



GOING FURTHER
TOGETHER



QUARTERLY
FINANCIAL STATEMENTS
(UNAUDITED)
SEPTEMBER 30, 2025

بِسْمِ اللَّهِ الرَّحْمَنِ الرَّحِيمِ

In the Name of Allah, the Most Gracious, the Most Merciful



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VISION

Dynamic, Quality Conscious and Ever Progressive

MISSION

- To be market leader in providing safe, economical, durable, comfortable and environment friendly means of transportation of international quality at competitive prices.
- To achieve market leadership in automotive wheel-rims of all types and sizes.
- Grow through innovation of new products.
- Give higher return to the stakeholders.

CORPORATE STRATEGY

Achieve optimal performance in production and sale; continuously add value added products at competitive prices by maintaining quality as core element; focus on customers' satisfaction regarding sale, spares and service; explore new markets and enhance customer base; ensure right usage of company's resources; create employment opportunities; protect the interest of stakeholders; and be a part of the country's development.

COMPANY INFORMATION

BOARD OF DIRECTORS

Mrs. Saira Asad Hameed
Chairperson / Non-Executive Director

Mr. Mian Asad Hameed
Chief Executive

Mr. Saeed Iqbal Khan
Executive Director

Mr. Mian Muhammad Ali Hameed
Executive Director

Mrs. Sana Suleyman
Non-Executive Director

Mr. Humza Amjad Wazir
Non-Executive Director

Mr. Umair Ejaz
Independent Director

Mr. Taha Mahmood
Independent Director

Mr. Muhammad Omer Saeed
Independent Director

AUDIT COMMITTEE

Mr. Umair Ejaz (Chairman)
Mr. Taha Mahmood (Member)
Mrs. Sana Suleyman (Member)
Mr. Arshad Mahmood (Secretary)

RISK MANAGEMENT COMMITTEE

Mr. Umair Ejaz (Chairman)
Mr. Taha Mahmood (Member)
Mr. Mian Muhammad Ali Hameed
(Member)
Mr. Arshad Mahmood (Secretary)

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Taha Mahmood (Chairman)
Mr. Mian Asad Hameed (Member)
Mr. Humza Amjad Wazir (Member)
Mr. Umair Ejaz (Member)
Mr. Arshad Mahmood (Secretary)

NOMINATION COMMITTEE

Mr. Mian Asad Hameed (Chairman)
Mr. Humza Amjad Wazir (Member)
Mr. Saeed Iqbal Khan (Member)
Mr. Arshad Mahmood (Secretary)

SUSTAINABILITY COMMITTEE

Mr. Muhammad Omer Saeed (Chairman)
Mr. Umair Ejaz (Member)
Mrs. Sana Suleyman (Member)
Mr. Arshad Mahmood (Secretary)

COMPANY SECRETARY

Mr. Arshad Mahmood – FCA

CHIEF FINANCIAL OFFICER

Mr. Muhammad Atif Rao

AUDITORS

Crowe Hussain Chaudhury & Co.
Chartered Accountants

CREDIT RATING

Medium to Long term rating: **A**
Short term rating: **A1**

REGISTERED OFFICE

88 - Ali Town Thokar Niaz Baig,
Raiwind Road, Lahore, Pakistan.
www.sazgarautos.com

SHARE REGISTRAR

Corp Tec Associates (Pvt.) Limited
503-E, Johar Town, Lahore.
Ph: 042-35170336-37
Fax: 042-35170338

FACTORY

Three-Wheeler Plant:

18-KM Raiwind road, Lahore, Pakistan.
Ph: +92-42-35330300-2,
Fax: +92-42-35330329

Four-Wheeler Plant:

Maghrabi Tanki-1, Link Road, near Ijtimah
Chowk, Sundar-Raiwind Road, Raiwind,
Lahore, Pakistan.
Ph: +92-42-35398671-74,
Fax: +92-42-35398676

BANKERS

Meezan Bank Limited	MCB Islamic Bank Limited	Bank Islami Pakistan Limited
Faysal Bank Limited	Bank AL Habib Limited	Askari Bank Limited
Habib Bank Limited	National Bank of Pakistan	Bank Alfalah Limited
Habib Metropolitan Bank Limited	The Bank of Punjab – Taqwa Islamic	Dubai Islamic Bank Pakistan Limited
United Bank Limited - Ameen	Al Baraka Bank Pakistan Limited	Allied Bank Limited
The Bank of Khyber – Islamic Banking		

عبوری منافع منقسمہ:

آپ کی کمپنی کے ڈائریکٹران - 15 روپے فی حصص یعنی 150 فی صد عبوری نقد منافع منقسمہ کا بخوش اعلان کرتے ہیں۔

مستقبل پر نقطہ نظر:

ملک کی مجموعی ٹیکس اور ٹرانسپورٹ مال مال اور بیرونی پوزیشن میں بہتری کی مدد سے منقسمہ ہے۔ تاہم، ملک کو اب بھی آئی ایم ایف کے توسیعی فنڈ سہولت (ای ایف ایف) پروگرام کے تحت اپنے وعدوں کو پورا کرنے کے لئے مالی نظم و ضبط برقرار رکھنے کی ضرورت ہے۔ سیلاب اور عالمی غیر یقینی صورتحال کے دہرا اثرات سے معیشت کی بحالی اور ترقی کی رفتار متاثر ہو سکتی ہے۔

مالی سال 2025-26 کے دوران آٹومبائل سے استحکام اور نمو کو برقرار رکھنے کی توقع ہے لیکن نئی توانائی کی گاڑیوں (این ای وی) کو فروغ دینے والی حکومتی پالیسیوں، نئے ٹیکسوں کے نفاذ، استعمال شدہ کاروں کی درآمد پر نئی اور سکیم ٹریف میں کسی بھی نئی تبدیلی سے کچھ چیلنجز کا سامنا کرنا پوسکتا ہے۔

کمپنی آنے والے چیلنجوں سے پوری طرح واقف ہے اور اس نے اپنی پہلی HAVAL H6 PHEV لانچ کر کے مارکیٹ کی بڑھتی ہوئی طلب اور رگولیشنوں کو فعال طور پر ایڈریس کیا۔ کمپنی کمزور سائیکل پر بھی توجہ دیتی ہے اور ان چیلنجوں سے نمٹنے کے لیے اپنی حکمت عملی کو اپنانے کے لیے تیار ہے۔


کمپنی نئی توانائی کی گاڑیوں پر اپنی اسٹریٹیجک توجہ کی وجہ سے اپنے مستقبل کے بارے میں پر اہتمام ہے، توقع ہے کہ یہ اقدامات پائیدار ترقی اور مارکیٹ کی مضبوط پوزیشن کا باعث بنے گے۔

تقریبی ہیلٹھ کیٹ بھی بہترین کارکردگی کا مظاہرہ کر رہا ہے اور اس نے اپنے زمرے میں مارکیٹ کی قیادت حاصل کی ہے۔ توقع کی جاتی ہے کہ یہ کیٹ مستقبل میں بھی بڑھتا رہے گا اور کمپنی کی فروخت اور منافع میں خاطر خواہ حصہ ڈالے گا۔

ڈائریکٹرز کمپنی کے ملازمین کی انتھک کوششوں، ٹیم ورک اور لگن جس کا اظہار انہوں نے موجودہ عرصہ کے دوران کیا ہے، کے شکر گزار ہیں۔ وہ اپنے معزز حصص داران، کلائنٹوں، سپلائرز اور مالی اداروں کے کمپنی کے ساتھ مسلسل تعاون کرنے پر بھی شکر گزار ہیں۔

بورڈ آف ڈائریکٹرز کی جانب سے


سعید اقبال خان
ڈائریکٹر


میاں اسد حمید
چف ایگزیکٹو

لاہور

مورخہ: 15 اکتوبر 2025

DIRECTORS' REVIEW

The directors of your Company are pleased to present their review on the affairs of the Company for the first quarter ended September 30, 2025.

The Economy:

The economy is reflecting signs of sustainability and growth during the first quarter of financial year 2025-26. Large Scale Manufacturing sector is showing a recovery led by textiles, automobiles and cement. The constant increase in exports and remittances from overseas Pakistanis has strengthened the forex reserves and supported the Pak Rupee to remain stable against foreign currencies. FBR revenue collection has increased substantially compared with corresponding period of last year, however, missed to achieve the budgeted target. The Stock market has maintained its bullish trend indicating an increased investor confidence. The SBP maintained policy rate at 11% with cautious approach considering the adverse effect of floods on inflation. The trade deficit has widened due to substantial increase in imports during the period under review.

Auto Sector:

The auto sector is expanding with new entrants and the introduction of new vehicle models, particularly electric (EV) and plug-in hybrid electric vehicles (PHEVs) in line with the market opportunities and supportive Government's policies for New Energy Vehicles (NEVs). To capitalize on the growing demand of NEVs, the Company also launched its first plug-in hybrid electric vehicle (PHEV) in August, 2025 offering latest technology and exclusive features under brand "HAVAL H6 PHEV". Alhamdulillah, the Company received an encouraging response from the market.

The auto sector has registered a growth of 35.25% (September 30, 2024: 16.95%) in sales volume, during the period under review. Four wheelers segment (excluding tractors) has shown a growth of 54.79% (September 30, 2024 32.49%), two wheelers and three wheelers 35.65% & 1.88% respectively (September 30, 2024:17.97% & 80.18% respectively) whereas tractors have shown a decline of 42.74% (September 30, 2024: decline of 56.94%). (Source: PAMA).

Company's Financial Performance:

By the Grace of Almighty Allah, during the first quarter of the fiscal year 2025-26 (July-September), the Company has achieved its highest-ever sales for the period, despite of absorbing the "New Energy Vehicles (NEV) Levy" on its HAVAL and BAIC models, which came into effect on July 1, 2025.

During this quarter, the Company's net sale has increased by 7,492.59 M from Rs. 26,331.99 M to Rs. 33,824.59 M, gross profit by 900.79 M from Rs. 7,620.64 M to Rs. 8,521.43 M, pretax profit by 628.20 M from Rs. 6,615.05 M to Rs. 7,243.25 M and earnings per share from Rs. 69.77 to Rs. 73.07 as compared with the corresponding period of last financial year. The sale is mainly comprised of Rs. 31,675.02 M (September 30, 2024: Rs. 24,091.92 M) four wheelers, Rs. 2,017.87 M (September 30, 2024: Rs. 2,081.97 M) three wheelers and Rs. 131.69 M (September 30, 2024: Rs. 158.10 M) tractor wheel rims.

The summary of production and sales volume of four wheelers, three wheelers and tractor wheel rims are given below:

Description	U/M	First Quarter 2025-26		First Quarter 2024-25		Increase / (Decrease) %	
		Production	Sale	Production	Sale	Production	Sale
Four Wheelers	No.	3,801	3,557	2,719	2,605	39.79%	36.55%
Three Wheelers	No.	5,907	5,346	5,923	5,435	(0.27%)	(1.64%)
Tractor Wheel Rims	No.	9,749	8,973	8,947	9,508	8.96%	(5.63%)

INTERIM CASH DIVIDEND:

The Directors of your company are pleased to declare an interim cash dividend of Rs. 15/- per ordinary share i.e. 150%.

Future Outlook:

The overall macroeconomic situation of the country is stable, supported by improved fiscal and external positions. However, the country still needs to maintain fiscal discipline to meet its commitments under the IMF's Extended Fund Facility (EFF) program. The recovery and growth trajectory of economy may be affected by the lingering effects of floods and global uncertainties.

The auto sector is expected to maintain stability and growth during the financial year 2025-26 but may face certain challenges from Government policies promoting New Energy Vehicles (NEVs), imposition of new taxes, relaxation on import of used cars and any adverse change in custom tariffs.

The Company is fully aware of the upcoming challenges and proactively addressed the evolving market demand and regulatory trends by launching its first **HAVAL H6 PHEV**. The Company is also attentive to potential competition and is prepared to adapt its strategy to navigate these challenges.

The Company is confident about its future due to its strategic focus on new energy vehicles, anticipating that these initiatives will lead to sustained growth and a stronger market position.

Three wheelers segment is also performing excellently and has achieved a market leadership in its category. It is expected that this segment will continue to grow in the future and contribute substantially in the sales and profitability of the Company.

The directors would like to place on record their appreciation for the untiring efforts, teamwork and dedication shown by the company's employees during the period under review. They would also like to express their gratitude to the valued shareholders, customers, suppliers and financial institutions for their co-operation, constant support and trust on the Company.

For and on behalf of the Board

Lahore

Dated: October 15, 2025


MIAN ASAD HAMEED
CHIEF EXECUTIVE


SAEED IQBAL KHAN
DIRECTOR

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)

AS AT SEPTEMBER 30, 2025

Note	Un-audited	Audited
	September 30, 2025	June 30, 2025
	Rupees	Rupees
EQUITY AND LIABILITIES		
Share Capital and Reserves		
Authorized share capital	4 <u>1,000,000,000</u>	<u>1,000,000,000</u>
Issued, subscribed and paid-up share capital	5 604,459,640	604,459,640
Capital reserve - share premium	557,406,192	557,406,192
Revenue reserve - unappropriated profit	<u>25,753,924,741</u>	<u>22,545,831,628</u>
Shareholders' Equity	26,915,790,573	23,707,697,460
Non Current Liabilities		
Diminishing musharakah financing	37,500,015	49,825,282
Deferred Tax Liability	178,502,868	203,778,448
Post employment benefits	<u>727,382,507</u>	<u>689,751,270</u>
	943,385,390	943,355,000
Current Liabilities		
Trade and other payables	31,766,683,472	16,380,112,157
Dividend payable / unclaimed	1,230,747,907	22,228,966
Profit Payable	204,896,246	134,718,125
Short term borrowings	-	-
Current portion of non-current liabilities	81,331,185	114,469,094
Taxation - Net	<u>534,250,836</u>	<u>434,275,876</u>
	33,817,909,646	17,085,804,218
Contingencies and Commitments	6 -	-
Total Equity and Liabilities	<u>61,677,085,609</u>	<u>41,736,856,678</u>
ASSETS		
Non Current Assets		
Property, plant and equipment	7 8,814,608,060	7,939,921,844
Intangible assets	8 45,501	62,564
Long term loans to employees	78,215,686	74,167,676
Long term deposits	<u>9,890,470</u>	<u>8,990,470</u>
	8,902,759,717	8,023,142,554
Current Assets		
Stores, spares and loose tools	98,173,401	63,066,066
Stock-in-trade	17,797,911,970	14,227,879,268
Trade debts	111,989,544	111,137,653
Loans, advances, deposits, prepayments and other receivables	3,430,129,597	2,715,138,956
Cash and bank balances	<u>31,336,121,380</u>	<u>16,596,492,181</u>
	52,774,325,892	33,713,714,124
Total Assets	<u>61,677,085,609</u>	<u>41,736,856,678</u>

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.


MIAN ASAD HAMEED
CHIEF EXECUTIVE


SAEED IQBAL KHAN
DIRECTOR


MUHAMMAD ATIF RAO
CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF
PROFIT OR LOSS (UN-AUDITED)
 FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

	Note	September 30,	September 30,
		2025	2024
		Rupees	Rupees
Sales - net	9	33,824,586,046	26,331,994,025
Cost of sales	10	(25,303,158,669)	(18,711,356,826)
Gross profit		8,521,427,377	7,620,637,199
Distribution and marketing costs		(964,061,415)	(740,040,243)
Administrative expenses		(206,482,500)	(122,982,682)
Other operating expenses		(542,134,823)	(488,034,673)
		(1,712,678,738)	(1,351,057,598)
Operating Profit		6,808,748,639	6,269,579,601
Other income		513,724,814	403,388,762
Finance cost		(79,225,740)	(57,455,177)
		434,499,074	345,933,585
Profit before Levy and Taxation		7,243,247,713	6,615,513,186
Levy / final taxation		-	(450,270)
Profit before Taxation		7,243,247,713	6,615,062,916
Taxation	11	(2,826,235,320)	(2,397,568,835)
Net Profit after taxation for the period from continuing operations		4,417,012,393	4,217,494,081
Net loss after taxation for the period from discontinued operations		-	(20,804)
Net profit for the period		4,417,012,393	4,217,473,277
Earnings / (Loss) per share - basic and diluted			
Continuing operations		73.07	69.77
Discontinued operations		-	(0.00)
Earnings per share - basic and diluted	12	73.07	69.77

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.


 MIAN ASAD HAMEED
 CHIEF EXECUTIVE


 SAEED IQBAL KHAN
 DIRECTOR


 MUHAMMAD ATIF RAO
 CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF
COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

	September 30, 2025	September 30, 2024
	Rupees	Rupees
Net Profit for the period	4,417,012,393	4,217,473,277
Other comprehensive income / (loss) for the period	-	-
Total Comprehensive Income for the period	<u>4,417,012,393</u>	<u>4,217,473,277</u>

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.


MIAN ASAD HAMEED
CHIEF EXECUTIVE


SAEED IQBAL KHAN
DIRECTOR


MUHAMMAD ATIF RAO
CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF
CHANGES IN EQUITY (UN-AUDITED)
 FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

Particulars	Share Capital	Capital reserve	Revenue reserve	Total
	Rupees	Share premium	Un-appropriated profit	
Balance as at June 30, 2024 - Audited	604,459,640	557,406,192	8,942,220,855	10,104,086,687
Comprehensive income for the period				
Net profit for the period	-	-	4,217,473,277	4,217,473,277
Other comprehensive income / (loss)	-	-	-	-
Total comprehensive income for the period ended September 30, 2024	-	-	4,217,473,277	4,217,473,277
Balance as at September 30, 2024 - unaudited	604,459,640	557,406,192	13,159,694,132	14,321,559,964
Balance as at June 30, 2025 - Audited	604,459,640	557,406,192	22,545,831,628	23,707,697,460
Transaction with owner, recognize directly in equity - distributions				
Final cash dividend for the year ended June 30, 2025 at the rate of Rs. 20 (200%) per ordinary share	-	-	(1,208,919,280)	(1,208,919,280)
Total transaction with owner, recognized directly in equity - distributions	-	-	(1,208,919,280)	(1,208,919,280)
Comprehensive income for the period				
Net profit for the period	-	-	4,417,012,393	4,417,012,393
Other comprehensive income / (loss)	-	-	-	-
Total comprehensive income for the period ended September 30, 2025	-	-	4,417,012,393	4,417,012,393
Balance as at September 30, 2025 - unaudited	604,459,640	557,406,192	25,753,924,741	26,915,790,573

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.


MIAN ASAD HAMEED
 CHIEF EXECUTIVE


SAEED IQBAL KHAN
 DIRECTOR


MUHAMMAD ATIF RAO
 CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

	September 30, 2025	September 30, 2024
	Rupees	Rupees
Cash Flows from Operating Activities		
Profit before levy and taxation	7,243,247,713	6,615,497,916
Adjustment for non cash charges and other items:		
Depreciation on property, plant and equipment	91,807,837	76,462,487
Amortization on intangibles	17,063	17,063
Provision for post employment benefits	42,473,944	35,112,843
(Decrease) / Increase in deferred revenue	1,578,728	(25,847,124)
Workers' profit participation fund	392,883,318	357,199,831
Workers' welfare fund	149,215,641	130,830,184
Provision for warranty claims	52,614,449	65,829,985
Discounting of loan to employees	1,789,939	-
Finance cost	77,435,801	57,455,177
Bank profits on saving accounts	(504,189,402)	(351,145,463)
Effect of unwinding on loan to employees	(232,275)	(1,278,051)
	305,395,043	344,636,932
	7,548,642,756	6,960,134,848
Working capital changes		
(Increase)/Decrease in current assets		
Store, spares and loose tools	(35,107,335)	(18,952,153)
Stock-in-trade	(3,570,032,702)	(2,368,033,915)
Trade debts	(851,891)	(10,895,005)
Loans, advances, deposits, prepayments and other receivables	(340,377,618)	3,130,205
(Decrease) / Increase in current liabilities		
Trade and other payables	14,494,573,820	(359,936,468)
Increase in long term loans and advances	(3,815,735)	(1,747,782)
	10,544,388,539	(2,756,435,118)
Cash generated from operations	18,093,031,295	4,203,699,730
Finance cost paid	(7,257,680)	(19,305,495)
Income tax paid/deducted at source	(2,751,535,940)	(1,131,408,478)
Employees retirement benefit - gratuity paid	(4,842,707)	(8,915,505)
Net cash generated from operating activities	15,329,394,968	3,044,070,252
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Property, plant and equipment	(966,494,053)	(527,139,766)
(Increase) / Decrease in long term deposits	(900,000)	240,000
Net cash used in investing activities	(967,394,053)	(526,899,766)
CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of long term financing	(47,041,904)	(48,648,152)
Profit on bank deposits received	425,070,527	342,526,724
Dividend paid	(400,339)	(87,985)
Net cash generated from financing activities	377,628,284	293,790,587
Net Increase in Cash and Cash Equivalents	14,739,629,199	2,810,961,073
Cash and Cash Equivalents at the beginning of the period	16,596,492,181	7,761,682,665
Cash and Cash Equivalents at the End of the Period	31,336,121,380	10,572,643,738

The annexed notes 1 to 17 form an integral part of these condensed interim financial statements.


MIAN ASAD HAMEED
CHIEF EXECUTIVE


SAEED IQBAL KHAN
DIRECTOR


MUHAMMAD ATIF RAO
CHIEF FINANCIAL OFFICER

NOTES

TO THE CONDENSED INTERIM FINANCIAL STATEMENTS - UN-AUDITED

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

1 THE COMPANY AND ITS OPERATIONS

Sazgar Engineering Works Limited was incorporated in Pakistan on September 21, 1991 as a Private Limited Company and converted into a Public Limited Company on November 21, 1994. The Company is listed on the Pakistan Stock Exchange Limited. The Company is domiciled in Pakistan and is engaged in manufacturing and sale of automobiles and automotive parts.

The geographical locations and addresses of the Company's business units, including production facilities are as under:

Business unit	Geographical location
Registered office	88- Ali Town, Thokar Niaz Baig, Raiwind Road, Lahore.
Manufacturing facility - three wheeler and wheel rim.	18-Km Raiwind Road, Lahore.
Manufacturing facility - four wheeler	Maghrabi Tanki-I Link Road, Near Ijtamah Chowk, Sunder-Raiwind Road, Lahore.

- 1.1 The Board of directors, in their meeting held on August 29, 2025, decided to discontinue the Home Appliances business effective from September 01, 2025 after a comprehensive review of its financial performance, market dynamics and long-term strategic objectives. The decision has been made in the best interest of the shareholders with a view to focusing the Company's resources on its core businesses and more profitable segments. All necessary regulatory requirements and contractual obligations relating to the discontinuation have been fulfilled without any disruption to employees, customer or stakeholders. Furthermore, the Company holds no material assets or liabilities pertaining to the segment of home appliances business.

Summary of non-current assets - Held for Sale

The Company has no non-current assets classified as held for sale in accordance with IFRS 5 "Non-Current Assets Held for Sale and Discontinued Operations".

Analysis of result of discontinued operation

Profit / (loss) after taxation from discontinued operation - Home Appliances

September 30, 2025	September 30, 2024
Rupees	Rupees
-	(20,804)
-	(20,804)

Cash outflows from operating activities - Home Appliances

2 BASIS OF PREPARATION

2.1 Statement of Compliance

These condensed interim financial statements (un-audited) of the Company for the three months ended September 30, 2025 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 Standards Board (IASB) as notified under the Companies Act, 2017, Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under the Companies Act, 2017 and provisions of and directives issued under the Companies Act, 2017 (the "Act"). Where the provisions of and directives issued under the Companies Act, 2017 (the "Act") differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 (the "Act") have been followed.

- 2.2 These condensed interim financial statements (un-audited) are being submitted to the shareholders as required by section 237 of the Companies Act, 2017 (the "Act").

- 2.3 These condensed interim financial statements (un-audited) do not include all the information and disclosures as required in the annual financial statements and should be read in conjunction with the Company's annual audited financial statements for the year ended June 30, 2025.

2.4 FINANCIAL RISK MANAGEMENT, FINANCIAL INSTRUMENTS AND ACCOUNTING ESTIMATES AND JUDGMENTS

2.4.1 Financial risk management

The Company oversees the management of risks. The Company's risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended June 30, 2025.

2.4.2 Fair value of financial assets and liabilities

The carrying value of all financial assets and liabilities reflected in these condensed interim financial statements (un-audited) approximate to their fair value.

NOTES

TO THE CONDENSED INTERIM FINANCIAL STATEMENTS - UN-AUDITED

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

2.4.3 Accounting estimates and judgments

The preparation of these condensed interim financial statements (un-audited) requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amount of assets and liabilities, incomes and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation are the same as those that applied to the financial statements for the year ended June 30, 2025.

2.5 COMPARATIVE FIGURES

The comparative statement of financial position presented has been extracted from annual financial statements (audited) for the year ended June 30, 2025; the comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows of the Company have been extracted from the condensed interim financial statements (un-audited) for the three months period ended September 30, 2024.

3 MATERIAL ACCOUNTING POLICY INFORMATION

- 3.1 The accounting policies adopted in the preparation of these condensed interim financial statements (un-audited) are consistent with those applied in the preparation of the annual audited financial statements for the year ended June 30, 2025.
- 3.2 Certain standards, amendments and interpretations of approved accounting standards will be effective for accounting periods 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 (un-audited).
- 3.3 There are certain amendments in the accounting and reporting standards that will be mandatory for the Company's annual accounting periods beginning on or after July 01, 2026. However, these amendments will not have any significant impact on the financial reporting of the Company and, therefore, have not been detailed in these condensed interim financial statements (un-audited).

4 AUTHORIZED SHARE CAPITAL

Un-audited September 30, 2025	Audited June 30, 2025		Un-audited September 30, 2025	Audited June 30, 2025
Number of Shares			Rupees	Rupees
<u>100,000,000</u>	<u>100,000,000</u>	Ordinary shares of Rupees 10/- each	<u>1,000,000,000</u>	<u>1,000,000,000</u>
5 Issued, subscribed and paid up share capital				
21,363,000	21,363,000	ordinary shares of Rupees 10/- each fully paid up in cash.	213,630,000	213,630,000
39,082,964	39,082,964	ordinary shares of Rupees 10/- each allotted as bonus shares.	390,829,640	390,829,640
<u>60,445,964</u>	<u>60,445,964</u>		<u>604,459,640</u>	<u>604,459,640</u>

6 CONTINGENCIES AND COMMITMENTS

6.1 Contingencies

There is no significant change in contingencies from the preceding annual published financial statements of the Company for the year ended June 30, 2025, except the following:

- 6.1.1 The Additional Commissioner Inland Revenue (ACIR) passed an order dated September 30, 2025, under Section 122(5A) of the Income Tax Ordinance, 2001, for the Tax Year 2023, thereby creating a tax demand amounting to Rs. 188,902,192/-. Subsequent to the reporting date, the Company intends to file an application for rectification of the said order under Section 221 of the Income Tax Ordinance, 2001 before the Additional Commissioner Inland Revenue (IR), in addition to filing an appeal before the Commissioner Inland Revenue (Appeals) [CIR(A)]. In the opinion of tax consultant, favorable outcome of the rectification and appeal is expected, hence, no provision is incorporated in these financial statements.
- 6.1.2 During the period, two customers have filed consumer court cases against the Company in respect of certain alleged claims. These cases are currently pending adjudication before the respective consumer courts. Based on the opinion of the Company's legal advisor, the likelihood of an outflow of economic resources embodying economic benefits is not probable. However, as the matters remain sub judice, the Company continues to monitor their progress closely. The aggregate amount of the claims cannot be determined with reasonable accuracy at this stage but is not expected to have any material impact on the financial position of the Company. Accordingly, no provision has been recognized in these financial statements in respect of these matters.

6.2 Commitments

- 6.2.1 Commitments in respect of outstanding letters of credit for raw material amount to Rs. 16,282.56 Million (June 30, 2025: Rs. 12,785.50 Million).
- 6.2.2 Commitments in respect of capital expenditures amount to Rs. 1,681.00 Million (June 30, 2025: Rs. 1,164.11 Million) and bank guarantee of Rs. 721.32 Million (June 30, 2025: Rs. 602.05 Million).

NOTES

TO THE CONDENSED INTERIM FINANCIAL STATEMENTS - UN-AUDITED

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

		Un-audited September 30, 2025 Rupees	Audited June 30, 2025 Rupees
7	PROPERTY, PLANT AND EQUIPMENT		
	Operating fixed assets - tangible	5,997,498,745	6,061,900,046
	Capital work in progress	2,817,109,315	1,878,021,798
		8,814,608,060	7,939,921,844
7.1	OPERATING FIXED ASSETS - tangible		
	Opening book value	6,061,900,046	4,223,942,764
	Add:		
	Additions during the period (at cost)		
	- Freehold Land	-	1,366,832,550
	- Building and civil works on freehold land	-	165,917,427
	- Plant and machinery	18,814,576	387,102,830
	- Electric fittings	-	-
	- Furniture and fittings	1,648,000	9,114,080
	- Office equipment	-	988,000
	- Electric installations	5,034,362	56,202,124
	- Vehicles	1,909,600	204,773,555
		27,406,538	2,190,930,566
	Less:		
	Disposal during the period (at net book value)		
	- Vehicles	-	(17,033,348)
	Depreciation charged during the period	(91,807,839)	(335,939,936)
		(91,807,839)	(352,973,284)
	Closing book value	5,997,498,745	6,061,900,046
7.2	CAPITAL WORK IN PROGRESS		
	Opening balance	1,878,021,798	336,431,244
	Additions during the period		
	- Plant and machinery & Advances to Suppliers	165,112,970	363,325,521
	- Building and civil works on freehold land	773,974,547	1,502,732,423
		939,087,517	1,866,057,944
	Less Transferred to fixed assets during the period		
	- Plant and machinery	-	(111,412,780)
	- Building and civil works on freehold land	-	(213,054,610)
		-	(324,467,390)
	Closing Balance	2,817,109,315	1,878,021,798
		Un-audited September 30, 2025 Rupees	Audited June 30, 2025 Rupees
8	INTANGIBLE ASSETS		
	Opening book value	62,564	130,814
	Less: amortization charged during the period	(17,063)	(68,250)
	Closing book value	45,501	62,564
		Un-audited July - Sep 2025 Rupees	Un-audited July - Sep 2024 Rupees
9	SALES - NET		
	Gross sales	40,493,163,925	30,657,608,669
	Less: Sales tax	5,103,151,220	3,136,817,799
	Federal excise duty	1,565,301,291	1,188,158,391
	Sales returns	125,368	638,454
		6,668,577,879	4,325,614,644
		33,824,586,046	26,331,994,025

9.1 This includes Rs. 12.46 million (September 30, 2024: Rs. 5.48 million) on account of export sales for the period.

9.2 The disaggregation of revenue is disclosed in note no.14 of these condensed interim financial statements.

NOTES

TO THE CONDENSED INTERIM FINANCIAL STATEMENTS - UN-AUDITED

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

		Un-audited July - Sep 2025 Rupees	Un-audited July - Sep 2024 Rupees
10 COST OF SALES			
Raw materials and components consumed		26,029,202,813	18,631,819,244
Salaries, wages and other benefits		491,214,962	297,079,579
Stores, spares and loose tools consumed		109,865,341	69,189,091
Power and fuel charges		295,734,646	257,729,324
Repair and maintenance		84,923,419	75,007,055
Other expenses		18,924,496	13,064,798
Depreciation & amortization		75,415,013	65,713,683
		<u>27,105,280,690</u>	<u>19,409,602,774</u>
Opening work-in-process		41,674,019	32,066,787
Closing work-in-process		(39,139,113)	(32,819,758)
Cost of goods manufactured		<u>27,107,815,596</u>	<u>19,408,849,803</u>
Opening finished goods		2,698,243,142	1,848,659,626
Cost of finished goods purchased		427,554,778	222,377,773
Closing finished goods		<u>(4,930,454,847)</u>	<u>(2,768,530,376)</u>
		<u>25,303,158,669</u>	<u>18,711,356,826</u>
11 TAXATION			
Levy / final taxation		-	450,270
Current tax			
For the period		2,851,510,900	2,293,367,679
Prior period		-	-
Deferred tax		<u>(25,275,580)</u>	104,201,156
		<u>2,826,235,320</u>	<u>2,397,568,835</u>
		Un-audited July - Sep 2025 Rupees	Un-audited July - Sep 2024 Rupees
12 EARNINGS PER SHARE - BASIC AND DILUTED			
Basic earnings per share			
Net Profit for the period	Rupees	4,417,012,393	4,217,473,277
Weighted average number of ordinary shares outstanding during the period - Note 5	Number	60,445,964	60,445,964
Basic earnings per share	Rupees	73.07	69.77
12.1 Diluted earnings per share			
A diluted earnings per share has not been presented as the Company does not have any convertible instruments in issue as at September 30, 2025 and September 30, 2024, which would have any effect on earnings per share if the option to convert is exercised.			
		Un-audited July - Sep 2025 Rupees	Un-audited July - Sep 2024 Rupees
13 BALANCES AND TRANSACTIONS WITH RELATED PARTIES			
Related party	Relationship	Nature of Transaction	
Pak Tractor Manufacturing Company (Private) Limited	Associate	Sale of goods Receipts against sales	529,832 -
Power Vision Systems (Private) Limited	Associate	Payment against purchases	-
Non-executive directors		Meeting fee paid Sale of goods Receipts against sale of goods	630,000 26,645,700 26,645,700
Key management personnel		Remuneration, allowances and benefits	100,285,228
Other executives		Remuneration, allowances and benefits	15,521,901
Spouses of directors		Sale of goods - vehicle Receipts against sale of goods	26,679,700 26,679,700
Relatives of directors		Sale of goods - vehicles Receipts against sale of goods	- -
			630,000 - - 56,483,093 6,449,876 - - 10,058,750 10,058,750

NOTES

TO THE CONDENSED INTERIM FINANCIAL STATEMENTS - UN-AUDITED

FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2025

	Un-audited September 30, 2025 Rupees	Audited June 30, 2025 Rupees
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BALANCES OUTSTANDING FOR THE PERIOD / YEAR ENDED

Pak Tractor Manufacturing Company (Private) Limited	529,832	-
		Trade debts

	Un-audited July - Sep 2025 Rupees	Un-audited July - Sep 2024 Rupees
14 SEGMENT RESULTS - CONTINUING OPERATIONS		
Segment Revenue - Net - External		
Automotive parts	131,691,567	158,101,185
Automobiles - three Wheeler	2,017,874,171	2,081,971,475
Automobiles - four Wheeler	<u>31,675,020,308</u>	<u>24,091,921,365</u>
Total	<u><u>33,824,586,046</u></u>	<u><u>26,331,994,025</u></u>
Segment operating results		
Automotive parts	906,199	2,033,127
Automobiles - three Wheeler	41,587,424	47,049,980
Automobiles - four Wheeler	<u>7,308,389,839</u>	<u>6,708,531,167</u>
Total	<u><u>7,350,883,462</u></u>	<u><u>6,757,614,274</u></u>

15 NON-ADJUSTING EVENT AFTER THE BALANCE SHEET DATE

The Company's Board of Directors, in their meeting held on October 15, 2025 has declared an interim cash dividend of Rs. 15.00 per share i.e. 150.00% amounting to Rs. 906.69 million (September 30, 2024: Rs. 10.00 per share i.e. 100.00% amounting to Rs. 604.46 million) for the financial year ended June 30, 2026.

These condensed interim financial statements do not reflect the impact of the declared 1st interim cash dividend, as it will be accounted for in the subsequent period.

16 DATE OF AUTHORIZATION FOR ISSUE

The Board of Directors of the Company has authorized these condensed interim financial statements (un-audited) for issue on October 15, 2025.

17 GENERAL

The figures have been rounded off to the nearest Rupee.


MIAN ASAD HAMEED
CHIEF EXECUTIVE


SAEED IQBAL KHAN
DIRECTOR


MUHAMMAD ATIF RAO
CHIEF FINANCIAL OFFICER

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