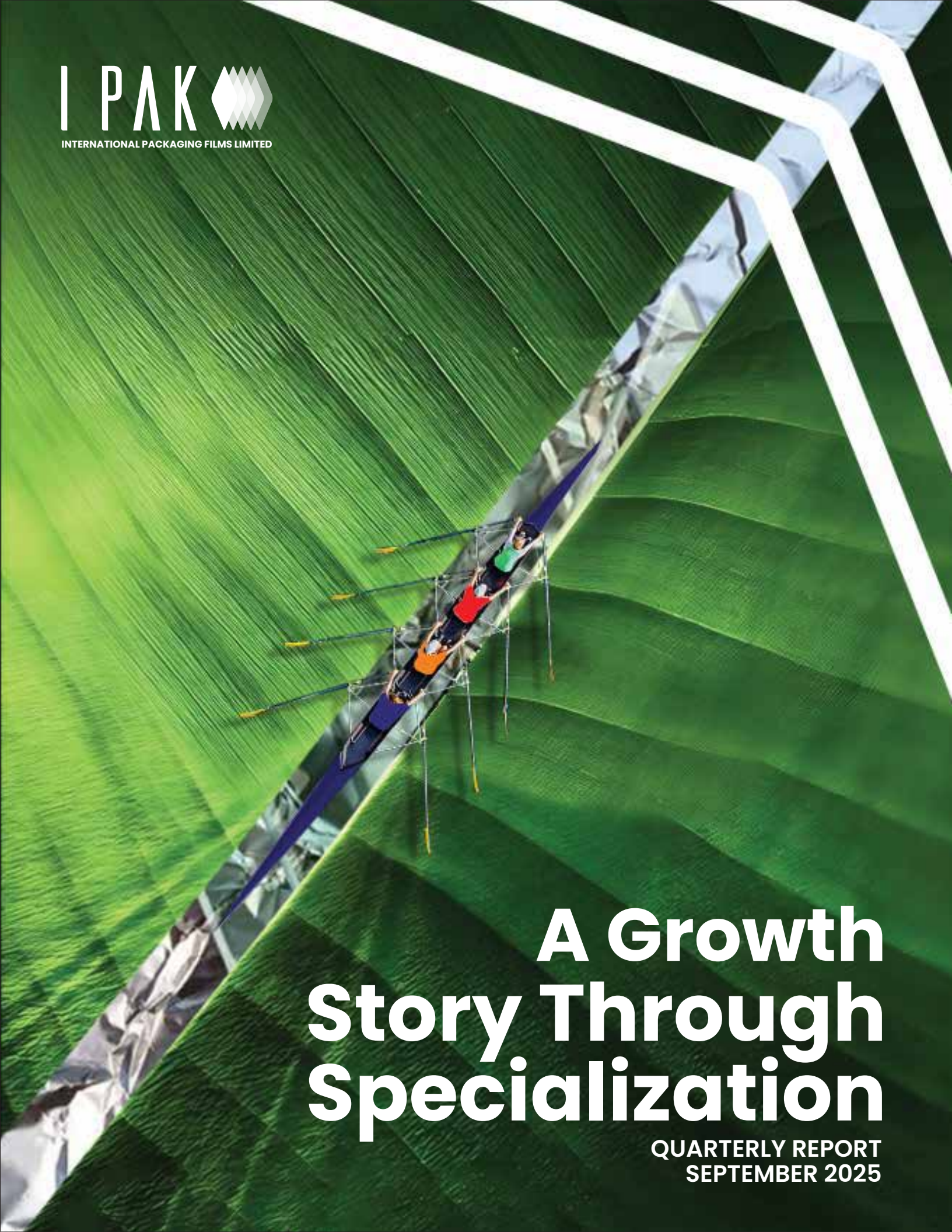
I PAK

INTERNATIONAL PACKAGING FILMS LIMITED



A Growth Story Through Specialization

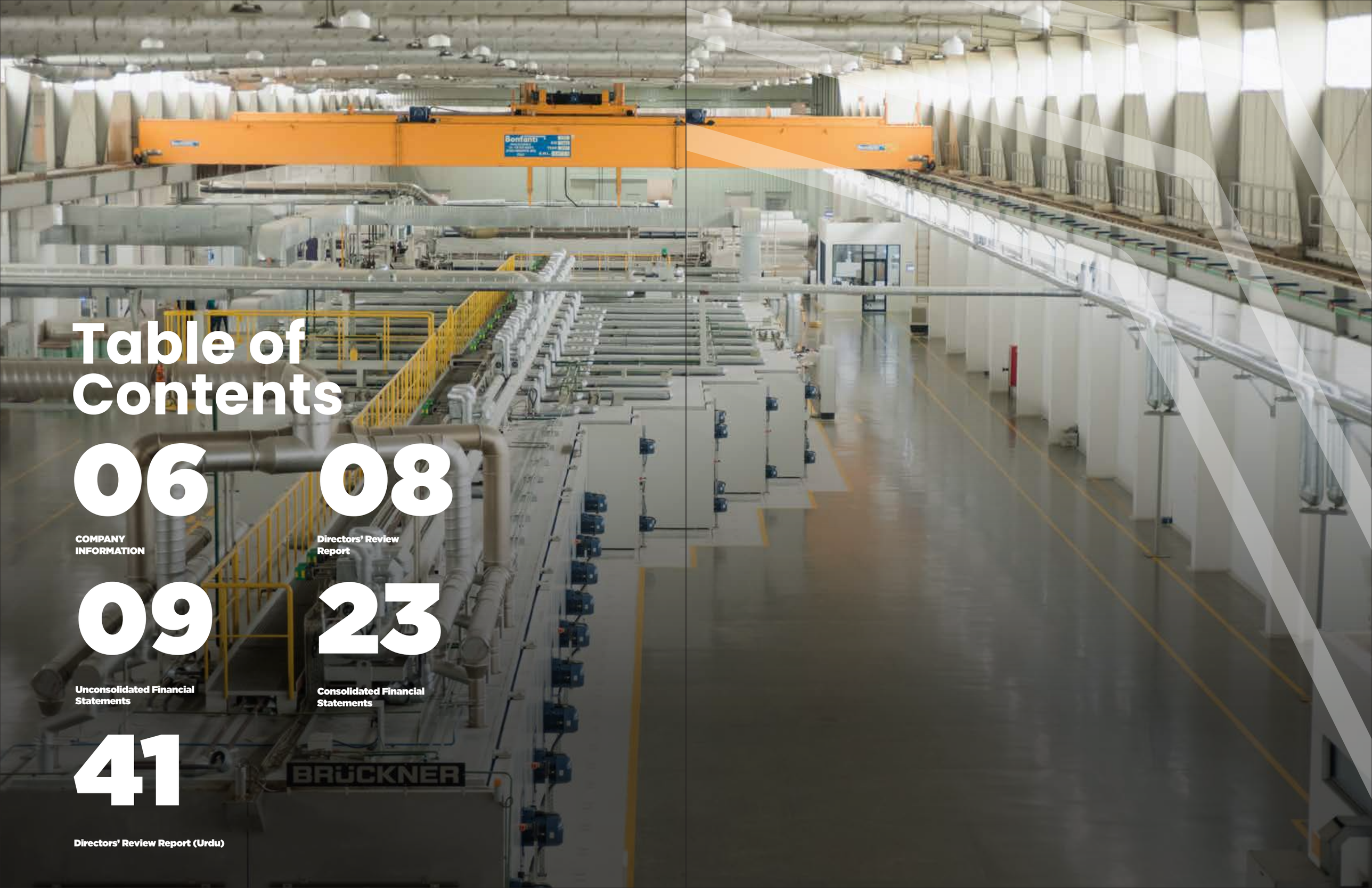
QUARTERLY REPORT
SEPTEMBER 2025

Cover Story

During the year, the capacities established in earlier periods came into fuller utilization, giving us the scale and strength to expand our footprint both domestically and globally. Our enhanced export momentum demonstrates not only our competitiveness but also our ability to adapt to shifting global supply chains and customer needs.

Yet, growth for IPAK has not been about scale alone. We have deliberately steered our efforts towards specialization in higher-margin packaging films. By prioritizing advanced, differentiated products, we have added greater value to our portfolio and improved margins, ensuring that growth translates into sustainable profitability. This strategy of specialization allows us to meet the evolving demands of our customers while reinforcing our position as an innovation-driven leader.

Just as the rowers on the cover achieve speed and direction through unity and focus, IPAK's strength lies in its alignment between vision and execution, capacity and demand, sustainability and growth. Our story this year is one of building on scale while sharpening our focus, of transforming opportunities into enduring value through specialization.



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I IPAK

Company Information

Board of Directors

Mr. Muhammed Amin	Chairman
Mr. Naveed Godil	Chief Executive Officer
Mr. Sarfaraz Ahmed Rehman	Independent Director
Mr. Saad Amanullah Khan	Independent Director
Mr. Arsalan Pirani	Non- Executive Director
Mr. Taimoor Iqbal	Non- Executive Director
Mr. Aftab Zahoor Raja	Non- Executive Director
Mr. Mushtaq Ali Tejani	Non- Executive Director
Mr. Abdul Aleem Tinwala	Non- Executive Director
Mr. Fazal ur Rehman	Non- Executive Director

Chief Executive Officer
Mr. Naveed Godil

Audit Committee

Mr. Saad Amanullah Khan	Chairman
Mr. Muhammed Amin	Member
Mr. Arsalan Pirani	Member

Human Resource and Remuneration (HR&R) Committee

Mr. Sarfaraz Ahmed Rehman	Chairman
Mr. Saad Amanullah Khan	Member
Mr. Mushtaq Ali Tejani	Member

Senior Management Team

Mr. Naveed Godil	Chairman
Mr. Muhammad Kamran Khan	Chief Operating Officer
Mr. Mohsin Anwer	Chief Strategy Officer
Mr. Khalid Mahmood	Chief Commercial Officer
Mr. Muhammad Arif Malik	Director (Technical)
Mr. Muhammad Asadullah Butt	Chief R&D Officer
Mr. Syed Athar Bukhari	Chief Human Resource Officer

Chief Financial Officer
Syed Haris Salim

Head of Governance, Risk, Compliance & Company Secretary
Mr. Fahad Alam

Head of Internal Audit
Mr. Muhammad Shahid

External Auditors & Advisor
A.F. Ferguson & Co. Chartered Accountants

Legal Advisors
K-Legal Advocates
Fazle Ghani Advocates
AUC | LAW

Shares Registrar
CDC Share Registrar Services Limited
Email: info@cdcsrsl.com
Website: www.cdcsrsl.com

IPAK Website
https://www.ipak.com.pk/

Registered Office
Plot # 40-L-1, P.E.C.H.S., Block 6, Near Jason Trade Centre, Karachi 75100, Pakistan

Plant
IPAK Plant, Manga Chowk, Raiwind, Bypass Road, Raiwind District, Lahore 55150, Pakistan

Banks
Bank Al Habib Limited
Meezan Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
MCB Bank Limited
MCB Islamic Bank Limited
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited
Bank Alfalah Limited
Askari Bank Limited
JS Bank Limited
Standard Chartered Pakistan Limited
United Bank Limited
BankIslami Pakistan Limited
Al Baraka Bank (Pakistan) Limited

Directors' Review Report

For the quarter ended September 30, 2025

The Directors are pleased to present their review report together with the unaudited condensed interim financial statements (both standalone and consolidated) of International Packaging Films Limited ("the Company" or "IPAK") for the quarter ended September 30, 2025.

Financial Performance

	Standalone		Consolidated	
	Quarter ended 30th September,			
	2025	2024	2025	2024
	←----------PKR in millions----------→			
Sales	**2,948**	3,427	**10,191**	7,636
Gross Profit	**642**	473	**1,764**	1,019
Operating Profit	**575**	436	**1,430**	781
Finance Costs	**(240)**	(381)	**(504)**	(586)
Profit before levies and income tax	**335**	56	**926**	170
Net profit for the period	**183**	20	**704**	91
Profit attributable to:				
- Holding Company (IPAK)			**795**	247
- Minority shareholders of PPAK			**(91)**	(156)
			704	91
Earning per share (in PKR)	**0.26**	0.03	**1.14**	0.35

The Group opened FY-2025-26 on a strong footing, with consolidated revenue rising to PKR 10.19 billion (2024: PKR 7.64 billion) a 33.4% increase alongside a significant uplift in gross and operating margins. Net profit after tax improved to PKR 704 million (2024: PKR 91 million), reflecting enhanced capacity utilization through Group's subsidiaries Global Packaging Films (Private) Limited (GPAK) and Petpak Films (Private) Limited (PPAK), better product mix, improved operating leverage, and disciplined cost management.

On a standalone basis, IPAK delivered a notable margin recovery gross profit of PKR 642 million on sales of PKR 2.95 billion while finance costs reduced materially versus last year, supporting a turnaround to net profit of PKR 183 million.

Across the portfolio, the Group's integrated film offerings (BOPP, BoPET, CPP) continued to underpin customer retention and new business acquisition in domestic and export markets. Ongoing initiatives in process efficiency, automation, and working-capital discipline further supported the quarter's operating performance.

Future Outlook

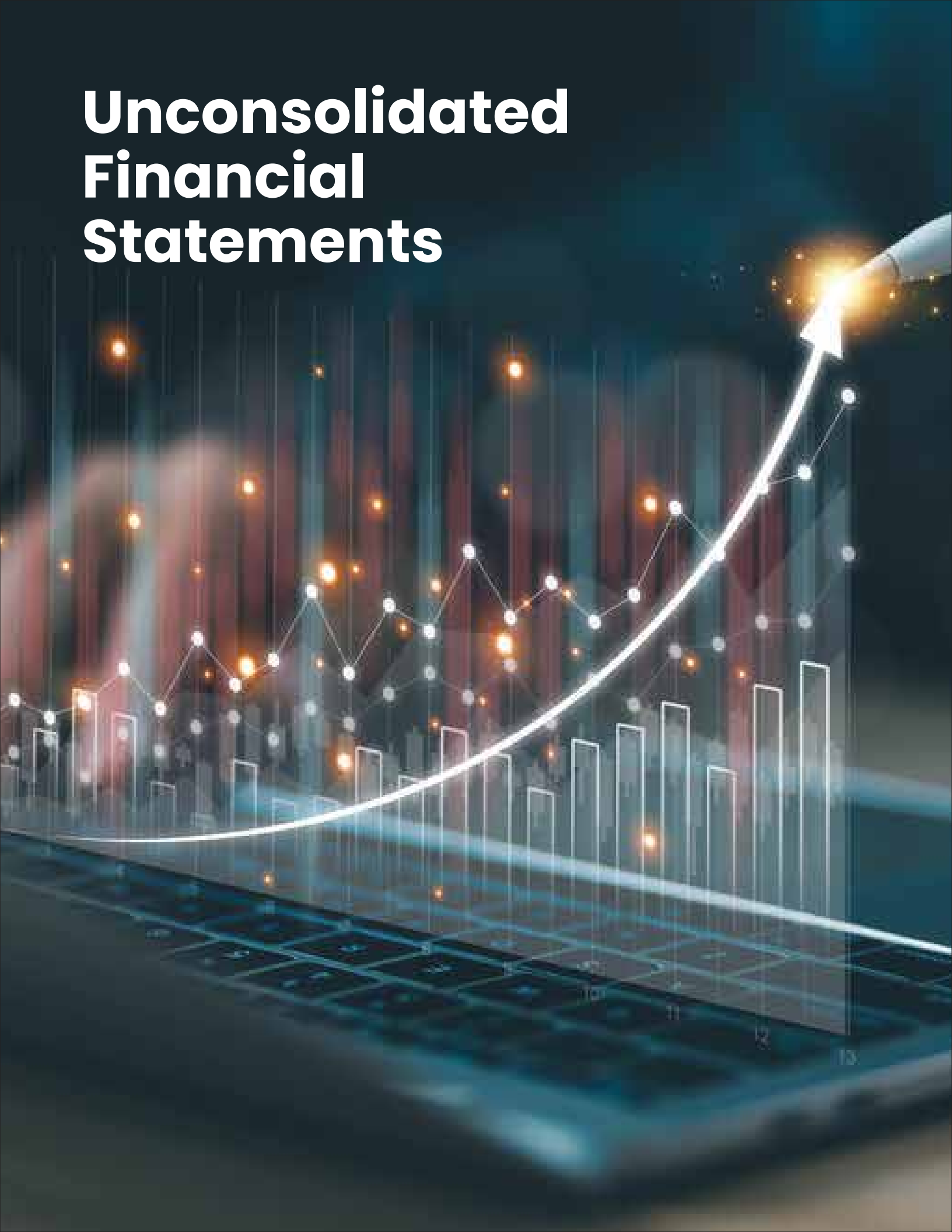
Looking ahead, the Group remains cautiously optimistic. Export momentum is expected to remain healthy, supported by international customer traction and an expanding mix of specialized and high-barrier films. Management will continue to focus on operational efficiency, product innovation and export competitiveness, prudent capital allocation, and strong compliance with regulatory and ESG requirements. While external risks, including global trade dynamics, currency volatility, and regulatory cost pressures persist, the Board expects the Group to sustain profitability and deliver consistent value to shareholders.

For and on behalf of the Board of Directors

Naveed Godil
Chief Executive Officer

October 24, 2025

Unconsolidated Financial Statements



UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2025 (UN-AUDITED)

	Note	(Un-audited) September 2025	(Audited) June 2025
		----------(Rupees in '000)----------	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	4	**2,269,525**	2,230,534
Right-of-use assets	5	**3,646**	5,366
Intangible assets		**52,255**	53,653
Long-term investments - subsidiaries	6	**13,952,900**	13,951,215
Long-term loan to subsidiary		**1,370,726**	1,581,104
Long-term loans		**21,631**	32,594
Long-term deposits		**74,265**	74,265
		17,744,948	17,928,731
CURRENT ASSETS			
Stores, spares and consumables	7	**349,293**	401,014
Stock-in-trade	8	**2,795,972**	1,968,924
Trade receivables		**3,280,151**	4,870,537
Loans and advances		**245,292**	150,108
Trade deposits and short-term prepayments		**55,999**	29,410
Other receivables		**705,530**	719,600
Sales tax refundable		**180,322**	34,347
Current portion of loan to subsidiary		**824,191**	549,461
Short-term loan to subsidiary		**84,867**	62,702
Cash and bank balances		**210,886**	321,812
		8,732,503	9,107,915
TOTAL ASSETS		**26,477,451**	27,036,646
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share capital			
Issued, subscribed and paid-up capital		**7,002,000**	7,002,000
Capital reserves			
Share premium		**2,470,722**	2,470,722
Reserve for investment in subsidiaries		**3,259,000**	3,259,000
Revenue reserves			
Unappropriated profit		**2,294,481**	2,111,868
TOTAL SHAREHOLDERS' EQUITY		**15,026,203**	14,843,590
LIABILITIES			
NON-CURRENT LIABILITIES			
Long-term financing - secured	9	**964,007**	1,108,234
Deferred income - government grant		**4,955**	5,180
Deferred taxation - net		**392,329**	385,947
Staff retirement benefits		**237,435**	216,111
		1,598,726	1,715,472
CURRENT LIABILITIES			
Trade and other payables	10	**3,075,270**	3,142,158
Contract liabilities		**377,939**	262,939
Short-term borrowings - secured	11	**5,509,543**	6,178,753
Current portion of long-term financing - secured	9	**593,411**	597,185
Current portion of deferred income - government grant		**893**	893
Current portion of lease liabilities		**8,504**	10,846
Taxation - net	12	**286,962**	284,810
TOTAL LIABILITIES		**9,852,522**	10,477,584
CONTINGENCIES AND COMMITMENTS	13		
		11,451,248	12,193,056
TOTAL EQUITY AND LIABILITIES		**26,477,451**	27,036,646

The annexed notes from 1 to 20 form an integral part of these unconsolidated financial statements.

Naveed Godil Chief Executive Officer	Saad Amanullah Khan Director & Chairman Board Audit Committee	Syed Haris Salim Chief Financial Officer

UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS

FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

	Note	(Un-audited) September 30, 2025	(Restated) (Un-audited) September 30, 2024
		----------(Rupees in '000)----------	
Revenue from contracts with customers	14	**2,948,081**	3,426,632
Cost of sales		**(2,306,332)**	(2,953,426)
Gross profit		**641,749**	473,206
Selling and distribution expenses		**(42,061)**	(87,046)
Administrative expenses		**(80,980)**	(101,722)
Other operating (expenses) / income		**(24,420)**	2,625
		(147,461)	(186,143)
Other Income		**80,691**	149,665
Operating profit		**574,979**	436,728
Finance costs		**(239,859)**	(380,708)
Profit before levies and income tax		**335,120**	56,020
Levies - final tax		**-**	(25,223)
Profit before income tax		**335,120**	30,797
Income tax expense	12		
- Current		**(146,126)**	(17,610)
- Deferred		**(6,381)**	6,700
		(152,507)	(10,910)
Profit for the year after taxation		**182,613**	19,887
		-------- (Rupees) --------	(Restated)
Earnings per share - basic and diluted		**0.26**	0.03

The annexed notes from 1 to 20 form an integral part of these unconsolidated financial statements.

Naveed Godil
Chief Executive Officer

Saad Amanullah Khan
Director & Chairman
Board Audit Committee

Syed Haris Salim
Chief Financial Officer

UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

	Issued, subscribed and paid-up capital	Capital reserves		Revenue reserve	Total
		Share premium	Reserve for investment in subsidiaries	Unappropriated profits	
	(Rupees in '000)				
Balance as at July 1, 2024	**7,002,000**	**2,470,722**	**3,259,000**	**1,259,985**	**13,991,707**
Profit for the year	-	-	-	19,887	19,887
Other comprehensive loss for the year	-	-	-	-	-
Total comprehensive (loss) / income for the year	-	-	-	**19,887**	**19,887**
Balance as at September 30, 2024	**7,002,000**	**2,470,722**	**3,259,000**	**1,279,872**	**14,011,594**
Balance as at July 1, 2025	**7,002,000**	**2,470,722**	**3,259,000**	**2,111,868**	**14,843,590**
Profit for the year	-	-	-	**182,613**	**182,613**
Other comprehensive income / (loss) for the year	-	-	-	-	-
Total comprehensive income for the year	-	-	-	**182,613**	**182,613**
Balance as at September 30, 2025	**7,002,000**	**2,470,722**	**3,259,000**	**2,294,481**	**15,026,203**

The annexed notes from 1 to 20 form an integral part of these unconsolidated financial statements.

Naveed Godil
Chief Executive Officer

Saad Amanullah Khan
Director & Chairman
Board Audit Committee

Syed Haris Salim
Chief Financial Officer

UNCONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

	Note	(Un-audited) September 30, 2025	(Restated) (Un-audited) September 30, 2024
		----------(Rupees in '000)----------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	15	**1,196,620**	23,172
Finance costs paid		**(268,774)**	(352,967)
Staff retirement benefits paid		**(1,064)**	(623)
Income tax and levies paid		**(143,974)**	(221,302)
Decrease in long-term loans		**(10,963)**	-
		(402,849)	(574,892)
Net cash (used in) / generated from operating activities		**793,771**	(551,720)
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for acquisition of property, plant and equipment		**(91,923)**	(4,320)
Payment for acquisition of intangible assets		**(900)**	(3,071)
Advances paid against future issuance of shares		**(1,685)**	(166,313)
Return on PLS savings accounts		**2,613**	3,305
Payment against loan to subsidiaries		**(22,166)**	(273,220)
Net cash generated from / (used in) investing activities		**(114,061)**	(443,619)
CASH FLOWS FROM FINANCING ACTIVITIES			
Lease rentals paid		**(2,757)**	(2,638)
Repayment / receipt of short-term borrowings		**(685,939)**	1,127,028
Repayment of long-term financing		**(148,000)**	(32,690)
Net cash generated from financing activities		**(836,696)**	1,091,700
Net decrease in cash and cash equivalents		**(156,986)**	96,361
Cash and cash equivalents at beginning of the year		**(1,335,530)**	80,752
Cash and cash equivalents at end of the year	16	**(1,492,516)**	177,113

The annexed notes from 1 to 20 form an integral part of these unconsolidated financial statements.

Naveed Godil
Chief Executive Officer

Saad Amanullah Khan
Director & Chairman
Board Audit Committee

Syed Haris Salim
Chief Financial Officer

1. THE COMPANY AND ITS OPERATIONS

International Packaging Films Limited (the "Company") was incorporated in Pakistan as a private limited company under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) on October 2, 2015, and is domiciled in the province of Sindh. On June 11, 2021, the Company's status was converted into a public limited company, and the Company was subsequently listed on the Pakistan Stock Exchange Limited on June 3, 2024.

The Company is principally engaged in the manufacturing and sale of flexible packaging materials mainly comprising of BOPP (Biaxially-oriented Polypropylene) films and allied products. The Company commenced its commercial operations effective in September 2017.

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

- The registered of the Company is situated at Plot No. 40-L-1, P.E.C.H.S., Block 6, near Jason Trade Centre, Karachi, Sindh.
- The manufacturing plant of the Company is situated at IPAK Plant, Manga Chowk, Raiwind, Bypass road, Raiwind district, Lahore, Punjab.

These unconsolidated condensed interim statements are separate financial statements of the Company in which investments in subsidiaries have been accounted for at cost less accumulated impairment losses, if any. Details of the Company's investment in subsidiaries are stated in note 6 to these unconsolidated condensed interim financial statements.

2. BASIS OF PREPARATION

2.1 Statement of Compliance

These condensed interim financial information has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34, Interim Financial Reporting and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed. The condensed interim financial information should be read in conjunction with the financial statements for the year ended June 30, 2025.

2.2 Basis of measurement

These condensed financial information have been prepared under the historical cost convention unless otherwise specifically stated.

2.3 Functional and presentation currency

These condensed financial information have been presented in Pakistani rupee, which is the Company's functional and presentation currency.

3. MATERIAL ACCOUNTING POLICIES JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The accounting policies, judgements, estimates, assumptions and the methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements for the year ended June 30, 2025.

4. PROPERTY, PLANT AND EQUIPMENT

	Note	(Un-audited) September, 2025	(Audited) June, 2025
		---------- (Rupees in '000) ----------	
Operating assets	4.1	**2,255,452**	2,230,534
Capital work-in-progress		**14,073**	-
		2,269,525	2,230,534

	Note	Operating assets	Capital work-in-progress	Total
			(Rupees In '000)	
At Cost				
Balance at beginning of the period		2,646,554	-	2,646,554
Additions	4.1	77,850	14,073	91,923
		2,724,404	14,073	2,738,477
Accumulated depreciation				
Balance at beginning of the period		416,020	-	416,020
Charge for the period		52,301	-	52,301
Disposals		631	-	631
		468,952	-	468,952
Written down value as at September 30, 2025 (Un-audited)		2,255,452	14,073	2,269,525
Written down value as at June 30, 2025 (Audited)		2,230,534	-	2,230,534

4.1 Additions and disposals to operating fixed assets during the period are as follows:

	Additions/Transfers from CWIP (at cost)		Disposals/Transfers (at net book value)	
	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
	---------- Rupees in '000 ----------			
Freehold land	-	-	-	-
Buildings on free hold Land	-	1,359	-	-
Plant and Machinery	69,232	19,364	-	-
Electrical Installations	-	-	-	-
Office and other equipments	8,508	2,290	631	-
Furniture and Fittings	-	-	-	-
Motor vehicles	110	6,616	-	-
	77,850	29,629	631	-

5. RIGHT-OF-USE ASSETS

	(Un-audited) September 2025	(Audited) June 2025
	---------- (Rupees in '000) ----------	
Balance as at July 01	5,366	12,247
Depreciation charge for the year	(1,720)	(6,881)
Balance as at Sep 30	3,646	5,366

6. LONG-TERM INVESTMENTS - SUBSIDIARIES

(Un-audited) September 2025	(Audited) June 2025		(Un-audited) September 2025	(Audited) June 2025
(Number of shares) Un-quoted Companies			---------- (Rupees in '000) ----------	
158,800,000	158,800,000	Cast Packaging Films (Private) Limited - subsidiary company, at cost (ordinary shares of Rs. 10 each)	1,588,000	1,588,000
791,932,525	791,932,525	Global Packaging Films (Private) Limited - subsidiary company, at cost (ordinary shares of Rs. 10 each)	7,919,325	7,919,325
		- advance against future issuance of shares	-	-
427,699,987	427,699,987	PETPAK Films (Private) Limited - subsidiary company, at cost (ordinary shares of Rs. 10 each)	4,277,000	4,277,000
		- advance against future issuance of shares	153,400	151,715
1	1	IPAK Connect Packaging Materials Trading - FZCO - subsidiary company, at cost (ordinary share of AED 100,000)	7,588	7,588
		- advance against future issuance of shares	7,587	7,587
			13,952,900	13,951,215

	Note	(Un-audited) September 2025	(Audited) June 2025
		---------- (Rupees in '000) ----------	
7. STORES, SPARES AND CONSUMABLES			
Lubricants		**7,468**	9,055
Fuel		**5,728**	6,924
Spare parts and consumables		**336,097**	385,035
		349,293	401,014
8. STOCK-IN-TRADE			
Raw material - in hand		**1,062,216**	474,655
- in transit		**880,118**	918,656
		1,942,334	1,393,311
Work-in-process		**356,939**	153,254
Finished goods - in hand		**314,986**	230,613
- in transit		**139,033**	162,235
		454,019	392,848
Packaging materials		**42,680**	29,511
		2,795,972	1,968,924

	Note	(Un-audited) September 2025	(Audited) June 2025
9. LONG-TERM FINANCING - secured			
Islamic		---------- (Rupees in '000) ----------	
SBP's Financing Scheme for Renewable Energy	9.1	**11,398**	11,615
Sale and leaseback under Diminishing Musharakah	9.2	**1,546,020**	1,690,030
Accrued markup		**3,835**	3,774
		1,561,253	1,705,419
Less: current portion of long-term financing			
SBP's Financing Scheme for Renewable Energy	9.1	**(2,340)**	(2,340)
Sale and leaseback under Diminishing Musharakah	9.2	**(591,071)**	(591,071)
Accrued markup		**(3,835)**	(3,774)
		(597,246)	(597,185)
		964,007	1,108,234

9.1 This represents a long-term financing obtained under the Islamic Financing for Renewable Energy (IFRE) for installation of renewable energy power project by the State Bank of Pakistan. The total facility of the loan amounted to Rs. 33 million (2025: Rs. 33 million) out of which Rs. 22.80 million (2025: Rs. 22.80 million) is utilised which carries profit at the rate of 4% per annum.

9.1.1 This facility is secured by way of:

- Equity participation equivalent to 10% of cost of Diminishing Musharakah asset;
- Registered exclusive hypothecation charge over asset purchased under Diminishing Musharakah up to the amount of Rs. 33 million;
- Exclusive equitable mortgage valuing Rs. 678 million over Land & Building (52 Kanals - 14 Marlas & 7 Kanals - 11 Marlas)
- Personal guarantees of Mr. Naveed Godil and sponsored directors for the amount covering a ggregate exposure.

9.2 This represents a diminishing musharaka arrangement with Bank Al Habib (BAHL) upto the amount of Rs. 4,000 million (2025: Rs. 4,000 million) at a mark-up of 6 month KIBOR + 1% per annum to be determined on a semi-annual basis. The facility was obtained to sale and leaseback the BOPP Film Production Line installed at IPAK Plant, Hadbast Mauza Bachoki Mahja, Tehsil Raiwind, District Lahore. The title and ownership of the asset is in the joint ownership of Bank and the Company in proportion to their investment ratios.

9.2.1 This facility is secured by way of:

- Personal guarantees of directors for the amount covering aggregate exposure.
- Title and ownership of asset in the name of joint ownership of Bank and customer in proportion to their investment ratios;
- Registered hypothecation charge over asset purchased under Diminishing Musharakah under sale and leaseback up to the amount of Rs. 5.29 billion (inclusive of 25% margin);
- Exclusive equitable mortgage valuing Rs. 678 million over Land & Building (52 Kanals - 14 Marlas & 7 Kanals - 11 Marlas) situated at Had Bast Village Bhechuki Mahja, Tehsil Raiwind, District Lahore; and
- Personal guarantees of directors for the amount covering aggregate exposure

10. TRADE AND OTHER PAYABLES

	Note	(Un-audited) September 2025	(Audited) June 2025
		---------- (Rupees in '000) ----------	
Trade creditors		**2,267,990**	2,417,824
Payable to related parties		**7,919**	-
Accrued liabilities		**157,153**	145,518
Taxes deducted at source and payable to statutory authorities		**23,379**	33,587
Provision for Infrastructure Cess	10.1	**491,870**	446,275
Workers' Profit Participation Fund		**73,150**	55,108
Workers' Welfare Fund		**34,436**	26,766
Others		**19,373**	17,080
		3,075,270	3,142,158

10.1 The Company has challenged the constitutionality of the Sindh Infrastructure Cess, imposed on the import value of goods under the Sindh Infrastructure Development Cess Act, 2017. On June 4, 2021, the Sindh High Court (SHC) ruled in favor of the Excise and Taxation Department of Sindh, upholding the validity of the cess and affirming that it falls within the provincial legislature's authority under the Sindh Finance Act, 2017.

The Company then challenged the SHC's decision by filing Civil Petition for Leave to Appeal (CPLA) No. 5605/2021 before the Supreme Court of Pakistan (SCP). The SCP has suspended the SHC's order and directed all petitioners to furnish a 100% bank guarantee for all future consignments. The SCP, through Interim Order No. C.P.L.A. 5605/2021 dated November 10, 2021, has granted a stay order, directing the company to provide a bank guarantee equivalent to the amount of cess payable under the Act. The matter remains sub judice before the SCP, and the final outcome will be determined upon the disposal of the petition.

As at June 30, 2025, the total amount of bank guarantees related to the infrastructure cess is Rs. 491.87 million (2025: Rs. 446.28 million), and this amount has been fully provided for by management.

	Note	(Un-audited) September 2025	(Audited) June 2025
11. SHORT-TERM BORROWINGS - secured		---------- (Rupees in '000) ----------	
Islamic			
Short-term borrowings under Musawammah Facility	11.1	**1,707,864**	2,853,505
Short-term borrowings under Tijarah Facility	11.2	**1,760,087**	1,401,150
Short-term borrowings under Istisna Facility	11.3	**200,000**	-
Short-term borrowings under Running Musharakah	11.4	**1,703,402**	1,657,342
Foreign Bill Discounting	11.5	**19,229**	118,464
Add: Accrued markup		**118,961**	148,292
		5,509,543	6,178,753

11.1 This represents Musawammah facility obtained from commercial banks, having limit of Rs. 4,800 million (2025: Rs. 4,800 million) out of which Rs. 3,092.14 million (2025: Rs. 1,946.5 million) remains unutilised for Musawammah facility at the reporting date. The rates of mark-up on these facilities range from 3 months KIBOR + 0.5% to 6 months KIBOR + 0.75% per annum (2025: 3 months KIBOR + 0.75% to 6 months KIBOR + 0.75%) per annum.

11.1.1 This facility is secured by way of:

- Registered Joint Pari Passu hypothecation charge over current assets i.e. stock and receivables of the Company for Rs. 6,000 million, inclusive of 25% margin;
- Registered Joint Pari Passu hypothecation charge over fixed assets (excluding land and buildings) of the Company for Rs. 1,125 million;
- Exclusive equitable mortgage valuing Rs. 678 million over Land & Building (52 Kanals - 14 Marlas & 7 Kanals - 11 Marlas) situated at Had Bast Village Bhechuki Mahja, Tehsil Raiwind, District Lahore;
- Personal guarantees of directors for the amount covering aggregate exposure; and
- Lien over accepted Bills.

11.2 This represents Tijarah facility obtained from commercial banks, having limit of Rs. 1,800 million (2025: Rs. 1,800 million) out of which Rs. 39.92 million (2025: 398.85) remains unutilised for Tijarah Finance at the reporting date. The rates of mark-up on these facilities range from 3 months KIBOR + 0.5% to 6 months KIBOR + 1% per annum (2025: 3 months KIBOR + 0.5% to 6 months KIBOR + 1%) per annum.

11.2.1 This facility is secured by way of:

- Registered Joint Pari Passu hypothecation charge over current assets i.e. stock and receivables of the Company for Rs. 2,400 million, inclusive of 25% margin, covering agregate exposure;
- Registered Joint Pari Passu hypothecation charge over fixed assets (excluding land and buildings) of the Company for Rs. 450 million; and
- Personal guarantees of directors for the amount covering aggregate exposure.

11.3 This represents Istisna facility obtained from commercial banks, having limit of Rs. 200 million (2025: Nil) out of which Rs. Nil million (2025: Nil) remains unutilised for Istisna Finance at the reporting date. The rates of mark-up on these facilities range from 3 months KIBOR + 0.6% to 6 months KIBOR + 0.6% per annum (2025: Nil) per annum.

11.3.1 This facility is secured by way of:

- Registered Joint Pari Passu hypothecation charge over current assets i.e. stock and receivables of the Company for Rs. 266.66 million, inclusive of 25% margin, covering agregate exposure;

- Registered Joint Pari Passu hypothecation charge over fixed assets (excluding land and buildings) of the Company for Rs. 50 million; and
- Personal guarantees of directors for the amount covering aggregate exposure.

11.4 This represents a Running Musharakah facility having limit of Rs. 1,750 million (2025: Rs. 1,750 million) out of which Rs. 46.58 million (2025: 92.66 million) remains unutilised at the reporting date. The rates of mark-up on this facility ranges from 1 month KIBOR + 0.5% to 3 months KIBOR + 0.75% per annum (2025: 3 months KIBOR + 1%) per annum.

11.4.1 This facility is secured by way of:

- Registered Joint Pari Passu hypothecation charge over current assets i.e. stock and receivables of the Company for Rs. 2,333.34 million, inclusive of 25% margin, covering agregate exposure;
- Registered Joint Pari Passu hypothecation charge over fixed assets (excluding land and buildings) of the Company for Rs. 150 million, covering agregate exposure;
- Equitable mortgage over property Plot No. 5D - 9D at the Quaid-e-Azam Business Park (QABP) in Sheikhupura;
- Lien over A-rated Financial Institution approved Accepted Local Usance Bills Drawn under
- Personal guarantees of directors for the amount covering aggregate exposure.

11.5 This represents a Bai Salam Facility having limit of Rs. 300 million (2025: 300 million) out of which Rs. 280.78 million (2025: 181.54 million) remains unutilised at the reporting date. The rate of mark-up on this facility is as decided by treasury at the time of transaction (2025: NIL) per annum.

11.5.1 This facility is secured by way of:

- Registered Joint Pari Passu hypothecation charge over current assets i.e. stock and receivables of the Company for Rs. 400 million, inclusive of 25% margin, covering agregate exposure;
- Registered Joint Pari Passu hypothecation charge over fixed assets (excluding land and buildings) of the Company for Rs. 75 million, covering agregate exposure;
- Equitable mortgage over property Plot No. 5D - 9D at the Quaid-e-Azam Business Park (QABP) in Sheikhupura; and
- Personal guarantees of directors for the amount covering aggregate exposure.

12. TAXATION

The Company has challenged the vires of amendment before the Islamabad High Court (IHC) concerning to the chargeability of super tax on high earning persons through Finance Act, 2023 for the tax year 2023 and onwards. In accordance with the said amendment, the rate of super tax increased from 4% to 10% for tax year 2023 and onwards to all sectors having income of more than Rs. 500 million in addition to the corporate tax at the rate of 29%.

In response, the Islamabad High Court (IHC) issued an interim relief order (W.P. No. 4305/2023) dated December 18, 2023, directing that no super tax at the enhanced rate will be recovered from the petitioners until the final disposal of the case. The court instructed that the petitioners should continue to pay super tax at the pre-amendment rate of 4%. In compliance with IHC order, the Company has discharged its super tax liability for the tax year 2023 by paying Rs. 113.38 million, which represents the 4% super tax rate (pre-amendment rate).

Keeping in view the above, the management, as a matter of prudence, has provided full tax expense on account of super tax amounting to Rs. 37.47 million (2025: Rs. 136.32 million) being 10% of the income chargeable to super tax for the tax year 2026 till first quarter.

13. CONTINGENCIES AND COMMITMENTS

13.1 Contingencies

As at the reporting date, there are no contingencies to report other than those disclosed in note 10.1.

13.2 Commitments

Commitments under letter of credits for raw materials, stores and spares as at September 30, 2025 amounted to Rs. 2,136 million (2025: Rs. 1,748 million).

Bank Guarantees in respect of excise and taxation, SNGPL and PSO as at September 30, 2025 amounted to Rs. 672 million (2025: Rs. 627 million).

The Company has also issued a cross corporate guarantee to the bank in favour of its subsidiaries, Global Packaging Films (Private) Limited, PetPak Films (Private) Limited and Cast Packaging Films (Private) Limited amounting to Rs. 12,000 million (2025: Rs. 8,000 million), Rs. 5,000 million (2025: Rs. 5,000 million) and Rs. 2,000 million (2025: Rs. 2,000 million) respectively, against its long-term and short-term facilities.

14. REVENUE FROM CONTRACTS WITH CUSTOMERS

	(Un-audited) September 30, 2025	(Un-audited) September 30, 2024
	---------- (Rupees in '000) ----------	
Sale of goods - net		
Local	**2,912,942**	2,383,607
Sales tax	**(450,125)**	(372,712)
Sales returns	**(5,873)**	(8,809)
	2,456,944	2,002,085
Export	**491,137**	1,424,547
	2,948,081	3,426,632

15. CASH GENERATED FROM / (USED IN) FROM OPERATIONS

	(Un-audited) September 30, 2025	(Restated) (Un-audited) September 30, 2024
	---------- (Rupees in '000) ----------	
Profit before levies and income tax	**335,120**	56,020
Adjustments for non-cash charges and other items		
Depreciation of property, plant and equipment	**52,301**	42,229
Amortisation of intangible assets	**2,298**	1,759
Depreciation of right-of-use assets	**1,720**	2,193
(Gain) / Loss on disposal of property, plant and equipment	**631**	-
Unrealised exchange gain	**1,178**	36
Return on PLS savings accounts	**(2,613)**	(3,305)
Gain on modification of lease	**-**	-
Markup income on loan to subsidiary - PETPAK	**(64,352)**	(121,183)
Provision for staff retirement benefits	**22,388**	19,235
Amortisation of deferred income	**(225)**	(47)

Allowance for expected credit losses		-	-
Finance cost		239,859	380,708
		588,305	377,645
Changes in working capital	15.1	608,315	(354,473)
		1,196,620	23,172

15.1 CHANGES IN WORKING CAPITAL

	(Un-audited) September 30, 2025	(Un-audited) September 30, 2024
	---------- (Rupees in '000) ----------	
(Increase) / decrease in current assets:		
Stores, spares and consumables	51,721	(127,784)
Stock-in-trade	(827,048)	(142,757)
Trade receivables	1,590,386	601,078
Loans and advances	(95,184)	718
Trade deposits and short-term prepayments	(26,589)	(31,372)
Other receivables	14,070	41,188
Sales tax refundable	(145,975)	(158,197)
	561,381	182,873
Increase / (decrease) in current liabilities:		
Trade and other payables	(68,066)	(494,413)
Contract liabilities	115,000	(42,933)
	608,315	(354,473)

16. CASH AND CASH EQUIVALENTS

	Note	(Un-audited) September 2025	(Audited) June 2025
		---------- (Rupees in '000) ----------	
Cash and bank balances		210,886	321,812
Short-term borrowings under Running Musharakah	11	(1,703,402)	(1,657,342)
		(1,492,516)	(1,335,530)

17. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of the subsidiary companies, associated undertakings, directors of the Company and key management personnel. The Company continues to follow a policy whereby transactions with related parties are entered into at commercial terms and at rate agreed under a contract / arrangement / agreement. Remuneration of key management personnel are in accordance with their terms of engagements.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company. The Company considers its Chief Executive Officer, Chief Financial Officer, Company Secretary, non-executive directors and departmental heads to be its key management personnel. There are no transactions with key management personnel other than their terms of employment / entitlement.

17.1. Transactions with related parties

	September 30, 2025	September 30, 2024
	---------- (Rupees in '000) ----------	
Subsidiary companies		
Sales	480,192	554,382
Receipts against sales	966,390	-
Advance paid against future issue of shares	1,685	166,313
Purchases	-	-
Payment against purchases	171,441	-
Loan stock received	271,990	381,339
Loan stock issued	348,445	608,918
Loan issued	22,156	273,220
Markup income on loan issue	64,352	121,183

Associated companies

Sales	**469,644**	164,240
Receipts against sales	**719,189**	408,302
Purchase	**-**	602
Payment against purchases	**-**	-

Key management personnel

Remuneration	**30,983**	38,905
Bonus share issued	**-**	-
Right issue	**-**	-

Non-executive directors

Directors' fee	**4,320**	5,820

18. PLANT CAPACITY AND ACTUAL PRODUCTION

	(Un-audited) September 2025	(Un-audited) September 30, 2024
	---------- (Tons) ----------	
Operational capacity	**10,340**	10,340
Actual production	**5,646**	7,145

19. GENERAL

19.1 The Board of Directors of the Company in its meeting held on September 18, 2025 has proposed a final cash dividend of Re. 0.6 per share (2024: Nil) amounting to Rs. 420 million (2024: Nil) along with bonus issue of 5 percent (2024: Nil) for approval of the members at the annual general meeting to be held on October 23, 2025. These unconsolidated financial statements for the year ended September 30, 2025 do not include the effect of the proposed final cash dividend and bonus issue which will be accounted in the next quarter.

20. DATE OF AUTHORISATION FOR ISSUE

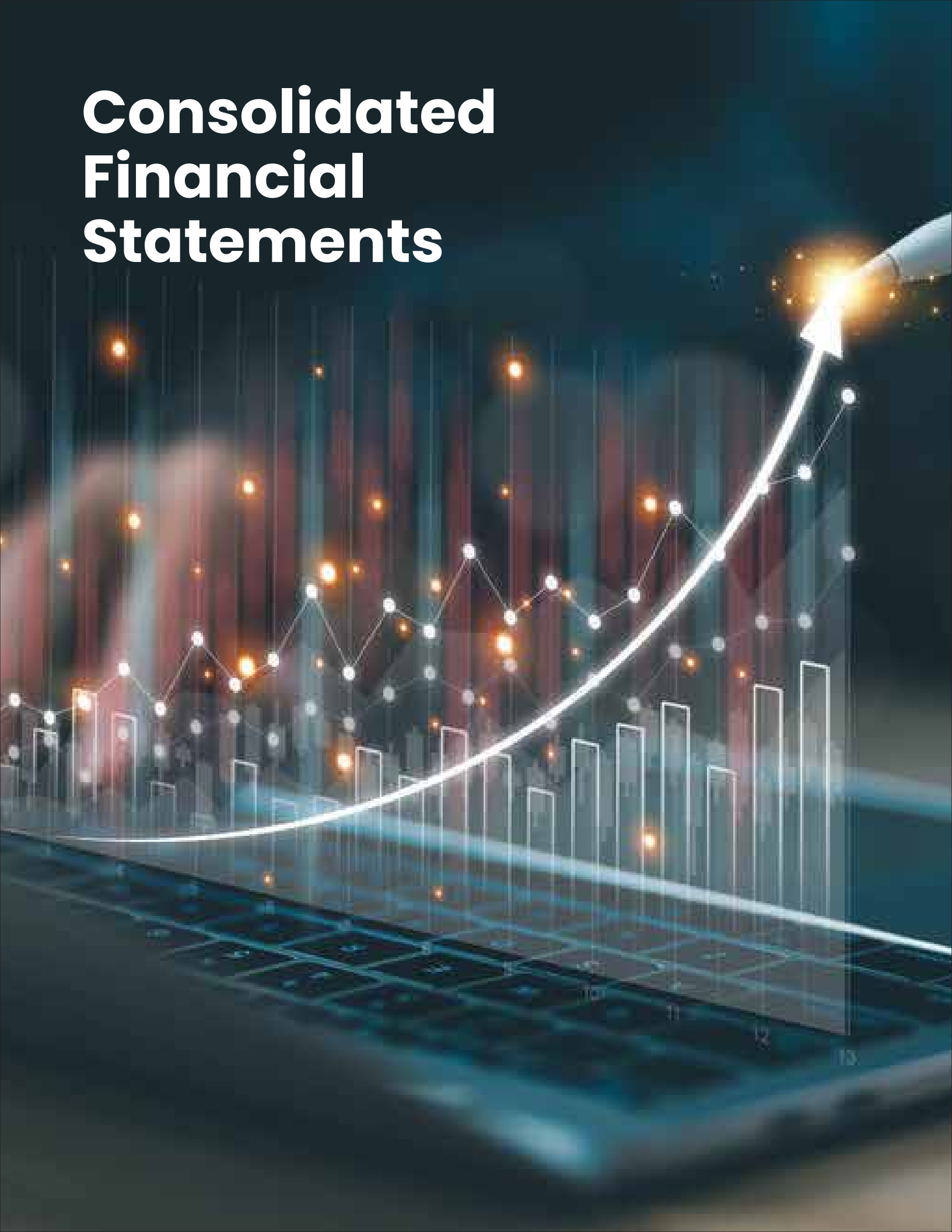
These unconsolidated financial statements were approved and authorised for issue by the Board of Directors on October 24, 2025.

Naveed Godil
Chief Executive Officer

Saad Amanullah Khan
Director & Chairman
Board Audit Committee

Syed Haris Salim
Chief Financial Officer

Consolidated Financial Statements



CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2025 (UN-AUDITED)

	Note	(Un-audited) September 2025	(Audited) June 2025
		----------(Rupees in '000)----------	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	**26,928,771**	27,072,597
Right-of-use assets	6	**3,646**	5,366
Intangible assets		**53,694**	55,134
Long-term loans		**21,631**	32,594
Long-term deposits		**125,953**	125,953
		27,133,695	27,291,644
CURRENT ASSETS			
Stores, spares and consumables	7	**534,036**	541,578
Stock-in-trade	8	**5,551,690**	5,137,931
Trade receivables		**9,161,404**	7,761,859
Loans and advances		**1,194,217**	841,890
Trade deposits and short-term prepayments		**65,035**	82,032
Other receivables		**271,489**	288,752
Taxation - net		**281,424**	213,477
Sales rax refundable		**757,335**	694,242
Cash and bank balances	16	**774,421**	770,968
		18,591,051	16,332,729
TOTAL ASSETS		**45,724,746**	43,624,373
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share capital			
Issued, subscribed and paid-up capital		**7,002,000**	7,002,000
Capital reserves			
Share premium		**2,470,722**	2,470,722
Reserve for investment in subsidiaries		**3,259,000**	3,259,000
Revaluation surplus on property, plant and equipment			
Revenue reserves			
Unappropriated profit		**1,965,967**	1,170,660
Exchange translation reserves		**358**	621
TOTAL SHAREHOLDERS' EQUITY		**14,698,047**	13,903,003
Non-controlling interest		**2,619,074**	2,568,515
		17,317,121	16,471,518
NON-CURRENT LIABILITIES			
Long-term financing - secured	9	**4,516,025**	4,127,171
Deferred income - government grant		**609,208**	643,605
Deferred taxation - net		**3,008,887**	2,933,625
Staff retirement benefits		**295,339**	265,895
		8,429,459	7,970,296
CURRENT LIABILITIES			
Trade and other payables	10	**7,911,983**	8,009,135
Contract liabilities		**592,719**	374,186
Short-term borrowings - secured	11	**10,393,142**	9,384,868
Current portion of long-term financing - secured	9	**945,187**	1,276,893
Current portion of deferred income - government grant		**126,631**	126,631
Current portion of lease liabilities		**8,504**	10,846
		19,978,166	19,182,559
TOTAL LIABILITIES		**28,407,625**	27,152,855
CONTINGENCIES AND COMMITMENTS	12		
TOTAL EQUITY AND LIABILITIES		**45,724,746**	43,624,373

The annexed notes from 1 to 20 form an integral part of these unconsolidated financial statements.

Naveed Godil Chief Executive Officer	Saad Amanullah Khan Director & Chairman Board Audit Committee	Syed Haris Salim Chief Financial Officer

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

	Note	(Un-audited) September 30, 2025	(Restated) (Un-audited) September 30, 2024
		----------(Rupees in '000)----------	
Revenue from contracts with customers	13	**10,190,749**	7,636,046
Cost of sales		**(8,426,935)**	(6,616,989)
Gross profit		**1,763,814**	1,019,057
Selling and distribution expenses		**(168,054)**	(135,068)
Administrative expenses		**(163,648)**	(155,476)
Allowance for expected credit losses		**(11,511)**	-
Other operating expenses		**(77,061)**	(42,488)
		(420,274)	(333,032)
Other income		**86,375**	95,308
Operating profit		**1,429,915**	781,333
Finance costs		**(504,257)**	(586,433)
Profit before levies and income tax		**925,658**	194,900
Levies		**-**	(25,223)
Profit before income tax		**925,658**	169,677
Income tax expense	14	**(221,392)**	(79,123)
- Current		**(146,126)**	(17,610))
- Deferred		**(75,266)**	(61,513)
Net profit after tax for the period		**704,266**	90,554
Profit / (loss) attributable to:			
- Owners of Holding Company		**795,307**	246,432
- Non-controlling interest (NCI)		**(91,041)**	(155,878)
		704,266	90,554
		-------- (Rupees) --------	
			(Restated)
Earnings per share - basic and diluted		**1.14**	0.35
Other Comprehensive Income			
Items that will be subsequently reclassified to consolidated statement of profit or loss			
Foreign Operations - foreign currency translation difference		**(263)**	-
Total Comprehensive Income for the period		**704,003**	90,554
Total Comprehensive Income attributable to:			
- Owners of Holding Company		**795,044**	246,432
- Non-controlling interest (NCI)		**(91,041)**	(155,878)
		704,003	90,554

The annexed notes from 1 to 20 form an integral part of these consolidated financial statements.

Naveed Godil
Chief Executive Officer

Saad Amanullah Khan
Director & Chairman
Board Audit Committee

Syed Haris Salim
Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

	Issued, subscribed and paid-up capital	Capital reserves		Revenue reserves		Non-controlling interest	Total
		Share Premium	Reserve for investment in subsidiaries	Unappropriated profits / accumulated loss	Exchange translation reserves		
	(Rupees '000)						
Balance as at July 01, 2024	**7,002,000**	**2,470,722**	**3,259,000**	**(32,922)**	**245**	**2,843,447**	**15,542,492**
Profit for the period after tax	-	-	-	246,432	-	(155,878)	90,554
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	246,432	-	(155,878)	90,554
Advance against future issuance of shares - PETPAK Films (Private) Limited	-	-	-	-	-	-	-
Balance as at September 30, 2024	**7,002,000**	**2,470,722**	**3,259,000**	**213,510**	**245**	**2,687,569**	**15,633,046**
Balance as at July 01, 2025	7,002,000	2,470,722	3,259,000	1,170,660	621	2,568,515	16,471,518
Profit for the period after tax	-	-	-	795,307	-	(91,041)	704,266
Other comprehensive income for the period	-	-	-	-	(263)	-	(263)
Total comprehensive income for the period	-	-	-	795,307	(263)	(91,041)	704,003
Advance against future issuance of shares - Petpak Films (Private) Limited	-	-	-	-	-	141,600	141,600
Balance as at September 30, 2025	**7,002,000**	**2,470,722**	**3,259,000**	**1,965,967**	**358**	**2,619,074**	**17,317,121**

The annexed notes from 1 to 20 form an integral part of these consolidated condensed interim financial statements.

Naveed Godil
Chief Executive Officer

Saad Amanullah Khan
Director & Chairman
Board Audit Committee

Syed Haris Salim
Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS

FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

	Note	(Un-audited) September 30, 2025	(Restated) (Un-audited) September 30, 2024
		--------- Rupees in '000 ----------	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash (used in) / generated from operations	15	**(330,591)**	(850,888)
Finance costs paid		**(529,476)**	(444,581)
Staff retirement benefits paid		**(1,905)**	(813)
Income tax and levies paid		**(214,073)**	(277,469)
Decrease in long term loans		**10,963**	-
		(734,491)	(722,863)
Net cash (used in) / generated from operating activities		**(1,065,082)**	(1,573,751)
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for acquisition of property, plant and equipment		**(167,847)**	(225,447)
Payment for acquisition of intangible assets		**(900)**	(3,455)
Return on PLS savings accounts		**7,646**	8,977
Net cash (used in) investing activities		**(161,101)**	(219,925)
CASH FLOWS FROM FINANCING ACTIVITIES			
Lease rentals paid		**(2,757)**	(2,637)
Receipt against issue of shares to non-controlling interest		**141,600**	-
Receipt of short term borrowings - net		**987,948**	2,197,145
Proceeds/(Repayment) of long-term financing		**57,148**	(216,565)
Net cash generated from financing activities		**1,183,939**	1,977,943
Net increase / (decrease) in cash and cash equivalents		**(42,244)**	184,267
Cash and cash equivalents at the beginning of the period		**(1,486,374)**	245,918
Effects of exchange rate changes in cash and cash equivalent		**(263)**	-
Cash and cash equivalents at the end of the period	16	**(1,528,881)**	430,185

The annexed notes from 1 to 20 form an integral part of these consolidated condensed interim financial statements.

Naveed Godil
Chief Executive Officer

Saad Amanullah Khan
Director & Chairman
Board Audit Committee

Syed Haris Salim
Chief Financial Officer

NOTES TO AND FORMING PART OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE QUARTER ENDED SEPTEMBER 30, 2025 (UN-AUDITED)

1. THE GROUP AND ITS OPERATIONS

The Group consists of International Packaging Films Limited (the Holding Company), its wholly owned subsidiaries namely Cast Packaging Films (Private) Limited and Global Packaging Films (Private) Limited, its 52% owned subsidiary namely PETPAK Films (Private) Limited, (its 52% indirectly owned subsidiary PETPAK Plus (Private) Limited) and its wholly owned foreign subsidiary namely IPAK Connect Packaging Materials Trading - FZCO [together referred to as "the Group" and individually as "Group entities"].

1.1 The Holding Company was incorporated in Pakistan as a private limited company under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) on October 2, 2015. On June 11, 2021, the Holding Company's status was converted into a public limited company, and it was subsequently listed on the Pakistan Stock Exchange Limited on June 3, 2024.

1.2 The Holding Company is principally engaged in the manufacturing and sale of flexible packaging materials mainly comprising of BOPP (Biaxially-oriented Polypropylene) films and allied products. It commenced its commercial operations effective in September 2017.

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

- The registered office of the Company is situated at 40-L-1, P.E.C.H.S., Block 6, near Jason Trade Centre, Karachi, Sindh.
- The manufacturing plant of the Holding Company is situated at IPAK Plant, Manga Chowk, Raiwind, Bypass road, Raiwind district, Lahore, Punjab

1.3 Cast Packaging Films (Private) Limited (CPAK) was incorporated in Pakistan as a private limited company under the Companies Act, 2017 on April 01, 2020. It is principally engaged in the manufacturing and sale of flexible packaging materials mainly comprising of CPP (Cast Polypropylene) film and its allied products. It commenced its commercial operations effective in April 2021.

- The registered office of the Company is situated at 40-L-1, P.E.C.H.S., Block 6, near Jason Trade Centre, Karachi, Sindh.
- The manufacturing plant of the Subsidiary Company is situated at Kharsa No. 557 and 563, Qita No.7 and 13, 3.5 KM, Manga , Bypass road, Raiwind district, Lahore, Punjab.

1.4 Global Packaging Films (Private) Limited (GPAK) was incorporated in Pakistan as a private limited company under the Companies Act, 2017 on January 15, 2021, It is principally engaged in the manufacturing and sale of flexible packaging materials mainly comprising of BOPP (Biaxially-oriented Polypropylene) films and its allied products. It commenced its commercial operations effective in June 2024.

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

- The registered office of the Subsidiary Company is situated at 40-L-1, P.E.C.H.S., Block 6, near Jason Trade Centre, Karachi, Sindh.
- The manufacturing plant of the Subsidiary Company is situated at Plot No. 5D - 9D, Quaid-e-Azam Business Park, Sheikhupura, Punjab.

1.5 PETPAK Films (Private) Limited (the Company) is incorporated in Pakistan as a private limited company under the Companies Act, 2017 on September 21, 2020. The Company is principally engaged in the manufacturing and sale of flexible packaging materials mainly comprising of BO-PET (biaxially-oriented polyethylene terephthalate) films and allied products of PET Packaging. It commenced its commercial operations effective in February 2024.

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

- The registered office of the Subsidiary Company is situated at 40-L-1, P.E.C.H.S., Block 6, near Jason Trade Centre, Karachi, Sindh.
- The manufacturing plant of the Subsidiary Company is situated at Plot No. 1D - 4D, Quaid-e-Azam Business
  Park, Sheikhupura, Punjab.

1.6 PETPAK Plus (Private) Limited (PPPAK) is a 52% indirectly owned subsidiary through PETPAK Films (Private) Limited and was incorporated in Pakistan as a private limited company under the Companies Act, 2017 on October 05, 2020. The Board of Directors of the subsidiary company have approved to dissolve the Company and filed an application under Companies (Easy Exit) Regulation, 2014 with Securities and Exchange Commission of Pakistan (SECP) to strike off the name of the subsidiary company from the register of the Companies under section 426 of the Companies Act, 2017

- The registered office of the Subsidiary Company is situated at 40-L-1, P.E.C.H.S., Block 6, near Jason Trade Centre, Karachi, Sindh.

1.7 IPAK Connect Packaging Materials Trading - FZCO was incorporated in Dubai Economic Integrated Zones, Dubai, United Arab Emirates on January 10, 2024. It is principally engaged in the trading of flexible packaging materials and its allied products trading under the license no. 40083. Its registered office and sales office is situated at Building A2, Dubai Digital Park, Silicon Oasis, Dubai.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed consolidated interim financial information has been prepared in accordance with the requirements of the International Accounting Standard (IAS) 34, Interim Financial Reporting and provisions of and directives issued under the Companies Act, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017 have been followed.

The condensed consolidated interim financial information should be read in conjunction with the financial statements for the yearended June 30, 2025.

2.2 Basis of measurement

These condensed consolidated financial statements have been prepared under the historical cost convention unless otherwise specifically stated.

2.3 Functional and presentation currency

These condensed consolidated financial statements have been presented in Pakistani rupee, which is the Group's functional and presentation currency.

2.4 Accounting estimates, judgements and financial risk management

The preparation of consolidated condensed interim financial statements in conformity with the accounting and reporting standards, as applicable in Pakistan for interim financial reporting, requires management to make judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The significant judgements 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 consolidated financial statements of the Company as at and for the year ended June 30, 2025.

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

2.5 Basis of consolidation

i) Subsidiaries

Subsidiaries are all entities over which the Group has the power to govern the financial and operating policies generally accompanying a shareholding of more than 50% of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group controls another entity. Further, the Group also considers whether:

- it has power to direct the activities of the subsidiaries;
- is exposed to variable returns from the subsidiaries; and
- decision-making power allows the Group to affect its variable returns from the subsidiaries.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are derecognised from the date the control ceases. These consolidated financial statements include International Packaging Films Limited (the Holding Company) and all companies which it directly or indirectly controls, beneficially owns or holds more than 50% of the voting securities or otherwise has power to elect and appoint more than 50% of its directors (the Subsidiaries).

The financial statements of the Subsidiaries have been consolidated on a line-by-line basis. Inter-company transactions, balances, income and expenses on transactions between group companies are eliminated. Profits and losses (unrealised) are also eliminated. Subsidiaries have same reporting period as that of the Group. The accounting policies of subsidiaries have been changed to conform with accounting policies of the Group, wherever needed.

Where the ownership of a subsidiary is less than 100% and therefore, a non controlling interest (NCI) exists, the NCI is allocated its share of the total comprehensive income of the period, even if that results in a deficit balance.

ii) Transactions and non-controlling interests

The Group treats transactions with non-controlling interests that do not result in loss of control as transactions with equity owners of the Group. The difference between fair value of any consideration paid and the relevant share acquired of the carrying value of net assets of a subsidiary is recorded in equity. Gains or losses on disposals to non-controlling interests are also recorded in equity.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies and methods of computation adopted in the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of audited annual consolidated financial statements of the Company as at and for the year ended June 30, 2025.

4. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of consolidated financial statements in conformity with approved accounting standards requires the use of certaincritical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

5. PROPERTY, PLANT AND EQUIPMENT

	Note	Operating assets	Capital work-in-progress (including capital stores and spares)	Total
		(Rupees in '000)		
Cost / revalued amount				
Balance at beginning of the period		27,803,758	1,044,225	**28,847,983**
Additions	5.1	86,826	81,021	**167,847**
Transfers	5.1	-	-	**-**
Disposals	5.1	-	-	
		27,890,584	**1,125,246**	**29,015,830**

Accumulated depreciation			
Balance at beginning of the period	1,775,386	-	**1,775,386**
Charge for the period	310,996	-	**310,996**
Disposals	677	-	**677**
	2,087,059	**-**	**2,087,059**
Written down value as at September 30, 2025 (Un-audited)	**25,803,525**	**1,125,246**	**26,928,771**
Written down value as at June 30, 2025 (Audited)	26,028,372	1,044,225	27,072,597

5.1 Additions / transfer to and disposals from operating assets during the period are as follows:

	Additions/Transfers (at cost)		Additions/Disposals (at net book value)	
	September 30, 2025	September 30, 2024	**September 30, 2025**	September 30, 2024
	(Rupees in '000)			
Land	**-**	-		
Buildings on free hold land	**-**	1,359	**-**	-
Plant and machinery	**69,709**	19,364	**-**	-
Electrical Installations	**2,670**	-	**-**	-
Office and other equipments	**12,781**	2,609	**677**	11
Furniture and fittings	**-**	-	**-**	-
Motor vehicles	**110**	300	**-**	-
IT equipment	**1,556**	7,797	**-**	-
	86,826	31,429	**677**	11

6. RIGHT-OF-USE ASSETS

	Note	(Un-audited) September 30, 2025	(Audited) June 30, 2025
		(Rupees in '000)	
Balance as at July 01		**5,366**	12,247
Depreciation charge for the year		**(1,720)**	(6,881)
Balance as at Sep 30		**3,646**	5,366

7. STORES, SPARES AND CONSUMABLES

	(Un-audited) September 30, 2025	(Audited) June 30, 2025
	(Rupees in '000)	
Lubricants	**16,491**	18,675
Fuel	**6,048**	7,793
Spare parts and consumables	**511,497**	515,110
	534,036	541,578

8. STOCK-IN-TRADE

		(Un-audited) September 30, 2025	(Audited) June 30, 2025
		(Rupees in '000)	
Raw material	- In hand	**2,264,270**	1,395,060
	- In transit	**1,423,373**	1,826,508
		3,687,643	3,221,568
Work-in-process		**805,217**	670,231
Finished goods	- In hand	**702,930**	522,494
	- In transit	**253,995**	629,610
		956,925	1,152,104
Packaging materials		**105,541**	97,664
		5,555,326	**5,141,567**
Less: provision for net realisable value		**(3,636)**	(3,636)
		5,551,690	**5,137,931**

9. LONG-TERM FINANCING - Secured Islamic

	Note	(Un-audited) September 30, 2025	(Audited) June 30, 2025
		--------- (Rupees in '000) ---------	
SBP's Temporary Economic Refinance Facility	9.1	**990,914**	1,037,162
SBP's Financing Scheme for Renewable Energy	9.2	**444,723**	451,744
Sale and leaseback under Diminishing Musharakah	9.3	**4,024,020**	3,813,373
Accrued Markup		**4,038**	101,785
		5,463,695	5,404,064
Less: current portion of long-term financing			
SBP's Temporary Economic Refinance Facility	9.1	**(287,500)**	(287,500)
SBP's Financing Scheme for Renewable Energy	9.2	**(65,264)**	(66,616)
Sale and leaseback under Diminishing Musharakah	9.3	**(591,071)**	(820,992)
Accrued Markup		**(3,835)**	(101,785)
		4,516,025	4,127,171

9.1 This represent long-term financing obtained under the Islamic Temporary Economic Refinance Facility (ITERF) by the following group of companies:

Subsidiary Company - Global Packaging Films (Private) Limited

This represents Islamic Temporary Economic Refinance Facility (ITERF) obtained from commercial banks which was introduced by the State Bank of Pakistan (SBP) with reference to IH&SMEFD Circular No. 02 of 2020 in order to support sustainable economic growth by providing concessioriary refinance for setting up of new industrial units. The total facility of the loan amounted to Rs. 1,500 million (2025: Rs. 1,500 million) out of which Rs. 1,500 million (2025: Rs. 1,500 million) is utilised which carries profit at the rate of 5% per annum.

- Equity participation equivalent to 10% of cost of Diminishing Musharakah asset;
- Registered hypothecation charge over asset purchased under Diminishing Musharakah up to the amount of Rs. 1,873 million;
- Equitable and token registered mortgage over property bearing Plot No. 5D - 9D, Quaid -e- Azam Business Park, Special Economic Zone, Sheikhupura;
- Personal guarantees of Mr. Naveed Godil and Mr. Mushtaq Ali Tejani for the amount covering aggregate exposure; and
- Cross corporate guarantee of International Packaging Films Limited (the Holding Company).

9.2 This represents a long-term financing obtained under the Islamic Financing for Renewable Energy (IFRE) by the following group of companies:

Holding Company

This represents a long-term financing obtained under the Islamic Financing for Renewable Energy (IFRE) for installation of renewable energy power project by the State Bank of Pakistan. The total facility of the loan amounted to Rs. 33 million (2025: Rs. 33 million) out of which Rs. 22.80 million (2025: Rs. 22.80 million) is utilised which carries profit at the rate of 4% per annum. This facility is secured by way of:

- Equity participation equivalent to 10% of cost of Diminishing Musharakah asset;
- Registered exclusive hypothecation charge over asset purchased under Diminishing Musharakah up to the amount of Rs. 33 million;
- Exclusive equitable mortgage valuing Rs. 678 million over Land & Building (52 Kanals - 14 Marlas & 7 Kanals - 11 Marlas) situated at Had Bast Village Bhechuki Mahja, Tehsil Raiwind, District Lahore; and
- Personal guarantees of Mr. Naveed Godil and sponsored directors for the amount covering aggregate exposure.

This represent long-term financing obtained under the Islamic Temporary Economic Refinance Facility (ITERF) by the following group of companies:

Subsidiary Company - Cast Packaging Films (Private) Limited

This represents a long-term financing obtained under the Islamic Financing for Renewable Energy (IFRE) for installation of renewable energy power project by the State Bank of Pakistan. The total facility of the loan amounted to Rs. 66 million (2025: Rs. 66 million) out of which Rs. 45.60 million (2025: Rs. 45.60 million) were utilised which carries profit at the rate of 4% per annum. The loan is repayable in 39 equal quarterly instalments which commenced from August 2022. The financing is secured by way of:

- 10% Equity participation of the Company;
- Registered exclusive hypothecation charge over DM asset (purchased under DM SBP IFRE Scheme);
- Title and ownership of asset in the name of BAHL and Customer proportionate to their investment ratio;
- Equitable Mortgage along with TRM (Land & Building), over property located at Had Bast Village, Bhechuki Mahja, Tehsil Raiwind, District Lahore;
- Cross Corporate Guarantee of M/s International Packaging Films Limited amounting to Rs. 2,000 million
- Personal Guarantee of all directors of the Company i.e. Mr. Naveed Godil & Mr. Mushtaq Ali Tejani, each amounting to Rs. 2,000 million covering aggregate exposure; and

Subsidiary Company - Global Packaging Films (Private) Limited

This represents Islamic Financing Facility for Renewable Energy obtained from commercial bank which was introduced by the State Bank of Pakistan (SBP) with reference to IH&SMEFD Circular No. 10 dated July 26, 2019 and IH&SMEFD Circular No. 12 dated August 21, 2019 in order to promote the use of renewable energy. The total facility of the loan amounted to Rs. 400 million (2025: Rs. 400 million) out of which Rs. 326.5 million (2025: Rs. 326.5 million) is utilised which carries profit at the rate of 5% per animatism facility is secured by way of:

- Equity participation equivalent to 10% of cost of Diminishing Musharakah asset;
- Registered hypothecation charge over asset purchased under Diminishing Musharakah up to the amount of Rs. 372.52 million;
- Personal guarantees of Mr. Naveed Godil and Mr. Mushtaq Ali Tejani for the amount covering aggregate exposure; and
- Cross corporate guarantee of International Packaging Films Limited (the Holding Company).

Subsidiary Company - PETPAK Films (Private) Limited

This is with reference to IH&SMEFD Circular No. 10 dated July 26, 2019 and IH&SMEFD Circular No. 12 dated August 21, 2019 wherein SBP has introduced the Islamic Financing Facility for Renewable Energy to promote the use of renewable energy. Under this facility, the total amount of the facility from Commercial Bank) is Rs. 400 million, out of which the Company has utilized 324.50 million as at June 30, 2024 for installation of solar power system. The facility carry interest rate of 5% for 12 years

- Equity participation by the customer equivalent to 10% of the cost of Diminishing Musharakah (DM)
- Registered exclusive hypothecation charge over DM ASSETS and (Purchase udder DM I /DM II SBP IFRE Scheme);
- Equitable mortgage along with TRM over property bearing Plot No. 1D, 2D, 3D, & 4D Quaid e Azam business Park, Special Economic Zone Sheikhupura;
- Personal guarantees of all the directors each carrying aggregate exposure; and
- Cross corporate guarantee of M/s International Packaging Films Limited (the Holding Company)

9.3 This represents a long-term financing obtained under a Diminishing Musharakah arrangement by the following group of companies:

Holding Company

This includes a Diminishing Musharaka arrangement with Bank AL Habib (BAHL) upto the amount of Rs. 4,000 million (2025: Rs. 4,000 million) at a mark-up of 6 month KIBOR + 1% per annum to be determined on a semi-annual basis. The facility was obtained to sale and leaseback the BOPP Film Production Line installed at IPAK Plant, Hadbast Mauza Bachoki Mahja, Tehsil Raiwind, District Lahore. The title and ownership of the asset is in the joint ownership of Bank and the Company in proportion to their investment ratios. The facility is secured by way of:

- Equity participation equivalent to 10% of cost of Musharakah asset
- Registered hypothecation charge over asset purchased under Diminishing Musharakah under sale and leaseback up to the amount of Rs. 2.67 billion (inclusive of 25% margin);
- Exclusive equitable mortgage valuing Rs. 678 million over Land & Building (52 Kanals - 14 Marlas & 7 Kanals - 11 Marlas) situated at Had Bast Village Bhechuki Mahja, Tehsil Raiwind, District Lahore; and
- Personal guarantees of Mr. Naveed Godil and sponsored directors for the amount covering aggregate exposure.

10. TRADE AND OTHER PAYABLES

	Note	(Un-audited) September 30, 2025	(Audited) June 30, 2025
		--------- (Rupees in '000) ---------	
Trade creditors		**6,284,741**	6,771,789
Accrued liabilities		**485,836**	261,976
Taxes deducted at source and payable to statutory authorities		**70,390**	73,982
Provision for Infrastructure Cess	10.1	**848,926**	733,424
Workers' Profit Participation Fund		**131,325**	103,184
Workers' Welfare Fund		**64,446**	40,698
Others		**26,319**	24,082
		7,911,983	8,009,135

10.1 The Holding company and its subsidiaries CPAK, GPAK and PETPAK challenged the constitutionality of the Sindh Infrastructure Cess, imposed on the import value of goods under the Sindh Infrastructure Development Cess Act, 2017, before the Sindh High Court (SHC).On June 4, 2021, the SHC ruled in favor of the Excise and Taxation Department of Sindh, upholding the validity of the cess and affirming that it falls within the provincial legislature's authority under the Sindh Finance Act, 2017.

The Group entities then challenged the SHC's decision by filing Civil Petition for Leave to Appeal (CPLA) No. 5605/2021, 5606/2021, 3584/2022 and 3585/2022 before the Supreme Court of Pakistan (SCP). The SCP has suspended the SHC's order and directed all petitioners to furnish a 100% bank guarantee for all future consignments. The SCP, through Interim Order No. C.P.L.A. 5605/2021, 5606/2021, 3584/2022 and 3585/2022 dated November 10, 2021 and June 01, 2023 respectively, has granted a stay order, directing the group entities to provide a bank guarantee equivalent to the amount of cess payable under the Act. The matter remains sub judice before the SCP, and the final outcome will be determined upon the disposal of the petition.

As at September 30, 2025, the total amount of bank guarantees related to the infrastructure cess is Rs. 899.8 million (2025: Rs. 742.08 million), and this amount has been fully provided for by management.

11. SHORT-TERM BORROWINGS - Secured Islamic

	Note	(Un-audited) September 30, 2025	(Audited) June 30, 2025
		--------- (Rupees in '000) ---------	
Short-term borrowings under Musawammah Facility	11.1, 11.2, 11.3	**3,314,705**	3,063,634
Short-term borrowings under Tijarah Facility	11.4, 11.5	**2,383,592**	1,651,150
Short-term borrowings under Istisna Finance	11.6, 11.7, 11.8, 11.9	**2,175,552**	2,071,882
Short-term borrowings under Running Musharakah	11.1, 11.11, 11.12	**2,303,302**	2,257,342
Foreign bill discounting	11.13	**19,229**	118,464
Accrued Markup		**196,762**	222,396
		10,393,142	9,384,868

11.1 This represents Musawammah facility obtained by the Holding Company from commercial banks, having limit of Rs. 4,800 million (2025: Rs. 4,800 million) out of which Rs. 3,092.14 million (2025: Rs. 1,946.5 million) remains unutilised for Musawammah facility at the reporting date. The rates of mark-up on these facilities range from 3 months KIBOR + 0.5% to 6 months KIBOR + 0.75% per annum (2025: 3 months KIBOR + 0.75% to 6 months KIBOR + 0.75%) per annum.

11.1.1 This facility is secured by way of:

- Registered Joint Pari Passu hypothecation charge over current assets i.e. stock and receivables of the Company for Rs. 7,734 million, inclusive of 25% margin;
- Registered Joint Pari Passu hypothecation charge over fixed assets (excluding land and buildings) of the Company for Rs. 1,375 million;
- Exclusive equitable mortgage valuing Rs. 678 million over Land & Building (52 Kanals - 14 Marlas & 7 Kanals - 11 Marlas) situated at Had Bast Village Bhechuki Mahja, Tehsil Raiwind, District Lahore;
- Personal guarantees of directors for the amount covering aggregate exposure; and
- Lien over accepted Bills.

11.2 This represents Musawama facility obtained by Subisdiary Company - Global Packaging Films (Private) Limited from commercial banks, having limit of Rs. 2,000 million (2025: 2,000 million) out of which Rs. 659.48 million (2025: 1,850 million) remains unutilized for Musawamah facility at the reporting date. The rate of mark-up on this facility is 1 month KIBOR + 0.75% per annum (2025: 1 month KIBOR + 0.75% per annum)

11.2.1 This facility is secured by way of:

- Registered Pari Passu hypothecation charge over current assets i.e. stock and receivables of the Company for Rs. 2,667 million covering aggregate exposure, inclusive of 25% margin;
- Personal guarantees of all directors for the amount covering aggregate exposure;
- Cross corporate guarantee of International Packaging Films Limited (the Holding Company); and
- Equitable and token registered mortgage over property bearing Plot No. 5D - 9D, Quaid -e-Azam Business Park, Special Economic Zone, Sheikhupura.

11.3 This represents Musawama facility obtained by Subsidiary Company - Petpak Films (Private) Limited from commercial banks, having limit of Rs. 350 million (2025: 350 million) out of which Rs. 83.7 million (2025: 289.9) remains unutilized for Musawamah facility at the reporting date. The rate of mark-up on this facility is 6 months KIBOR + 0.75% per annum (2025: 6 months KIBOR + 0.75% per annum).

11.3.1 This facility is secured by way of:

- Registered Joint Pari Passu hypothecation charge over current assets i.e. stock and receivables of the Company for Rs. 500 million covering aggregate exposure;
- Registered Joint Pari Passu hypothecation charge over fixed assets (excluding land and Building) of the Company for Rs. 167 million for 25% margin covering aggregate exposure; and
- Personal guarantees of directors of the company for the amount covering aggregate exposure

11.4 This represents Tijarah facility obtained by Holding Company from commercial banks, having limit of Rs. 1,800 million (2025: Rs. 1,800 million) out of which Rs. 39.92 million (2025: 398.85) remains unutilised for Tijarah Finance at the reporting date. The rates of mark-up on these facilities range from 3 months KIBOR + 0.5% to 6 months KIBOR + 1% per annum (2025: 3 months KIBOR + 0.5% to 6 months KIBOR + 1%) per annum

This facility is secured by way of:

- Registered Joint Pari Passu hypothecation charge over current assets i.e. stock and receivables of the Company for Rs. 2,401 million, inclusive of 25% margin, covering agregate exposure;
- Registered Joint Pari Passu hypothecation charge over fixed assets (excluding land and buildings) of the Company for Rs. 450 million;
- Personal guarantees of directors of the company for the amount covering aggregate exposure.

11.5 This represents Tijarah facility by Subsidiary Company - Global Packaging Films (Private) Limited obtained from commercial banks, having limit of Rs. 1000 million (2025: 1,000 million) out of which Rs.376.50 million (2025: 750 million) remains unutilized for Tijarah facility at the reporting date. The rate of mark-up on this facility is 6 month KIBOR + 0.75% per annum (2025: 6 month KIBOR + 0.75% per annum).

This facility is secured by way of:

- Registered Hypothecation Pari Passu hypothecation charge over current assets i.e. stock and receivables of theCompany for Rs. 1,334 million, inclusive of 25% margin covering aggregate exposure;
- Lien over accepted clean bills;
- Personal guarantees of directors of the company for the amount covering aggregate exposure.
- Cross corporate guarantee of International Packaging Films Limited (the Holding Company)

11.6 This represents Istisna facility obtained by Holding Company from commercial banks, having limit of Rs. 200 million (2025: Nil) out of which Rs. Nil million (2025: Nil) remains unutilised for Istisna Finance at the reporting date. The rates of mark-up on these facilities range from 3 months KIBOR + 0.6% to 6 months KIBOR + 0.6% per annum (2025: Nil) per annum.

This facility is secured by way of:

- Registered Hypothecation Pari Passu hypothecation charge over current assets i.e. stock and receivables of the Company for Rs. 1,834 million covering aggregate exposure, inclusive of 25% margin;
- Registered Hypothecation charge over Fixed assets (excluding land and building) of the Company for Rs. 292 million covering aggregate exposure;
- Personal guarantees of directors of the company for the amount covering aggregate exposure;
- Cross corporate guarantee of International Packaging Films Limited (the Holding Company); and
- Equitable and token registered mortgage over property bearing Plot No. 5D - 9D, Quaid -e-Azam
- Business Park, Special Economic Zone, Sheikhupura.

11.7 This represents Istisna Finance obtained by Subsidiary Company - Cast Packaging Films (Private) Limited from a commercial bank, having a limit of Rs. 1,375 million (2025: Rs.1,375 million) out of which Rs. 811.3 million (2025: Rs. 878.5 million) remains unutilised for Istisna Finance at the reporting date. These facilities carry mark-up of 3 month's KIBOR + 0.75% per annum (2025: 3 month’s KIBOR + 0.75%) and is repayable within 120 days from the disbursement date.

This facility is secured by way of:

- Registered Hypothecation Pari Passu hypothecation charge over current assets i.e. stock and receivables of the Company for Rs. 1,834 million covering aggregate exposure, inclusive of 25% margin;
- Registered Hypothecation charge over Fixed assets (excluding land and building) of the Company for Rs. 292 million covering aggregate exposure;
- Personal guarantees of directors of the company for the amount covering aggregate exposure;
- Cross corporate guarantee of International Packaging Films Limited (the Holding Company); and
- Equitable and token registered mortgage over property bearing Plot No. 5D - 9D, Quaid -e-Azam Business Park, Special Economic Zone, Sheikhupura.

11.8 This represents Istisna Finance obtained by Subsidiary Company - Cast Packaging Films (Private) Limited from a commercial bank, having a limit of Rs. 1,375 million (2025: Rs.1,375 million) out of which Rs. 811.3 million (2025: Rs. 878.5 million) remains unutilised for Istisna Finance at the reporting date. These facilities carry mark-up of 3 month's KIBOR + 0.75% per annum (2025: 3 month’s KIBOR + 0.75%) and is repayable within 120 days from the disbursement date.

This facility is secured by way of:

- Registered 1st Hypothecation Charge over Movables & Receivables of the Company amounting to Rs.1,907 million inclusive of 25% margin;
- Cross Corporate Guarantee of M/s. International Packaging Films Limited amounting to Rs. 2,000
- Personal Guarantee of all directors of the Company i,e Mr. Naveed Godil & Mr. Mushtaq Ali Tejani each amounting Rs. 2,000 million covering aggregate exposure;
- Equitable Mortgage along with TRM (Land & Building) over property located at Had Bast Village, Bhechuki Mahja, Tehsil Raiwind, District Lahore;
- 4 kanal which is 80 / 1521 portion out of Salam Khata measuring 76 Kanal 1 Marla, 13 Qitat, bearing Khewat No.02, Khatoni No. 09 to 11; and
- 1 kanal which is 20 / 582 portion out of Salam Khata measuring 29 Kanal 2 Marla, 7 Qitat, bearing Khewat No.678, Khatoni No. 1205 to 1206.

11.9 This represents Istisna Finance obtained by Subsidiary Company - Petpak Films (Private) Limited from a commercial bank, having a limit of Rs. 600 million (2025: 600 million) out of which Rs. 79.60 million (2025: 79.58) remains unutilized. These facilities carry mark-up of KIBOR + 0.75% per annum (2025: 600 million) and is repayable within 120 days from the disbursement date.

This facility is secured by way of

- First Pari Passu Hypothecation charge over Current Assets of M/s. Petpak Films (Pvt.) Ltd with 25% margin i.e. PKR. 733.33 Million.
- First Pari Passu Hypothecation charge over Plant & Machinery of M/s. PetPak Films Pvt. Ltd with 25% margin i.e. PKR. 600 Million
- Personal Guarantees of directors i.e. Mr. Naveed Godil, Mr. Mushtaq Ali Tejani & Mr. Noman Yakoob

11.10 This represents a Running Musharakah facility obtained by the Holding Company having limit of Rs. 1,750 million (2025: Rs. 1,750 million) out of which Rs. 46.58 million (2025: 92.66 million) remains unutilised at the reporting date. The rates of mark-up on this facility ranges from 1 month KIBOR + 0.5% to 3 months KIBOR + 0.75% per annum (2025: 3 months KIBOR + 1%) per annum.

This facility is secured by way of:

- Registered Joint Pari Passu hypothecation charge over current assets i.e. stock and receivables of the Company for Rs. 3,534.34 million, inclusive of 25% margin, covering agregate exposure;
- Registered Joint Pari Passu hypothecation charge over fixed assets (excluding land and buildings) of the Company for Rs. 375 million, covering agregate exposure;
- Equitable mortgage over property Plot No. 5D - 9D at the Quaid-e-Azam Business Park (QABP) in Sheikhupura;
- Lien over A-rated Financial Institution approved Accepted Local Usance Bills Drawn under LC with 10% margin; and
- Personal guarantees of directors for the amount covering aggregate exposure.

11.11 This represents a Running Musharakah facility obtained by the Subsidiary Company - Global Packaging Films (Private) Limited obtained from commercial banks, having limit of Rs. 300 million (2025: 300 million) which was fully utilized for Running Musharaka facility at the reporting date. The rate of mark-up on this facility is 3 months KIBOR + 0.50% per annum (2025: 3 months KIBOR + 0.50% per annum).

This facility is secured by way of:

- Registered Hypothecation Pari Passu hypothecation charge over current assets i.e. stock and receivables of the Company for Rs. 400 million, inclusive of 25% margin covering aggregate exposure;
- Personal guarantees of directors for the amount covering aggregate exposure.

11.12 This represents Running Musharaka facility obtained by Subsidiary Company - Petpak Films (Private) Limited from commercial banks, having limit of Rs. 300 million (2025: 300 million) which was fully utilized at the reporting date. The rate of mark-up on this facility is 3 months KIBOR + 0.50% per annum (2025: 300 million).

This facility is secured by way of:

- Registered Hypothecation Pari Passu hypothecation charge over current assets i.e. stock and receivables of the Company for Rs. 400 million covering aggregate exposure, inclusive of 25% margin; and
- Personal guarantees of directors for the amount covering aggregate exposure.

11.13 This represents a Bai Salam Facility obtained by the Holding Company having limit of Rs. 300 million (2025: 300 million) out of which Rs. 280.78 million (2025: 181.54 million) remains unutilised at the reporting date. The rate of mark-up on this facility is as decided by treasury at the time of transaction (2025: NIL) per annum.

This facility is secured by way of:

- Registered Joint Pari Passu hypothecation charge over current assets i.e. stock and receivables of the Company for Rs. 400 million, inclusive of 25% margin, covering agregate exposure;
- Registered Joint Pari Passu hypothecation charge over fixed assets (excluding land and buildings) of the Company for Rs. 75 million, covering agregate exposure;
- Personal guarantees of directors for the amount covering aggregate exposure.
- Equitable mortgage over property Plot No. 5D - 9D at the Quaid-e-Azam Business Park (QABP) in Sheikhupura; and

12. CONTINGENCIES AND COMMITMENTS

12.1 Contingencies:

As at the reporting date, there are no contingencies to report other than those disclosed in note 10.1.

12.2 Commitments:

Commitments under letter of credits for raw materials, stores and spares and plant and machinery as at September 30, 2025 amounted to Rs. 4,927.08 million (2025: Rs. 5,894.68 million).

13. REVENUE FROM CONTRACTS WITH CUSTOMERS

	(Un-audited) September 30, 2025	(Un-audited) September 30, 2024
	--------- (Rupees in '000) ---------	
Sale of goods - net		
Local	**9,648,114**	**7,161,027**
Sales tax	**(1,877,930)**	**(1,117,936)**
Sales returns	**(21,435)**	**(10,012)**
	7,748,749	**6,033,079**
Export	**2,442,000**	**1,602,967**
	10,190,749	**7,636,046**

The Holding Company has challenged the vires of amendment before the Islamabad High Court (IHC) concerning to the chargeability of super tax on high earning persons through Finance Act, 2023 for the tax year 2023 and onwards. In accordance with the said amendment, the rate of super tax increased from 4% to 10% for tax year 2023 and onwards to all sectors having income of more than Rs. 500 million in addition to the corporate tax at the rate of 29%.

14. TAXATION - NET

In response, the Islamabad High Court (IHC) issued an interim relief order (W.P. No. 4305/2023) dated December 18, 2023, directing that no super tax at the enhanced rate will be recovered from the petitioners until the final disposal of the case. The court instructed that the petitioners should continue to pay super tax at the pre-amendment rate of 4%. In compliance with IHC order, the Company has discharged its super tax liability for the tax year 2023 by paying Rs. 113.38 million, which represents the 4% super tax rate (pre-amendment rate).

Keeping in view the above, the management, as a matter of prudence, has provided full tax expense on account of super tax amounting to Rs. 37.47 million (2025: Rs. 136.32 million) being 10% of the income chargeable to super tax for the tax year 2026 till first quarter.

15. CASH (USED IN) / GENERATED FROM OPERATIONS

	Note	(Un-audited) September 30, 2025	(Restated) (Un-audited) September 30, 2024
		---------- Rupees in '000 ----------	
Profit before levies and income tax		**925,658**	194,900
Adjustments for non-cash charges and other items:			
Depreciation on property, plant and equipment		**310,996**	265,197
Amortisation on intangible asset		**2,340**	1,759
Depreciation on right-of-use assets		**1,720**	2,193
Unrealized exchange loss / (gain)		**(4,590)**	18,437
Loss / (gain) on disposal of operating fixed assets		**677**	-
Profit on saving accounts		**(7,646)**	(8,977)
Provision for staff retirement benefits		**31,349**	23,609
Allowance for expected credit losses		**-**	-
Amortization of deferred income		**(34,397)**	(38,035)
Finance costs		**504,257**	586,433
		804,707	850,616
Working capital changes	15.1	**(2,060,956)**	(1,896,404)
Cash generated from operations		**(330,591)**	(850,888)

15.1 CHANGES IN WORKING CAPITAL

(Increase) / decrease in current assets:		
Stores, spares and consumables	**7,542**	(166,853)
Stock-in-trade	**(413,759)**	(57,022)
Trade receivables	**(1,399,545)**	(171,886)
Trade deposits and short-term prepayments	**16,997**	(45,239)
Loans and advances	**(352,327)**	(111,469)
Other receivables	**17,263**	51,222
Sales tax refundable	**(63,093)**	(67,956)
Margin against bank guarantee	**-**	-
	(2,186,922)	(569,203)
Increase / (decrease) in current liabilities:		
Trade and other payables	**(92,567)**	(1,394,171)
Contract liabilities	**218,533**	66,970
	125,966	(1,327,201)
	(2,060,956)	**(1,896,404)**

16. CASH AND CASH EQUIVALENTS

		(Un-audited) September 30, 2025	(Audited) June 30, 2025
Cash and bank balances		**774,421**	770,968
Short-term borrowings under Running Musharakah	11	**(2,303,302)**	(2,071,882)
		(1,528,881)	**(1,300,914)**

17. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of the associated undertakings, directors of the group entities and key management personnel. The group entities continue to follow a policy whereby transactions with related parties are entered into at commercial terms and at rate agreed under a contract / arrangement / agreement. Remuneration of key management personnel are in accordance with their terms of engagements.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the respective group entities. The Group entities considers their Chief Executive Officer, Chief Financial Officer, Company Secretary, non-executive directors and departmental heads to be their key management personnel. There are no transactions with key management personnel other than their terms of employment / entitlement.

	(Un-audited) September 30, 2025	(Un-audited) September 30, 2024
	---------- Rupees in '000 ----------	
Associated companies		
Sales	**469,644**	630,317
Receipts against sales	**719,189**	558,376
Purchase	**-**	602
Payment against purchases	**-**	-
Key management personnel		
Remuneration	**30,983**	46,089
Non-executive directors		
Directors' fee	**4,320**	5,820

18. PLANT CAPACITY AND ACTUAL PRODUCTION

	(Un-audited) September 30, 2025	(Un-audited) September 30, 2024
	---------- (Tons) ----------	
Operational capacity	**38,165**	38,165
Actual production	**20,427**	15,084

19. GENERAL

The Board of Directors of the Company in its meeting held on September 18, 2025 has proposed a final cash dividend of Re. 0.6 per share (2024: Nil) amounting to Rs. 420 million (2024: Nil) along with bonus issue of 5 percent (2024: Nil) for approval of the members at the annual general meeting to be held on October 23, 2025.

These unconsolidated financial statements for the year ended September 30, 2025 do not include the effect of the proposed final cash dividend and bonus issue which will be accounted in the next quarter.

20. DATE OF AUTHORISATION FOR ISSUE

These consolidated condensed interim financial statements were approved and authorised for issue by the Board of Directors on 24 October, 2025.

Naveed Godil
Chief Executive Officer

Saad Amanullah Khan
Director & Chairman
Board Audit Committee

Syed Haris Salim
Chief Financial Officer

ڈائریکٹرز کی جائزہ رپورٹ

برائے تین ماہ 30 ستمبر 2025

ڈائریکٹرز کو یہ رپورٹ پیش کرتے ہوئے خوشی ہو رہی ہے، جو کہ غیر آڈٹ شدہ عبوری مالیاتی گوشواروں (اسٹینڈلون اور کنسولیڈیٹڈ دونوں) کے ساتھ تین ماہ 30 ستمبر 2025 کو مکمل ہونے والے عرصے کے لیے ہے۔

مالی کارکردگی

	کنسولیڈیٹڈ		اسٹینڈ لون	
	30 ستمبر کو ختم ہونے والی سہ ماہی کے لیے			
	2024	2025	2024	2025
	ملین روپوں میں			
سیلز	7,636	**10,191**	3,427	**2,948**
گراس منافع	1,019	**1,764**	473	**642**
آپریٹنگ منافع	781	**1,430**	436	**575**
فنانس پر خرچہ	(586)	**(504)**	(381)	**(240)**
ٹیکس اور لیویز سے پہلے منافع	170	**926**	56	**335**
مدت کے لیے خالص منافع	91	**704**	20	**183**
منافع کا انتساب				
(آئی پاک) - ہولڈنگ کمپنی	247	**795**		
(پی پاک) - اقلیتی شیئر ہولڈرز	(156)	**(91)**		
	91	**704**		
(روپے میں) فی شیئر آمدنی	0.35	**1.14**	0.03	**0.26**

گروپ نے مالی سال 26-2025 کا آغاز مضبوط بنیادوں پر کیا، جس میں مجموعی آمدنی بڑھ کر 10.19 ارب روپے (2024: 7.64 ارب روپے) تک پہنچ گئی اور 33.4٪ تک اضافہ دیکھا گیا جبکہ مجموعی اور عملی منافع کے مارجنز میں نمایاں بہتری دیکھی گئی۔

خالص منافع بڑھ کر 704 ملین روپے (2024: 91 ملین روپے) ہو گیا، جو گروپ کی ذیلی کمپنیوں گلوبل پیکیجنگ فلمز پرائیویٹ لمیٹڈ (جی پاک) اور پیٹ پیک فلمز پرائیویٹ لمیٹڈ (پی پاک) میں بہتر صلاحیت کے استعمال، بہتر مصنوعات کے امتزاج، بہتر آپریٹنگ لیوریج اور نظم و ضبط پر مبنی اخراجاتی انتظامات کا نتیجہ ہے۔

علیحدہ بنیاد پر، آئی پیک نے قابلِ ذکر مارجن دکھائے، جس میں 2.95 ارب روپے کی فروخت پر 642 ملین روپے کا مجموعی منافع حاصل کیا گیا، جبکہ مالیاتی اخراجات گزشتہ سال کے مقابلے میں نمایاں طور پر کم رہے، جس سے 183 ملین روپے کے خالص منافع تک واپسی ممکن ہوئی۔

پورٹ فولیو کے دائرہ کار میں، گروپ کی مربوط فلم مصنوعات بی او پی پی، بی او پیٹ، اور سی پی پی نے گھریلو اور برآمدی منڈیوں میں صارفین کو برقرار رکھنے اور نئے کاروبار کے حصول میں بنیادی کردار ادا کیا۔

عملی کارکردگی کو مزید بہتر بنانے کے لیے عملے کی استعداد، خودکار نظاموں، اور ورکنگ کیپٹل کے نظم و ضبط سے متعلق جاری اقدامات نے سہ ماہی کارکردگی کو مزید سہارا دیا۔

مستقبل کی توقعات

آئندہ کے لیے گروپ پُرامید ہے۔ برآمدات کا تسلسل صحت مند رہنے کی توقع ہے، جسے بین الاقوامی صارفین کی بڑھتی ہوئی طلب اور خصوصی ہائی بیریئر فلمز کے پھیلتے ہوئے امتزاج سے تقویت ملے گی۔

انتظامیہ اپنی توجہ عملی کارکردگی میں بہتری، مصنوعات میں جدت، برآمدی مسابقت، سرمائے کے محتاط استعمال اور ای ایس جی تقاضوں کی مضبوط پاسداری پر مرکوز رکھے گی۔

اگرچہ عالمی تجارت میں اتار چڑھاؤ، زرِمبادلہ کی غیر یقینی صورتحال، اور ریگولیٹری اخراجات کے دباؤ جیسے بیرونی خطرات برقرار ہیں، اسکے باوجود بورڈ کو توقع ہے کہ گروپ منافع بخشی کو برقرار رکھے گا اور حصص یافتگان کے لیے مستقل قدر فراہم کرتا رہے گا۔

برائے و نمائندگی بورڈ آف ڈائریکٹرز

نوید گوڈیل

چیف ایگزیکٹو آفیسر

24 اکتوبر 2025

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