177,487	79,920	51,158
Various	Contribution to staff gratuity fund	Retirement benefit fund	34,646	65,694	17,323	32,809
Mr. Hadi Akberali	Charged interest on Loan	Director	7,003	11,433	3,495	5,066
Mr. Shayyan Akberali	Loan taken	Director	1,310,000	-	1,310,000	-
Various directors	Meeting fee	Directors	1,725	175	1,725	-
Mr. Hadi Akberali	Payment of interest	Director	-	-	-	-
Mr. Hadi Akberali	Principal repayment	Director	-	-	-	-
Mr. Abbas Akberali	Principal repayment	Director	-	-	-	-
Hobnob Bakeries	Purchase of entertainment items	Associate	369	702	108	407
Mr. Salsabil Akberali	Sale of bars	Shareholder	620	-	620	-

## 23 OPERATING SEGMENTS

These condensed interim financial statements have been prepared on the basis of a single reportable segment.

All non-current assets of the Company as at December 31, 2025 and 2024 are located in Pakistan.

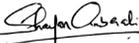
Sales made by the Company to its 20 major customers during the period constituted 12% (December 31, 2024: 14%) of total sales.

## 24 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on 27 February 2026 by the Board of Directors of the Company.

## 25 GENERAL

- 25.1 Figures have been rounded off to the nearest thousands of Rupees, unless otherwise stated.
- 25.2 Corresponding figures have been rearranged and reclassified, where necessary, for the purpose of comparison.



**Chief Executive Officer**



**Chief Financial Officer**



**Director**

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In pursuance of SRO 924(1)/2015 dated September 9th, 2015 issued by the Securities and Exchange Commission of Pakistan (SECP), the following informational message has been reproduced to educate investors.

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